

# ASIAN HOTELS (EAST) LIMITED

CIN : L15122WB2007PLC162762

Regd. Office : Hyatt Regency Kolkata Hotel, JA-1, Sector - III, Salt Lake City, Kolkata - 700 106, W.B., India

Tel: 033 6820 1344 / 1346, Fax : 033 2335 8246, E-mail : clocs@sarafhotels.com, Website : [www.ahleast.com](http://www.ahleast.com)

5<sup>th</sup> September, 2022

<b>The Manager</b> Listing Department BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001 Tel: (022 2272 8013) Fax: (022 2272 3121)	<b>The Manager</b> Listing Department National Stock Exchange of India Ltd. Exchange Plaza Plot No. C/1, G Block, Bandra - Kurla Complex Bandra (E), Mumbai - 400 051 Tel: (022) 2659 8235/36 Fax: (022) 2659 8237/38
Type of Security : Equity shares Scrip Code : 533227	Type of Security : Equity shares NSE Symbol : AHLEAST

Madam/ Sir,

**Sub: Submission of the Notice of the 15<sup>th</sup> Annual General Meeting (AGM) of the Company along with Annual Report for the financial year ended March 31, 2022.**

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), we wish to inform you that the 15<sup>th</sup> Annual General Meeting of the Company will be held on **Wednesday, 28<sup>th</sup> September, 2022 at 03:00 P.M** through Video Conferencing (VC) / Other Audio-Visual Means (OAVM), in accordance with the applicable circulars issued by the MCA and SEBI.

Further, pursuant to Regulation 34 of the Listing Regulations, we hereby enclose the Annual Report along with the Notice of the 15<sup>th</sup> AGM of the Company for the financial year ended 31<sup>st</sup> March, 2022, which is being sent through electronic mode to the members.

A copy of the Annual Report and the Notice of 15<sup>th</sup> AGM is also available on the website of the company at [www.ahleast.com](http://www.ahleast.com) and also at the website of NSDL at [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

The details such as manner of (i) registering / updating - email address; (ii) casting vote through e-voting and (iii) attending the AGM through VC has been set out in the Notice of the AGM.

The Company has fixed **Wednesday, 21<sup>st</sup> September, 2022** as the cut-off date for the purpose of determining the members eligible to vote on the resolutions set out in the Notice of the AGM or to attend the AGM.

This is for your kind information and dissemination.

Thanking you.

Yours truly,

For Asian Hotels (East) Limited

SAUMEN

CHATTERJEE

Saumen Chatterjee

Chief Legal Officer &

Company Secretary

Digitally signed by  
SAUMEN CHATTERJEE  
Date: 2022.09.05 11:59:07  
+05'30'



Encl: as above

OWNER OF



**HYATT**  
REGENCY™  
KOLKATA HOTEL

# ASIAN HOTELS (EAST) LIMITED

CIN : L15122WB2007PLC162762

Head Office : Hyatt Regency Kolkata Hotel, JA-1, Sector - III, Salt Lake City, Kolkata - 700 106, W.B., India  
Tel: 033 6820 1344 / 1346, Fax : 033 2335 8246, E-mail : clocs@sarafhotels.com, Website : www.ahleast.com

## 1. National Securities Depository Limited

Trade World, A wing, 4th Floor,  
Kamala Mills Compound, Lower Parel,  
Mumbai- 400013

## 2. Central Depository Services (India) Limited

Marathon Futurex, A-Wing, 25th floor,  
NM Joshi Marg, Lower Parel,  
Mumbai- 400013

## 3. Kfin Technologies Limited

Selenium Tower B,  
Plot No. 31 and 32,  
Finance District, Nanakramguda,  
Serilingampally Mandal, Hyderabad-500032  
Telangana, India

SAUMEN  
CHATTERJEE

Digitally signed by  
SAUMEN  
CHATTERJEE  
Date: 2022.09.05  
11:59:31 +05'30'



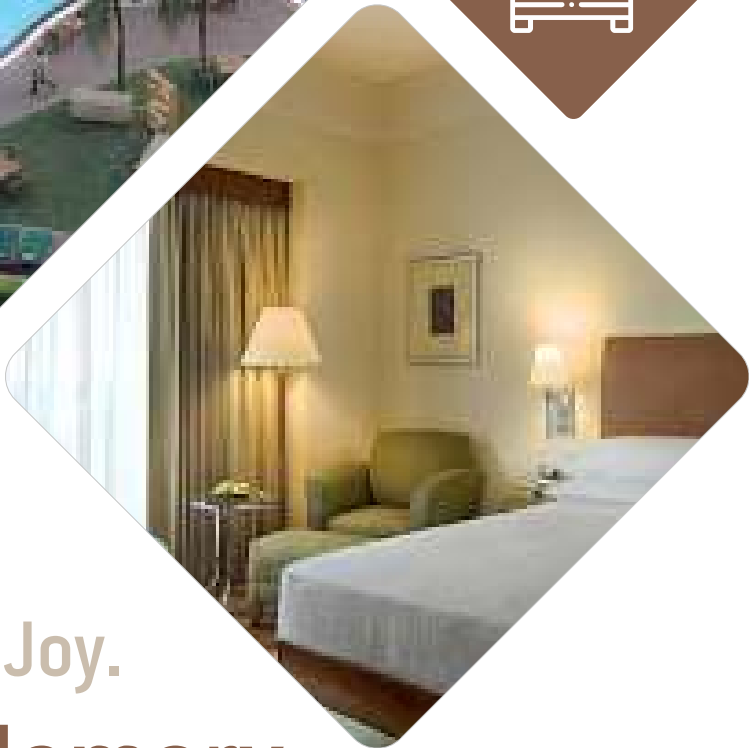
OWNER OF



**HYATT**  
**REGENCY™**  
KOLKATA HOTEL

**ASIAN HOTELS (EAST) LIMITED**

ANNUAL REPORT 2021-22



..... More Joy.  
**More Memory.**

# HOMAGE TO A LEGEND



## **LATE RADHE SHYAM SARAF**

Chairman

(15th August, 1930 - 22nd March, 2022)

*Doyen of the hospitality industry.*

*An entrepreneur with panache.*

*A great visionary and a leader with the highest acumen.*

## BOARD OF DIRECTORS

Lt. Radhe Shyam Saraf	- Chairman (cessation w.e.f 22nd March, 2022)
Arun Kumar Saraf	- Jt. Managing Director
Umesh Saraf	- Jt. Managing Director
Amal Chandra Chakrabortti	- Independent Director
Padam Kumar Khaitan	- Independent Director
Rita Bhimani	- Woman Independent Director
Sandipan Chakravortty	- Independent Director (appointment w.e.f. 10th August, 2021)

## CFO & VICE PRESIDENT – CORPORATE FINANCE

Bimal K Jhunjhunwala

## CHIEF LEGAL OFFICER & COMPANY SECRETARY

Saumen Chatterjee

## STATUTORY AUDITORS

M/s. Singhi & Co.  
Chartered Accountants  
161, Sarat Bose Road  
Kolkata - 700 026

## SECRETARIAL AUDITORS

M/s. Abhijit Majumdar  
Mangalik Housing Complex  
Hiland Park,  
Kolkata - 700094

## BANKERS

IDBI Bank Limited  
Standard Chartered Bank  
ICICI Bank Limited

## REGISTERED OFFICE

Hyatt Regency Kolkata  
JA-1, Sector-III, Salt Lake City  
Kolkata - 700 106, W. B., India  
Tel: 033-6820 1344/1346  
Fax: 033-2335 8246  
Website: www.ahleast.com  
CIN: L15122WB2007PLC162762

## REGISTRAR & SHARE TRANSFER AGENT

KFin Technologies Limited  
(Erstwhile KFin Technologies Private Limited)  
Selenium Tower B, Plot No. 31 & 32,  
Financial District, Nanakramguda,  
Serilingampally Mandal,  
Hyderabad - 500 032,  
Telangana, India  
Tel : +040 67162222  
Fax No.: +040 23001153 / 040 67161553  
E-mail: einward.ris@kfintech.com

## CONTENTS

Notice of the AGM	2-11
Boards' Report along with annexure	12-52
Independent Auditors' Report on Standalone Financial Statements	53-61
Accounts -Asian Hotels (East) Limited (Standalone)	62-104
Independent Auditors' Report on Consolidated Financial Statements	105-110
Accounts -Asian Hotels (East) Limited (Consolidated)	111-156



## Notice

### 15TH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE 15TH ANNUAL GENERAL MEETING (AGM) OF THE MEMBERS OF ASIAN HOTELS (EAST) LIMITED (THE COMPANY) WILL BE HELD ON **WEDNESDAY, 28TH SEPTEMBER, 2022 AT 3:00 P.M.** THROUGH VIDEO CONFERENCING (VC) / OTHER AUDIO-VISUAL MEANS (OAVM) TO TRANSACT THE FOLLOWING BUSINESS.

THE VENUE OF THE MEETING SHALL BE DEEMED TO BE THE REGISTERED OFFICE OF THE COMPANY AT HYATT REGENCY KOLKATA, JA-1, SECTOR-III, SALT LAKE CITY, KOLKATA – 700 106.

#### ORDINARY BUSINESS:

1. To receive, consider and adopt
  - a) the Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2022, along with the Report of the Board of Directors and Auditors thereon; and
  - b) the Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2022 and the Report of Auditors thereon.

2. Re-appointment of Statutory Auditors:

To appoint the Statutory Auditors of the Company and fix its remuneration and to consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), based on the recommendation of the Audit Committee of the Company and the Board, M/s. Singhi & Co., Kolkata., Chartered Accountants (Firm Registration No. 302049E), be and is hereby reappointed as the Statutory Auditors of the Company for a second term of five (5) consecutive years, to hold office from the conclusion of the 15th Annual General Meeting (AGM) till the conclusion of the 20th AGM on such remuneration as may be mutually agreed upon by the Board of Directors and the Statutory Auditors.”

#### SPECIAL BUSINESS:

3. To consider and if thought fit, to pass with or without modification(s), the following Resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** the casual vacancy caused in terms of section 161(4) of the Companies Act, 2013 due to the death of Shri Radhe Shyam Saraf (DIN: 00023792), Non-Executive Chairman, be not filled up.”

Registered Office:

#### Hyatt Regency Kolkata

JA-1, Sector-III, Salt Lake City

Kolkata - 700 106, West Bengal, India

Tel :033-6820 1344/1346 Fax: 033-2335 8246

Website: www.ahleast.com

CIN: L15122WB2007PLC162762

30th May, 2022

By Order of the Board of Directors

Sd/-

**Saumen Chatterjee**

Chief Legal Officer &

Company Secretary

#### Notes: -

- 1) The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 (the Act) in respect of the Special Business to be transacted at the meeting set out in the Notice is annexed hereto.
- 2) In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs (MCA) vide its Circular dated 5th May, 2022, allowed conducting of the Annual General Meeting through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) without the physical presence of members at the meeting. Further, Securities and Exchange Board of India (SEBI) vide its circular dated 13th May, 2022 has also given relaxations w.r.t holding of AGM through VC/OAVM. In terms of the said circulars, the 15th Annual General Meeting (AGM) of the members will be held through VC/OAVM. Hence, members can attend and participate in the AGM through VC/OAVM only.

## Notice (contd.)

- 3) As the AGM is being conducted through VC / OAVM, the facility to appoint proxy to attend and cast vote is not available for this meeting. Hence, Proxy Form and Attendance Slip including Route Map are not annexed to this Notice.
- 4) In case joint holders attending the meeting, the member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote during the AGM.
- 5) As per the provisions under the MCA Circulars, Members attending the 15th AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
- 6) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to majumdar\_abhijeet@yahoo.co.in with a copy marked to evoting@nsdl.co.in, saumen.chatterjee@ahleast.com, sumitmali@sarafhotels.com and cscorporate@sarafhotels.com. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
- 7) In line with the aforesaid Ministry of Corporate Affairs (MCA) Circulars, the Notice of 15th AGM along with the Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company / Depositories. Members may note that Notice of the AGM and the Annual Report 2021-22 have been uploaded on the website of the Company at <https://www.ahleast.com/notice-agm.html>. The same can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively and on the website of NSDL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- 8) Members who have still not registered their email ID are requested to do so at the earliest. Members holding shares in electronic mode can get their email ID registered by contacting their respective Depository Participant(s) (DPs). Members holding shares in physical mode are requested to register their email ID with the Company or KFin, for receiving the AGM Notice and Annual Report. Requests can be emailed to [sumitmali@sarafhotels.com](mailto:sumitmali@sarafhotels.com) or [einward.ris@kfintech.com](mailto:einward.ris@kfintech.com).
- 9) Members holding shares in physical form are requested to notify to the Company's Registrar and Share Transfer Agent (RTA), M/s. KFin Technologies Limited, "Selenium Tower B", Plot No. 31 & 32, Financial District, Nanakramguda, Serilingampally Mandal, Hyderabad 500 032, email: [einward.ris@kfintech.com](mailto:einward.ris@kfintech.com) quoting their folio, any change in their registered address with pin code/ mandate/bank details and in case their shares are held in dematerialized form, this information should be passed on to their respective Depository Participants.
- 10) All NRI members of the Company are hereby requested to get their Indian Postal addresses, e-mail ids, bank details with their NRO/NRE account nos. and PAN registered with their respective DPs/RTA of the Company, so as to facilitate smooth, faster, cost effective and proper service to them by the Company.
- 11) The Company is also in receipt of complaints from various members from time to time regarding non-receipt of Annual Report. Under Regulation 34 of the SEBI Listing Regulations, 2015, the Company shall submit the annual report to the stock exchange not later than the day of commencement of dispatch to its shareholders. Hence, members may download the copy of full Annual Report of the Company from BSE & NSE website for their immediate reference and perusal.  
Further, the Company is also maintaining a functional website in compliance with Regulation 46 of the Listing Regulations. Annual Report and other documents are available on the website of the Company <https://www.ahleast.com/notice-agm.html> for inspection.
- 12) Members who wish to inspect the Register of Contracts or Arrangements in which directors are interested, maintained under section 189 of the Companies Act, 2013 can send an email to [sumitmali@sarafhotels.com](mailto:sumitmali@sarafhotels.com).
- 13) Pursuant to Section 101 of the Companies Act, 2013 and Rule 18 of the Companies (Management and Administration) Rules, 2014, and Regulation 36 of the Listing Regulations, companies can serve Annual Reports and other communications through electronic mode to those members who have registered their e-mail address either with the Company or with the Depository. In view of the same the members who have still not registered their e-mail addresses are requested to support the Green Initiative and register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.

## Notice (contd.)

### Procedure for attending the AGM through VC / OAVM:

- 14) Members will be able to attend the AGM through VC / OAVM by using their remote e-voting login credentials and selecting the "EVEN" for Company's AGM.
- 15) Members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the Notice. Further, Members can also use the OTP based login for logging into the e-voting system of NSDL.
- 16) Members are requested to join the Meeting through Laptops for better experience and will be required to allow camera and use internet with a good speed to avoid any disturbance during the meeting. Please note that participants connecting from Mobile Devices or Tablets or through Laptop connected via mobile hotspot may experience audio/video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of glitches.
- 17) The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel and Auditors etc. who are allowed to attend the AGM without restriction on account of first come first basis.
- 18) Members who need assistance before or during the AGM, can contact Ms. Pallavi Mhatre, Senior Manager, NSDL at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or call 1800 1020 990 / 1800 22 44 30.

### Procedure to raise questions / seek clarifications with respect to Annual Report:

- 19) As the AGM is being conducted through VC or OAVM, the Members are encouraged to express their views or send their queries well in advance for smooth conduct of the AGM but not later than **5:00 P.M. Monday, 26th September, 2022**, mentioning their names, folio numbers / demat account numbers, e-mail addresses and mobile numbers at [saumen.chatterjee@ahleast.com](mailto:saumen.chatterjee@ahleast.com) and [sumitmali@sarafhotels.com](mailto:sumitmali@sarafhotels.com) only such questions / queries received by the Company till the said date and time shall be considered and responded during the AGM.
- 20) Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from **Monday, 19th September, 2022 (9:00 A.M.) to Saturday, 24th September, 2022 (5:00 P.M.)** at [saumen.chatterjee@ahleast.com](mailto:saumen.chatterjee@ahleast.com) and mark cc to [sumitmali@sarafhotels.com](mailto:sumitmali@sarafhotels.com) from their registered email address mentioning their names, DP Id and Client Id / Folio No., PAN, mobile numbers. Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. Speakers are requested to submit their questions at the time of registration, to enable the Company to respond appropriately.
- 21) When a pre-registered speaker is invited to speak at the meeting but he / she does not respond, the next speaker will be invited to speak. Accordingly, all speakers are requested to get connected to a device with a video camera along with good internet speed.
- 22) The Company reserves the right to restrict the number of questions and number of speakers, as appropriate, to ensure the smooth conduct of the AGM.

### Procedure for Remote e-Voting and e-Voting during the AGM:

- 23) In compliance with the provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, (including any statutory modification(s) or re-enactment thereof, for the time being in force) and Regulation 44 of Listing Regulations and Secretarial Standard on General Meetings (SS- 2) issued by The Institute of Company Secretaries of India, the Company is pleased to provide Members with the facility to exercise their right to vote by electronic means for the business to be transacted at the AGM.
- 24) Members whose name appears in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date i.e., **Wednesday, 21st September, 2022** shall only be entitled to vote at the AGM. A person who is not a Member as on the cut-off date should treat this Notice of AGM for information purpose only.
- 25) The remote e-voting period commences on **Sunday, 25th September, 2022 (9:00 A.M.)** and ends on **Tuesday, 27th September, 2022 (5:00 P.M.)**. During this period, Members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e **Wednesday, 21st September, 2022**, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Members, the Member shall not be allowed to change it subsequently.



## Notice (contd.)

26) In addition, the facility for voting through electronic voting system shall also be made available during the AGM. Members attending the AGM who have not cast their vote by remote e-voting shall be eligible to cast their vote through e-voting during the AGM. Members who have voted through remote e-voting shall be eligible to attend the AGM, however, they shall not be eligible to vote at the meeting.

### The instructions for e-voting are given below:

The instructions for e-Voting before the AGM are as under:

### How do I vote electronically using NSDL e-Voting system?





The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

#### Step 1: Access to NSDL e-voting system

#### A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

#### Login method for individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> <li>Existing IDeAS user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name-NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “Register Online for IDeAS Portal” or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider – NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ol>
	<ol style="list-style-type: none"> <li>Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.</li> </ol> <p><b>NSDL Mobile App is available on</b></p> <p>  App Store                      Google Play                 </p> <div style="display: flex; justify-content: space-around; align-items: center;">   </div>

## Notice (contd.)

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with <b>CDSL</b>	<ol style="list-style-type: none"> <li>Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</li> <li>After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote.</li> <li>If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a>.</li> <li>Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.</li> </ol>
Individual Shareholders (holding securities in demat mode) login through their <b>depository participants</b>	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider's website for casting your vote during the remote e-Voting period or voting during the meeting.

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.**

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990/ 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022- 23058738 or 022-23058542-43

**B) Login method for e-Voting and joining virtual meeting shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

### How to Log-in to NSDL e-Voting website?

- Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
- Once the home page of e-Voting system is launched, click on the icon "Login" which is available under Shareholder/Member' section.
- A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.  
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

## Notice (contd.)

### 4. Your User ID details are given below:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example, if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example, if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example, if folio number is 001*** and EVEN is 123456 then user ID is 123456001***.

### 5. Your password details for shareholders other than individual shareholders are given below:

- a) If you are already registered for e-voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you by NSDL. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
  - i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
  - ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

### 6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

- a) Click on "**Forgot User Details/Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

### 7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

#### Step 2: Cast your vote electronically and join General Meeting NSDL e-Voting system.

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

## Notice (contd.)

5. Upon confirmation, the message "Vote cast successfully" will be displayed.
  6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
  7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.
- C) Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**
1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [sumitmali@sarafhotels.com](mailto:sumitmali@sarafhotels.com).
  2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [sumitmali@sarafhotels.com](mailto:sumitmali@sarafhotels.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained above.
  3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.

### Procedure for E- Voting on the day of the AGM:

- 27) Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
- 28) The procedure for e-voting on the day of the AGM is the same as the instructions mentioned above for remote e-voting.
- 29) The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for remote e-voting.

### General Information for shareholders:

- 30) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
- 31) In case of any queries pertaining to remote e-voting and e-voting, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 and 1800 22 44 30 or send a request to Ms. Pallavi Mhatre, senior manager at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
- 32) Any person, who acquires shares of the Company and becomes Member of the Company after dispatch of the Notice and holding shares as on the cut-off date i.e. **Wednesday, 21st September, 2022**, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
- 33) The Company has appointed Mr. Abhijit Majumdar (ACS No. 9804; COP No. 18995) Practicing Company Secretary as Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- 34) The Scrutinizer shall, immediately after the conclusion of voting at the AGM, unblock the votes cast through remote e-voting and e-voting and make, not later than two working days of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.

The result declared along with the Scrutinizer's Report will be available forthwith on the website of the Company at <https://www.ahleast.com/notice-agm.html> and on the website of NSDL at <https://www.evoting.nsdl.com/>. The Company shall simultaneously forward the result to National Stock Exchange of India Limited and BSE Limited, where the shares of the Company are listed.

Subject to receipt of requisite number of votes, the Resolutions proposed in the Notice shall be deemed to have been passed on the date of the Meeting i.e. 28th September, 2022

## Notice (contd.)

### Procedure for inspection of documents:

- 35) All the documents referred to in the accompanying Notice of the AGM, Explanatory Statement and the Register of Directors & Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 will be available electronically for inspection by the members during the AGM upon log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com>.

