

CONSOLIDATED ANNUAL ACCOUNTS

FOR THE

YEAR

2020-21

OF



MAYFAIR HOTELS & RESORTS LIMITED
BHUBANESWAR

-: AUDITORS :-

ABHISHEK MISHRA & CO.
CHARTERED ACCOUNTANTS

12, Govind Vihar, Bamikhal
Bhubaneswar – 751010

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Emphasis of Matter

We draw attention to Note 28 to the Consolidated 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 the Consolidated 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 Consolidated 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 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 Consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated 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 management 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 Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 Consolidated financial statements.



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 of the aforesaid consolidated financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- (c) The Consolidated Balance Sheet, the Consolidated Profit and Loss Statement, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed 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 of the Holding Company as on March 31, 2021 taken on record by the Board of Directors of the Holding Company and the reports of the Statutory auditors of its subsidiary companies, none of the directors of these entities is disqualified as on March 31, 2021 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 over financial reporting and the operating effectiveness of such controls, refer to our Report in "Annexure A", which is based on the auditors' reports of the Holding company and subsidiary companies.
- (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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, as referred to in note 27 to the consolidated financial statements.
 - ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. The Group had no amount that is required to be transferred to the Investor Education and Protection Fund.

Place : Bhubaneswar
Dated : The 2nd day of August, 2021



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



(Abhishek Mishra)
Partner
M. No.: 220970

UDIN-21220970AAAAABH7946

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS OF MAYFAIR HOTELS AND RESORTS LIMITED.

(Referred to in paragraph (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').

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2021, We have audited the internal financial controls over financial reporting of Mayfair Hotels & Resorts Limited. (hereinafter referred to as 'the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") as of 31st March, 2021, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiaries are 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 Holding 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 control system over 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 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 Group'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.

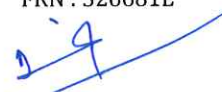
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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 Holding Company and its subsidiaries have, 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 2021, based on the internal control over financial reporting criteria established by these entities 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.

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



(Abhishek Mishra)
Partner
M. No.: 220970

UDIN-21220970AAAAABH7946

Place : Bhubaneswar
Dated : The 2nd day of August, 2021



MAYFAIR HOTELS & RESORTS LIMITED

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH

	Note	2021 ₹	2020 ₹
EQUITY AND LIABILITIES			
I. Shareholders' Funds			
a Share Capital	2	15,96,32,330	15,96,32,330
b Surplus	3	1,18,52,45,312	1,40,28,88,487
c Minority Interest		4,97,82,869	5,27,32,635
II. Non-Current Liabilities			
a Long Term Borrowings	4	4,88,19,67,330	4,56,99,40,526
b Deferred Tax Liabilities(Net)	5	19,26,14,403	27,53,44,531
c Other Long Term Liabilities	6	4,03,36,730	1,02,49,730
		5,11,49,18,463	4,85,55,34,787
III. Current Liabilities			
a Short Term Borrowings	7	3,54,34,872	(25,17,32,194)
b Trade Payables	8	7,27,35,636	9,39,47,215
c Other Current Liabilities	9	86,36,96,346	38,66,96,381
d Short Term Provisions	10	-	3,02,14,288
		97,18,66,854	25,91,25,691
TOTAL		7,48,14,45,828	6,72,99,13,929
ASSETS			
IV. Non-current Assets			
a Property, Plant & Equipment			
i Tangible Assets	11	4,22,96,40,062	4,30,09,95,012
ii Intangible Assets	11	72,54,748	40,12,198
iii Capital work-in-Progress	11	60,41,65,884	30,24,50,711
Total		4,84,10,60,694	4,60,74,57,921
b Non- Current Investments	12	8,19,14,800	8,18,64,800
c Long-term loans and advances	13	1,43,14,93,959	80,89,40,676
		6,35,44,69,454	5,49,82,63,397
V. Current Assets			
a Inventories	14	16,04,11,126	11,61,79,669
b Trade Receivables	15	9,49,92,978	10,15,87,737
c Cash and Cash Equivalents	16	8,75,85,966	4,48,91,982
d Short term loans and advances	17	78,39,86,323	96,89,91,156
		1,12,69,76,393	1,23,16,50,544
TOTAL		7,48,14,45,828	6,72,99,13,929
VI. Significant Accounting Policies	1		
VII. Note No. 1 to 36 form an integral part of these 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	(Dilip Ray) Chairman DIN-00937564	(Pooja Ray) Managing Director DIN-02945569	(CS. Sujata Sarkar) Company Secretary M. No. F10519
(Abhishek Mishra) Partner M No. 220970	(CA. M. K. Gouda) Wholtime Director & CFO DIN-03208696		

