

ANNUAL ACCOUNTS

FOR THE

YEAR

2019-20

OF



MAYFAIR HOTELS & RESORTS LIMITED

-: AUDITORS :-

ABHISHEK MISHRA & Co.
CHARTERED ACCOUNTANTS

12, Govind Vihar, Bamikhal
Bhubaneswar – 751010

TEL : + 91 674 2571 921
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DIRECTORS' REPORT

Dear Shareholders,

The Board of Directors of your Company, with immense pleasure, presents the 25th Annual Report of the Company, along with the Audited Balance Sheet, Profit and Loss Account and Cash Flow Statement, Schedules and Notes to Accounts for the financial year ended March 31, 2020.

FINANCIAL PERFORMANCE

Particulars	(Rs.in lakhs)	
	Current Financial Year (2019-20)	Previous Financial Year (2018-19)
Revenue from Operations	23,617.99	22,953.26
Other Income	383.32	181.35
Profit/loss before, depreciation and amortization expense, finance costs and Tax expense	5239.87	5517.63
Less: Depreciation and amortization expense	2002.59	1,257.84
Profit/loss before Finance Costs, Exceptional items and Tax Expense	3237.28	4259.79
Less: Finance costs	2578.62	1771.98
Profit before Tax Expenses	658.66	2487.81
Less: Tax expenses		
Net current tax expense	135.60	536.09
Deferred tax	131.47	57.89
Tax Paid for earlier years	0.30	19.82
Profit for the year	391.30	1874.01
Dividend @5% & Dividend Tax	0.00	96.07
Earning Per Share (In Rs.) (Equity Shares of Face Value of Rs. 10 each)	2.45	11.74

KEY FINANCIAL AND OPERATIONAL HIGHLIGHTS

Standalone performance:

During the financial year 2019-20, the total revenue from operations was Rs.23,617.99 Lakhs as compared to Rs. 22,953.26 Lakhs for the financial year 2018-19, thus marking a marginal growth of 3% over the previous year. The Company has generated nominal profit after tax of Rs.391.30 Lakhs during the year ended March 31, 2020 as compared to profit of Rs.1874.01 Lakhs for the year ended March 31, 2019 thus registering a decline of 79 % over the previous year.



Consolidated/ Group performance:

During the financial year 2019-20, the consolidated revenue from operations was Rs. 28,825.38 Lakhs as compared to Rs. 28,641.70 Lakhs for the financial year 2018-19, which is almost at par with the previous year. The Company has generated consolidated net profit of Rs. 1018.59 Lakhs during the year ended March 31, 2020 as compared to profit of Rs. 2,902.29 Lakhs for the year ended March 31, 2019 a decline of 65% over the previous year.

In the last month of F.Y. 2020, the COVID-19 outbreak developed rapidly into a global crisis, forcing WHO to declare it as a pandemic which resulted to a series of measures undertaken by the Government to contain the outbreak, such as imposition of multiple lockdowns across the country, which posed as a serious challenge.

International and Domestic flights have been suspended for months. The travel and tourism sector has come to a virtual standstill as a result. As a Socially Responsible Company our initial response was ensuring the health and well-being of all employees, and the safety of our guests.

There has been unprecedented impact on the economy owing to a steep fall in demand as well as supply. In view of the prolonged lockdown and consequent travel restrictions to avoid spread of COVID-19 pandemic imposed by the Government of India as well other countries globally almost all business segments i.e. Corporate, Leisure, MICE and Direct business were severely impacted. In these unforeseen and uncertain times, it is difficult to predict when business conditions will normalize.

The process of lifting the lockdown in various states has since started in phases, effective from June 2020, guided by the decision of individual states. We expect domestic travel to gradually pick up as the lockdown in various cities in India is lifted. Further, once border restrictions are lifted, we expect international travel to also progressively resume.

We strongly believe that we are well positioned as compared to the other players in the industry, reason being our properties are spread out and maintaining all kind of safety and hygiene measure as prescribed by WHO, CDC, ICMR and other authorities. Moreover, our business largely depends on the local and domestic guests, who will definitely prefer to choose our property as a priority preference because of the Trust we have been able to generate and maintain in the Industry.

The Management has adopted several cost rationalization measures subsequent to the year end to effectively manage the fund requirement of the Company and profitability for the current financial year.



Key Business Developments during the year

The Company continues to expand through new properties and also has commenced to work under Management Contracts for building the brand portfolio in various parts of the country. MAYFAIRGroup has presence in 10 cities in 5 states with 516 Rooms. Details of new hotels opened and under construction during the year are as follows:

- MAYFAIR Lake Resort – Naya Raipur

Spread over 13.28 Acres of Land at Sector 24 of Naya Raipur, our spellbinding property, MAYFAIR Lake Resort, has commenced its commercial operation on and from 27th August, 2019.

This five star deluxe resort is located amid lush greenery and overlooks the gorgeous Jhanjh Lake with sweeping panoramic views all around the property, offering its guest lavish luxury accommodation, large scale banqueting and event space, world class facilities and some of the best restaurants in Raipur.

It has been highly appreciated by the Guest, however owing to current situation business will take some time to boom.

- MAYFAIR Tea Resort, Siliguri

The Company and its Group Company acquired 50% shares in Lotus Projects Pvt Ltd during 2017-18 with an intention to come up with a 5 Star Deluxe Property under Tea Tourism Policy of West Bengal. The Govt. of West Bengal has approved the said Hotel Project – 'MAYFAIR Tea Resort' under Tea Tourism Policy. This Tea Resort will be one of the finest Tea Resort in the country inside a 1000 Acre Tea Garden having 160 well-appointed guest rooms, large banquet facilities, spa facilities of international standard and all other facilities that are always expected by modern travelers of today.

The Company has entered into an operating agreement with Lotus Projects Pvt Ltd. (LPPL) to operate and maintain the said Tea Resort on completion of the construction. The hotel is being constructed by LPPL as per the specifications and facilities in terms of MAYFAIR brand standard funding of the hotel is entirely by the MAYFAIR Group.

The banquet, restaurant facilities, main kitchen and back office area are in the final stage of completion. The soft operation is proposed to commence in October, 2020 and the commencement of commercial operation of the hotel will be decided once the COVID 19 situation in the country Stabilizes.



AMOUNT TO BE TRANSFERRED TO RESERVE

The Board of Directors of your company, have decided not to transfer any amount to the Reserves for the year under review.

DIVIDEND

No dividend to the shareholders has been recommended by the Board of Directors for the year under review.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of this report.

SHARE CAPITAL

The paid up equity share capital of the Company as on March 31, 2020 was Rs. 15,96,32,330. During the year under review, the Company has not issued shares with differential voting rights nor granted stock options nor sweat equity.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

As on March 31, 2020, your Board has following Directors

Sl.No.	Name	DIN	Category	Designation
1	Dilip Kumar Ray	00937564	Executive	Chairman & Managing Director
2	Pooja Ray	02945569	Executive	Whole-time Director
3	Ashta Ray	01531623	Executive	Whole-time Director
4	Souvagya Kumar Mohapatra	03197487	Executive	Executive Director
5	Dipti Ranjan Patnaik	00600887	Non- Executive	Non- independent Director
6	Dr Bidhubhusan Samal	00007256	Non- Executive	Independent Director
7	Sidhartha Pradhan	06938830	Non- Executive	Independent Director
8	Ratanlal Gaggar	00322904	Non- Executive	Independent Director



Chairman & Managing Director of the Board

Mr. Dilip Kumar Ray (DIN- 00937564) is the Chairman and Managing Director of the Company since inception and he is also designated as KMP of the Company.

Whole-time Directors and Executive Director

The Board also has Mrs. Pooja Ray (DIN- 02945569) and Mrs. Ashta Ray (DIN- 01531623) as woman whole-time Directors, The members approved at the EGM held on 30th March, 2020 the re-appointment of Mrs. Pooja Ray and Mrs. Ashta Ray, as Whole-time Director of the Company for a further period of 5 years, i.e. from 4th March, 2020 to 3rd March, 2025 at a remuneration, as may be recommended by the Nomination and Remuneration Committee and approved by the Board, from time to time during his tenure, subject to and within the overall remuneration payable, as prescribed in the Act read with Schedule V to the Act and applicable Rules thereto. They are also designated as KMP of the Company.

Mr. Souvagya Kumar Mohapatra (DIN- 03197487) is the Executive Director of the Company, who was re-appointed for a period of 5 years, i.e. from 8th December, 2017 to 7th December, 2022.

Non- executive Director

The Board also has Mr. DiptiRanjanPatnaik (DIN- 00600887) as Director.

Independent Directors

Dr. Bidhubhusan Samal (DIN-00007256) is the Independent Director on the Board, presently serving his Second Term of 5 years with effect from March 24, 2016. Also, Mr. Sidhartha Pradhan (DIN 06938830) is presently serving the Second Term of 5 years of as an Independent Director on the Board of the Company with effect from March 21, 2017 and Mr Ratanlal Gaggar (DIN- 00322904) is serving as Independent Director for his First Term of 5 Years with effect from 15th April, 2017.