### Investor Education and Protection Fund (IEPF) related information:

- 36) Members are hereby informed that pursuant to the provisions of Sections 124 and 125 of the Companies Act, 2013 read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules 2016, the Company has transferred on due dates, all unclaimed dividends upto the Financial Year 2013-14 to Investor Education and Protection Fund (said Fund) established by the Central Government. Pursuant to the provisions of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended from time to time, the Company has uploaded the details of the unpaid and unclaimed amounts lying with the Company on the website of the Company <https://www.ahleast.com/dividends.html>, and also on the website of the IEPF ([www.iepf.gov.in](http://www.iepf.gov.in)).
- 37) Unclaimed dividend for the FY 2014-15 will fall due for transfer to the said fund on 5th September, 2022. Those Members, who have not encashed their dividends for the FY 2014-15, are requested to claim it from the Company or the RTA of the Company. Those Members who have not so far claimed their dividend for the subsequent financial years are also advised to claim it from the Company or the RTA of the Company.
- 38) Pursuant to the provisions of Section 124(6) of the Companies Act, 2013 and the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules 2016, as amended from time to time, all equity shares of the Company on which dividend has not been paid or claimed for seven consecutive years or more on 5th September, 2022 shall be transferred by the Company to Investor Education and Protection Fund Authority (IEPF). The Company has also written to the concerned shareholders intimating them their particulars of the equity shares due for transfer. These details are also available on the Company's website (<https://www.ahleast.com/iepf.html>). No claim shall lie against the Company in respect of these equity shares post their transfer to IEPF. Upon transfer, the shareholders will be able to claim these equity shares only from the IEPF Authority by making an online application, details of which are available at [www.iepf.gov.in](http://www.iepf.gov.in). All correspondence should be addressed to the RTA viz. KFin Technologies Limited, Selenium Tower B, Plot 31-32, Financial District, Nanakramguda, Serilingampally, Hyderabad 500 032. Tel.: 040-6716 2222; Fax: 040-6716 1553; Email: [einward.ris@kfintech.com](mailto:einward.ris@kfintech.com) and the Company viz. Asian Hotels (East) Limited, Mr. Sumit Kumar Mali, Hyatt Regency Kolkata, JA-1, Sector III, Salt Lake City, Kolkata 700106, Tel: +91 33 6820 1344/1346, Fax no: +91 33 2334 8246, Email: [sumitmali@sarafhotels.com](mailto:sumitmali@sarafhotels.com).

### Other Information:

- 39) To prevent fraudulent transactions, members are advised to exercise due diligence and notify any change in information to Registrar and Share Transfer Agent or Company as soon as possible. Members are also advised not to leave their Demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
- 40) Members, who hold shares under more than one folio in name in the same order, are requested to send the relative Share Certificate(s) to the Company's Registrar and Transfer Agent for consolidating the holdings into one account. The Share Certificate(s) will be returned after consolidation.
- 41) SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their Demat accounts. Members holding shares in physical form can submit their PAN details to the Registrar and Share Transfer Agent or the Company.
- 42) SEBI vide its Circular dated 3rd November, 2021 and 14th December, 2021 has mandated furnishing of PAN, KYC details and nomination details by holders of physical securities through Form ISR-1, Form ISR-2 and Form ISR-3 (as applicable) available at <https://www.ahleast.com/download-form.html>. PAN details are to be compulsorily linked to Aadhaar. Folios wherein any of the above cited documents/details are not available, on or after 1st April, 2023, shall be frozen as per the aforesaid circular. Any service requests/complaints received from a Member holding physical securities will not be processed by the Registrar till the aforesaid details/documents are provided to the Registrar.

The Company has sent individual letters to all the Members holding shares of the Company in physical form for furnishing their PAN, KYC details and Nomination.



## Notice (contd.)

- 43) SEBI vide its Circular dated 25th January, 2022 has mandated Listed Companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/ Exchange of securities certificate; Endorsement; Sub-division/ Splitting of securities certificate; Consolidation of securities certificates/ folios; Transmission and Transposition.

Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR – 4, which is available on the Company's website at <https://www.ahleast.com/download-form.html>.

- 44) Pursuant to Section 72 of the Companies Act, 2013, Members who hold shares in the physical form can nominate a person in respect of all the shares held by them singly or jointly. Members who hold shares in single name are advised, in their own interest, to avail of the nomination facility by filling form SH-13. Members holding shares in the dematerialized form may contact their Depository Participant for recording the nomination in respect of their holdings.
- 45) As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred/transmissioned only in dematerialized form. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrars and Transfer Agent, Kfin Technologies Limited for assistance in this regard.
- 46) All documents, transfers, dematerialization requests and other communications in relation thereto should be addressed directly to the Company's Registrar and Transfer Agent, Kfin Technologies Limited at the address mentioned below:

Kfin Technologies Limited  
(Formerly known as KFin Technologies Private Limited)  
Selenium Tower B, Plot 31-32,  
Gachibowli Financial District,  
Nanakramguda, Hyderabad – 500 032  
Tel. No.: +91 40 6716 2222;  
Fax No.: +91 40 2300 1153  
E-mail Id: [einward.ris@kfintech.com](mailto:einward.ris@kfintech.com)  
Website: [www.kfintech.com](http://www.kfintech.com)

- 47) Pursuant to provisions of the SEBI Listing Regulations, the Company is maintaining an E-mail Id: [investorrelations@ahleast.com](mailto:investorrelations@ahleast.com) exclusively for quick redressal of members/investors grievances.

Registered Office:

**Hyatt Regency Kolkata**

JA-1, Sector-III, Salt Lake City  
Kolkata - 700 106, West Bengal, India  
Tel :033-6820 1344/1346 Fax: 033-2335 8246  
Website: [www.ahleast.com](http://www.ahleast.com)  
CIN: L15122WB2007PLC162762  
30th May, 2022

By Order of the Board of Directors

Sd/-

**Saumen Chatterjee**  
Chief Legal Officer &  
Company Secretary

## Notice (contd.)

### EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

The following Explanatory Statement sets out the material facts relating to the business under Item No. 02 & 03 of the accompanying notice dated 30th May, 2022.

#### Item No. 02

This Explanatory Statement is in terms of Regulation 36(5) of SEBI Listing Regulations, 2015. Members at the 10th AGM of the Company held on 28th July, 2017, had approved appointment of M/s. Singhi & Co., Kolkata, Chartered Accountants (Firm Registration No. 302049E), as the Statutory Auditors of the Company to hold office from the conclusion of the 10th AGM till the conclusion of the 15th AGM of the Company.

Based on the recommendation of the Audit Committee, the Board of Directors at its meeting held on 30th May, 2022 has further recommended the reappointment of M/s. Singhi & Co, Kolkata, Chartered Accountants, (Firm Registration No. 302049E), as the Statutory Auditors of the Company, for the second consecutive term of five years from the conclusion of 15th AGM till the conclusion of the 20th AGM of the Company to be held in the year 2027, at a remuneration as may be mutually agreed between the Board and the Statutory Auditors.

M/s.Singhi & Co. have consented to their reappointment as the Statutory Auditors and have confirmed that they are not disqualified to be appointed as the Statutory Auditors in terms of the provisions of Section 139 and 141 of the Act and the rules framed thereunder.

M/s. Singhi & Co. is a reputed chartered accountant firm established in the year 1971 with offices in New Delhi, Kolkata & Mumbai. The firm currently has experienced team led by partners and directors having professional experience ranging from 20 to 50 years in their respective fields. Their range of professional services includes Audit & Assurance, Tax & Regulatory Services, Business Advisory, Accounting & Business Support, IT Risk Advisory etc.

The Board recommends the Ordinary Resolution set out at Item No. 2 for approval of the members. None of the Directors, Key Managerial Personnel of the Company and their respective relatives, are concerned or interested, financially or otherwise, in the resolution set out in Item No. 2 of the Notice.

#### Item No. 03

Due to the demise of Lt. Radhe Shyam Saraf (DIN: 00017962), Non-Executive Chairman on 22nd March, 2022, a casual vacancy created on the Board of the Company.

The Board at its meeting held on 30th May, 2022 discussed the composition of the Board and found it to be in compliant with the SEBI Listing Regulations, 2015 and thereafter resolved not to fill the casual vacancy, subject to the approval of the members in the ensuing AGM and accordingly directed the Chief Legal Officer & Company Secretary to deal with the item in the notice calling the AGM. Also, with the demise of Lt. Radhe Shyam Saraf, none of the existing directors of the Company will be liable to retire by rotation as required under Section 152 of the Companies Act, 2013.

None of the Directors or Key Managerial Personnel (KMP) of the Company and their respective relatives are concerned or interested, financially or otherwise, in the resolution set out at Item No. 3 of the accompanying Notice.

Accordingly, the Board recommends the ordinary resolution as set out in item no. 3 for approval of the members.

Registered Office:

**Hyatt Regency Kolkata**  
JA-1, Sector-III, Salt Lake City  
Kolkata - 700 106, West Bengal, India  
Tel :033-6820 1344/1346 Fax: 033-2335 8246  
Website: www.ahleast.com  
CIN: L15122WB2007PLC162762  
**30th May, 2022**

By Order of the Board of Directors

Sd/-  
**Saumen Chatterjee**  
Chief Legal Officer &  
Company Secretary

## Board Report

*Dear Members,*

Your Board takes pleasure in presenting the 15th Annual Report of the Company along with the audited financial statements of the Company for the financial year ended on 31st March, 2022.

### FINANCIAL HIGHLIGHTS:

Your Company's performance for the financial year ended on 31st March, 2022 along with the previous year figures is summarised as under:

Rs. in lakhs

Particulars	Standalone		Consolidated	
	2021-22	2020-21	2021-22	2020-21
Gross Revenue	5,119.32	2,940.70	9,169.91	5,436.29
Profit before Depreciation, Finance Costs, Tax and Exceptional items	369.44	357.72	(56.99)	36.52
Less: Depreciation	333.18	309.05	1,928.92	1,937.15
Less: Finance Cost	Nil	Nil	1,485.32	1,416.45
Profit before Tax & Exceptional Item	36.26	48.67	(3,471.23)	(3,317.08)
Add/(Less) Exceptional Item	Nil	Nil	Nil	Nil
Profit/(Loss) before tax	36.26	48.67	(3,471.23)	(3,317.08)
Tax Expenses (including Deferred Tax)	(20.77)	(20.39)	(20.77)	(20.39)
Profit after Tax from continuing operations	57.03	69.06	(3,450.46)	(3,296.69)
Profit after tax from discontinued operations	Nil	Nil	0.60	(0.44)
Profit after tax	57.03	69.06	(3,449.86)	(3,297.13)
Other Comprehensive Income	(323.39)	(227.11)	(316.54)	(211.27)
Total Comprehensive Income for the period	(266.36)	(158.05)	(3,766.40)	(3,508.40)

### IMPACT OF COVID-19 PANDEMIC ON THE COMPANY'S BUSINESS:

COVID-19 continues to have a material impact on our business and industry. The spread of COVID-19 variants, such as Delta and Omicron had constrained the pace of the recovery. However, Business and demands slowly improve in 2021 as compared to 2020, though this demand still remains meaningfully below pre-pandemic levels.

The Company has taken all possible and effective measures to limit and keep the impact of COVID-19 under control in order to ensure business continuity with minimal disruption. The Company has undertaken necessary cost saving measures and is exploring initiatives to further uplift revenue.

The Board and the Management will continue to closely monitor the situation as it evolves and do its best to take all necessary measures, in the interests of all stakeholders of the Company.

### TRANSFER TO RESERVES:

During the financial year ended 31st March, 2022, no sum was transferred to General Reserve due to inadequate profit.

### DIVIDEND:

Due to the ongoing effects of the Covid-19 pandemic which has created uncertainty and unpredictability for the Company, the Board has decided not to recommend any dividend for the financial year ended 2021-22 to conserve resources.

### BUSINESS OVERVIEW AND OPERATING PERFORMANCE / STATE OF COMPANY'S AFFAIRS:

During the financial year ended 2021-22, Hyatt Regency Kolkata (the hotel) was successful in facing the challenges that 2021 posed and closed the year-end occupancy at 48.8% compared to the city average closure of 47%.

The hotel had shown agility by changing its business to market mix needs. The Hotel focused on online distributors to drive demand while traditional corporate business was secure in form of PSU. Group business was driven by wedding, Corporate MICE, Sports blocks and the hotel was successful in booking all the relevant wedding dates during the last year and have ended the year at rank 2 in RevPAR.

## Board Report (contd.)

Further, financial year 2021-22 was challenging as the markets witnessed very low demand and travel restrictions on account of the second Covid-19 wave. However, the hotel maximized returns from ancillary streams like food and beverages (F&B) outlets, banquet services, spas and other retail outlets.

During the financial year 2021-22, there were no material changes and commitments affecting the financial position of the Company. Further, there has been no change in the nature of business of the Company since its incorporation.

### SUBSIDIARY COMPANIES:

During the financial year ended 2021-22, the Company had three subsidiaries, namely, Robust Hotels Private Limited, Chennai, (RHPL) a wholly owned and a material unlisted Indian Subsidiary, GJS Hotels Limited, Kolkata, a wholly owned and unlisted Indian Subsidiary and Regency Convention Centre and Hotels Limited, Kolkata, a wholly owned and an unlisted Indian Subsidiary.

RHPL owns and operates Hyatt Regency Chennai (Chennai Hotel). On account of the second and third wave of Covid-19 pandemic, the revenue of the Chennai Hotel was impacted during the financial year ended 2021-22. Comparative performance of Chennai Hotel during the last two financial years is given below:

(Rs. in crores)

Details	2021-22	2020-21
Revenue	43.76	28.09
PBDIT and Extra ordinary items	(1.63)	(1.21)
Interest on borrowings	17.42	16.07
PBDT and Extra ordinary items	(19.05)	(17.27)
Depreciation	15.96	16.28
PBT	(35.00)	(33.55)
Taxes	-	-
PAT (before extra-ordinary items)	(35.00)	(33.55)
Ind AS entries	0.07	0.16
Extra-ordinary items	-	(2.29)
PAT after Ind-AS entries	(34.93)	(33.40)

With reference to GJS Hotels Limited, Kolkata as per the direction of the Government of Odisha, the Company is in process to submit performance bank guarantee of Rs.3.5 Crores in connection with the utilisation of the Government land allotted for the Company's Bhubaneswar Hotel Project.

With reference to Regency Convention Centre and Hotels Limited, Kolkata (Regency), pursuant to the share purchase agreement dated 20th April, 2019, the legal suit no. 6846 of 1999 was withdrawn by the Company. Upon such withdrawal, the balance purchase consideration of Rs.41 Crores was paid by MIAL on 29th April, 2022 and accordingly the entire shareholding (100%) of Regency i.e. 1,59,305 equity shares has been transferred to Mumbai International Airport Limited (MIAL) on 4th May, 2022. Pursuant to such transfer of shares, Regency has ceased to be a subsidiary of the Company.

In accordance with Section 129(3) of the Companies Act, 2013, a statement containing salient features of the financial statements of each of the subsidiaries of the Company in Form AOC-1 is annexed herewith marked as **Annexure-I** to this Report. The audited financial statements of the Company and each of the subsidiaries has also been uploaded on the website of the Company <http://www.ahleast.com/reports.html>.

The Consolidated Financial Statements of the Company are prepared in accordance with Indian Accounting Standards notified under the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS) and forms an integral part of this report.

The Policy for determining material subsidiaries of the Company has been provided in the following link: <http://www.ahleast.com/policiespdf/Policy%20on%20Material%20Subsidiary.pdf>

### STATUS OF THE SCHEME OF ARRANGEMENT:

Regarding the Scheme of Arrangement, Demerger and Reduction of capital with the wholly owned subsidiary Robust Hotels Private Limited, Chennai (Robust) and their respective shareholders and creditors (the Scheme), both the Hon'ble NCLT, Chennai & Kolkata bench have sanctioned the Scheme vide their order dated 13th October, 2021 and 20th December, 2021 respectively.

The certified order copy of the Chennai Bench was received on 24th January, 2022 and the same was filed by Robust and the Company with their respective Registrar of Companies on 22nd February, 2022.

## Board Report (contd.)

Further, the company is in process to file the schedule of assets with the NCLT Kolkata Bench in order to receive the certified copy of their order. Once the Kolkata certified copy is received and filed with the Registrar of Companies, the scheme would become effective.

On sanction and effectiveness of the Scheme, the shareholders of the Company will receive prescribed bonus shares of the Company and new equity shares of Robust. The wholly owned subsidiary Robust will be listed with BSE and NSE and accordingly the shareholders of the Company will be holding the equity shares of two listed hotel companies. In view of this, the shareholding pattern of Robust shall mirror the shareholding pattern of the Company. The Company expects the effects of the Scheme shall be given in the current financial year 2022-23 provided the corona pandemic situation does not become a hindrance to it.

Stakeholders can see all the Scheme related documents at the Company's web link <http://www.ahleast.com/index.html>.

### AUDITORS & AUDITORS' REPORT:

#### Statutory Auditors:

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the rules made thereunder, the term of office of M/s. Singhi & Co., Chartered Accountants, (Firm Registration No. 302049E), as the Statutory Auditors of the Company will conclude from the closure of the ensuing 15th Annual General Meeting (AGM) of the Company.

Subject to the approval of members and based on the recommendation of the Audit Committee, the Board of Directors of the Company at their meeting held on 30th May, 2022 have recommended the re-appointment of M/s. Singhi & Co. (Firm Registration No. 302049E) as the Statutory Auditors of the Company for another term of five consecutive years commencing from the conclusion of the 15th Annual General Meeting till the conclusion of the 20th Annual General Meeting. Accordingly, the Board recommends the resolution in relation to re-appointment of Statutory Auditors, for the approval by the shareholders of the Company.

Further, there were no audit qualifications for the year under review, and no offences of fraud was reported by the Auditors of the Company.

#### Internal Auditor:

Pursuant to Section 138 of the Companies Act, 2013 read with Rule 13 of the Companies (Accounts) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013 M/s. S.S. Kothari Mehta & Co., Kolkata, was appointed by the Board as Internal Auditors for the financial year 2021-22. The said appointment was valid till 31st March, 2022.

#### Secretarial Auditor:

Pursuant to the provisions of Section 204 of the Companies Act, 2013, your Board had appointed M/s. Abhijit Majumdar, Practicing Company Secretary (COP No. 18995), to undertake Secretarial Audit of your Company for the financial year 2021-2022.

Pursuant to Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Secretarial Audit Report of the Company along with the Secretarial Audit Report of its material unlisted subsidiary, Robust Hotels Private Limited, Chennai is annexed to this Board Report, collectively as **Annexure II**.

### DIRECTORS AND KEY MANAGERIAL PERSONNEL:

#### Directors

Shri. Radhe Shyam Saraf, Chairman of the Company, who lived a long & fulfilling life had passed away peacefully on 22nd March, 2022. The Board of Directors places on record its sincere appreciation for his invaluable contribution, support & guidance and pay glowing tributes to his vision and entrepreneurial spirit.

As recommended by the Nomination and Remuneration Committee, your Board in its meeting held on 10th August, 2021 had appointed Shri. Sandipan Chakravorty as an Additional Director of the Company. Thereafter, in the 14th Annual General Meeting of the Company held on 22nd September, 2021, Shri. Sandipan Chakravorty was appointed as an Independent Director of the Company for a term of five years with effect from 10th August, 2021, to 9th August, 2026.

Further, due to the demise of Sh. Radhe Shyam Saraf, none of the directors of the Company were liable to retire by rotation as required under Section 152 of the Companies Act, 2013.

Your Directors would like to confirm that the Company has received annual declarations from all the independent directors of the Company confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013, Rule 6(3) of the Companies (Appointment and Qualifications of Directors) Rules, 2014 and Regulations 16(1)(b) and 25 of the SEBI Listing Regulations, 2015 and there has been no change in the circumstances, which may affect their status as independent director during the year.



## Board Report (contd.)

### Key Managerial Personnel

During the year under review, there has been no change in the Key Managerial Personnel of the Company. In terms of Section 203 read with Section 2(51) of the Companies Act, 2013, the Key Managerial Personnel of the Company are:

- Mr. Arun Kr. Saraf, Jt. Managing Director
- Mr. Umesh Saraf, Jt. Managing Director
- Mr. Bimal K. Jhunjhunwala, Chief Financial Officer and VP – Corporate Finance
- Mr. Saumen Chatterjee, Chief Legal Officer & Company Secretary

### EVALUATION OF PERFORMANCE OF THE BOARD, ITS COMMITTEES AND DIRECTORS:

Pursuant to the provisions of the Companies Act, 2013 read with the rules made thereunder and SEBI Listing Regulations, 2015, performance evaluation of Directors, Committees and Board as a whole was carried out by the independent directors of the Company at their meeting held on 14th March, 2022 and by the Board of Directors of the Company in accordance with the Performance Evaluation Policy of the Company and on the basis of the criteria and framework approved by the Board of Directors. The Performance Evaluation Policy is available on the Company's web link: <http://www.ahleast.com/policiespdf/performance%20evaluation%20policy.pdf>.

The criteria for performance evaluation of the individual directors included aspects like professional conduct, competency, contribution to the Board and Committee Meetings and other measures. The evaluation manner, parameters and process have been explained in the Corporate Governance Report which forms part of the Board Report.

### NOMINATION AND REMUNERATION POLICY:

In line with the requirements of section 178 of the Companies Act, 2013 and the SEBI Listing Regulations, 2015, the Company has formulated a Nomination & Remuneration Policy which can be accessed on the Company's website at <https://www.ahleast.com/policiespdf/Nomination%20&%20Remuneration%20Policy.pdf>.

### BOARD DIVERSITY:

The Company recognizes and believes that a diverse Board will enhance the quality of the decisions made by utilizing different skills, qualifications, professional experiences, knowledge, gender, ethnicity, background and other distinguished qualities etc. of the members of the Board, necessary for effective corporate governance, sustainable and balanced development.