Place : Bhubaneswar
Dated : The 2nd day of August, 2021

MAYFAIR HOTELS & RESORTS LIMITED

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

	Note	2021 ₹	2020 ₹
I. REVENUE			
a Revenue from Operations	18	1,67,89,74,666	2,88,25,38,476
b Other Income	19	11,71,61,808	3,98,03,233
		<u>1,79,61,36,474</u>	<u>2,92,23,41,709</u>
II. EXPENSES			
a Cost of material consumed	20	19,14,54,265	30,33,08,544
b Purchases of Traded Goods	21	10,59,70,511	15,89,03,512
c (Increase)/Decrease in inventories of traded goods	22	1,01,25,071	13,88,400
d Employee benefits expense	23	51,08,81,116	63,09,10,242
e Finance Cost	24	33,19,35,661	28,67,10,788
f Depreciation and amortisation Expenses	11	24,91,65,926	23,66,76,725
g Other Expense	25	69,72,81,909	1,16,14,09,882
TOTAL		<u>2,09,68,14,459</u>	<u>2,77,93,08,091</u>
III. Profit Before Tax		(30,06,77,985)	14,30,33,620
IV. Provision For Tax			
a) Current Income Tax		-	3,02,14,288
b) Deferred Tax		(8,27,30,128)	1,09,60,799
c) Tax paid for earlier years		(37,79,323)	7,40,375
V. Profit for the year from continuing operations		(21,41,68,534)	10,11,18,158
VI. Less : Profit/(Loss) Attributable to Minority Interest		(29,49,766)	45,34,182
VII. Carried Forward MAT Credit		-	59,50,837
VIII Balance of profit from continuing operations		<u>(21,12,18,767)</u>	<u>10,25,34,813</u>
IX Earning per Equity Share (Face Value of ₹ 10 each)			
Basic / Diluted Earning Per Share	26	(13.23)	6.42
X Significant Accounting Policies	1		

XI. Note No. 1 to 36 form an integral part of these 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)
Partner
M No. 220970



(Dilip Ray)
Chairman
DIN-00937564

(CA. M. K. Gouda)
Wholtime Director & CFO
DIN-03208696

(Pooja Ray)
Managing Director
DIN-02945569

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

MAYFAIR HOTELS & RESORTS LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH

	2021 ₹	2020 ₹
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation & Exceptional items	(30,06,77,985)	14,30,33,620
Add : Adjustments for :		
Depreciation	24,91,65,926	23,66,76,725
Finance Cost	33,19,35,661	28,67,10,788
	28,04,23,602	66,64,21,132
Add loss on Sale of Fixed Assets	6,24,835	19,69,195
Less Profit on Sale of Fixed asset	-	-
Operating Profit before Working Capital Changes	28,10,48,437	66,83,90,327
Add : Adjustments for :		
Trade & Other Receivables	(43,73,78,100)	(56,96,36,751)
Inventories	(4,42,31,457)	(97,11,134)
Trade Payable & Other liabilities	71,27,41,163	(52,96,71,831)
	23,11,31,606	(1,10,90,19,716)
Cash Generation from Operation	51,21,80,044	(44,06,29,389)
Current Income tax	(37,79,323)	3,09,54,663
Net cash Flow from Operating Activities	51,59,59,367	(47,15,84,052)
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(48,58,14,213)	(1,22,00,72,178)
Sale of Fixed Assets	24,20,675	49,62,646
Dividend & Dividend Tax	-	-
Other Long Term Liabilities	3,00,87,000	-
Non-Current Investment	(50,000)	-
Net cash flow from Investing Activities	(45,33,56,538)	(1,21,51,09,532)
C CASH FLOW FROM FINANCING ACTIVITIES		
Finance Cost	(33,19,35,661)	(28,67,10,788)
Repayment of Borrowings	(55,79,73,196)	(1,94,74,975)
Borrowings Availed	87,00,00,000	1,98,00,00,000
Net cash flow from Financing activities	(1,99,08,857)	1,67,38,14,237
D Increase/(Decrease) in cash and cash equivalent	4,26,93,971	(1,28,79,347)
E Cash and cash equivalent as at beginning	4,48,91,982	5,77,71,326
F Cash and cash Equivalent as at closing	8,75,85,961	4,48,91,981