DECLARATION BY INDEPENDENT DIRECTORS

All Independent Directors have submitted the declaration of Independence as required under Section 149(7) of the Companies Act, 2013 confirming that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and that the Independent Directors have complied with the Code of Independent Directors prescribed in Schedule IV to the Act. Such declarations were taken on record by the Board on 16th September, 2020, being its first meeting during the financial year 2020-21.

DIRECTOR RETIRING BY ROTATION

In accordance with Section 152(6) (d) of Companies Act, 2013, Ms. Ashta Ray(DIN- 01531623) retires by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

KEY MANAGERIAL PERSONNEL

Pursuant to Section 203 of the Companies Act, 2013, the other Key Managerial Personnel of the Company are CA Manoj Kumar Gouda, CFO and CS Sujata Sarkar, Company Secretary. There has been no change in the key managerial personnel during the year.

MEETINGS

During the year under review, 5 (five) Board Meetings, 4 (four) Audit Committee Meetings, 2 (two) Nomination & Remuneration Committee Meeting, and 1 (one) Corporate Social Responsibility Meeting. With the rise of the COVID 19 Pandemic in the Country and pursuant to General Circular No. 11/2020 dated 24th March, 2020, the Separate Meeting of Independent Directors could not be held for the FY 2019-20. The intervening gap between the Board Meetings and Audit Committee Meeting was within the period prescribed under the Companies Act, 2013.

SEPARATE MEETING OF INDEPENDENT DIRECTORS AND PERFORMANCE EVALUATION OF BOARD BY THEM

As per Para VII (1) of Schedule IV to the Companies Act, 2013, Independent Directors (IDs) are required to hold at least one meeting without the attendance of Non-independent Directors and members of management. Due to impose of countrywide lockdown for COVID 19 Pandemic and pursuant to General Circular No. 11/2020 dated 24th March, 2020, the Separate Meeting of Independent Directors which was scheduled to be held on 30th March, 2020 for the FY 2019-20, could not be held. However, Performance evaluation of non-independent directors, performance of the Board as a whole and performance of the chairman was evaluated by the Independent Directors.

COMMITTEES OF THE BOARD

As on March 31st 2020, your Board has following Statutory Committees:

- a) Audit Committee
- b) Nomination and Remuneration Committee
- c) Corporate Social Responsibility Committee

AUDIT COMMITTEE

The Audit Committee is re-constituted on 30th March, 2020 in line with the regulatory requirements mandated by the Companies Act, 2013 and to include Ms Pooja Ray, Whole-time Director of the Company as member of the Committee. As on date, the committee consists of the following members:

Sl. No.	Name of the Members	Category	Designation at committee
1	Dr. B.Samal	Independent Director	Chairman
2	Mr.RatanlalGaggar	Independent Director	Member
3	Mr.SidharthaPradhan	Independent Director	Member
4	Ms. Pooja Ray	Whole-time Director	Member
3	Mr. S. K. Mohapatra	Executive Director	Member

NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee is last re-constituted on 29th March, 2019 in line with the regulatory requirements mandated by the Companies Act, 2013 and consists of the following members:

Sl. No.	Name of the Members	Category	Designation at committee
1	Dr. B.Samal	Independent Director	Chairman
2	Mr.SidharthaPradhan	Independent Director	Member
3	Mr. RatanlalGaggar	Independent Director	Member

A policy has been framed for selection and appointment of the Directors, Key Managerial Personnel (KMP) and Senior Management and their remuneration by the Board on the recommendation of the Nomination and Remuneration Committee.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Pursuant to Section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company has constituted the Corporate Social Responsibility (CSR) Committee of the Board of Directors, which presently comprises of following members:

Sl. No.	Name of the Members	Category	Designation at committee
1	Dr. B.Samal	Independent Director	Chairman
2	Mr.SidharthaPradhan	Independent Director	Member
3	Ms. Pooja Ray	Whole-time Director	Member
4	Mr. S. K. Mohapatra	Executive Director	Member

BOARD EVALUATION

The Board of directors has carried out an annual evaluation of its own performance, board committees and individual directors pursuant to the provisions of the Act.

The performance of the board was evaluated by the board after seeking inputs from all the directors on the basis of the criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.

The Board and the Nomination and Remuneration Committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the chairman was also evaluated on the key aspects of his role.

DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of the provisions of Section 134 (3) (c) of the Companies Act, 2013 that:

- a) in the preparation of the annual financial statements for the year ended March 31, 2020, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed along with no material departures.
- b) such accounting policies as mentioned in the Notes to the financial statements have been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2020 and of the Profit of the Company for the year ended on that date;
- c) proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the annual financial statements have been prepared on a 'going concern' basis;
- e) proper internal financial controls to be followed by the company are laid down and that such internal financial controls are adequate and are operating effectively; and
- f) proper systems to ensure compliance with the provisions of all applicable laws are in place which are adequate and operating effectively.



ADEQUACY OF INTERNAL FINANCIAL CONTROL

Necessary internal control systems over financial reporting commensurate to the size are also put in place by the company on various activities across the board to ensure that business operations are directed towards attaining the stated organizational objectives with optimum utilization of the resources. Apart from these internal control procedures, a well-defined and established system of internal audit is in operation to independently review and strengthen these control measures.

Pursuant to section 143 of the Companies Act, 2013, M/s Abhishek Mishra & Co, Chartered Accountants, the Statutory Auditors of the Group has audited the financial statements included in this Annual Report and has issued an attestation report on our internal control, over financial reporting.

INFORMATION ABOUT THE FINANCIAL PERFORMANCE / FINANCIAL POSITION OF THE SUBSIDIARIES

The Consolidated Financial Statements of your Company and its Subsidiaries/Associates, prepared in accordance with the relevant Accounting Standards of the Institute of Chartered Accountants of India, duly audited by the Statutory Auditors, form a part of the Annual Report and are reflected in the Consolidated Accounts.

Pursuant to Section 129 (3) of the Companies Act, 2013, a statement containing salient features, brief financial details of the Company's subsidiaries/ associates for the financial year ended March 31, 2020 and their contribution to the consolidated financials in Form AOC – 1 is appended as Annexure – B to the Boards' Report.

The annual accounts of the subsidiary/ associate and related detailed information will be kept at the registered office of the company and also at the registered offices of the respective subsidiary/associate companies.

DEPOSITS

In terms of the provisions of Sections 73 and 74 of the Companies Act, 2013 read with Companies (Acceptance of Deposits by Companies) Rules, 2014, the Company had no opening or closing balances and during the year under review, the Company has also not accepted any public deposits and as such, no amount of principal or interest was outstanding as on March 31, 2020

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 can be referred in the notes to the Financial Statements.



RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There were no materially significant related party transactions entered by the Company during the year with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

The particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013, as prescribed in Form AOC-2 of the Companies (Accounts) Rules, 2014 are given in notes to Financial statements along with "Annexure – C".

CORPORATE SOCIAL RESPONSIBILITY

Your Company has always been committed to "Corporate Social Responsibility" (CSR) and it is one of our commitments to the society. "Inspirational role in the community, supporting social needs, promoting tourism & green living" are idiosyncratically the mantras of MAYFAIR Hotels & Resorts. Towards achieving this, the Company has been a pioneer in various CSR initiatives.

The brief outline of the Corporate Social Responsibility (CSR) Policy of the Company as adopted by the Board and the initiatives undertaken by the Company on CSR Activities during the year under review are set out in "Annexure-D", forming part of this report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014. The CSR Policy is available on <https://www.mayfairhotels.com/corporate-information.html>.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Your Company is continuously striving towards conservation of energy across all its units and has implemented various Energy Conservation programs and latest technology up gradation measures. Your Company also earned foreign currency in Financial Year 2019 – 2020, complete details of which has been disclosed in Annexure – A to this Boards' Report.

RISK MANAGEMENT POLICY

A well-defined risk management mechanism covering the risk – management and trend analysis, risk exposure, potential impact and risk mitigation process is in place. The objective of the mechanism is to minimize the impact of risks identified and taking advance actions to mitigate it though the various risks associated with the business cannot be eliminated completely, all efforts are made to minimize the impact of such risks on the operations of the Company.



VIGIL MECHANISM / WHISTLE BLOWER POLICY

Pursuant to Section 177(9) read with Rule 7 of Companies (Meeting of the Board) Rules of the Companies Act 2013, the Company has a vigil mechanism named Whistle Blower Policy to deal with any instances of fraud and mismanagement in the Company, as recommended by the Audit Committee.

The details of the Whistle Blower Policy can be accessed at the website of the Company- www.mayfairhotels.com.

During the year, there were no concern reported under this mechanism for scrutiny and it is also affirmed that no person has been denied access to the Audit Committee.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There were no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

STATUTORY AUDITORS

At the 22nd Annual General Meeting of the Company held in the year 2017, the Shareholders had approved the appointment of M/s Abhishek Mishra & Co, Chartered Accountants, (Regd No. 326681E), as the Statutory Auditors of the Company to hold office for 5 (five) consecutive years.

There are no qualifications, reservations or adverse remarks or disclaimers made by the Statutory Auditors in their report.

No frauds have been reported under Section 143(12) of the Act by the Auditors of the Company.