The Board has adopted a Board Diversity Policy as required under Regulation 19 read with Part D of Schedule II of SEBI Listing Regulations, 2015 which sets out the approach to diversity. The Board diversity policy is available on our weblink: <http://www.ahleast.com/policiespdf/Board%20Diversity%20Policy.pdf>

### DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provisions of Sections 134(3)(c) and 134(5) of the Companies Act, 2013 for the preparation of the annual accounts for the financial year ended 31st March, 2022 and based upon representations from the Management, the Board states that:

- a) in the preparation of the annexed accounts for the year ended 31st March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year under review and of the profit of the Company for that year;
- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the said accounts has been prepared on a going concern basis;
- e) internal financial controls to be followed by the Company have been laid down and that such internal financial controls are adequate and were operating effectively; and
- f) proper systems to ensure compliance with the provisions of all applicable laws have been devised to ensure such systems are adequate and operating effectively.

### PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The information required pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014, pertaining to conservation of energy, technology absorption and foreign exchanges earning and outgo to the extent possible in the opinion of your Directors, is annexed hereto as **Annexure-III** and forms part of this Report.

## Board Report (contd.)

### **PARTICULARS OF PERSONNEL:**

The disclosure on the details of remuneration to Directors and other employees pursuant to Section 197 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is provided in a separate annexure forming part of this report. With respect to the statement containing information under Rule 5(2) and Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the report and the accounts are being sent to the Members excluding the aforesaid statement. In terms of Section 136 of the Act, the said statement is open for inspection at the registered office of the Company during working hours and any Member interested in obtaining a copy of the same may write to the Chief legal Officer & Company Secretary at the email id: saumen.chatterjee@ahleast.com.

### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

All related party transactions that were entered by the Company during the financial year under review were in the ordinary course of business and on arm's length basis. There were no contracts or arrangements entered into by the Company which falls under the purview of Section 188 of the Companies Act, 2013 and there were no material related party transactions in terms of Regulation 23 of the SEBI Listing Regulations, 2015. Thus, disclosure as required in Form AOC-2 in terms of Section 134 of the Companies Act, 2013 is not applicable to the Company. Prior omnibus approval was obtained for related party transactions which are repetitive in nature and entered in the ordinary course of business and were at arm's length. All related party transactions were placed before the Audit Committee for review on a quarterly basis.

The Policy on materiality of related party transactions and on dealing with related party transactions as approved by the Board can be accessed on the Company's weblink: <https://www.ahleast.com/RPT%20Policy.pdf>. The policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and Related Parties.

The details of the transactions with related parties are set out in Notes to the Standalone and Consolidated Financial Statements pursuant to Ind AS.

### **MANAGEMENT DISCUSSION AND ANALYSIS AND CORPORATE GOVERNANCE:**

Pursuant to Schedule V of Regulation 34(3) of the Listing Regulations, 2015, report on Management Discussion and Analysis as **Annexure-IV** and Corporate Governance Report as per Regulation 34(3) read with Schedule V of the SEBI Listing Regulations, 2015 as **Annexure-V** and Compliance Certificate on Corporate Governance from the Practicing Company Secretaries are annexed to this Report.

### **CORPORATE SOCIAL RESPONSIBILITY (CSR):**

As required under Section 135 of the Companies Act, 2013, the Company had spent Rs.25,00,000/- (Rupees Twenty Five lakhs only) for the CSR expenditure, for the financial year ended 2021-22. The details of the CSR Committee, CSR projects, CSR amount spent, etc., for the financial year ended 2021-22 are annexed and marked as **Annexure-VI** to this report.

Besides the above, the hotel has ramped up its CSR activity and the focus area was inclusion and diversity through the RiseHY programme for providing opportunities to the youth. The Hotel has also continued its relationship with the NGO. Approximately 105 volunteer hours and \$1476 was contributed towards the CSR activities.

The Company's CSR Policy formulated in accordance with Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 is available on the Company's weblink: [https://ahleast.com/CSR%20Policy\\_19052021.pdf](https://ahleast.com/CSR%20Policy_19052021.pdf).

### **INTERNAL FINANCIAL CONTROL SYSTEMS AND ITS ADEQUACY:**

Your Company has an Internal Control System which is commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Audit function is well defined in the organization. To maintain its objectivity and independence, the reporting is done to the Chairman of the Audit Committee of the Board.

The Audit Committee monitors and evaluates the efficacy and adequacy of internal control, its compliance with operating systems, accounting procedures and policies of the Company. Based on the Internal Audit Report, the Management undertakes corrective action in their respective areas and thereby strengthens the controls. Significant audit observations and corrective actions suggested are presented to the Audit Committee of the Board. In the view of the Statutory Auditors of the Company, the internal financial controls with respect to financial reporting were adequate and operating effectively during the financial year under review.

### **RISK MANAGEMENT:**

Your Company has adopted a Risk Management Policy pursuant to the provisions of Section 134(3)(n) of the Companies Act, 2013 to identify and evaluate business risks and mitigation of the same on a continual basis. This framework seeks to create transparency, minimize adverse impact on business objective and enhance your Company's competitive advantage. In your Company, risks are carefully mapped and a risk management framework is involved.

## Board Report (contd.)

Your Company is faced with risks of different types, each of which need varying approaches for mitigation. Details of various risks faced by your Company and their mitigation are provided in the Management Discussion and Analysis Report. The Company's risk management policy formulated in accordance with Section 134(3)(n) of the Companies Act, 2013 as approved by the Board is available on Company's weblink: <http://www.ahleast.com/policiespdf/Risk%20Management%20Policy.pdf>.

### DISCLOSURES:

#### A) ANNUAL RETURN

Pursuant to Section 92(3) and 134(3)(a) of the Act, read with Rule 12 of Chapter VII, Companies (Management and Administration) Amendment Rules, 2020, Annual Return of the Company in Form MGT-7 for financial year ended 2021-22 is available under the Company's weblink: <https://ahleast.com/notice-agm.html>.

#### B) MEETINGS OF THE BOARD

During the financial year ended 2021-22, the Board of Directors had five (5) meetings. These meetings were held on 19th May, 2021, 23rd June, 2021, 10th August, 2021, 12th November, 2021 and 14th February, 2022. The details in relation to attendance at the meetings are disclosed in the Corporate Governance section which forms a part of this report.

#### C) COMPOSITION OF AUDIT COMMITTEE

The Audit Committee comprises of three (3) Directors amongst which two (2) are Independent Directors, namely Mr. Amal Chandra Chakrabortti and Ms. Rita Bhimani and one (1) is Jt. Managing Director namely Mr. Umesh Saraf.

There have been no instances during the financial year when recommendations made by the Audit Committee were not accepted by the Board. The details of the Committees along with their composition, number of meetings and attendance at the meetings are provided in the Corporate Governance Report.

#### D) SECRETARIAL STANDARDS OF ICSI

The Company is in compliance with the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India and approved by the Central Government.

#### E) VIGIL MECHANISM/WHISTLE BLOWER POLICY

Your Company has adopted a Whistle Blower Policy to provide a mechanism for the Directors and employees to report genuine concerns about any unethical behavior, actual and suspected fraud or violation of your Company's Code of Conduct. The Policy provides for adequate safeguards against victimization of director(s)/employee(s) who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee in appropriate or exceptional cases. The provisions of the policy are in line with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 22 of the SEBI Listing Regulations, 2015. The vigil mechanism/whistle blower policy can be accessed on the Company's weblink: <http://www.ahleast.com/policiespdf/Vigil%20Mechanism%20%20Whistle%20Blower%20Policy.pdf>.

Further, during the year under review, no Complaint was received by the Company under the policy.

#### F) DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has always shown concerns to each and every employee working in the organization. It has zero tolerance towards sexual harassment at workplace and has an Internal Complaints Committee to consider and redress complaints of sexual harassment. The Company has also adopted a policy on Prevention, Prohibition and Redressal of Sexual Harassment at Workplace in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder with the objective of providing safe working environment for the benefit of the employees. During the year under review, the Company has not received any complaints on sexual harassment.

#### G) PARTICULARS OF LOANS GIVEN, INVESTMENT MADE, GUARANTEES GIVEN AND SECURITY PROVIDED

Pursuant to the provisions of Section 134(3)(g) of the Companies Act, 2013, particulars of loans, guarantees, investments and securities given under Section 186 of the Companies Act, 2013 are given in the notes to the financial statements forming part of this Annual report.

#### H) PARTICULARS OF REMUNERATION

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended are provided in **Annexure-VII** to this report.

## Board Report (contd.)

### I) MAINTAINANCE OF COST RECORDS

The maintenance of cost records as specified by the Central Government under Section 148(1) of the Companies Act, 2013 is not applicable to the Company.

### J) GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items, as there were no transactions on these items during the financial year 2021-22 under review:

- i) Details relating to deposits covered under Chapter V of the Companies Act, 2013.
- ii) Issue of equity shares with differential rights as to dividend, voting or otherwise.
- iii) Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
- iv) The Jt. Managing Directors of the Company did not receive any remuneration or commission from any of its subsidiaries.
- v) No significant or material orders were passed by the Regulators or Courts or Tribunals which could impact the going concern status and Company's operations in future.
- vi) There has been no change in the nature of business of the Company.
- vii) There is no proceeding pending under the Insolvency and Bankruptcy Code, 2016.
- viii) The Company is a debt free Company and thus, there was no instance of one time settlement with any Banks or Financial Institutions.

### ACKNOWLEDGEMENT

Your Board express their deep sense of appreciation for the contribution made by the employees to the significant improvement in the operations of the Company.

The Directors also thank all associates including customers, the Government of India, Government of West Bengal, Government Agencies, Hyatt Hotels Corporation, U.S.A., Bankers, Suppliers, Shareholders and others for their continuous co-operation and support.

For and on behalf of the Board of Directors

Kolkata  
30th May, 2022

**A. C. Chakrabortti**  
Director  
(DIN: 00015622)

**Umesh Saraf**  
Joint Managing Director  
(DIN: 00017985)

**Rita Bhimani**  
Director  
(DIN: 07106069)

## Board Report (contd.)

### ANNEXURE-I

#### FORM NO. AOC-I

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

#### Statement containing salient features of the financial statement of subsidiaries

#### Part "A": Subsidiaries

(in Rs.)

SL. No.	Particulars	GJS Hotels Limited	Regency Convention Centre and Hotels Limited*	Robust Hotels Private Limited
1.	Name of the subsidiary			
2.	The date since when subsidiary was acquired	31-10-2009	31-10-2009	24-07-2019
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-	-	-
4.	Reporting currency and exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	INR	INR	INR
5.	Share capital	<b>23,00,220</b>	<b>15,93,050</b>	<b>2,24,18,38,290</b>
6.	Reserves & surplus	2,76,03,632	1,90,69,417	80,42,48,944
7.	Total assets	7,35,23,086	2,06,62,467	5,26,92,87,407
8.	Total Liabilities (excluding Share Capital and Reserves & Surplus)	4,36,58,717	-	2,22,32,00,174
9.	Investments (excluding Investment in Subsidiary)	-	-	2,65,57,365
10.	Turnover * *	-	-	40,50,59,163
11.	Profit/Loss before taxation	(7,23,444)	60,008	(35,00,24,000)
12.	Provision for taxation	-	-	-
13.	Profit/Loss after taxation	(7,23,444)	60,008	(35,00,24,000)
14.	Proposed Dividend	-	-	-
15.	% of shareholding	100%	100%	100%

#### Notes:

\* Regency has ceased to be subsidiary of the company w.e.f. 4th may, 2022, pursuant to the share purchase agreement dated 20th April, 2019 executed between the Company, Regency and Mumbai International Airport Limited (MIAL), as the Company's entire shareholding (100%) in Regency i.e. 1,59,305 equity shares was sold to MIAL.

\*\*GJS Hotels Limited is yet to commence commercial activities and is currently not operational.

Part B of the Annexure is not applicable to the Company as there are no associates or joint venture of the Company as on 31st March, 2022.

For and on behalf of the Board of Directors

**A. C. Chakrabortti**  
Director  
(DIN: 00015622)

**Sandipan Chakravortty**  
Director  
(DIN: 00053550)

**Saumen Chatterjee**  
Chief Legal Officer &  
Company Secretary

**Arun Kumar Saraf**  
Joint Managing Director  
(DIN: 00339772)

**Padam Kumar Khaitan**  
Director  
(DIN: 00019700)

**Bimal Kumar Jhunjunwala**  
(CFO & Vice President  
– Corporate Finance)

**Umesh Saraf**  
Joint Managing Director  
(DIN: 00017985)

**Rita Bhimani**  
Director  
(DIN: 07106069)

Kolkata  
30th May, 2022



## Board Report (contd.)

ANNEXURE-II

**FORM NO. MR-3  
SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022**

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To

The Members,

**ASIAN HOTELS (EAST) LIMITED**

Hyatt Regency Kolkata, JA-1,  
Sector – III, Salt Lake City,  
Kolkata – 700 106

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **ASIAN HOTELS (EAST) LIMITED** (CIN: L15122WB2007PLC162762) (hereinafter called “the Company”). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

The Company’s Management is responsible for preparation and maintenance of secretarial and other records and for devising proper systems to ensure compliance with the provisions of applicable laws and Regulations.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022, to the extent applicable, according to the provisions of:

- i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 and rules made thereunder;
- iii) The Depositories Act, 1996 and Regulations and Bye-laws framed thereunder;
- iv) The Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct investment and External Commercial Borrowings;
- v) The Regulations and Guidelines prescribed under the Securities & Exchange Board of India Act, 1992 (“SEBI Act”) or by SEBI, as amended from time to time, to the extent applicable:
  - a) The Securities & Exchange Board of India (Substantial Acquisition of Shares and Takeover) Regulations, 2011;
  - b) The Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations 2015;
  - c) The Securities & Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
  - e) The Securities & Exchange Board of India (Issue and listing of Debt securities) Regulations, 2008;
  - f) The Securities & Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
  - g) The Securities & Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
  - h) The Securities & Exchange Board of India (Buyback of Securities) Regulations, 2018;
  - i) The Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- vi) Apart from other fiscal and labour laws which are generally applicable to all companies, the following specific laws/acts are also, inter alia, applicable to the Company:
  - a) Tourism Policy of Government of India and Classification of Hotels.
  - b) The Food Safety and Standards Act, 2006 and the Food Safety and Standards Rules, 2011;
  - c) The Prevention of Food Adulteration Act, 1954

## Board Report (contd.)

- d) The Air (Prevention and Control of Pollution) Act, 1981 and rules made there under.
- e) The Water (Prevention and Control of Pollution) Act, 1974 and rules made there under.
- f) Environment Protection Act, 1986
- g) India Boiler Act, 1923
- h) Petroleum Act, 1934
- i) Standard of Weights and Measures Act, 1976

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review the Company has complied with all the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that:

- a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- c) None of the directors in any meeting dissented on any resolution and hence there was no instance of recording any dissenting member's view in the minutes.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that:

- i) Mr. Radhe Shyam Saraf, Chairman & Promoter of the Company passed away on 22nd March, 2022.
- ii) The shareholders of the Company at the 14th Annual General Meeting held on 22nd September, 2021 have appointed Mr. Sandipan Chakravorty as an Independent Director of the Company for a term of five years effective from 10th August, 2021.
- iii) The Hon'ble National Company Law Tribunal (NCLT), Chennai & Kolkata Bench vide their order dated 13th October, 2021 and 20th December, 2021 respectively, have sanctioned the Scheme of Arrangement, Demerger and Reduction of Capital between the Company, Robust Hotels Private Limited and their respective shareholders and creditors.

The certified order copy of the Chennai Bench was received on 24th January, 2022 and the same was filed by both the Companies with their respective Registrar of Companies on 22nd February, 2022.

The company is in process to apply for the certified order copy of the NCLT, Kolkata Bench. The scheme shall become effective after the aforesaid certified order copy is filed with the Registrar of Companies, West Bengal.

- iv) In terms of the share purchase agreement dated 20th April, 2019 executed between the Company, its wholly owned subsidiary Regency Convention Centre and Hotels Limited, Kolkata (Regency) and Mumbai International Airport Limited (MIAL), the Company's entire shareholding (100%) in Regency i.e. 1,59,305 equity shares was transferred to MIAL on 04th May, 2022 against the purchase consideration of Rs.64 crores, and pursuant to such transfer of shares, Regency has ceased to be a subsidiary of the Company.
- v) The following Committees of the Board were reconstituted on 19-05-2021:
  - i. Audit Committee
  - ii. Nomination and Remuneration Committee
  - iii. Corporate Social Responsibility (CSR) Committee

This report is to be read with our letter of even date which is annexed as Annexure – I which forms an integral part of this report.

**Abhijit Majumdar**  
(Practicing Company Secretary)  
ACS No. 9804  
COP No. 18995  
UDIN: A009804D000424625

Date: 30th May, 2022

Place: Kolkata

## Board Report (contd.)

### Annexure – I

To  
The Members,  
**ASIAN HOTELS (EAST) LIMITED**  
Hyatt Regency Kolkata, JA-1,  
Sector – III, Salt Lake City,  
Kolkata – 700 098

Our report of even date is to be read along with this letter.

1. It is management's responsibility to identify the Laws, Rules, Regulations, Guidelines and Directions which are applicable to the Company depending upon the industry in which it operates and to comply and maintain those records with same in letter and in spirit. Our responsibility is to express an opinion on those records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the process and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management's Representation about the compliance of Laws, Rules, Regulations, Guidelines and Directions and happening events, etc.
5. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**Abhijit Majumdar**  
(Practicing Company Secretary)  
ACS No. 9804  
COP No. 18995  
UDIN: A009804D000424625

Date: 30th May, 2022

Place: Kolkata

## Board Report (contd.)

### SECRETARIAL AUDIT REPORT OF MATERIAL UNLISTED SUBSIDIARY

Form No. MR-3

#### SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH 2022

[Pursuant to section 204(1) of the Companies Act, 2013 and rule.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
**ROBUST HOTELS PRIVATE LIMITED,**  
365, Anna Salai, Teynampet,  
Chennai - 600018.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Robust Hotels Private Limited** (hereinafter called the “**Company**”) (CIN:U55101TN2007PTC062085). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period (01st April, 2021 to 31st March, 2022) covering the financial year ended on 31st March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of the below said Acts & subject to modifications/re-enactments wherever applicable:

- (i) The Companies Act, 2013 (the Act) and the rules made there under.
- (ii) The Following laws are specifically applicable to the Company as per the representation given by the Company (apart from General Laws such as Environment Laws, Labour Laws etc.):
  - a. Food Safety and Standards Act, 2006
  - b. The Tamil Nadu Catering Establishments Act, 1958
  - c. Air (Prevention And Control of Pollution) Act, 1981
  - d. Water (Prevention and Control of Pollution) Act, 1974
  - e. The Noise Pollution (Regulation and Control) Rules, 2000
  - f. Electricity Act, 2003
  - g. The E-Waste (Management and Handling) Rules, 2016
  - h. TN Town & Country Planning Act
  - i. Legal Metrology Act, 2009 and Legal Metrology (Packaged Commodities) Rules, 2011
  - j. The Energy Conservation Act, 2001
  - k. The Apprentices Act, 1961
  - l. The Environment Protection Act & Rules, 1986
  - m. Plastic Waste Management Rules, 2016
  - n. Employees Provident Funds and Miscellaneous provisions Act, 1952
  - o. The payment of Bonus Act, 1965
  - p. Goods and Services Tax, 2017
  - q. Maternity Benefit Act, 1961

## Board Report (contd.)

- r. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (PoSH)

However during the year under review there are no instances attracting the following laws/regulations:

- (i) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there-under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.

We have also examined compliance with the applicable clauses of:

- (i) Food Safety and Standards Act, 2006 and Food Safety and Standards Rules, 2011  
(ii) Labour Law  
(iii) Tamil Nadu Fire and Rescue Service Act, 1985  
(iv) Secretarial Standards with regard to Meeting of Board of Director(SS 1), and General Meeting (SS 2) issued by The Institute of Company Secretaries of India subject to such modifications and amendments there-on.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines and Standards, subject to the following observations:

### Observation 1:

As per Section 203(1) read with rule 8 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company should appoint a Key Managerial Personnel. The company has already appointed a Whole Time Company Secretary and a Chief Financial Officer but the Company has not appointed either a Managing Director or Chief Executive Officer or Manager and in their absence, a Whole-time Director.

The explanation and information given by the Company is that due to the ongoing Scheme of Arrangement for Demerger between Asian Hotels (East)Limited ("Demerged Company") and Robust Hotels Private Limited ("Resulting Company"), the Company will reconstitute the Board upon the implementation of the Hon'ble NCLT Order. The Company assured that compliance under Sec. 203(1) will be complied and in expediency manner.

### We further report that

- i. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- ii. Adequate notice is given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda are being sent at least seven days in advance in the manner provided under the Act and Secretarial Standards (SS- 1) and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- iii. As per the minutes of the Meetings duly recorded and signed by the Chairman, the decisions of the Board was taken upon by the approval of majority of the Members of the Board.

**We further report that** there are adequate systems and processes in the Company that commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period there were following specific events/ actions having a major bearing on Company's affair in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.:-

### **SCHEME OF ARRANGEMENT, DEMERGER AND REDUCTION OF CAPITAL BETWEEN ROBUST HOTELS PRIVATE LIMITED AND ITS HOLDING COMPANY, ASIAN HOTELS (EAST) LIMITED (AHEL)**

On 13th January, 2020 the Board of Directors of the **Robust Hotels Private Limited ("the Company") (RHPL)** approved a Scheme of Arrangement between Asian Hotels (East)Limited ("**Demerged Company**"), Robust Hotels Private Limited ("**Resulting Company/ Company**") and their respective shareholders and creditors for inter alia the demerger of the securities trading unit of the demerged company into the resulting company and reduction of capital under sections 230-232 and 66 of the Companies Act, 2013 (the Scheme).

The unsecured creditors of the Company have agreed to the Scheme at their meeting held on 30th January, 2021, the secured creditors and equity shareholders meeting of the Company was dispensed with vide Hon'ble NCLT Chennai Bench Order dated 23rd December, 2020.