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)
Partner
M No. 220970

(Dilip Ray)
Chairman
DIN-00937564

(CA. M. K. Gouda)
Wholtime Director & CFO
M No. 03208696

(Pooja Ray)
Managing Director
DIN-02945569

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

INDEPENDENT AUDITOR'S REPORT

To

The Board of Directors of
MAYFAIR Hotels & Resorts Limited

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated financial statements of Mayfair Hotels & Resorts Limited (hereinafter referred to as "the Holding Company") and its Subsidiaries and Associates (the Holding Company and its Subsidiaries and Associates together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Profit and Loss Statement, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated 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, 2021 and its losses 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 Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated 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 Consolidated financial statements under the provisions of the Act and the Rules there under, 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.



Notes on Consolidated Financial Statements

1. Significant Accounting Policies

1.1 Basis of Accounting

The Consolidated 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 cannot 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

	2021 ₹	2020 ₹
2 SHARE CAPITAL		
Authorised :		
3,00,00,000 Equity shares of ₹ 10/- each	<u>30,00,00,000</u>	<u>30,00,00,000</u>
Issued, Subscribed & Paid up		
1,59,63,233 Equity shares of ₹ 10/- each fully paid	<u>15,96,32,330</u>	<u>15,96,32,330</u>
	<u>15,96,32,330</u>	<u>15,96,32,330</u>

a. Reconciliation of the 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
ii. Outstanding at the end of the period	<u>1,59,63,233</u>	<u>1,59,63,233</u>

b. Details of shareholders holding more than 5% shares

Name of the Shareholder	As at 31st March 2021		As at 31st March 2020	
	No. of Shares	%	No. of Shares	%
a) Dilip Ray	1,58,66,587	99.39%	1,58,66,587	99.39%
	<u>1,58,66,587</u>	<u>99.39%</u>	<u>1,58,66,587</u>	<u>99.39%</u>

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.

c. Terms / right attached to equity shares

The company has only one class of equity share having a face value of ₹ 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.



Notes on Financial Statements

	2021 ₹	2020 ₹
3 SURPLUS		
a. General Reserve		
Balance as per last Balance Sheet	2,31,77,945	2,31,77,945
Closing Balance	2,31,77,945	2,31,77,945
b. Surplus /(deficit) in the statement of profit and loss		
Balance as per last financial Statements	1,37,97,10,542	1,27,71,75,730
Add: Profit for the year	(21,12,18,767)	10,25,34,813
Less: Adjustment of excess MAT credit C/F	64,24,408	-
Total Appropriations	64,24,408	-
Net surplus in the statement of profit and loss	1,16,20,67,367	1,37,97,10,542
Total	<u>1,18,52,45,312</u>	<u>1,40,28,88,487</u>

4 LONG TERM BORROWINGS

	Non-Current		Current	
	31st March 2021	31st March 2020	31st March 2021	31st March 2020
i) Term Loan - Secured				
From Bank	3,57,69,67,330	3,62,49,40,526	46,11,60,000	-
ii) Loans & Advances- Unsecured				
From Others	1,30,50,00,000	94,50,00,000	-	-
	<u>4,88,19,67,330</u>	<u>4,56,99,40,526</u>	<u>46,11,60,000</u>	<u>-</u>

Term Loan- Secured

- i) Interest rate applicable ranges from 7.55% to 8.30% p.a and principal is repayable in 12 to 116 monthly/quaterly installments on stepped up basis after their respective moratorium periods.
- 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.

Loans & Advances - Unsecured

- i) Unsecured loan of Rs. 130.50 Crores (P.Y Rs. 94.50 crores) taken from one director carries an interest rate of 6.35% pa and repayment schedule is neither stipulated, nor will start before 31.03.2022.