INTERNAL AUDITORS

During the year under review, M/s P.A. & Associates, Chartered Accountants, Bhubaneswar, the internal auditors of the Company conducted periodic audits of the Company. The Audit Committee reviews the detailed Internal Audit reports submitted by the Internal Auditors and takes note of the actions taken on the observations of and recommendations made by them.

Your Directors are confident that there are adequate internal control systems and procedures which are being followed and complied with.



COST RECORDS AND COST AUDIT

Maintenance of cost-records and requirement of cost audit as prescribed under the provisions of Section 148 (1) of the Companies Act, 2013 are not applicable for the business activities carried out by the Company.

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT-9, as required under Section 92 of the Act, is available on the Company's website viz. www.mayfairhotels.com.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company has in place a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at Workplace in line with the requirements of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules thereunder. An Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. All women employees (permanent, temporary, contractual and trainees) are covered under this policy. All employees are treated with dignity with a view to maintain an environment free of sexual harassment whether physical, verbal or psychological. Moreover, the group encourages women employees by creating safe and proper working conditions to provide a sense of conducive work environment i.e. free from any form of discrimination.

During the year under review, the Internal Complaints Committee has not received any complaint pertaining to sexual harassment.

INDUSTRIAL RELATIONS

The industrial relations continued to be cordial at all levels throughout the year. Your Directors wish to thank all the Employees and Workmen of the Company for their contribution, support and continued co-operation throughout the year.

RIGHT OF MEMBERS TO COPIES OF AUDITED FINANCIAL STATEMENT

In terms of Section 136 of the Act, the Report and Accounts are being sent to the Members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the Members at the Registered Office of the Company during business hours on working days of the Company up to the date of the ensuing Annual General Meeting. If any Member is interested in obtaining a copy thereof, such Member may write to the Company Secretary in this regard.



ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for the co-operation and assistance received from the Government authorities, bankers, financial institutions, vendors, customers and shareholders during the year under review.

Bhubaneswar
The 16th September, 2020

For and on behalf of the Board

DILIP
KUMAR RAY

Digitally signed by DILIP KUMAR RAY
DN: cn=DILIP KUMAR RAY, o=IN,
st=Odisha, ou=Personal,
serialNumber=65b27b60e5a5467d7
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933047ec5e1f
Date: 2020.09.16 19:30:16 +0530

[Dilip Ray]

Chairman and Managing Director
(DIN- 00937564)

ANNEXURE "A" TO THE DIRECTORS' REPORT:

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO
(Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules, 2014)

Your Company is continuously striving towards conservation of energy across all its units and has implemented various Energy Conservation programs and latest technology upgradation measures including:

A. CONSERVATION OF ENERGY:

MAYFAIR Hotels is committed to maintain ecofriendly and energy conservation practices across all its Hotel properties. Adequate measures have been initiated to reduce energy consumption further by implementing the following additional measures in the various hotels of the Group:

1. Installation of STP plant for treatment and utilization of treated water for cooling tower, flushing, landscaping and cleaning purpose.
2. Air-conditioning plant rooms are equipped with Chiller Plant Optimizer in order to achieve highest efficiency of the HVAC equipment.
3. Energy efficient LED light fixtures have been used, which will not only help to reduce power consumption but will also reduce temperature in those areas.
4. Solar lighting and heating panels are being installed by a few hotel units to reduce the consumption of power.
5. Our Hotels are mostly built in an outspread area with low rise buildings to curb the usage of electricity consumption for lifts and indoor lightings.
6. The split Air Conditioners wherever used in the Hotel premises are having 5 Star Rating to reduce optimal energy consumption.
7. Smart LED TV's are installed in the guest room to meet the present requirement of the guest and reduce energy consumption.
8. Energy efficient minibar Refrigerators are being used in all the hotels.
9. All the buffet counters we have replaced the fuel usage with energy efficient induction heating.
10. Replacing of Old Transformers and Old DG set is done in regular intervals to increase the electrical operational efficiency.
11. Rain water harvesting is done and water is used for Gardening, Cleaning and for cooling tower condenser circulation.
12. Effective water management gadgets are in place to minimize the usage of water in toilets and other places.



ANNEXURE B TO BOARDS REPORT
Form AOC-1

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Mayfair Hotels & Resorts (Sikkim) Pvt. Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	No
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share Capital	20,00,00,000
5.	Reserves & Surplus	48,34,78,894
6.	Total Assets	1,08,08,98,646
7.	Total Liabilities	39,74,19,752
8.	Investments	25,96,80,717
9.	Turnover	46,16,65,718
10.	Profit before Taxation	7,72,87,408
11.	Provision for Taxation	1,48,20,255
12.	Profit after Taxation	6,24,67,153
13.	Proposed Dividend	-
14.	% of shareholding	91.70%

1. Names of subsidiaries which are yet to commence operations –N.A

2. Names of subsidiaries which have been liquidated or sold during the year –N.A



Part "B": Associate Company and Joint Ventures

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associated Companies and joint Ventures.

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Mayfair Hotels & Resorts (Goa) Pvt. Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	No
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share Capital	43,56,00,000
5.	Reserves & Surplus	(12,42,22,110)
6.	Total Assets	34,41,91,589
7.	Total Liabilities	3,28,13,699
8.	Investments	—
9.	Turnover	6,57,54,033
10.	Profit before Taxation	(1,20,165)
11.	Provision for Taxation	3,59,046
12.	Profit after Taxation	(4,79,211)
13.	Proposed Dividend	—
14.	% of shareholding	49%

For and on behalf of the Board

DILIP
KUMAR RAY

Digitally signed by DILIPKUMAR RAY
DN: cn=DILIP KUMAR RAY, o=IN,
st=Odisha, ou=Personal,
serialNumber=sf6bb27bb0d5a8457d75b
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Date: 2020.09.16 19:40:44 +05'30'

[Dilip Ray]

Chairman and Managing Director
(DIN- 00937564)

Bhubaneswar
The 16th September, 2020

ANNEXURE 'C' TO THE BOARD'S REPORT

FORM AOC – 2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rule, 2014]

Form for disclosure of particulars of contracts / arrangements entered into by the Company with the related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms-length transactions under third proviso thereof.

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL
2. Details of contracts or arrangements or transactions at arm's length basis:

S.I No	Name (s) of the related party and nature of relationship	Nature of contracts/arrangement /transactions	Duration of the contracts/arrangements/transactions	Salient features of contracts/arrangements/transaction, including value, if any	Justification for entering into such contracts/arrangements/transactions	Date of approval by the Board	Amount paid as advance, if any	Date on which special resolution was passed in General meeting u/s. 188(1 st proviso)
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	Dilip Ray (Chairman & Mg. Director)	Salary	Subsisting Arrangement-Renewable	150.00	Payments & benefits to employees	Note 1	Nil	N.A
2	Dilip Ray (Chairman & Mg. Director)	Rent	Subsisting Arrangement-Renewable	69.60	Office Space used by the Company	Note 1	Nil	N.A
3	Pooja Ray (Whole-time Director)	Rent	Subsisting Arrangement-Renewable	12.00	Office Space used by the Company	Note 1	NIL	N.A
4	Ashta Ray (Whole-time Director)	Salary	Subsisting Arrangement-Renewable	42.00	Payments & benefits to employees	Note 1	Nil	N.A
5	H.K. Ray & Sons (HUF) Chairman & Mg. Director is the Karta	Rent	Subsisting Arrangement-Renewable	18.00	Office Space used by the Company	Note 1	NIL	N.A
6	D R Patnaik (Director)	Interest on Unsecured Loan	Renewable	380.07	Loan from Director	22.03.16	NIL	N.A
7	S K Mohapatra (Executive Director)	Salary	Subsisting Arrangement-Renewable	68.63	Payments & benefits to employees	Note 1	Nil	N.A
8	Tulsikha Mohapatra (Wife of Executive Director)	Car Hiring Charges	Subsisting Arrangement-Renewable	7.20	Car used by the Company	Note 1	Nil	N.A

9	CA Manoj Gouda Sr.VP(F&A) & CFO	Salary	Subsisting Arrangement- Renewable	55.28	Payments &benefits to employees	Note 1	Nil	N.A
10	Rashmita Gouda Wife of Sr.VP(F&A) & CFO	Car Hiring Charges	Subsisting Arrangement- Renewable	7.20	Car used by the Company	Note 1	Nil	N.A
11	Sujata Sarkar Company Secretary	Salary	Subsisting Arrangement- Renewable	8.28	Payments &benefits to employees	Note 1	Nil	N.A

Note 1: Existing contracts /arrangements at the date of commencement of Section 188 of the Companies Act,2013 (i.e April 1,2014)

For and on behalf of the Board

**DILIP
KUMAR RAY**

Digitally signed by DILIP KUMAR RAY
DN: cn=DILIP KUMAR RAY, o=IN,
sn=Dilip, cn=Personal,
email=dilipkumar@mayfairhotels.com, c=IN
d171b20233e423bdc8a2190a034047ed
a17
Date: 2020.09.16 15:41:17 +05'30'

[Dilip Ray]

Chairman and Managing Director
(DIN- 00937564)

Bhubaneswar
The 16th September, 2020



ANNEXURE 'D' TO THE BOARD'S REPORT
ANNUAL REPORT ON CSR ACTIVITIES

Your Company has adopted a CSR Policy indicating the broad philosophy and objectives, which is available on the website of your Company viz. www.mayfairhotels.com.