The Company has also filed petition with the Hon'ble NCLT Chennai Bench on 11th February 2021 for sanction of the scheme of Arrangements.

## Board Report (contd.)

Finally the Hon'ble NCLT, Chennai Bench has allowed the application for sanctioning the scheme of arrangements vide its Order dated 13th October 2021 and due to typographical error in the order, on 30th November 2021 a corrigendum Order has been issued by the Hon'ble Tribunal and the Same has been filed by the Resulting Company in e-form INC-28 via SRN T82455411 on 22nd February 2022 with ROC, Chennai.

The Hon'ble, Kolkata Bench has allowed this scheme of arrangement on 20th December 2021, due to typographical errors in the pronounced order, the Company has made a memo for issuing a corrigendum order and the same is awaiting.

For **V. Mahesh & Associates**

**V. Mahesh**

**Practicing Company Secretary**

**M. No. F 4162**

**C.P No. : 2473**

**UDIN: F004162D000517158**

**Peer Review Cer. No: 2107/2022**

**Date: 22.06.2022**

**Place: Chennai**

**Note:** This report is to be read with our letter of even date which is annexed as "**ANNEXURE-A**" which forms an integral part of this report.



## Board Report (contd.)

### ANNEXURE – A

To,  
The Members,  
**ROBUST HOTELS PRIVATE LIMITED,**  
365, Anna Salai, Teynampet,  
Chennai- 600018.

Our Secretarial Audit report dated, the 22.06.2022, is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the basis of scan documents to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **V. Mahesh & Associates**

**V. Mahesh**  
Practicing Company Secretary  
M. No. F 4162  
C.P No. : 2473  
UDIN : F004162D000517158  
Peer Review Cer. No: 2107/2022

Date: 22.06.2022  
Place: Chennai

## Board Report (contd.)

### ANNEXURE – III

**PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO  
PURSUANT TO SECTION 134(3)(m) OF THE COMPANIES ACT, 2013 READ WITH RULE 8(3)  
OF THE COMPANIES (ACCOUNTS) RULES, 2014**

**(A) Conservation of energy –**

- (i) the steps taken or impact on conservation of energy;
- (ii) the steps taken by the company for utilizing alternate sources of energy;
- (iii) the capital investment on energy conservation equipment;
  - a. Replacement of AHU has been completed in most of the areas. All shaft work has been completed to save the energy dissipation.
  - b. The lights for events space and waterside café have been replaced to LED. Also LED lights have been installed in all the rooms.
  - c. Old less efficient equipment changed to more efficient equipment in most of the areas.
  - d. Replacement of hot water generator with 75 KW heat pumps to save diesel. This will save 109500 litres of diesel and Rs.85.4 lakhs.
  - e. Installation of organic waste composter as a part of directive from pollution control board. The manure is being used inside the hotel for landscaping.

**(B) Technology absorption –**

- (i) The efforts made towards technology absorption;
- (ii) The benefits derived like product improvement, cost reduction, product development or import substitution;
- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)
  - (a) the details of technology imported;
  - (b) the year of import;
  - (c) whether the technology been fully absorbed;
  - (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
- (iv) The expenditure incurred on Research and Development.

The Company has arrangement with Hyatt Group for up-gradation of its systems and procedures, market network and also for latest technology involved in e-commerce and digitalization. This is an ongoing process and the Company has developed appropriate mechanism for absorption of such latest technology, as are prevailing in the hospitality industry, for matching challenges and competition.

**1. Replacement / Upgradation of Point of Sale (POS) Systems**

- The application is hosted, thus server cost is null
- Enhanced Menu option for the Users
- Improved and Optimized Guest Order placement
- Availability of extended and customizable reporting feature
- Replaced the aged POS Workstation Hardware  
Cost - Rs.15.97 lakhs approx.

## Board Report (contd.)

### 2. Cloud base HR System (Alif Payroll)

- Moved the current (On Premise) system to Hosted environment
- Due to this maintenance cost of the server is saved.
- Employees can access Employee Self Service (ESS) Portal from their Mobile itself.

Cost - Rs.73000 approx.

### 3. Mobile Entry Solution

- Mobile Entry is a new feature enabled in the World of Hyatt app that provides guests the ability to utilize a digital key on their smartphone to access their guest room and other spaces accessible with a guest key, in place of a traditional key card (Contactless Entry)

Cost – USD 2000 per annum.

### 4. Change of Internet Service Provider

- By changing this with newer ISP we were able to save the cost of around INR 8 Lakhs per annum.

Cost – Rs.6.17 Lakhs per annum

### 5. Birchstreet Implementation

- We have implemented Birchstreet application (Cloud Hosted Environment) for materials and user department requisition.

Cost – Rs.21.50 Lakhs

### 6. Opera Migration to Cloud Hosted

- We have recently moved our on premises opera system to Hyatt Cloud hosted where our two servers AMC cost saved and there is no requirement to purchase servers or make replacement in future.

Cost – USD 3000

### 7. iScala Server Migration

- We have recently moved our iScala server to Mumbai office for cluster set up of accounting.

Cost – Rs.11.50 Lakhs

### (C) Foreign exchange Earnings and Outgo-

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows.

Foreign Exchange Earned - Rs. 215.74 lakhs

Foreign Exchange Outgo - Rs. 219.77 lakhs

For and on behalf of the Board of Directors

Kolkata  
30th May, 2022

**A. C. Chakrabortti**  
Director  
(DIN: 00015622)

**Umesh Saraf**  
Joint Managing Director  
(DIN: 00017985)

**Rita Bhimani**  
Director  
(DIN: 07106069)

## Board Report (contd.)

### ANNEXURE-IV

#### MANAGEMENT DISCUSSION AND ANALYSIS

##### INDUSTRY STRUCTURE, DEVELOPMENT, OPPORTUNITIES AND OUTLOOK

The hospitality industry witnessed steady recovery despite the COVID-19 related uncertainties because of the successful rollout of the world's largest vaccination drive, pick-up in government expenditure and better preparedness compared with the first wave limited the negative economic impact.

Although the financial year 2021-22 started with lockdown in the country which led to low occupancies in quarter 1 (Q1) in the Hyatt Regency Kolkata Hotel (the Hotel), but owing to the relatively shorter covid wave, the market saw a faster recovery than last year. Sight of recovery was seen from second quarter onwards as the Hotel focused on Sport, Weddings and MICE business. The Hotel closed the year-end occupancy at 48.8% compared to the city average closure of 47%.

The Hotel had also focused on maximizing returns from ancillary streams like food and beverages (F&B) outlets, banquet services, spas and other retail outlets and the hotel was successful in booking all the relevant wedding dates during the last year and the Hotel has ended the year at rank 2 in Revenue Per Available Room (RevPAR).

Further, to boost the business, the Hotel had come up with new policies and concepts in order to prioritise health and hygiene. The Hotel has also adopted the 'Digital' way forward and is promoting contactless methods for check-ins, check-outs and payments.

Your Board is hopeful that the hospitality industry will witness growth in revenues and in operating margins supported by the rationalization measures undertaken during the pandemic. However, it is going to be a long journey for the industry to reach pre-COVID levels.

##### RISKS, CONCERNS AND THREATS

Covid-19 continues to be a major challenge for the hotel industry. Covid-19 pandemic has had a devastating impact on the Hotel and in order to minimize the impact, the Hotel has adopted new policies, concepts, rebooting services, giving priority to health and hygiene, new cost structures organizing vaccination camp for its employees and their families. All is being done to ensure that the guests and the customers have a safe, healthy, enjoyable stay with the best food.

##### SEGMENTWISE, FINANCIAL AND OPERATIONAL PERFORMANCE

The Company is engaged in two lines of business through separate divisions namely Hotel Division and Investment division which in-turn consists of the "Securities Trading Unit" (comprising of treasury/liquid investments which is being regularly traded and bonds, mutual funds, and shares of certain companies, and the "Strategic Investments Unit" (comprising inter alia of investment in and loans given to Robust Hotels Private Limited and GJS Hotels Limited). For details please refer note no. 39 of the notes to the standalone audited financial statements.

##### EFFICIENT INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

Your Company has in place an adequate system of internal controls, with documented procedures covering all corporate functions and hotel operating units. Systems of internal controls are designed to provide reasonable assurance regarding the effectiveness and efficiency of operations, the adequacy of safeguards for assets, the reliability of financial controls, and compliance with applicable laws and regulations. Adequate internal control measures are in the form of various policies and procedures issued by the Management covering all critical and important activities viz. Revenue Management, Hotel Operations, Purchase, Finance, Human Resources, Safety, etc. These policies and procedures are updated from time to time and compliance is monitored by Internal Audit.

The effectiveness of internal controls is reviewed through the internal audit process, which is undertaken for every operational unit and all major corporate functions under the direction of the Operations department. The Audit Committee of the Board oversees the adequacy of the internal control environment through regular reviews of the audit findings and monitoring implementations of internal audit recommendations through the compliance reports submitted to them. The Statutory Auditors of your Company have opined in their report that your Company has adequate internal controls over financial reporting.

##### DEVELOPMENT IN HUMAN RESOURCES AND INDUSTRIAL RELATIONS

The Company continues to maintain a very cordial and healthy relationship with its workforce across all its units. The number of people employed on-roll by the hotel as on 31st March, 2022 was 212.

## Board Report (contd.)

Hyatt India Covid-19 Relief Fund was introduced to provide the following financial support to the employees who have been impacted by Covid-19:

- Compensation for families of deceased colleagues
- Children's education assistance
- Medical expense assistance

We at Hyatt Regency Kolkata Hotel are striving towards attracting, retaining, training, multi-skilling employees, bring the HR practices on a par with allied sectors, redesign jobs and make it more exciting. In the meantime, all efforts are being made to control the cost and align it to business level to maintain present level of profitability.

### DETAILS OF SIGNIFICANT CHANGES IN FINANCIAL RATIOS:

In accordance with the SEBI (Listing Obligations and Disclosure Requirements 2018) (Amendment) Regulations, 2018, the Company is required to give details of significant changes (change of 25% or more as compared to the immediately preceding financial year) in key sector-specific financial ratios.

The Company has identified the following ratios as key financial ratios:

Particulars	Financial Year	
	2021-22	2020-21
Debtors Turnover Ratio	13.86:1	9.31:1
Inventory Turnover Ratio	9.48:1	3.30:1
Current Ratio	3.34:1	3.93:1
Debt Equity Ratio	NA	NA
Operating Profit Margin %	0.71%	1.66%
Net Profit Margin %	1.11%	2.35%
Interest Ratio	NA	NA

### Net worth of Asian Hotels (East) Limited

Particulars	31st March 2022 (Rs.)	31st March 2021 (Rs.)	Changes (Rs.)
Net worth	8,50,47,79,202/-	8,53,14,14,733/-	(2,66,35,531/-)

### Net worth is decreased due to the following reason during the financial year 2021-22

Particulars	Amount (Rs.)	Reason/Remarks
Net Comprehensive Income	(2,66,35,531/-)	Due to decrease in Net Comprehensive Income
<b>Decrease in Net Worth</b>	<b>(2,66,35,531/-)</b>	

### CAUTIONARY STATEMENT

Statement made in the Management Discussion and Analysis Report, describing the Company's objectives, projections, estimates, predictions and expectations may be forward looking statement within the meaning of applicable laws and regulations. Actual results might differ materially from those either expressed or implied.

For and on behalf of the Board of Directors

Kolkata  
30th May, 2022

**A. C. Chakraborti**  
Director  
(DIN: 00015622)

**Umesh Saraf**  
Joint Managing Director  
(DIN: 00017985)

**Rita Bhimani**  
Director  
(DIN: 07106069)

## Board Report (contd.)

### ANNEXURE V

#### REPORT ON CORPORATE GOVERNANCE

##### COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company firmly believes that good corporate governance is a way of life which is enshrined in the way we do our business. Our actions are governed by our values and principles, which are reinforced at all levels of the organization.

The Company's governance framework is driven by the objective of enhancing long term stakeholder value without compromising on ethical standards. The Company is committed to focus on long term value creation and protecting stakeholders' interests by applying proper care, skill and diligence to business decisions and has accordingly established systems, procedures and policies to ensure that its Board of Directors is well informed and well equipped to discharge its overall responsibilities and provide the management with the strategic direction catering to exigency of long term shareholders' value.

The Company has complied with mandatory requirements of the corporate governance provisions as specified in the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (Listing Regulations).

A report on the compliances of Corporate Governance requirements under the Listing Regulations and the practices / procedures followed by your Company for the year ended 31st March, 2022 is detailed below:

##### BOARD OF DIRECTORS

The Board of your Company constitutes of integrated, knowledgeable and committed professionals from diverse fields with expertise in finance, real estate, legal, sales & marketing, social services, hospitality and hotel industry.

##### Board Composition and Category of the Directors:

Your Company has a balanced board with optimum combination of Executive and Non-Executive Directors, including Independent Directors, which plays a crucial role in Board processes and provides independent judgment on issues of strategy and performance.

As on 31st March 2022, Company' Board of Directors comprised of six (6) Directors which includes, two (2) Joint Managing Directors and three (4) Non-Executive Independent Directors including one (1) Non-Executive Woman Independent Director.

Shri Radhe Shyam Saraf ceased to be the Non-Executive Chairman of the Company due to his demise on 22nd March, 2022. Further, Shri. Sandipan Chakraborty was appointed as an Independent Director of the Company, for a term of five years w.e.f 10th August, 2021. The Board's composition is in compliance with the provisions of the Companies Act, 2013 and Regulation 17 of the Listing Regulations.

None of the Directors on the Board is a Director in more than 7 listed entities nor serve as an Independent Director in more than 7 listed entities as required under regulation 17A of the Listing Regulations. Further, the Joint Managing Directors do not serve as an Independent Director in any listed entity.

None of the directors hold directorships in more than 20 Indian companies including 10 public limited companies. Further, none of them serves as a member of more than 10 committees or chairman of more than 5 committees as specified in Regulation 26 of the Listing Regulations across all public companies in which they are Directors. "Committees" for this purpose includes the Audit Committee and the Stakeholders Relationship Committee as per the Listing Regulations. Necessary disclosures regarding Committee positions in other public companies as on 31st March, 2022 have been made by the Directors as per Regulation 26 of the Listing Regulations.

The Independent directors of the Company are Non-Executive directors as defined under Regulation 16(1)(b) of the Listing Regulations. The maximum tenure of the independent Directors of the Company is in compliance with the Companies Act, 2013. In terms of section 149(6) of the Companies Act, 2013 and Regulation 25(8) of the Listing Regulations, all the Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16(1)(b) of the Listing Regulations and that they are not aware of any circumstances or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties.

The declarations received from the Independent Directors, in line with the above, have been taken on record and the Board of Directors confirms that the Independent directors meet the criteria of independence as per the Listing Regulations and the Companies Act, 2013 and that they are independent of the management.

The Independent Directors have included their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014.



## Board Report (contd.)

### Board Meetings and Procedure

The Board normally meets four times a year and as and when required. The time gap between two Board Meetings does not exceed the limit of 120 days as specified under Regulations 17 of the Listing Regulations and Section 173 of the Companies Act, 2013.

During the financial year ended 2021-22, the Board of Directors had five (5) meetings that were held through video conferencing on 19th May, 2021, 23rd June, 2021, 10th August, 2021, 12th November, 2021 & 14th February, 2022. The necessary quorum was present in all the meetings. The attendance of the Directors at the Board meeting is given below in this section.

All the meetings were conducted as per well designed and structured agenda papers which were circulated seven days prior to the Board Meeting. All the agenda items are backed by necessary notes setting out the details of the proposal, relevant material facts, supporting information and documents to enable the Board to take informed decisions. Agenda also includes draft resolutions and minutes of the previous meetings of the Board, Committees and Subsidiary Companies for consideration, approval and information of the Board. Any item not included in the agenda is taken up for consideration as per the provisions of the Secretarial Standard on Meetings of Board of Directors (SS-1).

All statutory and other significant and material information as mentioned in Regulation 17(7) read with Part A of Schedule II of the Listing Regulations are placed before the Board to enable it to discharge its responsibility of strategic supervision of the Company as trustees of the shareholders. The Board also reviews periodically the compliance of all applicable laws. The members of the Board have the complete freedom to express their opinion and the decisions are taken after detailed discussion.

Pursuant to the Corporate Governance provisions as specified in the Listing Regulations the composition and categories of directors of the Board, details of Directorships and Committee Membership/Chairmanship held in other Companies as on 31st March, 2022 and attendance of the Director at the Board Meetings held during the year and previous Annual General Meeting (AGM) are as follows:

Sl. No.	Name of Director	DIN No.	Category	No. of Board Meetings attended	Last AGM attended	No. of Other Directorship(s)*	No. of Membership(s) / Chairmanship(s) of Board Committees in other Companies <sup>#</sup>	
							Member	Chairman
1.	Late Radhe Shyam Saraf <sup>(5)</sup>	00017962	Promoter / Non-Independent, Non-Executive Chairman	1	Yes	Nil	Nil	Nil
2.	Mr. Arun Kumar Saraf	00339772	Promoter / Joint Managing Director	5	Yes	1	Nil	Nil
3.	Mr. Umesh Saraf	00017985	Promoter / Joint Managing Director	5	Yes	4	Nil	Nil
4.	Mr. Amal Chandra Chakrabortti	00015622	Independent Director	5	Yes	Nil	Nil	Nil
5.	Mr. Padam Kumar Khaitan	00019700	Independent Director	5	Yes	6	1	Nil
6.	Ms. Rita Bhimani	07106069	Woman Independent Director	5	Yes	1	Nil	Nil
7.	Mr. Sandipan Chakravorty <sup>(8)</sup>	00053550	Independent Director	3	Yes	3	2	Nil

\* The Directorship as mentioned above does not include Alternate Directorships and Directorships in Foreign Companies, Companies Registered under Section 8 of the Companies Act, 2013 and Private Limited Companies.

# In accordance with Regulation 26 of the Listing Regulations, Memberships/Chairmanships of only the Audit Committee and Stakeholders' Relationship Committee in all Public Limited Companies have been considered.

§ Shri Radhe Shyam Saraf ceased to be the Chairman of the Company w.e.f. 22nd March, 2022 due to his demise.

& Mr. Sandipan Chakravorty was appointed as an independent director of the Company w.e.f. 10th August, 2021.

## Board Report (contd.)

The names of the listed entities where the Directors of the Company is a director and the category of directorship:

SL. No.	Name of the director	Name of the listed company	Category of directorship in the other listed companies
1.	Mr. Radhe Shyam Saraf	Nil	Nil
2.	Mr. Amal Chandra Chakrabortti	Nil	Nil
3.	Mr. Padam Kumar Khaitan	Cheviot Company Limited	Independent Director
		Magadh Sugar & Energy Limited	Independent Director
		Ramkrishna Forgings Limited	Independent Director
4.	Mrs. Rita Bhimani	Hindusthan National Glass & Industries Limited	Independent Director
5.	Mr. Sandipan Chakravortty	Ramkrishna Forgings Limited	Independent Director
		International Combustion (India) Limited	Independent Director
6.	Mr. Arun Kumar Saraf	Nil	Nil
7.	Mr. Umesh Saraf	Nil	Nil

### Relationship between the Directors inter-se:

Late Radhe Shyam Saraf was the father of Mr. Arun Kr. Saraf and Mr. Umesh Saraf and further, Mr. Arun Kr. Saraf and Mr. Umesh Saraf are brothers. None of the other Directors are related to each other.

### Familiarisation Programme for Independent Directors

The Company has an ongoing familiarization programme for its Independent Directors, with respect to their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates and business model of the Company. During the year, the familiarization programme was organized in the Board Meeting held on 23rd June, 2022, wherein the Independent Directors were familiarized by the Key Managerial personnel's regarding the Company's operations, business, industry and environment.

The details of familiarization programme are disclosed at the weblink: [https://www.ahleast.com/Details\\_of\\_Familiarization\\_Programme\\_2021-22\\_Sign.pdf](https://www.ahleast.com/Details_of_Familiarization_Programme_2021-22_Sign.pdf).

### Key Board qualifications, expertise and attributes

The Board comprises of qualified members who bring in the required skills, competence and expertise that allows them to make effective contributions to the Board and its committees.

In this context of the Company business and sector for it to function effectively, the Company requires skills/expertise/competencies in the areas of Finance, Regulatory, Strategy, Business Leadership, Technology, Sales and Marketing, Hospitality, Risk & Governance and public relations.

The table below summarizes the key qualifications, skills and attributes of the Directors serving on the Board:

Definitions of director qualifications	
Financial	Leadership of a financial firm or management of the finance function of an enterprise, resulting in proficiency in complex financial management, capital allocation, and financial reporting processes, or experience in actively supervising the company officials.
Gender, ethnic, national, or other diversity	Representation of gender, ethnic, geographic, cultural or other perspectives that expand the Board's understanding of the needs and viewpoints of our customers, partners, employees, governments, and other stakeholders worldwide.
Global business	Experience in driving business success in markets around the world with an understanding of diverse business environments, economic conditions, cultures, and regulatory frameworks, and a broad perspective on global market opportunities.
Leadership	Extended leadership experience for a significant enterprise, resulting in a practical understanding of organizations, processes, strategic planning and risk management.
Technology	A significant background in technology, resulting in knowledge of how to anticipate technological trends, generate disruptive innovation, and extend or create new business models.
Mergers and acquisitions	A history of leading growth through acquisitions and other business combinations, with the ability to assess decisions, analyze strategy and evaluate plans.

## Board Report (contd.)

Definitions of director qualifications	
Board service and governance	Develop insights about maintaining board and management accountability, protecting shareholders interest and observing appropriate governance practices.
Sales and marketing	Experience in developing strategies to grow sales and market share, build brand awareness and equity and enhance enterprise reputation.