The Company has availed waiver of interest for the FY 2020-21 due to the ongoing Pandemic.



Notes on Financial Statements

	2021 ₹	2020 ₹
5 DEFERRED TAX LIABILITY(Net)		
a Deferred Tax Liabilities		
i Related to Fixed Assets		
As at last balance sheet date	18,20,36,228	15,01,51,244
Addition during the year	2,47,44,406	3,18,84,984
	<u>20,67,80,634</u>	<u>18,20,36,228</u>
ii Related to Deduction U/s-35AD of Income Tax Act,1961		
As at last balance sheet date	10,23,25,073	11,42,32,487
Addition during the year	(87,50,996)	(1,19,07,414)
	<u>9,35,74,077</u>	<u>10,23,25,073</u>
b Deferred Tax Assets		
i Related to Carried Forward Loss		
As at last balance sheet date	90,16,771	-
Addition during the year	9,87,23,538	90,16,771
	<u>10,77,40,308</u>	<u>90,16,771</u>
c Net Deferred tax Liabilities	<u>19,26,14,403</u>	<u>27,53,44,531</u>
6 OTHER LONGTERM LIABILITIES		
Security Deposit Received (Unsecured)	4,03,36,730	1,02,49,730
	<u>4,03,36,730</u>	<u>1,02,49,730</u>
7 SHORT TERM BORROWINGS		
Secured		
Cash Credit loan from Bank	3,54,34,872	(25,17,32,194)
	<u>3,54,34,872</u>	<u>(25,17,32,194)</u>
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 range from 7.65% to 7.80 % pa.		



Notes on Financial Statements

	2021 ₹	2020 ₹
8 TRADE PAYABLES		
Trade Creditors	7,27,35,636	9,39,47,215
	<u>7,27,35,636</u>	<u>9,39,47,215</u>
9 OTHER CURRENT LIABILITIES		
a Current maturities of long-term borrowing	46,11,60,000	-
b Creditor for Capital Expenditures	9,14,76,670	9,16,26,531
c Statutory dues payable	2,88,88,126	1,42,06,573
d Other Payable	28,21,71,550	28,08,63,278
	<u>86,36,96,346</u>	<u>38,66,96,381</u>
10 SHORT TERM PROVISIONS		
a Provision for Income Tax	-	3,02,14,288
	<u>-</u>	<u>3,02,14,288</u>



Notes on Financial Statements

11 PROPERTY, PLANT & EQUIPMENT

At Cost	Land Freehold	Land Leasehold	Buildings	Plant & Equipment	Computers	Furniture & Fixtures	Vehicles	Total	Intangible
As at 1st April 2019	23,49,82,408	22,57,51,553	1,95,85,09,576	79,18,11,045	4,57,89,386	57,26,58,368	8,71,20,248	3,91,66,22,585	1,40,12,101
Additions	4,49,429	10,51,77,800	1,27,96,18,939	45,56,34,759	1,07,47,597	35,48,24,993	1,15,62,833	2,21,80,16,350	26,34,999
Deletions	-	-	-	1,23,54,386	-	-	35,22,507	1,58,76,893	-
As at 31s March 2020	23,54,31,837	33,09,29,353	3,23,81,28,515	1,23,50,91,418	5,65,36,983	92,74,83,361	9,51,60,574	6,11,87,62,041	1,66,47,100
Additions	-	51,01,583	8,98,24,300	3,27,39,988	12,82,812	3,17,61,982	1,84,06,574	17,91,17,220	49,81,816
Deletions	-	-	-	5,84,485	1,25,250	-	1,49,10,314	1,56,20,049	-
At 31st March 2021	23,54,31,837	33,60,30,937	3,32,79,52,815	1,26,72,46,901	5,76,94,545	95,92,45,343	9,86,56,833	6,28,22,59,212	2,16,28,917
Depreciation									
As at 1st April 2019	-	-	64,79,44,561	40,85,76,755	3,94,57,776	45,54,82,175	3,97,57,315	1,59,12,18,583	1,14,51,675
For the year	-	-	10,93,30,075	6,23,27,951	35,67,181	5,01,31,031	1,01,37,261	23,54,93,498	11,83,227
Deletions	-	-	-	55,98,670	-	-	33,46,382	89,45,052	-
As at 31s March 2020	-	-	75,72,74,636	46,53,06,036	4,30,24,957	50,56,13,206	4,65,48,194	1,81,77,67,029	1,26,34,902
For the year	-	-	9,23,15,963	7,58,38,512	45,29,487	6,45,82,932	1,01,59,766	24,74,26,660	17,39,266
Deletions	-	-	-	-	1,18,987	-	1,24,55,552	1,25,74,539	-
At 31st March 2021	-	-	84,95,90,599	54,11,44,548	4,74,35,457	57,01,96,138	4,42,52,408	2,05,26,19,150	1,43,74,168
Net Block									
As at 31st March 2020	23,54,31,837	33,09,29,353	2,48,08,53,880	76,97,85,382	1,35,12,026	42,18,70,155	4,86,12,379	4,30,09,95,012	40,12,198
As at 31st March 2021	23,54,31,837	33,60,30,937	2,47,83,62,216	72,61,02,353	1,02,59,088	38,90,49,205	5,44,04,426	4,22,96,40,062	72,54,748
Capital Work In Progress									
As at 31st March 2020	-	5,41,453	7,57,69,720	5,30,38,436	30,81,924	1,02,90,780	15,97,28,398	30,24,50,711	-
As at 31st March 2021	-	7,70,109	5,17,29,753	19,24,16,921	40,10,577	35,52,38,523	-	60,41,65,884	-