In line with the Corporate Social Expenditure incurred since last five years, this year also two percent of the average net profit of the Company during the three immediately preceding financial years i.e. Rs 45.05 Lakhs has been spent as CSR Expenditure.

Among the activities covered under the Schedule VII of Companies Act 2013, which may be included under the companies CSR policies, Rural Development Projects are enlisted as one major area of CSR programs. Efforts for improving the lives of rural population in terms of access to basic facilities like education, healthcare, sanitation, livelihoods, water availability, agricultural improvement etc. are some key focus areas that require attention of Corporates.

The Construction of the Hotel- MAYFAIR Tea Resort in New Chumta, Siliguri is going on smoothly and commercial operation of the hotel is expected to start in the early FY 2020-21. During the construction period of the hotel, the Company felt the need of social development in the Tea Estate of New Chumta, Siliguri. Hence, the Company proposed to develop various social facilities for Rural Development of the locality like upgradation of Post Office, infrastructure for establishment of Public Banks, Schools, Police Station. For this purpose, the Company initially proposes to spent Rs 65.00 Lakhs approx. in a span of two years under its CSR Program.

1. The Composition of the CSR Committee.
 - i) Dr. B. Samal, Chairman
 - ii) Mr. Sidhartha Pradhan, Member
 - iii) Ms. Pooja Ray, Member
 - iv) Mr. Souvagya Mohapatra, Member
2. Average Net profit for the last three financial years – Rs.2252.55 Lakhs.
3. The prescribed expenditure on CSR – Rs. 45.05 lakhs (2% of above).
4. Details of CSR spent during the financial year:

Amount required to be spent for FY 2019-20: Rs. 50.00 lakhs

Amount unspent, if any: Rs. Nil

The company has voluntarily incurred CSR Expenditure in the following manner:

1	2	3	4	5	6	7	8
Sl. No.	CSR project or activity identified	Sector in which the Project is covered	Projects or programs (1) Local area or other (2) Specify the state and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs sub-Heads: (1) Direct expenditure on projects or programs (2) Overheads:	Cumulative expenditure upto to the reporting period	Amount spent Direct or through implementing agency
1.	Upgradation of Post Office & Infrastructure for establishment of Public Banks, Schools and Police Station	Rural Development	New Chumta Tea Garden, Siliguri, West Bengal	65.00 Lakhs	51.26 Lakhs	51.26 Lakhs	Direct

5. Reason for not spending amount: Not Applicable
6. The CSR Committee states that the implementation and monitoring CSR Policy, is in compliance with CSR objectives and policy of the Company.

DILIP
KUMAR RAY

Digitally signed by DILIP KUMAR RAY
DN: cn=DILIP KUMAR RAY, o=Mayfair Hotels & Resorts, ou=Corporate, email=dilip.kumar.ray@mayfairhotels.com, c=IN
Date: 2020.09.16 10:41:41 +05'30'

[Dilip Ray]
Chairman and Managing Director
DIN: 00937564

Bidhubhusan Samal
Digitally signed by Bidhubhusan Samal
Date: 2020.09.16 20:00:54 +05'30'

[Dr. B. Samal]
Chairman of CSR Committee
DIN:00007256

INDEPENDENT AUDITOR'S REPORT

To

The Members of
MAYFAIR Hotels & Resorts Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the Standalone Financial Statements of Mayfair Hotels & Resorts Limited ("the Company") , which comprise the Standalone Balance Sheet as at 31st March , 2020, and the Standalone Statement of Profit and Loss and Standalone Statement of Cash Flows for the year then ended, and notes to the Standalone Financial Statement including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Financial Statements ").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India , of the state of affairs of the company as at 31st March, 2020 and profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note 28 to the Standalone Financial Statements, regarding the probable effect of uncertainties due to Covid- 19 pandemic on the Company's financial position as assessed by the management.

Our opinion is not modified in respect of the above matter.



Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Statements.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of sub section 11 of Section 143 of the Act, we give in the "Annexure-A", a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.





As required by Section 143 (3) of the Act, we report that :

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit ;
- (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books ;
- (c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss and the Standalone Statement of Cash Flows dealt with by this Report are in agreement with the books of account ;
- (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 ;
- (e) On the basis of the written representations received from the directors as on 31st March , 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March , 2020, from being appointed as a director in terms of section 164(2) of the Act ;
- (f) With respect to the adequacy of the internal financial controls with reference to the financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B' and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The company has disclosed the impact of pending litigations as at 31st March, 2020 on its financial position in its Standalone Financial Statements – Refer Note No. 27 to the Standalone Financial Statements. ;
 - ii. The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. The company had no amount that is required to be transferred to the Investor Education and Protection Fund.

Place : Bhubaneswar
Dated : The 16th September , 2020



For Abhishek Mishra & Co
Chartered Accountants
FRN : 326681E

ABHISHEK MISHRA

(Abhishek Mishra)
Partner

M. No.: 220970

UDIN : 20220970AABBYT010

Annexure A to the Independent Auditor's Report

(Referred to in paragraph 1 of our Report on Other Legal and Regulatory Requirements)

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed asset, which however, *is not complete*.
b) As explained to us, the fixed assets of the Company have been physically verified by the management at reasonable intervals in a phased manner. In our opinion, the frequency of such verification is reasonable having regard to size of the company and nature of its assets. As informed to us, no material discrepancies were noticed on such verification.
c) According to the information and explanations given to us and on the basis of our examination of the records, the title deeds of all the immovable properties, are held in the name of the company.
- (ii) a) The inventories have been physically verified by the management during the year. In our opinion the frequency of such verification is reasonable.
b) The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in books of account.
- (iii) In our opinion and according to the information and explanations provided to us, the Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act.
Accordingly, paragraph 3 (iii) of the Order is not applicable to the Company.
- (iv) In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans given, investments and guarantees made.
- (v) In our opinion, and according to the information and explanations given to us, The Company has not accepted any deposit as per the directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Act and Rules framed thereunder .
Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- (vi) To the best of our knowledge and according to the information and explanation provided to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the products of the Company.
Accordingly, paragraph 3(vi) of the order is not applicable to the company.



(vii) According to the information and explanations given to us and on the basis of examination of the records of the company :

- a) The Company is regular in depositing undisputed statutory dues including Provident Fund, VAT, GST, Income Tax, Customs duty, Cess and other statutory dues, with appropriate authorities. According to the information and explanations given to us, there are no undisputed statutory dues outstanding to be paid as on 31st March, 2020 for a period more than six months from the date they became payable.
- b) According to the information and explanations given to us, details of disputed dues in respect of Income Tax or Sales Tax or Wealth Tax or Service Tax or Duty of Custom or Value Added Tax or Cess or Goods and Services Tax which have not been deposited on account of any disputes as on 31st March, 2020 are given below.

Sl. No.	Name of the Statute	Period (FY) to which the dispute relates.	Nature of dues	Amount demanded (Rs. in lakhs)	Amount deposited under protests (Rs. in lakhs)	Net amount payable (Rs. in lakhs)	Forum where dispute is pending
1.	Orissa Vat Act, 2004	2012-13 & 2013-14	VAT	15.97	2.60	13.37	Orissa Sales Tax Tribunal, Bhubaneswar

- (viii) In our opinion and according to the information and explanation provided to us, the Company has not defaulted in repayment of dues to a financial institution, bank and government.
- (ix) According to the information and explanations given to us, the term loans have been applied by the company during the year for the purposes for which they were raised. The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.
- (x) According to the information and explanations given to us and as represented by the management and based on our examination of books and records of the company and in accordance with generally accepted auditing practices in India, no case of fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company and the Nidhi Rules, 2014 are not applicable to it.

Accordingly, paragraph 3(xii) of the Order is not applicable to the company.





(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act. The details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

Accordingly, paragraph 3(xiv) of the Order is not applicable to the company.

(xv) According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with directors or persons connected with him.

Accordingly, paragraph 3(xv) of the Order is not applicable to the company.

(xvi) In our opinion and according to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Accordingly, paragraph 3(xvi) of the Order is not applicable to the company.

Place : Bhubaneswar
Dated : The 16th September, 2020

For Abhishek Mishra & Co
Chartered Accountants
FRN : 326681E

ABHISHEK MISHRA
K MISHRA

(Abhishek Mishra)
Partner

M. No.: 220970

UDIN: 20220970AAAAABV7010



Annexure B to the Auditor's Report
(Referred to in paragraph 2(f) of our Report on Other Legal and Regulatory Requirements)

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of Mayfair Hotels & Resorts Limited ('the Company') as of 31st March, 2020 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the Guidance Note) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risk of material misstatement of the Standalone Financial Statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial reporting issued by the Institute of Chartered Accountants of India.