### Matrix highlighting core skills/expertise/competencies of the Board of Directors:

In the table below, the specific areas of focus or expertise of individual Board members have been highlighted.

Directors	Key Board qualifications							
	Areas of expertise							
	Financial	Diversity	Global Business	Leadership	Technology	Mergers and Acquisitions	Board service and governance	Sales and marketing
Late Radhe Shyam Saraf (*)	√	√	√	√	-	√	√	√
Mr. Arun Kumar Saraf	√	√	√	√	√	√	√	√
Mr. Umesh Saraf	√	√	√	√	√	√	√	√
Mr. A. C. Chakrabortti	√	√	√	√	-	√	√	√
Mr. Padam Kumar Khaitan	√	√	√	√	√	√	√	√
Ms. Rita Bhimani	√	√	√	√	-	-	√	√
Mr. Sandipan Chakravortty	√	√	√	√	√	√	√	√

**Note:** Each Director possess varied combinations of skills / expertise within the described set of parameters and it is not necessary that all Directors possess all skills / expertise listed therein.

(\*) Mr. Radhe Shyam Saraf, ceased to be the Chairman of the Company from 22nd March, 2022 due his demise.

### Meeting of Independent Directors

Pursuant to Schedule IV of the Companies Act, 2013, the Independent Directors met on 14th March, 2022 without the presence of Non-Independent Directors and Members of the Management. The Independent Directors, inter alia, evaluated the performance of the Non-Independent Directors, the Board of Directors as a whole and the Board Level Committees, evaluated the performance of the Chairman of the Board and discussed aspects relating to the quality, quantity and timeliness of the flow of information between the Company, the Management and the Board.

All the Independent Directors were present at this meeting. The observations made by the Independent Directors have been adopted and put into force.

### Performance Evaluation

Pursuant to the applicable provisions of the Companies Act, 2013 and in compliance with the requirements of the Listing Regulations, the Board has carried out the annual evaluation of the performance of the Board, the Chairman, the Directors individually as well as the evaluation of the working of its Committees.

A structured questionnaire was circulated in the draft forms, stating the criteria of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance and independent directors' performance. A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgement, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board.

## Board Report (contd.)

The performance evaluation policy along with the form covering various aspects as approved by the Board of Directors of the Company is available at the website of the Company viz. <http://www.ahleast.com/policiespdf/performance%20evaluation%20policy.pdf>.

### COMMITTEES OF BOARD OF DIRECTORS

The Board Committees play a vital role in strengthening the Corporate Governance practices and have been constituted to deal with specific areas of concern for the Company that need a closer review. The Committees also make specific recommendations to the Board on various matters when required. All observations, recommendations and decisions of the Committees are placed before the Board for information or for approval. The Board of Directors has, from time to time, constituted the following Committees, namely:

#### 1) Audit Committee

The Board has constituted a well-qualified Audit Committee wherein majority of the members are Independent Directors including the Chairman. They possess sound knowledge on accounts, audit, finance, taxation, internal controls etc. The role and the terms of reference of the Audit Committee are in conformity with the provisions of Section 177 of the Act and Regulation 18 read with Part C of Schedule II of the Listing Regulations. The terms of reference of the Committee are wide enough to cover the matters specified for Audit Committee under the Act and the Listing Regulations.

As on 31st March, 2022, the Audit Committee comprises of three (3) Directors amongst which two (2) are Non-Executive Independent Directors namely Mr. Amal Chandra Chakrabortti, Chairman and Ms. Rita Bhimani, Member and one (1) is Joint Managing Director namely Mr. Umesh Saraf, Member.

During the financial year ended 2021-22, four (4) Audit Committee meetings were held through video conferencing on 23rd June, 2021, 10th August, 2021, 12th November, 2021 and 14th February, 2022. Necessary quorum was present for all the meetings. The time gap between any two Audit Committee meetings did not exceed 120 days except the first meeting where the time gap between the two consecutive meeting exceeded 120 days due to the ongoing Covid-19 pandemic and the same was relaxed by MCA vide its circular Ministry of Corporate Affairs vide its General Circular No. 08/2021 dated 3rd May, 2021 SEBI vide its Circular No. SEBI/HO/CFD/CMD1/P/CIR/2021/556 dated 29th April, 2021.

Attendance of each Member at the Audit Committee meeting held during the year:

Name of the Chairman/Member	Status	Meetings Attended	Last AGM attended
Mr. Amal Chandra Chakrabortti (Independent Director)	Chairman	4	Yes
Ms. Rita Bhimani (Independent Woman Director)	Member	4	Yes
Mr. Umesh Saraf (Joint Managing Director)	Member	4	Yes

Mr. Saumen Chatterjee, Chief Legal Officer & Company Secretary acts as the Secretary to the Audit Committee.

The Chief Financial Officer, representatives of Statutory Auditor and Internal Auditor, Mr. Arun Kumar Saraf, Jt. Managing Director, the General Manager of Hotel Hyatt Regency, Kolkata, and/or other persons are also invited to attend the Meetings as and when required.

During the year, the Audit Committee reviewed key audit findings covering operational, financial and compliance areas, internal financial controls and financial reporting systems, related party transactions, functioning of the vigil mechanism and implementations of the Code of Conduct for Prevention of Insider Trading and the Code of Corporate Disclosure Practices.

The Board of Directors review the Minutes of the Audit Committee Meetings at subsequent Board Meetings.

#### 2) Nomination and Remuneration Committee

The Nomination and Remuneration Committee's composition, role and the terms of reference of the Nomination and Remuneration Committee are in conformity with the provisions of Section 178 of the Act and Regulation 19 read with Part D of Schedule II of the SEBI Listing Regulations, 2015. During the financial year ended 2021-22, the Nomination and Remuneration Committee met on 10th August, 2021 and 14th March, 2022. The necessary quorum was present at the Meeting.

The Board of Directors reviewed the Minutes of Nomination and remuneration Committee Meeting at subsequent Board Meeting.

## Board Report (contd.)

The composition of the Nomination and Remuneration Committee as on 31st March, 2022 is as under:

Name of the Chairman/Member	Status	Meeting Attended	Last AGM attended
Mr. Amal Chandra Chakrabortti (Independent Director)	Chairman	2	Yes
Mr. Padam Kumar Khaitan (Independent Director)	Member	2	Yes
Ms. Rita Bhimani (Independent Woman Director)	Member	2	Yes

Mr. Saumen Chatterjee, Chief Legal Officer & Company Secretary acts as Secretary to the Nomination and Remuneration Committee.

The performance evaluation criteria for independent directors are determined by the Nomination and Remuneration Committee on the basis of the following factors:

- Independent from the entity and no conflict of interest.
- Attendance at the Meetings of the Board and its Committees
- Inputs on the minutes of meetings
- Adherence to the ethical standards and various codes of conduct of the Company
- Timely disclosure of interest and conflict of interest
- Participation at the Board Meetings
- Knowledge of the Company's business and industry in which it operates
- Contribution to formulating and implementing best corporate governance practices

### 3) Stakeholders Relationship Committee

The Stakeholders Relationship Committee's composition and terms of reference are in compliance with Regulation 20 read with Part D of Schedule II to the Listing Regulations and Section 178 of the Act, as applicable.

The Committee is primarily responsible for resolving the grievances of the shareholders and include Complaints related to transfer/transmission of shares, non-receipt of Annual Report, non-receipt of declared dividend, issue of new/duplicate certificates, general meetings etc.

The composition of the Committee as on 31st March, 2022 is as under:

Name of the Members	Status	Meeting Attended	Last AGM attended
Mr. Padam Kumar Khaitan (Independent Director)	Chairman	1	Yes
Ms. Rita Bhimani (Independent Woman Director)	Member	1	Yes
Mr. Umesh Saraf (Joint Managing Director)	Member	1	Yes

During the financial year ended 2021-22, the Stakeholders Relationship Committee met on 14th February, 2022.

The Board of Directors review the Minutes of the Stakeholders Relationship Committee at subsequent Board Meeting.

Mr. Saumen Chatterjee, Chief Legal Officer & Company Secretary is the Compliance Officer and acts as the Secretary to the Stakeholders' Relationship Committee. He is responsible for ensuring prompt and effective services to the shareholders and for monitoring the dedicated email address for receiving investor grievances.

#### Details regarding the Shareholders Complaints received, resolved and pending as on 31st March, 2022:

Complaint received during the year	65
Complaints resolved to the satisfaction of shareholders	65
Complaints not solved to the satisfaction of shareholders	0
Pending complaints	0

## Board Report (contd.)

### 4) Executive Share Transfer Committee

Pursuant to Regulation 40(2) of the Listing Regulations and to expedite the process of share transfers, the Board has an Executive Share Transfer Committee comprising of CFO & Vice President – Corporate Finance and Chief Legal Officer & Company Secretary.

Terms of the reference of the Executive Share Transfer Committee is to approve transmission of shares including taking note of transfer of shares in demat mode, transmission of shares, transposition of names of the shareholders, deletion of name of shareholders and change of name/surname of the shareholders;

The Committee meets on a need only basis to dispose of the business of the Committee, if any. The minutes of the Executive Share Transfer Committee are placed at the Board Meetings of the Company periodically.

### 5) Corporate Social Responsibility (CSR) Committee

In accordance with the provisions of Section 135 of the Act, the Company has constituted a CSR Committee for social activities. The Committee's primary responsibility is to assist the Board in discharging its social responsibilities by way of formulating and recommending to the Board a CSR Policy and an Annual Action Plan, indicating the activities to be undertaken by the Company as specified in Schedule VII of the Act, recommend the amount of expenditure to be incurred on the activities and monitoring implementation of the framework of the CSR Policy, observe practices of Corporate Governance at all levels and to suggest remedial measures wherever necessary. The broad terms of the CSR Committee cover various aspects in relation to Section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014.

During the financial year ended 2021-22, the CSR Committee met on 14th February, 2022. The Board of Directors review the minutes of the Corporate Social Responsibility Committee Meetings at its subsequent Meetings.

The CSR Policy and the CSR Annual Action Plan can be accessed on the Company's website at <https://www.ahleast.com/csr.html>.

The composition of the Committee along with attendance is as under:

Name of the Members	Status	Meetings Attended
Mr. Arun Kumar Saraf (Joint Managing Director)	Chairman	1
Ms. Rita Bhimani (Independent Woman Director)	Member	1
Mr. Umesh Saraf (Joint Managing Director)	Member	1

The Company Secretary acts as a Secretary of the Committee.

Please refer to **Annexure VI** of the Boards' Report for details of CSR Activities of the Company for the financial year ended 2021-22.

### SHARES HELD AND DETAILS OF REMUNERATION PAID / PAYABLE TO THE DIRECTORS DURING THE FINANCIAL YEAR ENDED 31ST MARCH, 2022:

Director	Basic (in Rs.)	Perquisites/ Allowances (in Rs.)	Total fixed salary (in Rs.)	Sitting Fees (In Rs.)	Total (In Rs.)	No. of shares held
<b>Independent Directors</b>						
Mr. A. C. Chakrabortti	-	-	-	3,70,000	3,70,000	-
Mr. Padam Kr. Khaitan	-	-	-	2,50,000	2,50,000	-
Ms. Rita Bhimani	-	-	-	3,70,000	3,70,000	-
Mr. Sandipan Chakravortty #	-	-	-	2,00,000	2,00,000	-
<b>Non-Executive Director</b>						
Late Radhe Shyam Saraf *	-	-	-	50,000	50,000	20,84,680



## Board Report (contd.)

Director	Basic (in Rs.)	Perquisites/ Allowances (in Rs.)	Total fixed salary (in Rs.)	Sitting Fees (In Rs.)	Total (In Rs.)	No. of shares held
<b>Joint Managing Directors (Executive Directors)</b>						
Mr. Arun Kr Saraf	Refer Board Report					<b>8,732</b>
Mr. Umesh Saraf						<b>24,731</b>

\* Shri Radhe Shyam Saraf ceased to be the Non-Executive Chairman of the Company w.e.f. 22nd March, 2022 due his demise.

# Mr. Sandipan Chakravorty was appointed as an independent director of the Company w.e.f. 10th August, 2021.

### Notes:

- The Company does not have any stock option plan or linked incentive or benefits or bonus or severance fees for the Joint Managing Directors. The Joint Managing Directors do not have any notice period of service contract with the Company.
- The Joint Managing Directors of the Company are not being paid sitting fees for attending meetings of the Board of Directors and its Committee.
- No remuneration other than the sitting fees for attending Board and Committee Meetings and Commission thereof was paid to the Non-Executive Directors. There is no other pecuniary relationship or transactions with the Non-Executive Directors vis-à-vis the Company.

Sitting fees paid to the Non-Executive Directors are as follows:

- Rs. 50,000/- per meeting for attending Board Meetings,
- Rs. 30,000/- per meeting for attending Audit Committee Meeting and

Rs. 50,000/- per meeting is paid as sitting fees to the Independent Directors for attending Independent Director's meeting.

Further, there were no shares or convertible instruments held by Non-Executive Directors of the Company except Late. Radhe Shyam Saraf holding 20,84,680 equity shares of the Company as on 31st March, 2022. There were no pecuniary relationships or transaction between any of the Non- Executive Directors and the Company.

### GENERAL BODY MEETINGS

#### A) Details of the Annual General Meetings of the Company held during the last three years:

Financial Year	Nature of meeting	Venue	Date	Time	Special Resolutions passed
2020-21	14th Annual General Meeting	Through Video Conference venue being Registered Office at Hyatt Regency Kolkata, JA-1, Sector-III, Salt Lake City, Kolkata- 700098, West Bengal.	Wednesday, 22nd September, 2021	3:00 p.m.	i) To appoint Mr. Sandipan Chakravorty (DIN: 00053550) as an Independent Director of the Company.
2019-20	13th Annual General Meeting	Through Video Conference venue being Registered Office at Hyatt Regency Kolkata, JA-1, Sector-III, Salt Lake City, Kolkata- 700098, West Bengal.	Monday, 28th September, 2020	3:00 p.m.	i) To re-appoint Mrs. Rita Bhimani (DIN: 07106069) as a Woman Independent Director of the Company and continue her directorship as a Non-Executive Director of the Company. ii) To re-appoint Mr. Umesh Saraf (DIN: 00017985) as the Joint Managing Director of the Company and payment of remuneration. iii) To re-appoint Mr. Arun Kumar Saraf (DIN: 00339772) as the Joint Managing Director of the Company and payment of remuneration.

## Board Report (contd.)

Financial Year	Nature of meeting	Venue	Date	Time	Special Resolutions passed
2018-19	12th Annual General Meeting	Regency Ball Room, Hyatt Regency Kolkata, JA-1, Sector-III, Salt Lake City, Kolkata - 700098, West Bengal.	Monday, 5th August, 2019	4:00 p.m.	There was no matter which required passing of Special Resolution.

All Special Resolutions passed in the previous three Annual General Meetings of the Company were passed with requisite majority of shareholders.

### B) Postal Ballot

During the year under review, there was no special resolution passed through Postal Ballot under Section 110 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014.

Further, there is no immediate proposal for passing any resolution through Postal Ballot. None of the businesses proposed to be transacted at the ensuing Annual General Meeting require passing a resolution through Postal Ballot. Prescribed procedure for postal Ballot as per the provisions contained in this behalf in the Companies Act, 2013, read with rules made there under as amended from time to time shall be complied with whenever necessary.

### C) Passing of resolution by circulation

During the year under review, there was no resolution passed by circulation.

## MEANS OF COMMUNICATION

**Quarterly, Half Yearly and Annual Financial Results** of the Company are published in the Business Standard, an English daily newspaper having all India circulation and in Ekdin, a regional daily newspaper published in Bengali language, the language of the region where the registered office of the Company is situated (all editions). The results are also displayed on the Company's website at <https://www.ahleast.com/financial-results.html>.

**Annual Reports:** The Annual Reports were emailed, posted/couriered to members and others entitled to receive them. The Annual Report is also available on the Company's website at <https://www.ahleast.com> in a user-friendly downloadable form.

**NSE Electronic Application Processing System (NEAPS), NSE Digital Portal and BSE Listing Centre:** All periodical compliances like Financial Results, Shareholding Pattern, Corporate Governance Report and all other corporate communication are filed with the Stock Exchanges through NEAPS, NSE Digital Portal and BSE Listing Centre, for dissemination on their respective websites. Further, all price sensitive information and matters that are material to shareholders are disclosed to the respective Stock Exchanges where the shares of the Company are listed.

**SEBI Complaints Redress System (SCORES):** A centralized web-based complaints redressal system which serves as a centralized database of all complaints received, enables uploading of Action Taken Reports (ATRs) by the concerned companies and online viewing by the investors of actions taken on the complaints and its current status.

The Company affirms that no shareholders' complaints were lying pending as on 31st March, 2022 under SCORES.

**Presentation for Institutional Investor:** The Company does not display official news releases or make presentations for the institutional investors or the analysts as it is not relevant for the Company at present.

## GENERAL SHAREHOLDERS' INFORMATION

### (i) Annual General Meeting:

The Company is conducting ensuing AGM through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") pursuant to the MCA General Circular no. 02/2022 dated 05th May, 2022 read with MCA General Circular No. 20/2020 dated 5th May, 2020 and SEBI Circular dated 13th May, 2022. For other details, please refer to the Notice of this AGM.

(ii) **Corporate Identity Number (CIN):** L15122WB2007PLC162762

(iii) **Financial Year:** 1st April, 2021 to 31st March, 2022.

(iv) **Dividend Payment date:** The Board has not recommended any dividend for the financial year ended 2021-22.

## Board Report (contd.)

### (v) Listing on Stock Exchanges:

Details of listing of equity shares of the Company:

SL. No.	Name and address of the Stock Exchanges	Script Code/ Symbol	ISIN
1.	BSE Limited (BSE), Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001	533227	INE926K01017
2.	National Stock Exchange of India Ltd. (NSE), Exchange Plaza, C-1, G Block, Bandra – Kurla Complex, Bandra (East), Mumbai – 400 051	AHLEAST	

### (vi) Listing fees:

Annual listing fees as prescribed, has been paid by the Company in advance to the above Stock Exchanges for the financial year 2022-23.

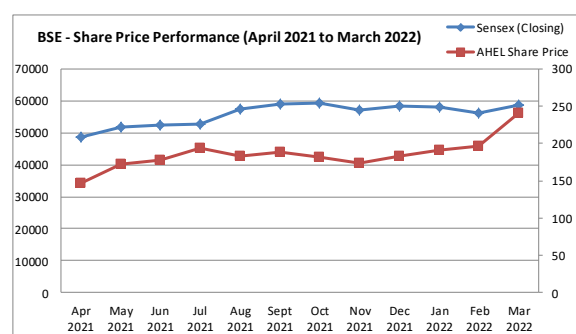
Annual Custody/Issuer fee for the financial year 2022-23 has also been paid by the Company in advance to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) on receipt of the invoices.

### (vii) Market Price Data during the period from April, 2021 to March, 2022

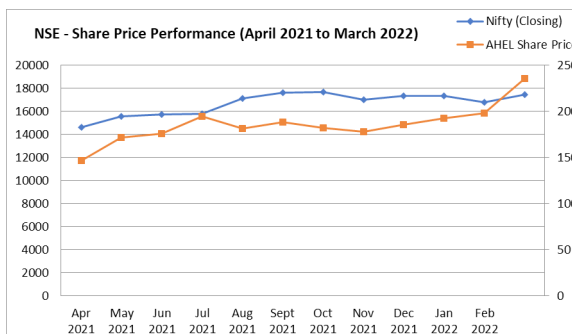
Month	BSE				NSE			
	High Rs.	Low Rs.	Total Number of Shares Traded	Sensex (Closing)	High Rs.	Low Rs.	Total Number of Shares Traded	NIFTY (Closing)
April 2021	178.45	140.45	3,632	48782.36	163.85	140.10	36,443	14631.10
May 2021	198.20	140.00	28,756	51937.44	198.00	140.00	2,01,162	15582.80
June 2021	204.80	169.05	38,967	52482.71	204.85	168.30	2,61,898	15721.50
July 2021	239.00	168.65	1,30,348	52586.84	223.00	171.40	6,24,489	15763.05
August 2021	196.85	163.65	70,813	57552.39	195.40	165.05	1,29,252	17132.20
September 2021	202.15	175.00	1,71,611	59126.36	205.00	175.00	8,49,230	17618.15
October 2021	196.60	180.35	24,435	59306.93	195.00	155.15	2,16,396	17671.65
November 2021	194.95	172.00	20,014	57064.87	194.90	172.65	1,16,192	16983.20
December 2021	222.00	170.60	12,29,700	58253.82	208.00	169.65	3,95,534	17354.05
January 2022	206.00	174.20	42,227	58014.17	206.95	182.00	2,19,269	17339.85
February 2022	215.30	180.00	29,409	56247.28	217.40	180.55	1,84,806	16793.90
March 2022	247.20	180.20	59,591	58568.51	248.70	186.10	4,08,688	17464.75

### (viii) Performance of the share price of the company in comparison to BSE Sensex and NSE Nifty:-

#### BSE - Share Price Performance (April 2021 to March 2022)



#### NSE - Share Price Performance (April 2021 to March 2022)



## Board Report (contd.)

### (viii) Registrar and Share Transfer Agent:

<b>KFin Technologies Limited</b> <b>(Erstwhile as KFin Technologies Private Limited),</b>	
Selenium Building, Tower-B, Plot No. 31 & 32, Financial District, Nanakramguda, Serilingampally Mandal, Hyderabad, Telangana - 500 032. Tel.: 040- 6716 2222/ 7961 1000; Email: einward.ris@kfintech.com	Appejay House, Block-C, 3rd Floor, 15 Park Street, Kolkata-700 016 Tel No: 033 66285900 Email: mfskolkata@kfintech.com

### (ix) Share Transfer System:

The Board has delegated the authority for approving transfer / transmission / transposition of securities of the Company pursuant to Regulation 40 of the SEBI Listing Regulations to the Executive Share Transfer Committee. A summary of such transfer/ transmission of securities of the Company is placed at the quarterly Board Meeting.