Notes on Financial Statements

	2021 ₹	2020 ₹
12 NON CURRENT INVESTMENTS		
14,98,700 fully paid up equity shares of ₹ 10/-each in Lotus Projects Pvt. Ltd.	81,064,800	81,064,800
85,000(P.Y. 80,000) fully paid up equity shares of ₹ 10/-each in Mayfair Elixir Pvt. Ltd.	850,000	800,000
	<u>81,914,800</u>	<u>81,864,800</u>
13 LONG TERM LOANS & ADVANCES (Unsecured, Considered Good)		
Lotus Projects Pvt. Ltd.	1,412,706,039	790,008,819
Security Deposits	18,787,920	18,931,857
	<u>1,431,493,959</u>	<u>808,940,676</u>
Long term loan include interest bearing loan of Rs.141.27 Crores (P.Y. Rs. 79.00 Crore) given to one corporate.		
14 INVENTORIES		
a F&B Stock	27,353,232	23,941,205
b Stock in trade	-	10,125,071
c Stores and Operating Supplies	133,057,894	82,113,393
	<u>160,411,126</u>	<u>116,179,669</u>
15 TRADE RECEIVABLES (Unsecured, considered good)		
a Outstanding for a period exceeding six months	21,201,464	19,903,213
b Others	73,791,515	81,684,524
(Unsecured, considered doubtful)		
Trade receivables	18,220,557	26,003,495
Less provision for doubtful debt	<u>18,220,557</u>	<u>26,003,495</u>
	<u>-</u>	<u>-</u>
	<u>94,992,978</u>	<u>101,587,737</u>
16 CASH & CASH EQUIVALENTS		
Cash on Hand	5,700,073	3,506,965
Balance with Scheduled Banks :		
a In Current Accounts	63,476,505	23,726,932
b In Fixed Deposit Accounts	17,491,625	16,641,088
c Interest Accrued on Fixed Deposits	917,759	1,016,997
	<u>87,585,962</u>	<u>44,891,982</u>

i Fixed deposits including interest of Rs. 37.29 lakhs (P.Y. Rs 31.47 lakh) are pledged with different Govt authorities.

ii Fixed deposits including of interest of Rs. 1.04 crores (P.Y. Rs. 1.05 crores) are pledged with Bank against Bank guarantee.

iii Fixed deposits including interest of Rs. 42.29 lakhs (P.Y. Rs. 39.91 lakhs) are pledged with Bank for availing Over-draft against FD.