Place : Bhubaneswar
Dated : The 16th September, 2020



For Abhishek Mishra & Co
Chartered Accountants
FRN : 326681E

ABHISHEK
MISHRA

(Abhishek Mishra)

Partner

M. No.: 220970

UDIN : 20220970AABABDVTC10

MAYFAIR HOTELS & RESORTS LIMITED

BALANCE SHEET AS AT 31ST MARCH

	Note	2020 ₹	2019 ₹
EQUITY AND LIABILITIES			
I Shareholders' Funds			
a Share Capital	2	15,96,32,330	15,96,32,330
b Surplus	3	1,06,61,56,324	1,01,34,66,336
		<u>1,22,57,88,654</u>	<u>1,17,30,98,666</u>
II Non-Current Liabilities			
a Long Term Borrowings	4	4,29,19,00,000	2,40,03,72,746
b Deferred Tax Liabilities(Net)	5	20,39,72,849	19,08,26,178
c Other Long Term Liabilities	6	2,49,730	2,49,730
		<u>4,49,61,22,579</u>	<u>2,59,14,48,654</u>
III Current Liabilities			
a Short Term Borrowings	7	(18,68,44,238)	(2,03,64,688)
b Trade Payables	8	8,31,36,742	5,65,26,899
c Other Current Liabilities	9	35,31,40,538	49,81,10,212
d Short Term Provisions	10	1,35,59,779	5,36,09,377
		<u>26,29,92,822</u>	<u>58,78,81,801</u>
TOTAL		<u>5,98,49,04,055</u>	<u>4,35,24,29,121</u>
ASSETS			
IV Non-current Assets			
a Property, Plant & Equipment			
i Tangible Assets	11	3,75,37,08,719	1,74,82,22,768
ii Intangible Assets	11	40,12,198	25,60,426
iii Capital work-in-Progress	11	26,19,10,804	1,29,28,66,828
Total Fixed Assets		<u>4,01,96,31,720</u>	<u>3,04,36,50,021</u>
b Non-Current Investments	12	42,75,76,053	42,75,76,053
c Long-term loans and advances	13	80,65,73,169	1,45,88,366
		<u>5,25,37,80,942</u>	<u>3,48,58,14,441</u>
V Current Assets			
a Inventories	14	10,25,54,653	9,28,43,056
b Trade Receivables	15	8,19,46,294	7,05,30,080
c Cash and Cash Equivalents	16	2,83,23,499	4,75,57,251
d Short term loans and advances	17	51,82,98,666	65,56,84,287
		<u>73,11,23,112</u>	<u>86,66,14,674</u>
TOTAL		<u>5,98,49,04,055</u>	<u>4,35,24,29,121</u>
VI Significant Accounting Policies	1		
VII The accompanying notes 1 to 35 form an integral part of the Financial Statement			

As per our separate report of even date

For and on behalf of the Board

For Abhishek Mishra & Co.
Chartered Accountants
FRN : 326681E

ABHISHEK
MISHRA
(Abhishek Mishra)
Partner
M. No. 220970

UPIN: 20220970A

Place : Bhubaneswar

Dated : The 16th September, 2020



DILIP
KUMAR RAY
(Dilip Ray)
Chairman & Managing Director
DIN-00937564

MANOJA
KUMAR GOUDA
(CA. M. K. Gouda)
Sr. Vice President (F & A) & CFO
M. No. 060934

SOUVAGYA
KUMAR
MOHAPATRA
(S K Mohapatra)
Executive Director
DIN-03197487

(CS. Sujata Sarkar)
Company Secretary
M. No. F10519

MAYFAIR HOTELS & RESORTS LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED ON 31ST MARCH

	Note	2020 ₹	2019 ₹
I. REVENUE			
a Revenue from Operations	18	2,36,17,99,472	2,29,53,26,210
b Other Income	19	3,83,31,789	1,81,35,002
		<u>2,40,01,31,261</u>	<u>2,31,34,61,212</u>
II. EXPENSES			
a Cost of Material Consumed	20	26,55,27,328	26,08,84,430
b Purchases of Traded Goods	21	15,89,03,512	16,43,65,011
c (Increase)/Decrease in inventories of traded goods	22	13,88,400	(37,50,238)
d Employee Benefits Expense	23	52,68,46,447	43,61,92,764
e Finance Cost	24	25,78,61,742	17,71,97,544
f Depreciation and Amortisation Expenses	11	20,02,58,853	12,57,84,366
g Other Expense	25	92,34,78,601	90,40,06,072
TOTAL		<u>2,33,42,64,883</u>	<u>2,06,46,79,948</u>
III. Profit Before Tax		6,58,66,377	24,87,81,263
IV. Tax Expenses			
a Current Income Tax		1,35,59,779	5,36,09,377
b Deferred Tax		1,31,46,670	57,88,768
c Tax paid for earlier years		29,712	19,81,684
V. Profit after tax from continuing operations		3,91,30,216	18,74,01,434
VI. Carried Forward MAT Credit		1,35,59,779	(1,29,14,759)
VII. Balance of profit from continuing operations		<u>5,26,89,995</u>	<u>17,44,86,675</u>
VIII. Earning per Equity Share (Face Value of Rs. 10 each)			
Basic / Diluted Earning Per Share	26	2.45	11.74
IX. Significant Accounting Policies	1		
X. The accompanying notes 1 to 35 form an integral part of the Financial Statement			

As per our separate report of even date

For and on behalf of the Board

For Abhishek Mishra & Co.
Chartered Accountants
FRN : 326681E

ABHISHEK
MISHRA
(Abhishek Mishra)
Partner
M. No. 220970

UDIN: 20220970AAAB/7010

Place : Bhubaneswar

Dated : The 16th September, 2020



DILIP
KUMAR RAY
(Dilip Ray)
Chairman & Managing Director
DIN-00937564

MANOJA
KUMAR GOUDA
(CA. M. K. Gouda)
Sr. Vice President (F & A) & CFO
M. No. 060934

SOUVAGYA
KUMAR
MOHAPATRA
(S K Mohapatra)
Executive Director
DIN-03197487

SUJATA
SARKAR
(CS. Sujata Sarkar)
Company Secretary
M. No. F10519

MAYFAIR HOTELS & RESORTS LIMITED

CASH FLOW STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH

	2020 ₹	2019 ₹
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation & Exceptional items	6,58,66,377	24,87,81,263
Add : Adjustments for :		
Depreciation	20,02,58,853	12,57,84,366
Finance Cost	25,78,61,742	17,71,97,544
	52,39,86,972	55,17,63,173
Add: Loss on Sale of Fixed Assets	19,69,195	30,70,898
Less : Profit on Sales of Fixed Assets	4,29,577	-
Operating Profit before Working Capital Change	52,55,26,590	55,48,34,071
Add : Adjustments for :		
Trade & Other Receivables	(65,24,55,617)	(32,51,78,539)
Inventories	(97,11,598)	(1,31,53,083)
Trade Payable & Other liabilities	(9,46,74,979)	(31,65,486)
Cash Generation from Operation	(23,13,15,603)	21,33,36,963
Current Income tax	1,35,89,491	5,55,91,061
Net cash Flow from Operating Activities	(24,49,05,094)	15,77,45,902
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(1,18,31,72,393)	(1,05,99,05,360)
Sale of Fixed Assets	53,92,223	(24,50,497)
Purchase of Investment	-	1,18,91,280
Profit from sale of investment	-	-
Creditor for Capital Goods	95,85,999	6,48,59,816
Dividend & Dividend Tax	-	(96,06,514)
Other Long Term Liabilities	-	96,930
Net cash flow from Investing Activities	(1,16,81,94,167)	(99,51,14,341)
C CASH FLOW FROM FINANCING ACTIVITIES		
Unsecured loans	40,00,00,000	(4,50,00,000)
Finance Cost	(25,78,61,742)	(17,71,97,544)
Repayment of Borrowings	(25,82,72,746)	(20,38,41,175)
Borrowings Availed	1,51,00,00,000	72,00,00,000
Net cash flow from Financing activities	1,39,38,65,509	29,39,61,286
D Increase/Decrease in cash and cash equivalent	(1,92,33,752)	(54,34,07,160)
E Cash and cash equivalent as at beginning	4,75,57,251	59,09,64,417
F Cash and cash Equivalent as at closing	2,83,23,499	4,75,57,258

As per our separate report of even date

For and on behalf of the Board

For Abhishek Mishra & Co.
Chartered Accountants
FRN : 326681E

ABHISHEK MISHRA
(Abhishek Mishra)
Partner
M. No. 220970

DILIP KUMAR RAY
(Dilip Ray)
Chairman & Managing Director
DIN-00937564

MANOJA KUMAR GOUDA
(CA. M. K. Gouda)
Sr.Vice President (F & A) & CFO
M.No. 060934

SOUVAGYA KUMAR MOHAPATRA

(S K Mohapatra)
Executive Director
DIN-03197487

SUJATA SARKAR
(Sujata Sarkar)
Company Secretary
M. No. F10519

UDIN: 20220970
Place : Bhubaneswar
Dated : The 16th September, 2020



Notes on Standalone Financial Statements

1. Significant Accounting Policies

1.1 Basis of Accounting

The Standalone financial statements have been prepared under the historical cost convention on accrual basis of accounting, in accordance with generally accepted accounting principles in India [Indian GAAP] and the relevant provisions of the Companies Act, 2013.

1.2 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in India ('Indian GAAP') requires management to make estimates and assumptions that may affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Management believes that the estimates made in the preparation of the financial statements are prudent and reasonable. Actual results could differ from those estimates. Any revision to such estimates is recognized in the period in which the results are known / materialized.