The Company also obtains from a Company Secretary in practice, an annual certificate to the effect that all the certificates have been issued within thirty days of the date of lodgment of transfer, transmission, sub-division, consolidation and renewal as required under Regulation 40(9) of the Listing Regulations and files a copy of the said certificate with the Stock Exchanges.

Further, in compliance with the amendments introduced by the SEBI (LODR) (Amendment) Regulations, 2022, transmission or transposition of securities held in physical form will be effected by the company only in dematerialized form.

### (x) Distribution of Shareholding as on 31st March, 2022:

SL. No.	No. of shares held (Range)	No. of shareholders	% of total shareholders	Shareholding	% of shareholding
1	1-5000	10,109	96.24	5,83,323	5.06
2	5001-10000	190	1.81	1,35,597	1.17
3	10001-20000	77	0.73	1,08,977	0.94
4	20001-30000	34	0.32	88,740	0.77
5	30001-40000	21	0.20	72,642	0.63
6	40001-50000	14	0.13	63,917	0.55
7	50001- 100000	24	0.23	1,65,551	1.44
8	100001 & Above	35	0.33	1,03,09,050	89.43
	<b>Total</b>	<b>10,504</b>	<b>100</b>	<b>1,15,27,797</b>	<b>100</b>

### Shareholding Pattern as on 31st March, 2022:

Category	No. of Shares held	% of shareholding
<b>A. Promoter &amp; Promoter Group</b>		
-Indian	33,463	0.29
-Foreign	75,32,657	65.34
<b>Total Promoter &amp; Promoter Group Shareholding</b>	<b>75,66,120</b>	<b>65.63</b>
<b>B. Public Shareholding</b>		
-Banks/ Financial Institutions	357	0.00
-NBFC	192	0.00
-Mutual Funds	325	0.00
-Insurance Companies	25,270	0.22
-Body Corporate	20,83,353	18.07
-Resident Individuals	15,41,138	13.37

## Board Report (contd.)

Category	No. of Shares held	% of shareholding
-IEPF	1,45,463	1.26
-Clearing Members	14,883	0.13
-Foreign Corporate Bodies	12,934	0.12
-Trusts	10	0.00
-Foreign Portfolio Investors	50,189	0.44
-Non-Resident Indians	87,563	0.76
<b>Total Public Shareholding</b>	<b>39,61,677</b>	<b>34.37</b>
<b>Total (Promoter &amp; Promoter Group + Public Shareholding)</b>	<b>1,15,27,797</b>	<b>100.00</b>

### (xii) Dematerialization of Shares and Liquidity

1,13,78,204 shares (equivalent to 98.71%) of the total outstanding shares of the Company are held in dematerialized form as on 31st March, 2022.

The Company's shares are compulsorily traded in dematerialized form and are available for trading on both the depositories viz. NSDL and CDSL.

Further, all requests for dematerialization of shares, being in order, is generally processed within 21 days of receipt of the request and the confirmation is given to the respective depositories, i.e., National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

The breakup of the equity shares held in dematerialized and physical form as on 31st March, 2022 is as follows:

Particulars	No. of shares	Percent of equity
NSDL	1,01,85,498	88.35
CDSL	11,92,706	10.35
Physical	1,49,593	1.30
<b>Total</b>	<b>1,15,27,797</b>	<b>100.00</b>

### (xii) Outstanding GDRs/ADRs/Warrants/Convertible Instruments and their Impact on Equity:

During the financial year ended 2021-22, the Company has not issued GDRs/ADRs/Warrants or any Convertible Instruments likely to impact on equity. Hence, the Company does not have any outstanding GDRs/ADRs/Warrants or any convertible instruments.

### (xiii) Commodity price Risk or Foreign Exchange Risk and Hedging Activities:

The Company follows advance payment system while importing consumable/consumer goods. Therefore there is no commodity price risk or foreign risk as such involved.

### (xiv) Hotels Location:

<b>Hyatt Regency Kolkata</b> Asian Hotels (East) Limited JA-1, Sector III, Salt Lake City, Kolkata - 700 106	<b>Hyatt Regency Chennai</b> Robust Hotels Pvt. Ltd. 365, Anna Salai, Teynampet, Chennai - 600 018
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### (xv) Address for correspondence:

To serve the investor better and as required under Regulation 46(2)(j) of the Listing Regulations, the designated e-mail address for investor complaints is investorrelations@ahleast.com. The e-mail address for grievance redressal is continuously monitored by the Company's Compliance Officer.

The investors may address their correspondence directly to the Legal & Secretarial Department located at the registered office of the Company (as detailed below) or to the Registrar & Share Transfer Agent at the addresses mentioned in this Report.

## Board Report (contd.)

### Registered Office Address

#### Asian Hotels (East) Limited Hyatt Regency Kolkata

JA-1, Sector III, Salt Lake City

Kolkata - 700 106

Telephone No.: 033-6820-1344/1346

Fax No.: 033-2335-8246

Contact Person: Mr. Saumen Chatterjee

Designation: Chief Legal Officer & Company Secretary

Email id: saumen.chatterjee@ahleast.com

### (xvi) Credit Ratings:

During the financial year ended 31st March, 2022, the Company has not obtained any credit ratings as the Company is a debt-free Company in a standalone capacity.

### (xvii) Reconciliation of Share Capital Audit:

Pursuant to Regulation 76 of Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018, certificates, a Company Secretary in Practice carried out Reconciliation and Share Capital Audit at the end of every quarter to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital of the Company. The said audit confirms that the total issued/paid-up capital tallies with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL and the report is submitted to stock exchanges and is also placed before the Board of Directors. No discrepancies were noticed during these audits.

### (xviii) Unclaimed Suspense Account:

In terms of Schedule-V point F read with Regulation 34(3) of Listing Regulations the following details are provided in respect of the unclaimed suspense account of the Company:-

SL. No.	Particulars	Number of shareholders	Number of equity shares
1.	Aggregate Number of shareholders and the outstanding shares in the unclaimed suspense account lying as on 1st April, 2021.	2	20
2.	Number of shareholders, who approached the Company for transfer of shares from the unclaimed suspense account during the financial year 1st April, 2021 to 31st March, 2022.	-	-
3.	Number of shareholders to whom shares were transferred from the unclaimed suspense account during the financial year 1st April, 2021 to 31st March, 2022.	-	-
4.	Transferred to IEPF	-	-
5.	Aggregate number of shareholders and outstanding shares lying in the unclaimed suspense account as on 31st March, 2022.	2	20

The voting rights on the shares outstanding in the unclaimed suspense account as on 31st March, 2022 shall remain frozen till the rightful owner of such shares claims the shares.

### (xix) Equity Dividend History of the Company:

Financial Year	Date of Declaration	Equity Dividend per share (Rs.)
2018-19	5th August, 2019	2.50/-
2019-20	No dividend declared	-
2020-21	No dividend declared	-



## Board Report (contd.)

### (xx) Transfer of unpaid/unclaimed equity dividend to Investors Education & Protection Fund (IEPF):

The dividend for the undernoted years, if unclaimed for seven years, will be transferred by the Company to the IEPF in accordance with the schedule given below:

Financial Year	Date of Declaration	Date of payment	Date on which dividend will become part of IEPF
2014-15	31st July, 2015	10th August, 2015	5th September, 2022
2015-16	10th August, 2016	20th August, 2016	15th September, 2023
2016-17	28th July, 2017	8th August, 2017	2nd September, 2024
2017-18	27th August, 2018	7th September, 2018	2nd October, 2025
2018-19	5th August, 2019	14th August, 2019	10th September, 2026
2019-20	No dividend declared	-	-
2020-21	No dividend declared	-	-

Pursuant to Sections 124 and 125 of the Companies Act, 2013 read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 as amended from time to time, any money transferred to the Unpaid Dividend Account which remains unpaid or unclaimed for a period of seven consecutive years from the date of such transfer shall be transferred by the Company to the Investor Education and Protection Fund (IEPF) established by the Central Government within a period of thirty (30) days of such amounts becoming due to be credited to the fund.

Further, all such shares in respect of which dividend has not been paid or claimed for seven consecutive years shall be transferred by the Company in the name of IEPF within a period of thirty (30) days of such shares becoming due to be transferred to the fund. In respect of the above, during the year under review, the Company has intimated the stock exchanges along with the public announcements and individual letters to the concerned shareholders have been sent as reminders to the shareholders to claim their unpaid dividend amount and shares for the financial year 2013-14 by the due date 3rd September, 2021. The amount of unpaid dividend transferred to IEPF was Rs. 7,33,962/- and 23,261 shares were transferred in the name of IEPF. Dividend amounting to Rs. 12,390/- with its respective 4,130 shares were restrained shares and could not be transferred.

All the above transfers were intimated to the IEPF Authority by filing stipulated e-forms and the details of the same is also uploaded on the website of the Company viz. [www.ahleast.com](http://www.ahleast.com). The voting rights on the shares transferred to IEPF Authority shall remain frozen till the rightful owner claims the shares. Mr. Saumen Chatterjee, Chief Legal Officer & Company Secretary was appointed as the nodal officer of the Company for co-ordination with the IEPF Authority by the Board.

#### Exclusive e-mail id for Investors' Grievances

Pursuant to Regulation 46 of the Listing Regulations, the e-mail id [investorrelations@ahleast.com](mailto:investorrelations@ahleast.com) has been designated for registering investors' grievances.

#### SUBSIDIARIES

During the year under review, the Company had three wholly owned subsidiaries, namely:

- Robust Hotels Private Limited, Chennai (material unlisted Indian Subsidiary)
- GJS Hotels Limited, Kolkata (unlisted Indian Subsidiary)
- Regency Convention Centre and Hotels Limited, Kolkata, (unlisted Indian Subsidiary) (ceased to be a wholly owned subsidiary w.e.f 4th May, 2022)

In terms of the share purchase agreement dated 20th April, 2019 executed between the Company, its wholly owned subsidiary Regency Convention Centre and Hotels Limited, Kolkata (Regency) and Mumbai International Airport Limited (MIAL), the Company's entire shareholding (100%) in Regency i.e. 1,59,305 equity shares was sold to Mumbai International Airport Limited (MIAL) on 04th May, 2022 and pursuant to such transfer of shares, Regency has ceased to be a subsidiary of the Company from 04th May, 2022.

The Audit Committee reviews the consolidated financial statements of the Company as well as the financial statement of the subsidiaries, in particular the investments made by the unlisted subsidiary companies. The minutes of the Board Meetings, along with a report of the significant transactions and arrangements of the unlisted subsidiaries of the Company are periodically placed before the Board of the Directors of the Company. The Company has formulated a policy for determining 'material subsidiaries' which has been put up on website of the Company at the weblink: <http://ahleast.com/policiespdf/Policy%20on%20Material%20Subsidiary.pdf>.

Further, during the year under review, the Company has not disposed of any shares in its material subsidiary or disposed or leased the assets amounting to more than twenty (20) percent of the assets of the material subsidiary.

## Board Report (contd.)

### DISCLOSURES

#### i) Related Party Transactions

The disclosure of related party transactions of the Company in the format prescribed in the Indian Accounting Standard is mentioned in Note No. 43 of the Audited standalone Financial Statement of the Company forming part of this Annual Report.

Policy on related party transaction has been placed in the website of the Company and weblink of the same is <https://www.ahleast.com/RPT%20Policy.pdf>.

#### ii) Non-Compliance, Penalties & Strictures

There were no cases of non-compliance by the Company on any matter related to capital markets and no strictures or penalties were imposed either by the Securities and Exchange Board of India or the Stock Exchanges or any other Statutory Authorities for non-compliance of any matter related to the Capital Market during the last three years during the last three years.

However, fines were imposed by the stock exchanges namely BSE Limited and National Stock Exchange of India Limited for non-compliances of the provisions of Regulation 17, 18, 19 & 20 of the SEBI Listing Regulations, 2015.

The Company has made necessary application to the Stock Exchanges to waive off the fines and their response in this regard is still awaited.

#### iii) Accounting treatment in preparation of Financial Statements

The Financial Statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 and other relevant provisions of the Companies Act, 2013.

#### iv) Risk Management

The Company has a well-defined risk management framework in place. The Company periodically reviews the key risks and the risk assessment and mitigation procedures to ensure that the critical risks are controlled by the executive management through means of a properly defined framework.

#### v) Compliance with Mandatory & Non-Mandatory Corporate Governance Requirements

The Company has complied with all the applicable requirements of the Listing Regulations. The Company has adopted a suitable reporting system on compliances of all major laws applicable to the Company, which is placed before the Board of Directors of the Company at its periodic meetings.

Further, the Company has adopted the following non-mandatory requirements:

- The Company has moved towards the regime of financial statements with unmodified audit opinion.
- The Report of the Internal Auditors is reviewed by the Audit Committee on a quarterly basis.

#### vi) Whistle Blower Policy and Vigil Mechanism

The Company has adopted a Whistle Blower Policy to provide a formal vigil mechanism to the Directors and employees to report their genuine concerns about any unethical behaviour, actual or suspected fraud or violation of your Company's Code of Conduct. The mechanism also provides adequate safeguard against victimization or harassment of complainant for bringing such incidents to the attention of the Company. It is affirmed that no personnel of the Company has been denied access to the Chairman of the Audit Committee. Other details of this policy form a part of Board's Report.

The said policy is also uploaded on the website of the Company at <https://ahleast.com/policiespdf/Vigil%20Mechanism%20%20Whistle%20Blower%20Policy.pdf>.

During the year under review, no concerns or complaints were raised by the directors or the employees of the Company under the Whistle Blower Policy.

#### vii) Details of utilization of funds raised through preferential allotment or qualified institutional placement as specified under Regulation 37(7A) of SEBI Listing Regulations, 2015-

During the financial year ended 31st March, 2022, the Company has not raised any money through preferential allotment or qualified institutional placement as specified under Regulation 37(7A) of SEBI Listing Regulations, 2015.

#### viii) Certificate from Company Secretary in Practice on debar or disqualification of any director.

Certificate as required under Part C of Schedule V of the Listing Regulations, received from Mr. Arvind Bajpai (CP No. 11186), Practicing Company Secretary, that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of the Company by the Securities and Exchange Board of India/Ministry of Corporate Affairs or any such statutory authority was placed before the Board of Directors at their meeting held on 30TH May, 2022 and is set out as Annexure-A to this Report.

## Board Report (contd.)

ix) **The Board has accepted all recommendations of all its committees in the financial year ended 31st March, 2022.**

x) **Total fees paid to statutory auditor**

Total fees for all services paid by the Company to M/s. Singhi & Co, Statutory Auditors is Rs. 10,00,000/- for the financial year ended 2021-22.

No fees paid by the subsidiary companies to the statutory auditor of the Company and all entities in the network firm/network entity of which the statutory auditor is a part.

xi) **Disclosures in relation to the Sexual Harassment of Woman at Workplace (Prevention, Prohibition & Redressal) Act, 2013**

Disclosure on sexual harassment during the financial year ended 2021-22

No. of Complaints filed	No. of Complaints disposed off	No. of complaints pending as on 31.03.2022
Nil	Nil	Nil

xii) **Disclosure of Loans and advances - Loans to firms/companies in which directors are interested:**

Please refer note 43 of the of the standalone financial statement of the Company forming part of this Annual Report.

### COMPLIANCE

#### • Code of Conduct

The Company has in place a comprehensive code of conduct ("The Code") for the board and senior management personnel of the Company. The Code gives guidance and support needed for ethical conduct of business and compliance of law. The full text of the Code is displayed at Company's weblink: <http://www.ahleast.com/code%20of%20conduct%20for%20board%20of%20directors%20and%20senior%20management.pdf>

All Directors and the Senior Management Personnel have affirmed in writing their adherence to the above Code. In compliance with Schedule V of Regulation 34(3) of the Listing Regulations, a declaration signed by the Joint Managing Director is attached and forms part of the Annual Report of the Company and marked as Annexure-B.

#### • Corporate Governance Compliance

The Company has complied with the requirements as laid down in Regulations 17 to 27, Schedule V of Regulation 34(3) and Regulation 46 of the Listing Regulations for the purpose of Corporate Governance.

As required by Schedule V of the Listing Regulations, the Company has obtained from Mr. Arvind Bajpai (CP No. 11186), Practising Company Secretary, a compliance certificate on Company's corporate governance which is attached herewith and marked as Annexure-C.

#### • Code of Conduct and Code of Fair Disclosure Under Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015

The Company has adopted two Codes namely - Code of Conduct and Code of Fair Disclosure for Prevention of Insider Trading and disclosure of Unpublished Price Sensitive Information by the Company under the SEBI (Prohibition of Insider Trading) Regulations, 2015. The Code lays down guidelines for procedures to be followed and disclosures to be made by the connected persons, designated persons, promoter and member of the promoter group while trading in securities of the Company. The Company has appointed Mr. Saumen Chatterjee, Chief Legal Officer & Company Secretary as the Compliance Officer to ensure timely, adequate uniform and universal dissemination of information and disclosure of Unpublished Price Sensitive Information and for ensuring compliance with and for the effective implementation of the Regulations and Code across the Company. The full text of the Code is displayed at Company's weblink: <http://www.ahleast.com/Insider-trading-code.pdf>

#### • CEO/CFO CERTIFICATION

The Joint Managing Director and CFO & Vice President-Corporate Finance of the Company have issued necessary certificate to the Board at its meeting held on 30th May, 2022 in respect of the financial year ended 31st March, 2022 pursuant to the Schedule II read with Regulation 17(8) of the Listing Regulations.

For and on behalf of the Board of Directors

Kolkata  
30th May, 2022

**A. C. Chakrabortti**  
Director  
(DIN: 00015622)

**Umesh Saraf**  
Joint Managing Director  
(DIN: 00017985)

**Rita Bhimani**  
Director  
(DIN: 07106069)

## Board Report (contd.)

### ANNEXURE-A

#### CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

[pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,

The Members

**ASIAN HOTELS (EAST) LIMITED**

**CIN: L15122WB2007PLC162762**

HYATT REGENCY KOLKATA,

JA-1, SECTOR - 3, SALT LAKE CITY

KOLKATA - 700106

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Asian Hotels (East) Limited** having CIN: L15122WB2007PLC162762 and having registered office at Hyatt Regency Kolkata, JA-1, Sector - 3, Salt Lake City Kolkata- 700106 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub-clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended on 31st March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in Company
01.	Amal Chandra Chakrabortti	00015622	23/05/2013
02.	Radhe Shyam Saraf ***	00017962	26/04/2007
03.	Umesh Saraf	00017985	26/04/2007
04.	Padam Kumar Khaitan	00019700	22/02/2010
05.	Arun Kumar Saraf	00339772	26/04/2007
06.	Rita Bhimani	07106069	31/03/2015
07.	Sandipan Chakravortty	00053550	10/08/2021

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**CS ARVIND BAJPAI**

Practicing Company Secretary

Membership No.: FCS 10905

COP No.: 11186

UDIN: F010905D000432414

Place: Kolkata

Date: 30th May, 2022

\*\*\* Sh. Radhe Shyam Saraf, Chairman of the Company has expired on 22nd March, 2022.

## Board Report (contd.)

### ANNEXURE-B

#### DECLARATION REGARDING COMPLIANCE WITH THE CODE OF CONDUCT BY BOARD OF DIRECTORS AND SENIOR MANAGEMENT

In compliance with Part D of Schedule V of Regulation 34(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I, Umesh Saraf, Joint Managing Director of the Company hereby declare on the basis of information furnished to me that for the Financial Year 2021-22, all members of Board of Directors and Senior Management have affirmed in writing the compliance with the Code of Conduct as adopted by the Board of Directors of the Company.

For **Asian Hotels (East) Limited**

Kolkata  
30th May, 2022

**Umesh Saraf**  
Joint Managing Director  
(DIN: 00017985)

### ANNEXURE-C

#### CORPORATE GOVERNANCE REPORT

To  
The Members  
**Asian Hotels (East) Limited**  
Hyatt Regency Kolkata,  
JA-1 Sector - 3, Salt Lake City  
Kolkata- 700106.

I have examined the compliance of conditions of Corporate Governance by Asian Hotels (East) Limited. (herein after referred "the Company"), for the year ended 31st March, 2022, as stipulated in relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosures requirements) Regulations, 2015.

- 1) The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination was limited to the review of procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
- 2) In my opinion and to the best of my information and according to my examination of the relevant records and the explanations given to me and the representations made by the Directors and the Management, I certify that the Company has complied with the conditions of corporate governance as stipulated in the SEBI Listing Regulations, 2015 during the financial year ended 31st March, 2022.
- 3) I state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Place: Kolkata  
Date: 30th May, 2022

**CS ARVIND BAJPAI**  
Practicing Company Secretary  
Membership No.: FCS 10905  
COP No.: 11186  
UDIN: F010905D000431963

## Board Report (contd.)

### ANNEXURE-VI

#### Annual Report on Corporate Social Responsibility (CSR) activities for the financial year 2021-22:

##### 1. Brief outline of the Company's CSR Policy:

Based on the recommendation of the CSR Committee, the Board of Directors had formulated a CSR Policy. As per the Policy statement, the Company's CSR Policy will focus on all areas included in Schedule VII of the Companies Act, 2013 but mainly on addressing the critical social, economic and educational needs of the society and addressing to the health issues prevailing in the society.