Notes on Financial Statements

	2021 ₹	2020 ₹
17 SHORT TERM LOANS & ADVANCES (Unsecured, Considered Good)		
Others Loans & Advances		
i Capital Advances	13,90,43,884	30,13,99,387
ii Carried Forward MAT Credit	12,05,09,951	12,69,34,359
iii Advance to Employees	1,52,01,703	2,68,77,962
iv Prepaid Expenses	1,95,13,313	1,39,61,439
v Balance with Statutory Authorities	7,00,56,499	9,48,54,357
vi Others	41,96,60,973	40,49,63,652
	<u>78,39,86,323</u>	<u>96,89,91,156</u>
18 REVENUE FROM OPERATIONS		
a Sale of Products	94,15,44,957	1,54,99,84,762
b Sale of Services	70,04,75,865	1,27,54,90,074
c Other Operating Revenue	3,69,53,843	5,70,63,640
	<u>1,67,89,74,666</u>	<u>2,88,25,38,476</u>
19 OTHER INCOME		
a Interest Income	10,32,15,658	3,42,55,863
b Non Operating Income	1,39,46,150	55,47,370
	<u>11,71,61,808</u>	<u>3,98,03,233</u>
20 COST OF RAW MATERIALS CONSUMED		
a Opening Stock	2,39,41,203	2,04,93,441
b Add: Purchases	19,48,66,294	30,67,56,306
	<u>21,88,07,497</u>	<u>32,72,49,747</u>
c Less: Closing Stock	2,73,53,232	2,39,41,203
	<u>19,14,54,265</u>	<u>30,33,08,544</u>
21 PURCHASE OF TRADED GOODS		
Traded Goods	10,59,70,511	15,89,03,512
	<u>10,59,70,511</u>	<u>15,89,03,512</u>



Notes on Financial Statements

	2021	2020
	₹	₹
22 (INCREASE) / DECREASE IN INVENTORIES OF TRADED GOODS		
Inventories at the end of the year	-	1,01,25,071
Inventories at the beginning of the year	1,01,25,071	1,15,13,471
	<u>1,01,25,071</u>	<u>13,88,400</u>
23 EMPLOYEE BENEFITS EXPENSE		
a Salary, Wages and Bonus	40,48,07,414	52,72,21,937
b Contribution to Provident and other Fund	2,51,28,427	2,45,31,088
c Gratuity Expenses	1,08,28,247	81,05,647
d Staff Welfare Expenses	7,01,17,028	7,10,51,570
	<u>51,08,81,116</u>	<u>63,09,10,242</u>
24 FINANCE COST		
a Interest Expenses	32,44,41,416	27,07,34,249
b Bank Charges	74,94,245	1,59,76,538
	<u>33,19,35,661</u>	<u>28,67,10,788</u>
25 OTHER EXPENSES		
Operating Expenses		
a Room Maintenance Cost	4,83,56,918	7,09,22,118
b Spa Cost	58,12,054	85,06,608
c F & B other Cost	6,47,16,128	9,72,64,832
d Fuel & Energy cost	12,23,07,741	15,12,65,496
e Lease Rent	-	2,90,00,004
f Repairs to		
i Building	3,51,09,587	6,82,01,188
ii Plant & Equipment	2,64,79,350	4,43,20,426
iii Others	1,92,13,212	2,30,88,150
	<u>32,19,94,990</u>	<u>49,25,68,822</u>



Notes on Financial Statements

	2021 ₹	2020 ₹
Establishment Expenses		
a Travelling & Conveyance	1,21,47,784	2,59,70,406
b Telephone Expenses	37,40,250	38,31,806
c Printing & Stationery	43,90,102	53,10,245
d Rent	1,33,25,184	2,60,48,954
e Rates & Taxes	32,75,160	34,11,828
f Internal Audit Fee	46,00,000	54,10,000
g Payment to Auditor :		
i As Audit Fees	60,00,000	60,00,000
h Insurance Charges	79,52,574	40,43,281
i Loss on sale of Fixed Asset	6,24,835	19,69,195
j Security Service Charges	24,57,614	44,22,557
k Directors Sitting Fees	13,60,000	6,50,000
l CSR Expenses	36,00,000	51,25,650
m Lease Rent	47,61,000	47,61,000
n Misc.Expenses	5,17,99,841	5,22,58,218
	<u>12,00,34,342</u>	<u>14,92,13,140</u>
Selling & Distribution Expenses		
a Selling Expenses	1,26,32,944	3,14,46,682
c Advertisement & Publicity	60,82,850	85,60,681
d Bad Debts written off	1,59,309	8,72,215
e Provision for doubtful debts	-	-
f Commission on Sale	2,11,21,756	3,31,27,798
g GST/VAT/Service Tax	21,52,55,717	44,56,20,544
	<u>25,52,52,577</u>	<u>51,96,27,919</u>
	<u><u>69,72,81,909</u></u>	<u><u>1,16,14,09,882</u></u>