1.3 Property, Plant & Equipment

Freehold land is carried at historical cost. All other items of Property, Plant & Equipment are stated at cost of acquisition/construction inclusive of taxes, duties, freight and other incidental expenses related to bringing the asset to the location and condition necessary for making them operational for their intended use less accumulated depreciation / amortization and impairment loss, if any.

Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably.

Software which is not an integral part of related hardware is treated as intangible asset.

1.4 Depreciation on Property, Plant & Equipment

Depreciation on Property, Plant & Equipment other than land is provided on Straight Line Method based on useful life as prescribed under Schedule -II of the Companies Act, 2013.

Intangible assets recognized as above are amortized over a period of five years or its license period, whichever is less.

Depreciation on addition / deletion of property, plant & equipment during the year is provided on pro-rata basis with reference to the date of addition / deletion.

1.5 Assets taken on lease

Operating lease payments are recognized as expenditure in the Statement of Profit and Loss on a straight-line basis over the lease term, unless another basis is more representative of the time pattern of benefits received from the use of the assets taken on lease.

1.6 Impairment of Assets

Assets that are subject to amortization are reviewed for impairment periodically including whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.



1.7 Investments

Long term investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary on an individual basis.

Current investments are carried at lower of cost and market value on an individual basis.

1.8 Investments in Subsidiaries , Associates and Joint Ventures

The company measures Investments in Subsidiaries , Associates and Joint Ventures at cost .

1.9 Revenue Recognition

Revenue is recognized at an amount which the company expects to be entitled in exchange of transferring the control of goods or services to a customer. Revenue from sale of goods or rendering of services is net of discounts. Revenue includes room revenues, sale of food and beverages, banquet services, allied services relating to hotel operations, and trading of IMFL. Revenue is recognized only when it can be reliably measured and reasonable to expect its ultimate collection.

Interest

Interest income is accrued on a time proportion basis having regard to the amount outstanding and the rate applicable.

Dividend

Dividend income is recognized when the company's right to receive the amount is established.

1.10 Borrowing Costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are treated as direct cost until such time as the assets are substantially ready for their intended use and are considered as part of cost of such assets. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use.

Other borrowing costs are recognized as an expense in the period in which they are incurred.

1.11 Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the statement of profit and loss of the year.

Monetary assets and liabilities in foreign currency, which are outstanding at the year-end and not covered by forward contracts, are translated at the year-end at the closing exchange rate and the resultant exchange differences are recognized in the statement of profit and loss.

Non-monetary foreign currency items are carried at cost.

1.12 Inventories

Inventories are valued at cost (determined based on weighted average method) or Net realizable value whichever is lower.

Crockery, Cutlery & Linen issued to floor are valued at fifty percent of their cost.

Cost includes the cost of purchase including duties and taxes (other than those refundable), inward freight, and other expenditure directly attributable to the purchase. Net realizable value is the estimated selling price less estimated cost for completion of the sale.



1.13 Taxes on Income

Current income tax is recognized based on the taxable profit for the year, using tax rates and tax laws that have been enacted or made applicable on the date of balance sheet.

Deferred tax on timing differences between book profit and taxable profit for the year is accounted for applying the tax rates and laws that have been enacted or substantively enacted as on the Balance Sheet date.

Deferred Tax assets arising from timing differences are recognized to the extent there is a reasonable certainty that the assets can be realized in future.

1.14 Employee Benefits

Employee benefits are recognised in the year the services are rendered by the employee.

Contribution to Provident Fund and Employee State Insurance are charged to the Statement of Profit and Loss of the period when the contribution to the funds are due.

In respect of defined benefit scheme, such as Gratuity benefit etc., it is charged to the Statement of profit and loss based on valuations, as at the balance sheet date, made by the independent actuary.

1.15 Provisions , Contingent Liabilities and Contingent Assets

Provisions are recognized when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made.

Contingent liabilities are disclosed only when there is a possible obligation arising from past events, due to occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the company, or where any present obligation can not be measured in terms of future outflow of resources, or where a reliable estimate of the obligation cannot be made.

Contingent Assets are neither recognized nor disclosed in the financial statements.

1.16 Earning Per Share (EPS).

Basic EPS is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted EPS is computed using the weighted average number of equity and dilutive potential equity shares outstanding during the year.



Notes on Financial Statements

2 SHARE CAPITAL

Authorised :

3,00,00,000 Equity Shares of Rs.10/-each

2020	2019
₹	₹
30,00,00,000	30,00,00,000

Issued, Subscribed & Paid up

1,59,63,233 Equity Shares of
Rs.10/- each fully paid up

15,96,32,330	15,96,32,330
15,96,32,330	15,96,32,330

a) Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period.

	No. of Shares	
i At the beginning of the period	1,59,63,233	1,59,63,233
iii At the end of the period	1,59,63,233	1,59,63,233

b) Terms / rights attached to equity shares.

The company has only one class of share having a face value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Details of shareholders holding more than 5% shares as as 31st March.

Name of The Share Holder	2,020		2,019	
	No. of Shares	% held	No. of Shares	% held
a) Dilip Ray	1,58,66,587	99.39%	1,58,66,587	99.39%
	1,58,66,587	99.39%	1,58,66,587	99.39%

As per records of the company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.



Notes on Financial Statements

	2020	2019
	₹	₹
3 SURPLUS		
a) General Reserve		
Balance as per last Balance Sheet	2,31,77,945	2,31,77,945
Add : Transferred during the year	-	-
Closing Balance	2,31,77,945	2,31,77,945
b) Surplus in the statement of Profit and Loss		
Balance as per last Balance Sheet	99,02,88,382	82,54,08,224
Add: Profit for the year	5,26,89,995	17,44,86,675
Less: Appropriations		
Dividend [Rs. 0.00 (P.Y.: Rs. 0.50) per share]	-	79,81,617
Tax on Dividend	-	16,24,897
Total Appropriations	-	96,06,514
Net surplus in the statement of profit and loss	1,04,29,78,377	99,02,88,387
Total	1,06,61,56,324	1,01,34,66,336
4 LONG TERM BORROWINGS		
	Non-Current	Current
	31st March,20	31st March,19
i Term Loan - Secured		
From Bank	3,34,69,00,000	1,85,53,72,746
iii Loans & Advances- Unsecured		
From Related Parties	94,50,00,000	54,50,00,000
	4,29,19,00,000	2,40,03,72,746
		23,98,00,000

a) Term Loan- Secured

i) Interest rate applicable is MCLR plus 0.50 %, effective rate being 8.80% to 9.00% p.a. and payable in 84 to 120 monthly installments on stepped up basis.

ii) Secured by way of equitable mortgage of land and building and hypothecation of all movable fixed assets, stock, book debts and other current assets, both present and future.

iii) The company has availed the loan moratorium as per RBI guideline and has also applied to the bank for restructuring of the existing loan with a request not to make any repayment of any instalment of loan during the Financial Year 20-21 and 21-22. Accordingly current maturity of loan as on 31.03.2020 has been considered as net in Note No-9 given below.

b) Loans & Advances - Unsecured

i) Unsecured loan of Rs. 94.50 Crores (P.Y Rs. 54.50 crores) taken from one director, carries a interest of 6.35% per annum and repayment schedule is neither stipulated, nor will start before 31.03.2021.



Notes on Financial Statements

	2020 ₹	2019 ₹
5 DEFERRED TAX LIABILITY(Net)		
a Deferred Tax Liabilities.		
i Related to Fixed Assets		
As at last Balance Sheet date	7,65,93,691	8,05,54,715
Addition during the year	3,40,70,855	(39,61,023)
	11,06,64,546	7,65,93,691
ii Related to Deduction U/s-35AD of Income Tax Act, 1961		
As at last Balance Sheet date	11,42,32,487	12,08,68,111
Addition during the year	(1,19,07,414)	(66,35,623)
	10,23,25,073	11,42,32,487
b Deferred Tax Assets		
i Related to Carried Forward Loss		
As at last Balance Sheet date	-	1,63,85,415
Addition during the year	90,16,771	(1,63,85,415)
	90,16,771	-
c Net Deferred tax Liabilities	20,39,72,849	19,08,26,179
6 OTHER LONGTERM LIABILITIES		
Security Deposit Received (Unsecured)	2,49,730	2,49,730
	2,49,730	2,49,730
7 SHORT TERM BORROWINGS		
Secured		
Cash Credit loan from Bank	(26,15,32,611)	(8,73,64,688)
Unsecured		
Loan From Related Parties	7,46,88,373	5,70,00,000
Loan From Others	-	1,00,00,000
	(18,68,44,238)	(2,03,64,688)
i Cash Credit loan is secured by way of equitable mortgage of land and building and hypothecation of all movable fixed asset, stock book debts and other current assets.		
ii The cash credit loan is repayable on demand and interest rate is 8.90 % pa.		
iii Unsecured loan of Rs.746.88 lakhs (PY Rs.570 lakhs) taken from one subsidiary company carries Interest @9% and is repayable on demand.		
8 TRADE PAYABLES		
Trade Creditors	8,31,36,742	5,65,26,899
	8,31,36,742	5,65,26,899
9 OTHER CURRENT LIABILITIES		
a Current maturities of long-term borrowing	-	23,98,00,000
b Creditor for Capital Expenditures	8,83,02,587	7,87,16,587
c Statutory dues payable	1,20,62,463	3,45,32,806
d Other Payables	25,27,75,488	14,50,60,819
	35,31,40,538	49,81,10,212
10 SHORT TERM PROVISIONS		
a Provision for Income Tax	1,35,59,779	5,36,09,377
b Tax on Proposed Dividend	-	-
	1,35,59,779	5,36,09,377