The CSR Policy was approved by the Board of Directors at its Meeting held on 30th July, 2014 and further the policy was amended on 13th November, 2018 and 19th May, 2021 respectively. The CSR policy is available on the Company's website at [www.ahleast.com](http://www.ahleast.com) and the web-link of the same is [https://www.ahleast.com/CSR%20Policy\\_19052021.pdf](https://www.ahleast.com/CSR%20Policy_19052021.pdf)

##### 2. Composition of CSR Committee of the Board:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
i.	Mr. Arun Kumar Saraf	Jt. Managing Director as Chairman	1 (One) meeting on 14th February, 2022	1
ii.	Mr. Umesh Saraf	Jt. Managing Director as member		1
iii.	Ms. Rita Bhimani	Non-Executive Independent Director as member		1

- Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: <https://ahleast.com/csr.html>
- Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): **Not Applicable**
- Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs.)	Amount required to be set-off for the financial year, if any (in Rs.)
1.	2021-22	8,524/-	8,524/-

- Average net profit of the Company as per Section 135(5): **Rs.12,52,49,537/-**
- Two percent of average net profit of the company as per section 135(5): **Rs.25,04,991/-**
  - Surplus arising out of the CSR projects or programmes or activities of the previous financial years: **Nil**
  - Amount required to be set off for the financial year, if any: **Rs.8,524/-**
  - Total CSR obligation for the financial year (7a+7b-7c): **Rs.24,96,467/-**
- CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (In Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per Sec 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of fund	Amount	Date of Transfer
25,00,000/-	NIL	-	-	NIL	-

## Board Report (contd.)

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1) Sl. No.	(2) Name of the Project	(3) Item from the list of activities in Schedule VII to the Act.	(4) Local area (Yes/No).	(5) Location of the project.		(6) Project duration	(7) Amount allocated for the project (in Rs.).	(8) Amount spent in the current financial Year (in Rs.).	(9) Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	(10) Mode of Implementation - Direct (Yes/No).	(11) Mode of Implementation - Through Implementing Agency	
				State.	District						Name	CSR Registration number.
1.												
2.							NA					
	Total											

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1) Sl. No.	(2) Name of the Project.	(3) Item from the list of activities in Schedule VII to the Act.	(4) Local area (Yes/No).	(5) Location of the project.		(6) Amount spent for the project (in Rs.).	(7) Mode of Implementation - Direct (Yes/No).	(8) Mode of Implementation - Through Implementing Agency	
				State.	District			Name	CSR Registration number
1.	Construction of an English medium Co-education school	Promoting education	No	Rajasthan	-	Rs.24,00,000/-	No	Jan Jagrati Sevarth Sansthan	CSR00006903
2.	Education, health-hygiene-nutrition and vocational training for children and women in eastern India's slum.	Promoting education	Yes	West Bengal	North 24 Parganas	Rs.1,00,000/-	No	Ek Tara	CSR00004075
	Total					Rs.25,00,000/-			

(d) Amount spent in Administrative Overheads: **Nil**

(e) Amount spent on Impact Assessment, if applicable: **Nil**

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): **Rs. 25,00,000/-**

(g) Excess amount for set off, if any

Sl. No	Particulars	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5) (after deducting amount available for set-off)	24,96,467/-
(ii)	Total amount spent for the Financial Year	25,00,000/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	3,533/-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	None
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	3,533/-



## Board Report (contd.)

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	
1.	2020-21	Nil	40,00,000/-	NA	NA	NA	Nil
2.	2019-20	Nil	34,00,000/-	NA	NA	NA	Nil
3.	2018-19	Nil	25,00,000/-	NA	NA	NA	Nil
	<b>TOTAL</b>	<b>Nil</b>	<b>99,00,000/-</b>				

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): **Not Applicable**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project Id	Name of the project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Cumulative amount spent at the end of reporting Financial Year (in Rs.).	Status of the project - Completed /Ongoing
1.								
2.					NA			
3.								
	Total							

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created/acquired through CSR spent in the financial year (asset-wise details). - Not Applicable

(a) Date of creation or acquisition of the capital asset(s) – **NA**

(b) Amount of CSR spent for creation or acquisition of capital Asset – **NA**

(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. – **NA**

(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) - **NA**

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5)- **NA**

For and on behalf of the Board of Directors

Kolkata  
30th May, 2022

**Mr. Arun K Saraf**  
Chairman of CSR Committee &  
Jt. Managing Director  
(DIN: 00339772)

**Umesh Saraf**  
Joint Managing Director  
(DIN: 00017985)

**Rita Bhimani**  
Director  
(DIN: 07106069)

## Board Report (contd.)

### ANNEXURE -VII

#### PARTICULARS OF REMUNERATION

The information required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended:

**i) the ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2021-22:**

Directors	Ratio to Median Remuneration
Mr. Sandipan Chakravortty Independent Non-Executive Director	Not Applicable
Mr. Amal Chandra Chakrabortti Independent Non-Executive Director	Not Applicable
Mr. Padam Kumar Khaitan Independent Non-Executive Director	Not Applicable
Ms. Rita Bhimani Independent Non-Executive Women Director	Not Applicable
Mr. Radhe Shyam Saraf – Non-Executive Chairman*	Not Applicable
Mr. Arun Kumar Saraf – Joint Managing Director (JMD)	64.37
Mr. Umesh Saraf– Joint Managing Director (JMD)	67.51

\* Shri Radhe Shyam Saraf ceased to be the Chairman of the Company w.e.f. 22nd March, 2022 due to his demise.

**ii) the percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2021-22:**

Directors and Key Managerial Personnel	% Increase in remuneration
Mr. Sandipan Chakravortty *	Not Applicable
Mr. Amal Chandra Chakrabortti*	Not Applicable
Mr. Padam Kumar Khaitan*	Not Applicable
Ms. Rita Bhimani*	Not Applicable
Mr. Radhe Shyam Saraf*	Not Applicable
Mr. Arun Kumar Saraf, JMD	0%
Mr. Umesh Saraf, JMD	0%
Mr. Bimal Kumar Jhunjunwala, CFO & Vice-President Corporate Finance	0%
Mr. Saumen Chatterjee Chief Legal Officer & Company Secretary	0%

\*Note - Independent Directors and Chairman do not receive any remuneration except sitting fees for attending board & committee meetings of the Company.

**iii) the percentage increase in the median remuneration of employees in the financial year 2021-22: 4.21%**

**iv) the number of permanent employees on the rolls of company: 212**

**v) average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: Nil**

**vi) affirmation that the remuneration is as per the remuneration policy of the Company:**

It is hereby affirmed that the remuneration paid is as per the Nomination and Remuneration Policy of the Company.

For and on behalf of the Board of Directors

Kolkata  
30th May, 2022

**A. C. Chakrabortti**  
Director  
(DIN: 00015622)

**Umesh Saraf**  
Joint Managing Director  
(DIN: 00017985)

**Rita Bhimani**  
Director  
(DIN: 07106069)

# Independent Auditor's Report

## TO THE MEMBERS OF ASIAN HOTELS (EAST) LIMITED

### Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the accompanying standalone financial statements of Asian Hotels (East) Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for opinion

We conducted our audit of the financial statements 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 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 (ICAI) together with the ethical requirements that are relevant to our audit of the 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 on the financial statements.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

S.no	Key Audit Matter	Auditor's Response
1.	<p><b>Impact of COVID-19 pandemic on estimation uncertainty</b></p> <p>On 11 March 2021, the World Health Organization declared the Novel Coronavirus (COVID-19) outbreak to be a pandemic. The Indian Government had imposed lock-downs across the country from 22 March 2021 up to 30 June 2021. These lockdowns and restrictions due to COVID-19 pandemic had posed significant challenges to the businesses of the Company. This required the Company to assess impact of COVID-19 on its operations.</p> <p>The Company has assessed the impact of COVID-19 on the future cash flow projections. The Company has also prepared a range of scenarios to estimate financing requirements. In view of the above, we have identified impact of COVID-19 on going concern as a key audit matter.</p> <p>Refer Note 48 to the standalone financial statement</p>	<p><b>Principal Audit Procedures</b></p> <p>Obtained an understanding of the key controls relating to the Company's forecasting process</p> <ul style="list-style-type: none"> <li>• Assessed the forecasted statement of profit and loss and cash flows by considering plausible changes to the key assumptions adopted by the Company and compared them with the Company's business plan approved by the board of directors</li> <li>• Obtained an understanding of key assumptions adopted by the Company in preparing the forecasted statement of profit and loss and cash flow and assessed the consistency thereof with our expectations based on our understanding of the Company's business.</li> <li>• Performed the following procedures as mitigating factors:               <ol style="list-style-type: none"> <li>1. Assessed impact of Government's announcement to lift the lockdown restrictions.</li> <li>2. Assessed disclosures made in the standalone financial statements with regard to the above. Refer to Note 48 to the standalone financial statements.</li> </ol> </li> </ul>

## Independent Auditor's Report (contd.)

S.no	Key Audit Matter	Auditor's Response
2.	<p><b>Evaluation of uncertain tax positions</b></p> <p>The Company is exposed to different laws, regulations and interpretations thereof. The company is also subject to number of significant claims and litigations. The assessment of the likelihood and quantum of any liability in respect of these matters can be judgmental due to the uncertainty inherent in their nature.</p> <p>We considered this to be a key audit matter, since the accounting and disclosure of claims and litigations is complex and judgmental, and the amounts involved are, or can be, material to the financial statements.</p> <p>Refer Note 40 to the Standalone Financial Statements.</p>	<p><b>Principal Audit Procedures</b></p> <p>Our audit procedures included among others:</p> <ol style="list-style-type: none"> <li>I. Understanding and assessing the internal control environment relating to the identification, recognition and measurement of provisions for disputes, potential claims and litigation, and contingent liabilities;</li> <li>II. Analyzed significant changes/ update from previous periods and obtained a detailed understanding of such items. Assessed recent judgments passed by the court authorities affecting such change;</li> <li>III. Discussed the status of significant known actual and potential litigations with the management &amp; noted that information placed before the board for such cases and</li> <li>IV. Assessment of the management's assumptions and estimates related to the recognized provisions for disputes and disclosures of contingent liabilities in the financial statements.</li> </ol>

### Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information etc., but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of Management and those charged with Governance

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, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 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, management is 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.

The Board of Directors are 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,

## Independent Auditor's Report (contd.)

they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's report) Order, 2020 ("the Order") issued by the Central Government of India 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 paragraphs 3 and 4 of the Order.
2. 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 account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Cash Flow statement dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act, read with Indian Accounting standard of the Companies (Accounts) Rules, 2015 (as amended).

## Independent Auditor's Report (contd.)

- e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 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 standalone financial statement of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion, the managerial remuneration for the year ended March 31, 2022 has been paid / provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act; and
- h) 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, as amended 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 on its financial position in its standalone financial statements. Refer Note 40 to the financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company except for Rs.12,390/- of F.Y. 2013-14 being restrained shares could not be transferred due to pending legal cases. Refer Note 46 to the Financial Statements.
- iv. a) The management has represented that, to the best of it's knowledge and belief, as disclosed in the Note 51 to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries (refer notes to the financial statements);  
b) The management has represented, that, to the best of it's knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries (Refer Note 51 to the financial statements); and  
c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement
- v. As stated in Note 36 to the standalone financial statements the Company has not declared or paid dividend during the year.

**For Singhi & Co.**

Chartered Accountants

Firm Registration No.302049E

**(Rajiv Singhi)**

Partner

Membership No.: 053518

UDIN: 22053518AJWBPI2061

Place: Kolkata

Date: : 30th May 2022



## Independent Auditor's Report (contd.)

### ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of ASIAN HOTELS (EAST) LIMITED)

#### **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 with reference to financial statement of ASIAN HOTELS (EAST) LIMITED ("the Company") as of March 31, 2022 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 Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements 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. 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 respective 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 internal financial controls with reference to financial statements of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 with reference to financial statements was 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 controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls, 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 auditor's judgement, including the assessment of the risks 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 internal financial controls system with reference to financial statements of the Company.

#### **Meaning of Internal Financial Controls with reference to Financial Statements**

A company's internal financial control with reference to financial statements 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 with reference to financial Statements 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 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.

#### **Limitations of Internal Financial Controls with reference to Financial Statements**

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are



## Independent Auditor's Report (contd.)

subject to the risk that the internal financial control with reference financial statements 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls were operating effectively as at March 31, 2022, based on the internal control with reference to financial statements 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.

**For Singhi & Co.**

Chartered Accountants  
Firm Registration No.302049E

**(Rajiv Singhi)**

Partner

Membership No.: 053518

UDIN: 22053518AJWBPI2061

Place: Kolkata

Date: : 30th May 2022

### ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31st March 2022, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Plant, Property and Equipment.
- (b) The Company has maintained proper records showing full particulars of intangibles assets.
- (c) Property plant and equipment were physically verified by the management during the year in accordance with a planned programme of verifying all them once in three years which, in our opinion, is reasonable having regard to the size of the company. No material discrepancies were noticed on such verification.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in Note 3 to the financial statements included in property, plant and equipment are held in the name of the Company.
- (e) The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2022.
- (f) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- ii. (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate. Discrepancies of 10% or more in aggregate for each class of inventory were not noticed.
- (b) The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company
- iii. (a) During the year, the Company has provided loans, to companies as follows:

Particulars	Loans
Aggregate amount granted during the year	
Subsidiaries	781.93 lakhs
Balance outstanding as at Balance sheet date in respect of above cases	
-Subsidiaries	5435.81 Lakhs

## Independent Auditor's Report (contd.)

- (b) According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion, the terms and conditions of the grant of all loans during the year were prima facie, not prejudicial to the interest of the Company.
- (c) In respect of loans granted by the Company, the schedule for repayment of principal and payment of interest has not been stipulated in the agreement. Hence, we are unable to make a specific comment on the regularity of repayment of Principal and payment of interest in respect of such loan.
- (d) The Company has granted the Loans to the aforementioned Companies which are repayable on demand, hence there is no loans which are due for more than Ninety days.
- (e) There were no loans or advance in the nature of loan granted to companies which was fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- (f) As disclosed in Note 43(ii) to the financial statements, the Company has granted loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment Of these following are the details of the aggregate amount of loans or advances in the nature of loans granted to promoters or related parties as defined in clause (76) of section 2 of the Companies Act, 2013:

	All Parties	Promoters	Related Parties
Aggregate amount of loans/advances in nature of loans			
- Repayable on demand			5435.81 lakhs
Percentage of loans/ advances in nature of loans to the total loans			99.97%

- iv. In our opinion and according to the information and explanation given to us, the company has complied with the provisions of section 185 and 186 of the Act to the extent applicable.
- v. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- vi. The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company. Accordingly, the requirement to report on clause 3(vi) of the Order is not applicable to the Company.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income tax, Goods & Service Tax or cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31 March 2022 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, the dues outstanding in respect of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or goods and service tax, on account of disputes are as follows:

Nature of the Statute	Nature of Dues	Amount (In Rs lakhs)	Forum where dispute is pending	Period to which the amount relates
Finance Act, 1994	Service Tax	68.37	Service Tax Appellate Tribunal	FY 2008-09 to FY 2012-13
Finance Act, 1994	Service Tax	76.44	Service Tax Appellate Tribunal	FY 2013-14
West Bengal Sales Tax Act, 1994	Sales Tax	56.83	Commissioner (Appeals)	FY 2012-13
Foreign Trade Development Regulation Act, 1992	SFIS	396.37	Office of the Additional Director General of Foreign Trade	FY 2010-11, FY 2012-13, FY 2013-14
West Bengal Value Added Tax Act, 2003	VAT	369.76	Commissioner (Appeals)	FY 2011-12

## Independent Auditor's Report (contd.)

Nature of the Statute	Nature of Dues	Amount (In Rs lakhs)	Forum where dispute is pending	Period to which the amount relates
Luxury Tax	Luxury Tax	0.46	Assistant Commissioner Amusement Tax Section	FY 2016-17
Entertainment Tax	Entertainment Tax	0.70	-	-
Finance Act, 1994	Service Tax	69.21	Joint Commissioner, CGST and CX	FY 2014-15 to FY 2016-17
West Bengal Value Added Tax Act, 2003	VAT	815.40	WB Taxation Tribunal	FY 2009-10
West Bengal Value Added Tax Act, 2003	VAT	0.13	Joint Commissioner	FY 2012-13

- viii. According to the information and explanation given to us and on the basis of our examination of the records of the company, has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- ix. The Company did not have any outstanding loans or borrowings or interest thereon due to any lender during the year. Accordingly, the requirement to report on clause ix(a) to ix(f) of the Order is not applicable to the Company.
- x. (a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.  
 (b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- xi. (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or no material fraud on the Company has been noticed or reported during the year.  
 (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.  
 (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a) to (c) 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 where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) The Company has an internal audit system commensurate with the size and nature of its business.  
 (b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- xvi. (a) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company. Accordingly, the requirement to report on clause (xvi) (a) & (b) of the order is not applicable to the Company.  
 (b) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) (c) of the Order is not applicable to the Company.  
 (c) According to the information and explanations given to us, the Group doesn't have any Core Investment Company as part of the Group.
- xvii. The Company has not incurred cash losses in the current financial year and in the immediate preceding financial year.

## Independent Auditor's Report (contd.)

- xviii. There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- xix. On the basis of the financial ratios disclosed in Note 44 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. (a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act. This matter has been disclosed in Note 38 to the financial statements.
- (b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act. This matter has been disclosed in Note 38 to the financial statements.

**For Singhi & Co.**

Chartered Accountants  
Firm Registration No.302049E

**(Rajiv Singhi)**

Partner

Membership No.: 053518

UDIN: 22053518AJWBPI2061

Place: Kolkata

Date: : 30th May 2022

# Balance Sheet

as at March 31, 2022

Amount in lakhs

Particulars		Note No.	As at March 31, 2022	As at March 31, 2021
<b>ASSETS</b>				
<b>(1) Non-current assets</b>				
(a) Property, plant and equipment	3	11,060.06	10,802.31	
(b) Capital work in progress	4	229.37	142.10	
(c) Intangible Assets	3	23.28	30.61	
(d) Financial assets				
(i) Investments	5	57,128.22	57,128.22	
(ii) Other financial assets	6	115.38	115.38	
(e) Income tax assets (net)	7	394.58	328.14	
(f) Other non current assets	8	35.19	-	
		<b>68,986.08</b>	<b>68,546.76</b>	
<b>(2) Current assets</b>				
(a) Inventories	11	87.90	86.35	
(b) Financial assets				
(i) Investments	5	8,877.84	9,436.34	
(ii) Trade receivables	12	566.77	172.01	
(iii) Cash and cash equivalents	13	78.78	202.08	
(iv) Other bank balances	14	862.64	1,804.18	
(iv) Loans	15	5,437.31	4,661.38	
(v) Other financial assets	6	249.04	49.17	
(c) Other current assets	9	399.48	241.82	
		<b>16,559.76</b>	<b>16,653.33</b>	
Assets classified as held for sale (Refer Note No 43)	10	<b>5,416.67</b>	<b>5,417.56</b>	
<b>Total Assets</b>		<b>90,962.51</b>	<b>90,617.65</b>	
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
(a) Equity share capital	16	1,152.78	1,152.78	
(b) Other equity	17	83,895.01	84,161.37	
		<b>85,047.79</b>	<b>85,314.15</b>	
<b>LIABILITIES</b>				
<b>(1) Non-current liabilities</b>				
(a) Financial liabilities				
(i) Other financial liabilities	19	18.16	18.72	
(b) Provisions	20	167.95	147.19	
(c) Deferred tax liabilities (net)	21	770.18	899.70	
		<b>956.29</b>	<b>1,065.61</b>	
<b>(2) Current liabilities</b>				
(a) Financial liabilities				
(i) Trade payables	18			
-Total outstanding dues of Micro and Small Enterprise		59.19	12.25	
-Total outstanding dues of creditors other than Micro & Small Enterprise		628.63	384.67	
(ii) Other financial liabilities	19	603.15	296.59	
(b) Provisions	22	3,561.96	3,443.59	
(c) Other current liabilities	20	105.50	100.79	
		<b>4,958.43</b>	<b>4,237.89</b>	
<b>Total Equity &amp; Liabilities</b>		<b>90,962.51</b>	<b>90,617.65</b>	

The accompanying notes form an integral part of the standalone financial statements.

In terms of our report attached  
For **Singhi & Co.**  
Chartered Accountants  
Firm Registration. No. 302049E

**Rajiv Singhi**  
Partner  
Membership No. : 053518

Place: Kolkata  
Date: 30th May 2022

For and on behalf of the Board of Directors

**Sandipan Chakravorty** (DIN No. - 00053550)  
**Arun K Saraf** (DIN: 00339772)  
**Umesh Saraf** (DIN: 00017985)  
**A. C. Chakraborti** (DIN: 00015622)  
**Padam Kumar Khaitan** (DIN: 00019700)  
**Rita Bhimani** (DIN: 07106069)

Director

**Bimal Kr Jhunjhunwala**  
CFO & Vice President- Corporate Finance

**Saumen Chatterjee**  
Chief Legal Officer & Company Secretary

# Statement of Profit and Loss

## FOR THE YEAR ENDED 31st MARCH, 2022

Amount in lakhs

Particulars	Note	Year ended 31.03.2022	Year ended 31.03.2021
I <b>Revenue from operations</b>	23	5,119.32	2,940.70
II Other income	24	597.91	934.51
III <b>Total income</b>		<b>5,717.23</b>	<b>3,875.21</b>
IV <b>Expenses</b>			
Consumption of provisions, beverages, smokes & others	25	825.64	452.85
Employee benefits expenses	26	1,651.05	1,456.84
Depreciation and amortization expenses	3	333.18	309.05
Other expenses	27	2,871.10	1,607.80
<b>Total expenses</b>		<b>5,680.97</b>	<b>3,826.54</b>
V Profit / (loss) before exceptional items and tax		36.26	48.67
VI Exceptional items		-	-
VII <b>Profit / (loss) before tax</b>		<b>36.26</b>	<b>48.67</b>
VIII <b>Tax expense</b>	28		
(1) Current tax		-	-
(2) Deferred tax		(20.77)	(20.39)
IX <b>Profit / (loss) for the year</b>		<b>57.03</b>	<b>69.06</b>
X <b>Other comprehensive income</b>			
A (i) Items that will not be reclassified subsequently to profit or loss			
Remeasurement of defined benefit liability		17.48	9.60
Equity instruments through other comprehensive income		(449.63)	(313.09)
(ii) Income tax relating to items that will not be reclassified to profit or loss		108.76	76.38
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Other comprehensive income for the year, net of tax		(323.39)	(227.11)
XI <b>Total comprehensive income for the year</b>		<b>(266.36)</b>	<b>(158.05)</b>
XII <b>Earnings per equity share</b>			
(1) Basic	29	0.49	0.60
(2) Diluted	29	0.49	0.60

The accompanying notes form an integral part of the standalone financial statements.