Notes on Financial Statements

	2021 ₹	2020 ₹
26 EARNING PER SHARE		
The following reflects the profit and share data used in the basic and diluted EPS computations:		
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	(21,12,18,767)	10,25,34,813
Weighted Average number of equity shares used as denominator for calculating EPS	1,59,63,233	1,59,63,233
Basic and Diluted Earning Per Share	(13.23)	6.42
Face Value per Equity Share	10	10
	<u>In No.</u>	<u>In No.</u>
Weighted average number of equity shares in calculating basic/diluted EPS	1,59,63,233	1,59,63,233
Basic/Diluted EPS (₹)	<u>(13.23)</u>	<u>6.42</u>



Notes on Consolidated 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) Estimated liability on account of Bank Guarantees is Rs.115.79 lacs (P.Y. Rs.154.29 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 group faces significant uncertainties due to Covid-19 pandemic which have impacted the operations of the group adversely starting from the month of March, 2020 onwards.

With lifting of the partial lockdown restrictions, the group started operation in a phased manner. However the onset of second wave of Covid-19 again disrupted the operation. The group 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 group 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 group 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 group 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 group 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	2021		2020	
	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 Recoverable 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	2020-21	2019-20
Capital goods & Consumables	861.85	2588.79

b) Earnings in Foreign Exchange:

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

(Rs. In lacs)

Particulars	2020-21	2019-20
Sale of Rooms / F & B Income	173.39	1691.18

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)	Salary	25.00	Payments & benefits to employees
	Rent	69.60	Other expenses
Ashta Ray (Director)	Salary	24.50	Payments & benefits to employees
Pooja Ray (Managing Director)	Salary	42.50	Payments & benefits to employees
	Rent	12.00	Other expenses
H.K. Ray & Sons (HUF) Chairman is the Karta	Rent	18.00	Other expenses
Sanjana Ray (Director in Subsidiary Company)	Salary	36.00	Payments & benefits to employees
Jayant Ray (Director in Subsidiary Company)	Salary	21.50	Payments & benefits to employees
Alia Khan (Daughter-in-law of Chairman)	Salary	12.00	Payments & benefits to employees
S K Mohapatra Executive Director	Salary	126.31	Payments & benefits to employees
Tulisikha Mohapatra Wife of Executive Director	Car Hiring Charges	2.17	Other expenses
CA Manoj Gouda Whole time Director & CFO	Salary	39.96	Payments & benefits to employees
Rashmita Gouda Wife of Whole time Director & CFO	Car Hiring Charges	5.10	Other expenses
Sujata Sarkar Company Secretary	Salary	6.03	Payments & benefits to employees

List of Key Managerial Personnel

Sl. No.	Name of Key Managerial Personnel	Relation
1.	Dilip Ray	Chairman
2.	Pooja Ray	Managing Director
3.	Astha Ray	Whole-time Director
4.	Jayant Ray	Whole-time Director in Subsidiary Company
5.	Sanjana Ray	Whole-time Director in Subsidiary Company
6.	CA Manoj Kumar Gouda	Whole-time Director & CFO
7.	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)

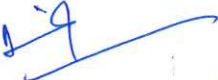
Particulars	Hotel Units	Others	Total
Revenue	16,713.77	1,247.59	17,961.36
Profit Before Interest, Depreciation and Tax	2,762.72	41.52	2,804.24
Profit Before Tax	(3,042.57)	35.79	(3,006.78)
Capital Employed	15,755.60	117.15	15,872.75

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 Abhishek Mishra & Co
Chartered Accountants
FRN : 326681E



(Abhishek Mishra)
Partner
M.No. 220970



(Dilip Ray)
Chairman
DIN-00937564


(CA. M. K. Gouda)
Whole-time Director & CFO
DIN-03208696

For and on behalf of the Board

(Pooja Ray)
Managing Director
DIN-02945569


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

Place : Bhubaneswar

Dated : The 2nd day of August, 2021