Notes on Financial Statements

11 PROPERTY, PLANT & EQUIPMENT

	Land Freehold	Land Leasehold	Tangible					Total	Intangible
			Buildings	Plant & Equipment	Computers	Furniture & Fixtures	Vehicles		
At Cost									
At 31st March 2018	19,64,19,175	18,75,83,742	1,32,79,53,462	60,14,73,352	3,55,19,827	45,51,37,843	6,54,06,387	2,86,94,92,788	1,25,22,131
Additions	-	-	58,80,034	2,92,18,141	20,29,145	2,30,42,577	72,09,183	6,73,79,080	4,38,207
Deletions	-	-	-	5,89,630	45,000	-	6,64,570	12,99,200	-
At 31st March 2019	19,64,19,175	18,75,83,742	1,33,38,33,496	63,01,01,863	3,75,02,972	47,81,80,420	7,19,51,000	2,93,55,72,668	1,29,60,338
Additions	4,49,429	10,51,77,800	1,27,96,18,939	45,11,83,233	1,02,71,092	35,32,30,093	1,15,62,833	2,21,14,93,419	26,34,999
Deletions	-	-	-	1,23,54,386	-	-	35,22,507	1,58,76,893	-
At 31st March 2020	19,68,68,604	29,27,61,542	2,61,34,52,435	1,06,89,30,709	4,77,74,064	83,14,10,513	7,99,91,326	5,13,11,83,193	1,55,95,337
Depreciation									
As at 31st March 2018	-	-	37,90,65,311	27,88,33,050	3,09,99,487	35,09,14,915	2,34,83,967	1,06,32,96,730	92,53,048
For the year	-	-	4,87,97,651	4,01,94,070	25,01,171	2,52,57,555	79,81,523	12,47,31,969	11,46,864
Deletions	-	-	-	2,02,742	42,750	-	4,33,307	6,78,799	-
As at 31st March 2019	-	-	42,78,62,962	31,88,24,378	3,34,57,907	37,61,72,470	3,10,32,183	1,18,73,49,900	1,03,99,912
For the year	-	-	8,93,08,332	5,06,47,301	29,76,999	4,76,04,230	85,38,765	19,90,75,626	11,83,227
Deletions	-	-	-	55,98,670	-	-	33,46,382	89,45,052	-
As at 31st March 2020	-	-	51,71,71,293	36,38,73,009	3,64,34,906	42,37,76,700	3,62,24,566	1,37,74,80,475	1,15,83,139
Net Block									
As at 31st March 2019	19,64,19,175	18,75,83,742	90,59,70,535	31,12,77,485	40,45,065	10,20,07,950	4,09,19,817	1,74,82,22,768	25,60,426
As at 31st March 2020	19,68,68,604	29,27,61,542	2,09,62,81,142	70,50,57,700	1,13,39,157	40,76,33,813	4,37,66,760	3,75,37,08,719	40,12,198
Capital Work in Progress									
As at 31 March 2019	-	-	1,29,28,66,828	-	-	-	-	1,29,28,66,828	-
As at 31 March 2020	-	-	26,19,10,804	-	-	-	-	26,19,10,804	-

Note- Depreciation on vehicle amounting to Rs. 94,814 relating to Raipur project for the year 2018-19 has been capitalised.



Notes on Financial Statements

	2020 ₹	2019 ₹
12 NON CURRENT INVESTMENTS		
Long Term Investments		
Unquoted Equity shares at Cost		
a 1,83,39,100 fully paid up equity shares of Rs.10/-each in Mayfair Hotels & Resorts (Sikkim) Pvt. Ltd	18,33,91,000	18,33,91,000
b 2,13,43,205 fully paid up equity shares of Rs.10/-each in Mayfair Hotels & Resorts (Goa) Pvt. Ltd	21,34,32,053	21,34,32,053
c 5,69,500 fully paid up equity shares of Rs.10/-each in Lotus Projects (Pvt) Ltd	3,07,53,000	3,07,53,000
	<u>42,75,76,053</u>	<u>42,75,76,053</u>
13 LONG TERM LOANS & ADVANCES		
(Unsecured, Considered Good)		
Others	79,00,08,819	-
Sundry Deposits	1,65,64,350	1,45,88,366
	<u>80,65,73,169</u>	<u>1,45,88,366</u>
Long term loan include interest bearing loan of Rs. 790.00 Lakhs (P.Y. NIL) given to one corporate.		
14 INVENTORIES		
a Food & Beverage	2,10,83,994	1,71,45,817
b Stock in trade	1,01,25,071	1,15,13,471
c Stores and Operating Supplies	7,13,45,588	6,41,83,768
	<u>10,25,54,653</u>	<u>9,28,43,056</u>
15 TRADE RECEIVABLES		
(Unsecured, considered good)		
a Outstanding for a period exceeding six months	1,77,58,562	1,47,18,866
b Others	6,41,87,732	5,58,11,214
(Unsecured, considered doubtful)		
Trade receivables	1,16,35,493	1,20,18,313
Less provision for doubtful debt	1,16,35,493	1,20,18,313
	<u>8,19,46,294</u>	<u>7,05,30,080</u>



Notes on Financial Statements

	2020 ₹	2019 ₹
16 CASH & CASH EQUIVALENTS		
Cash on Hand	28,38,941	78,58,431
Balance with Scheduled Banks :		
a In Current Accounts	2,23,37,201	2,70,89,467
b In Fixed Deposit Accounts	28,36,815	1,22,93,202
c Interest Accrued on Fixed Deposits	3,10,542	3,16,151
	<u>2,83,23,499</u>	<u>4,75,57,251</u>
Fixed deposits of Rs. 31.47 lakhs (P.Y. : Rs 25.51 lakh) are pledged with different Govt authorities.		
17 SHORT TERM LOANS & ADVANCES (Unsecured, Considered Good)		
a Advance to Others		
i Capital Advances	30,13,99,387	48,07,44,783
ii Carried Forward MAT credit	3,24,38,774	1,88,78,995
iii Balance with Statutory Authorities	9,03,55,503	9,57,68,999
iv Advance to Employees	93,43,230	76,78,145
v Prepaid Expenses	1,20,69,730	1,90,72,795
vi Others	7,26,92,041	3,35,40,571
	<u>51,82,98,666</u>	<u>65,56,84,287</u>
Short term loan to others include insurance claim receivable of Rs. 373.66 lakhs (P.Y. NIL) and interest bearing loan of Rs. 242.59 Lakhs (P.Y. 145.00 Lakhs) given to corporate.		
18 REVENUE FROM OPERATION		
a Sale of Products	1,38,41,58,011	1,32,95,00,367
b Sale of services	92,26,78,339	92,76,20,833
c Other Operating Revenue	5,49,63,122	3,82,05,009
	<u>2,36,17,99,472</u>	<u>2,29,53,26,210</u>
19 OTHER INCOME		
a Interest Income	3,33,78,235	1,40,61,726
b Non Operating Income	49,53,555	40,73,276
	<u>3,83,31,789</u>	<u>1,81,35,002</u>



Notes on Financial Statements

	2020 ₹	2019 ₹
20 COST OF RAW MATERIALS CONSUMED		
a Opening Stock	1,71,45,818	1,45,02,906
b Add: Purchases	26,94,65,504	26,35,27,340
	28,66,11,322	27,80,30,246
c Less: Closing Stock	2,10,83,994	1,71,45,816
	26,55,27,328	26,08,84,430
21 PURCHASE OF TRADED GOODS		
Traded Goods	15,89,03,512	16,43,65,011
	15,89,03,512	16,43,65,011
22 (INCREASE) / DECREASE IN INVENTORIES OF TRADED GOODS		
Inventories at the end of the year	1,01,25,071	1,15,13,471
Inventories at the beginning of the year	1,15,13,471	77,63,233
	13,88,400	(37,50,238)
23 EMPLOYEE BENEFIT EXPENSES		
a Salary, Wages and Bonus	44,06,23,135	36,34,73,094
b Contribution to Provident and other Funds	2,08,63,416	2,02,20,195
c Gratuity Expenses	78,59,224	37,67,451
d Staff Welfare Expenses	5,75,00,672	4,87,32,024
	52,68,46,447	43,61,92,764
24 FINANCE COST		
a Interest Expenses	24,37,33,580	16,56,07,429
b Bank Charges	1,41,28,162	1,15,90,115
	25,78,61,742	17,71,97,544



Notes on Financial Statements

	2020	2019
	₹	₹
25 OTHER EXPENSES		
i. Operating Expenses		
a Spa Cost	42,53,273	37,81,116
b F&B Other Cost	9,26,06,410	7,84,33,151
c Room Maintenance & Consumable Cost	5,77,98,390	5,96,23,390
d Fuel & Energy cost	12,81,37,421	11,32,60,523
e Lease Rent	2,90,00,004	2,17,50,000
f Repairs to		
i Building	3,14,10,039	4,18,90,278
ii Plant & Equipment	3,64,62,584	5,10,87,505
iii Others	2,08,38,602	1,73,26,556
	<u>40,05,06,723</u>	<u>38,71,52,517</u>
ii. Establishment Expenses		
a Travelling & Conveyance	2,26,56,453	1,81,56,438
b Telephone Expenses	31,57,871	27,20,616
c Printing & Stationery	43,86,007	41,36,360
d Rent	2,47,34,454	2,38,80,282
e Rates & Taxes	33,93,714	27,71,241
f Internal Audit Fee	46,90,000	42,35,000
g Payment to Auditor :		
i As Audit Fees	51,00,000	45,00,000
h Insurance Charges	26,93,779	24,11,476
i Loss on sale of Fixed Asset/Investment/Transit	19,69,195	30,70,898
j Security Service Charges	16,44,584	20,16,936
k Directors Sitting Fees	5,80,000	5,70,000
l CSR Expenses	51,25,650	23,66,884
m Misc.Expenses	3,85,08,472	3,08,46,395
	<u>11,86,40,179</u>	<u>10,16,82,525</u>



Notes on Financial Statements

	2020	2019
	₹	₹
iii. Selling & Distribution Expenses		
a Selling Expenses	2,85,95,844	2,14,50,871
b Advertisement & Publicity	85,60,681	29,71,321
c Bad Debts written off	6,65,001	4,32,176
d Provision for doubtful debts	-	25,77,785
e Commission on Sale	2,51,57,678	2,43,79,407
f GST/VAT/Service tax	34,13,52,496	36,33,59,470
	40,43,31,699	41,51,71,029
Total	92,34,78,601	90,40,06,072

26 EARNING PER SHARE

The following reflects the profit and share data used in the basic and diluted EPS computations:

a. Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	3,91,30,216	18,74,01,434
b. Weighted Average number of equity shares used as denominator for calculating EPS	1,59,63,233	1,59,63,233
c. Basic and Diluted Earning Per Share	2.45	11.74



Notes on Standalone Financial Statements

27. Liabilities of contingent nature not provided for in the books of account

i) Claims against the company pending Appellate Decisions not acknowledged as debt

- a) Demand on assessment of VAT of Rs. 13.37 lacs including Interest of Rs. 7.98 lacs for the financial year 2012-13 and 2013-14.

ii) Guarantees

- a) Corporate Guarantee for availing loans from Indian Bank has been extended in favour of a subsidiary company "MAYFAIR Hotels & Resorts (Sikkim) Pvt. Ltd" for setting up a hotel at Gangtok. Amount outstanding as on 31.03.2020 is Rs. 2780.41 lacs (P.Y. 2090.43 lacs).
- b) Estimated liability on account of Bank Guarantees other than as stated in 'a' above is Rs.54.29 lacs (P.Y. Rs. 44.42 lacs).

28. On March 11, 2020, the World Health Organization declared Covid-19 outbreak as a pandemic. Responding to the potentially serious threat that this pandemic has to public health, the central as well as state Governments have taken a series of measures to contain the outbreak, which included imposing multiple 'lock-downs' across the country, from March 22, 2020 which is continuing in different stages till date. Business operations in various markets where the Company operates have also been impacted to varying extent based on the spread of the pandemic and the restrictions on business activities placed by the Government. Lockdown guidelines mandated closure of hotel operations and cessation of air traffic and other forms of public transport. This has resulted in shutdowns / low occupancies of our hotels.

The company faces significant uncertainties due to Covid-19 pandemic which have impacted the operations of the company adversely starting from the month of March, 2020 onwards.

With lifting of the partial lockdown restrictions, the company expects the hotels to become operational in a phased manner and once the confidence of travelers is restored. The company expects the demand for its services to pick up albeit at a slower pace and recovery in business to be driven by domestic leisure tourism, domestic business travel and limited international travel.

The company has assessed the impact of Covid-19 on going concern of the company and as per assessment the going concern of the company is not impacted.

The company has assessed the potential impact of Covid-19 on its financial resources, profitability, liquidity position, ability to service debt and other financing arrangement besides maintaining the supply chain. Various steps have been initiated to avail loan installment moratoriums from banks and the company is in process of acquiring funds to meet its commitments.



The company has judiciously invoked the Force Majeure clauses for reliefs during the lock down period and does not foresee any disruption in raw material supply.

The company has also assessed the potential impact of Covid-19 on the carrying value of property, plant and equipment, intangible assets, investments, trade receivables, inventories, and other current assets appearing in the financial statements of the Company. Due to the pandemic, there is no effect on useful life/ residual life on property, plant and equipment, Trade Receivables, Inventories etc.

29. Traded goods, Raw Materials & Consumables are purchased indigenously.

30. The information required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company in this regard. The disclosures relating to Micro and Small Enterprises as at 31st March are as under :

(Rs. in Lacs)

Particulars	2020		2019	
	Principal	Interest	Principal	Interest
Principal amount and the interest due there on remaining unpaid to any supplier as at the end of each accounting year.	Nil	Nil	Nil	Nil

31. Balances of Trade Receivables and Other Recoverables shown under 'Current Assets' and Trade and Other Payables shown under 'Current Liabilities', include balances subject to confirmation/reconciliation and consequential adjustment, if any. Reconciliations are carried out on a continuous basis.

32 a) CIF value of imports:

The CIF Value of Imports for the period ending on 31st March, is as follows.

(Rs. In lacs)

Particulars	2019-20	2018-19
Capital goods & Consumables	2316.99	3594.02

b) Earnings in Foreign Exchange:

The Earnings in Foreign Exchange for the year ending on 31st March, is as follows.

(Rs. In lacs)

Particulars	2019-20	2018-19
Sale of Rooms / F & B Income	1394.38	1578.67

The earnings in Foreign Exchange, as reported in 31 (b) above, are on the basis of actual receipts during the year.



33. As per Accounting Standard 18 "Related Party Disclosure" notified by the Ministry of Corporate Affairs, the details of transaction between the company and the related parties are given below.

Name & Nature of Relationship	Nature of Transaction	Amount (Rs. In lacs)	Ref. Schedule
Dilip Ray (Chairman & Mg. Director)	Salary	150.00	Payments & benefits to employees
	Rent	69.60	Other expenses
Ashta Ray (Director)	Salary	42.00	Payments & benefits to employees
Pooja Ray (Director)	Rent	12.00	Other expenses
D R Pattnaik (Director)	Interest on unsecured loan	380.07	Finance Cost
H.K. Ray & Sons (HUF) Chairman & Mg. Director is the Karta	Rent	18.00	Other expenses
S K Mohapatra Executive Director	Salary	68.63	Payments & benefits to employees
Tulisikha Mohapatra Wife of Executive Director	Car Hiring Charges	7.20	Other expenses
CA Manoj Gouda Sr.VP (F&A) & CFO	Salary	55.28	Payments & benefits to employees
Rashmita Gouda Wife of Sr.VP (F&A) & CFO	Car Hiring Charges	7.20	Other expenses
Sujata Sarkar Company Secretary	Salary	8.28	Payments & benefits to employees

Transaction with Subsidiaries

Name of Subsidiary/ Associate	(Rs. In lacs)			
	Loans Given	Loans Received	Interest Received	Interest Paid
Mayfair Hotels & Resorts (Goa) Private Limited	-	746.88	-	52.09

List of Key Managerial Personnel

Sl. No.	Name of Key Managerial Personnel	Relation
1.	Dilip Ray	Chairman and Managing Director
2.	Pooja Ray	Whole-time Director
3.	Astha Ray	Whole-time Director
4.	Soubhagya Mohapatra	Executive Director
5.	CA Manoj Kumar Gouda	Chief Financial Officer
6.	CS Sujata Sarkar	Company Secretary



34. The hotel units and Liquor trading units besides some other minor activities which have been considered as primary business segments for reporting under Accounting Standard – 17 "Segment Reporting" are given below.

(Rs. In Lacs)

Particulars	Hotel Units	Others	Total
Revenue	22,323.50	1677.81	24001.31
Profit Before Interest, Depreciation and Tax	5074.70	23.88	5098.58
Profit Before Tax	637.39	21.27	658.66
Capital Employed	14169.73	127.89	14297.62

35. Paisa has been rounded to nearest rupee.

36. Previous year figures have been rearranged and regrouped wherever considered necessary.

As per our separate report of even date.

For and on behalf of the Board

FOR Abhishek Mishra & Co
Chartered Accountants
FRN : 326681E

(Dilip Ray)
Chairman & Managing Director
DIN-00937564

SOUVAGYA
KUMAR
MOHAPATRA
(S. K. Mohapatra)
Executive Director
DIN-03197487

(Abhishek Mishra)
Partner
M No. 220970
UDIN: 20220970AAAA BV 7-010

MANOJA
KUMAR GOUDA
(CA. M. K. Gouda)
Sr. Vice President(F&A) & CFO
M No. 060934

(CS. Sujata Sarkar)
Company Secretary
M No. F10519

Place : Bhubaneswar
Dated : The 16th September, 2020