In terms of our report attached  
For **Singhi & Co.**  
Chartered Accountants  
Firm Registration. No. 302049E

**Rajiv Singhi**  
Partner  
Membership No. : 053518

Place: Kolkata  
Date: 30th May 2022

For and on behalf of the Board of Directors

**Sandipan Chakravorty** (DIN No. - 00053550)  
**Arun K Saraf** (DIN: 00339772)  
**Umesh Saraf** (DIN: 00017985)  
**A. C. Chakrabortti** (DIN: 00015622)  
**Padam Kumar Khaitan** (DIN: 00019700)  
**Rita Bhimani** (DIN: 07106069)

Director

**Bimal Kr Jhunjunwala**  
CFO & Vice President- Corporate Finance

**Saumen Chatterjee**  
Chief Legal Officer & Company Secretary

# STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31st MARCH, 2022

Amount in lakhs

Particulars	Equity Share Capital	Reserves and Surplus				Other Comprehensive Income		Total equity attributable to equity holders of the Company
		Retained earnings	General Reserve	Capital Redemption Reserve	Capital reserve	Equity instruments through other comprehensive income		
As at 31.03.2020	1,152.78	30,376.27	49,170.31	20.00	4,179.98	572.86	85,472.20	
Change in equity for the year ended March 31, 2021								
Change in Equity Share Capital due to prior period errors	-	-	-	-	-	-	-	
Profit for the year	-	69.06	-	-	-	-	69.06	
Other comprehensive income/(loss) for the year, net of tax	-	7.18	-	-	-	(234.29)	(227.11)	
<b>Total comprehensive income for the year</b>	-	<b>76.24</b>	-	-	-	<b>(234.29)</b>	<b>(158.05)</b>	
<b>Balance as at March 31, 2021</b>	<b>1,152.78</b>	<b>30,452.51</b>	<b>49,170.31</b>	<b>20.00</b>	<b>4,179.98</b>	<b>338.57</b>	<b>85,314.15</b>	
Change in equity for the period ended March 31, 2022								
Change in Equity Share Capital due to prior period errors	-	-	-	-	-	-	-	
Profit for the year	-	57.03	-	-	-	-	57.03	
Other comprehensive income/(loss) for the year, net of tax	-	13.08	-	-	-	(336.47)	(323.39)	
<b>Total comprehensive income for the year</b>	-	<b>70.11</b>	-	-	-	<b>(336.47)</b>	<b>(266.36)</b>	
<b>Balance as at March 31, 2022</b>	<b>1,152.78</b>	<b>30,522.62</b>	<b>49,170.31</b>	<b>20.00</b>	<b>4,179.98</b>	<b>2.10</b>	<b>85,047.79</b>	

The accompanying notes form an integral part of the standalone financial statements.

In terms of our report attached  
For Singh & Co.  
Chartered Accountants  
Firm Registration. No. 302049E

Rajiv Singhi  
Partner  
Membership No. : 053518

Place: Kolkata  
Date: 30th May 2022

For and on behalf of the Board of Directors

Sandipan Chakravorty (DIN No. - 000535550)  
Arun K Saraf (DIN: 00339772)  
Umesh Saraf (DIN: 00017985)  
A. C. Chakrabortti (DIN: 00015622)  
Padam Kumar Khaitan (DIN: 00019700)  
Rita Bhimani (DIN: 07106069)

Director

Bimal Kr Jhunjhunwala  
CFO & Vice President- Corporate Finance

Saumen Chatterjee  
Chief Legal Officer & Company Secretary



# CASH FLOW STATEMENT

## FOR THE YEAR ENDED 31st MARCH, 2022

Amount in lakhs

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	36.26	48.67
Adjustment for :		
<b>Depreciation/amortization</b>	333.18	309.05
Loss/(profit) on sale of PPE (Net)	7.30	(2.45)
Excess provision written back	(5.40)	(37.07)
Provision for gratuity	32.79	2.35
Provision for leave encashment	10.17	2.22
Interest income	(316.69)	(384.38)
Dividend income	(1.17)	(3.13)
Fair value loss (gain) on mutual funds	(158.09)	(495.86)
<b>Operating profit before working capital changes</b>	<b>(61.65)</b>	<b>(560.60)</b>
Movements in working capital :		
Increase/(decrease) in Trade payables, Financial liabilities and other current & non-current liabilities	728.20	(568.58)
Decrease/(increase) in Trade receivables, Financial assets and other current & non-current assets	(552.42)	296.12
Decrease/(increase) in inventories	(1.54)	101.55
Decrease /(increase) in current loans	6.00	(7.50)
<b>Cash generated from/(used in) operations</b>	<b>118.59</b>	<b>(739.01)</b>
Less: Direct taxes paid (Net of Refunds)	66.44	31.02
<b>Net cash flow from/ (used in) Operating Activities (A)</b>	<b>52.15</b>	<b>(770.03)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of PPE, including Capital WIP and Capital advances	(716.93)	(370.65)
Proceeds from sale of Property, Plant & Equipment	3.55	10.27
Change of investments in assets held for trading	0.90	(335.81)
Proceeds from sale of current investments	1,208.49	1,204.92
Loans given to subsidiaries	(781.93)	(197.29)
Interest received	116.82	496.16
Dividend received	1.17	3.13
<b>Net cash flow from/(used in) Investing Activities (B)</b>	<b>(167.92)</b>	<b>810.73</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid on shares	(7.53)	(8.21)
<b>Net cash flow from/(used in) in Financing Activities (C)</b>	<b>(7.53)</b>	<b>(8.21)</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents (A + B + C)</b>	<b>(123.30)</b>	<b>32.49</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>202.08</b>	<b>169.59</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>78.78</b>	<b>202.08</b>

**CASH FLOW STATEMENT** (contd.)

FOR THE YEAR ENDED 31st MARCH, 2022

Amount in lakhs

**Notes:**

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind AS - 7 "Statements of Cash Flow".
- Figures in bracket represent cash outflow from respective activities.
- Cash and Cash Equivalent at the end of the year consist of:

Particulars	As at 31st March 2022	As at 31st March 2021
- Balance with Banks in Current Accounts	75.77	194.61
- Cash in hand	3.01	7.47
	<b>78.78</b>	<b>202.08</b>

4. Cash and cash equivalent do not include any amount which is not available to the company for its use.

5. Change in Liability arising from Financing Activity:-

	As at 31st March 2021	Cash Flow	As at 31st March 2022
Dividend on Equity shares	8.21	(0.68)	7.53

The accompanying notes form an integral part of the standalone financial statements.

In terms of our report attached  
For [Singhi & Co.](#)  
Chartered Accountants  
Firm Registration. No. 302049E

[Rajiv Singhi](#)  
Partner  
Membership No. : 053518

Place: Kolkata  
Date: 30th May 2022

For and on behalf of the Board of Directors

[Sandipan Chakravorty](#) (DIN No. - 00053550)  
[Arun K Saraf](#) (DIN: 00339772)  
[Umesh Saraf](#) (DIN: 00017985)  
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[Rita Bhimani](#) (DIN: 07106069)

Director

[Bimal Kr Jhunjhunwala](#)  
CFO & Vice President- Corporate Finance

[Saumen Chatterjee](#)  
Chief Legal Officer & Company Secretary

# NOTES TO THE FINANCIAL STATEMENTS

as at and for the year ended March 31, 2022

## 1. Company Overview and Significant Accounting Policies

### 1.1 Company overview

Asian Hotels (East) Limited is a Public Limited Company listed with Bombay Stock Exchange and National Stock Exchange and is primarily engaged in the Hotel business through "Hyatt Regency Kolkata" a five-star Hotel situated in the city of Kolkata.

### 1.2. Basis of preparation of financial statement

These standalone financial statements have been prepared on historical cost basis, except for certain financial instruments which are measured at fair value or amortised cost at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle. Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realisation in cash and cash equivalents of the consideration for such services rendered, the Company has considered an operating cycle of 12 months.

Statement of Compliance :

These standalone financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time and presentation requirements of Division II of Schedule III to the Companies Act, 2013 (Ind AS compliant Schedule III), as applicable to the Standalone Financial Statement.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The financial statements are approved for issue by the Company's Board of Directors on May 30, 2022.

Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below-

- (i) Ind AS 16 – Property Plant and equipment - The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022.
- (ii) Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets – The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022, although early adoption is permitted.
- (iii) Ind AS 103 – Reference to Conceptual Framework - The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103.
- (iv) Ind AS 109 – Annual Improvements to Ind AS (2021)-The amendment clarifies which fees an entity includes when it applies the '10 percent' test of Ind AS 109 in assessing whether to derecognise a financial liability.

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

- (v) Ind AS 116 – Annual Improvements to Ind AS (2021)-The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration.”

### 1.3 Functional & Presentation Currency

These Financial statements are presented in Indian Rupees (INR in lakhs) which is also the company’s functional currency.

### 1.4 Use of estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Although these estimates are based on the management’s best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

### 1.5 Significant Accounting Policies

#### a. Property Plant & Equipment:

Property, Plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Intangible assets are stated at cost less accumulated amortisation and net of impairments, if any. An intangible asset is recognised if it is probable that the expected future economic benefits that are attributable to the asset will flow to the company and its cost can be measured reliably. Intangible assets are amortised on straight line basis over their estimated useful lives.

Depreciation on fixed assets is calculated on a straight-line basis using the rates based on the useful lives of the assets as prescribed in Schedule II to the Companies Act, 2013. If the asset is purchased on or before the 15th of month depreciation is charged from the month of purchase, otherwise depreciation is charged from the month following the month of purchase.

#### b. Investments in Subsidiaries

Subsidiaries are entities controlled by the Company. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

The Company’s investment in the equity shares of its subsidiaries are recognised at cost. The company has elected to apply previous GAAP carrying amount of its equity investment in subsidiaries as deemed cost as on the date of transition to Ind AS. However, the debt instruments in subsidiaries are recognized at fair value.

#### c. Inventories

Inventories are measured at lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion & selling expenses.

#### d. Trade Receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

## NOTES TO THE FINANCIAL STATEMENTS *(contd.)*

as at and for the year ended March 31, 2022

### e. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### Financials Asset

##### Initial recognition and measurement

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset.

##### Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in three categories:

- (i) Financial Asset at amortized cost
- (ii) Financial Asset At Fair Value through other comprehensive income (OCI)
- (iii) Financial Asset at Fair value through profit and loss (PL)

##### Financial Asset at amortized cost

A 'Financial Asset' is measured at the amortized cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the statement of profit or loss.

##### Financial Asset at Fair value through OCI

A 'Financial Asset' is classified as at the FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The asset's contractual cash flows represent SPPI.

Financial Asset included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI).

##### Financial Asset at fair value through profit or loss

FVTPL is a residual category for Financial Assets. Any financial asset, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the company may elect to designate a Financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

#### Equity Instruments

All equity investments in scope of Ind AS 109 are measured at fair value. For equity instruments, the company may make an irrevocable election to present subsequent changes in the fair value in other comprehensive income. The Company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable if the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI."

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

### Derecognition of Financial asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized when:

- The rights to receive cash flows from the asset have expired, or
- The company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either

(a) the Company has transferred substantially all the risks and rewards of the asset, or

(b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset."

### Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance.
- b) Financial assets that are debt instruments and are measured as at FVTOCI.
- c) Lease receivables under Ind AS 17.
- d) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18 (referred to as 'contractual revenue receivables')
- e) Loan commitments which are not measured as at FVTPL
- f) Financial guarantee contracts which are not measured as at FVTPL

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument.

### Financial Liabilities

#### Initial recognition and measurement

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. For financial liabilities maturing within one year from the balance sheet date, the carrying amount approximate fair value due to the short maturity of these instruments.

#### Subsequent Measurement

#### Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognized in the profit or loss.

## NOTES TO THE FINANCIAL STATEMENTS *(contd.)*

as at and for the year ended March 31, 2022

### Financial Liabilities at amortized cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

#### f. Cash and Cash Equivalents

Cash and Cash Equivalent in balance sheet comprise cash at banks and on hand, unpaid dividend, fixed deposits and short - term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value

#### g. Trade Payables & Other Payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

#### h. Provisions, Contingent liabilities

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit and loss.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A contingent liability is disclosed in case of;

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from past events, when no reliable estimate is possible ;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote."

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

#### i. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

##### Revenue from contract with customer

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements, because it typically controls the goods or services before transferring them to the customer.

##### Sale of Goods:

Revenue from sale of goods is recognised at the point in time when control of the goods is transferred to the customer. The normal credit term is 30 days days upon delivery. The revenue is measured on the basis of the consideration defined in the contract with a customer, including variable consideration, such as discounts, volume



## NOTES TO THE FINANCIAL STATEMENTS *(contd.)*

as at and for the year ended March 31, 2022

rebates, or other contractual reductions. As the period between the date on which the Company transfers the promised goods to the customer and the date on which the customer pays for these goods is generally one year or less, no financing components are taken into account.

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated.

### **Sale of Services:**

The Company has applied the guidance in Ind AS 115, Revenue from contract with customer, by applying the revenue recognition criteria for each distinct performance obligation. The arrangements with customers generally meet the criteria for considering room booking and related services as distinct performance obligations. For allocating the transaction price, the Company has measured the revenue in respect of each performance obligation of a contract at its relative standalone selling price. The price that is regularly charged for an item when sold separately is the best evidence of its standalone selling price.

### **j. Other Income**

Other income is comprised primarily of interest income, dividend income, gain on sale of investments and exchange gain/loss on translation of assets and liabilities. For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recognised using the effective interest rate (EIR). Dividend income is recognised when right to receive payment is established.

### **k. Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

### **l. Income taxes**

Income tax expense comprises current and deferred income tax. Income tax expense is recognized in net profit in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income. Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Minimum Alternate Tax ('MAT') credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income-tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the statement of profit and loss

## NOTES TO THE FINANCIAL STATEMENTS *(contd.)*

as at and for the year ended March 31, 2022

The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income-tax during the specified period.”

### m. Earnings per share

Basic Earnings per share are calculated by dividing the net profit or loss for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as fraction of equity shares to the extent that they are entitled to participate in dividends relative to a fully paid equity shares during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a right issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earning per share, the net profit or loss for the period attributable to Equity Shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### n. Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement. For arrangements entered into prior to 1 April 2014, the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

Company as a lessee

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. Finance leases are capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in finance costs in the statement of profit and loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on the borrowing cost. A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

### o. Fair Value Measurement

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

### p. Employee benefits

Provident Fund: Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. Gratuity & Leave Encashment (Unfunded): Provision for gratuity and leave encashment are based on actuarial valuation as on the date of the Balance Sheet. The valuation is done by an independent actuary using the projected

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

unit credit method. Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

All employee benefits payable wholly within twelve months rendering services are classified as short term employee benefits. Benefits such as salaries, wages, short-term compensated absences, performance incentives etc., and the expected cost of bonus, ex-gratia are recognised during the period in which the employee renders related service.

**q. Foreign Currencies**

Transactions and balances

Transactions in foreign currencies are initially recorded by the Company at their functional currency spot rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date."

Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

**r. Dividend**

Final dividend on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

**s. Segment Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The board of directors of Asian Hotels (East ) Limited generally assesses the financial performance and position of the company, and makes strategic decisions.

- t. Impairment of non-current assets** - Ind AS 36 requires that the Company assesses conditions that could cause an asset or a Cash Generating Unit (CGU) to become impaired and to test recoverability of potentially impaired assets. These conditions include internal and external factors such as the Company's market capitalization, significant changes in the Company's planned use of the assets or a significant adverse change in the expected prices, sales volumes or raw material cost. The identification of CGUs involves judgment, including assessment of where active markets exist, and the level of interdependency of cash inflows. CGU is usually the individual plant, unless the asset or asset group is an integral part of a value chain where no independent prices for the intermediate products exist, a group of plants is combined and managed to serve a common market, or where circumstances otherwise indicate significant interdependencies. In accordance with Ind AS 36, goodwill and certain intangible assets are reviewed at least annually for impairment. If a loss in value is indicated, the recoverable amount is estimated as the higher of the CGU's fair value less cost to sell, or its value in use. Directly observable market prices rarely exist for the Company's assets, however, fair value may be estimated based on recent transactions on comparable assets, internal models used by the Company for transactions involving the same type of assets or other relevant information. Calculation of value in use is a discounted cash flow calculation based on continued use of the assets in its present condition, excluding potential exploitation of improvement or expansion potential. Determination of the recoverable amount involves management estimates on highly uncertain matters, such as commodity prices and their impact on markets and prices for upgraded products, development in demand, inflation, operating expenses and tax and legal systems. The Company uses internal business plans, quoted market prices and the Company's best estimate of commodity prices, currency rates, discount rates and other

## NOTES TO THE FINANCIAL STATEMENTS *(contd.)*

as at and for the year ended March 31, 2022

relevant information. A detailed forecast is developed over the period of three years with projections thereafter. The Company does not include a general growth factor to volumes or cash flows for the purpose of impairment tests, however, cash flows are generally increased by expected inflation and market recovery towards previously observed volumes.

**u. New Standards / Amendments to Existing Standard issued and adopted by the Company are disclosed below:**

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through notification amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. Key amendments relating to Division II which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

**Rounding Off:** For the purpose of rounding off the figures appearing in the Financial Statements for financial year ending 31.03.2022 the total income of the Company shall be considered instead of Turnover.

**Additional Disclosure in Notes to Balance Sheet:**

**Shareholding of Promoter:** The note on Share Capital in the Financial Statements shall mention details of the Shareholding of the Promotes along with changes, if any, during the Financial Year.

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Current maturities of Long-term borrowings shall be disclosed separately under the heading Short Term Borrowing.
- Security Deposits to be shown under the head of Other Non-Current Assets instead of Long term Loan & Advances.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specific disclosure for title deeds of Immovable Property not held in name of the Company and disclosure on revaluation of Assets
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.
- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Ratios-Following Ratios to be disclosed: - (a) Current Ratio, (b) Debt-Equity Ratio, (c) Debt Service Coverage Ratio, (d) Return on Equity Ratio, (e) Inventory turnover ratio, (f) Trade Receivables turnover ratio, (g) Trade payables turnover ratio, (h) Net capital turnover ratio, (i) Net profit ratio, (j) Return on Capital employed, (k) Return on investment
- Specific Disclosure Borrowing & Wilful Defaulter."

**Additional Disclosure in Notes to Profit & Loss Account:**

Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of the standalone financial statements.

The amendments listed above did not have any impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods.

## NOTES TO THE FINANCIAL STATEMENTS *(contd.)*

as at and for the year ended March 31, 2022

### 2. Key Accounting Estimates & Judgements

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The key assumptions concerning the future and other key sources of estimate uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

#### a. Income taxes

Deferred tax assets are recognized for unused tax losses/MAT carry forward to the extent it is possible that taxable profit will be available against which the losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies including amount expected to be paid / recovered for uncertain tax positions.

#### b. Property, Plant and Equipment and Useful Life of PPE and Intangible Assets

Property, Plant and Equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual value of Companies' assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The life based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the products or service output of the asset.

#### c. Defined Benefit Plans

Post-employment benefits represents obligation that will be settled in future and require assumptions to project benefit obligations. Post-employment benefit accounting is intended to reflect the recognition of future benefit cost over the employee's approximate service period, based on the terms of plans and the investment and funding decisions made. The accounting require the Company to make assumptions regarding variables such as discount rate, rate of as at and for the year ended March 31, 2022.

#### d. Fair value measurement of Financial Instruments

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques, including the discounted cash flow model, which involve various judgements and assumptions.

#### e. Provisions and Contingencies

Legal proceedings covering a range of matters are pending against the Company. Due to the uncertainty inherent in such matters, it is often difficult to predict the final outcomes. The cases and claims against the Company often raise difficult and complex factual and legal issues that are subject to many uncertainties and complexities, including but not limited to the facts and circumstances of each particular case and claim, the jurisdiction and the differences in applicable law, in the normal course of business. The Company consults with legal counsel and certain other experts on matters related to litigations. The Company accrues a liability when it is determined that an adverse outcome is probable and the amount of the loss can be reasonably estimated. In the event an adverse outcome is possible or an estimate is not determinable, the matter is disclosed.

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

### 3. PROPERTY, PLANT AND EQUIPMENT & INTANGIBLE ASSETS

Amount in lakhs

Tangible Assets	Leasehold Land	Building	Plant & Equipment	Furniture & Fixtures	Vehicles	Total
<b>Gross Block (at cost)</b>						
<b>As at 31.03.2020</b>	<b>2,670.43</b>	<b>10,021.07</b>	<b>6,167.51</b>	<b>1,796.46</b>	<b>275.66</b>	<b>20,931.13</b>
Additions	-	25.34	255.98	13.65	-	294.97
Disposals	-	3.17	10.35	4.04	-	17.56
<b>As at 31.03.2021</b>	<b>2,670.43</b>	<b>10,043.24</b>	<b>6,413.14</b>	<b>1,806.07</b>	<b>275.66</b>	<b>21,208.54</b>
Additions	-	70.35	284.51	239.48	-	594.34
Disposals	-	-	371.14	45.46	-	416.60
<b>As at 31.03.2022</b>	<b>2,670.43</b>	<b>10,113.59</b>	<b>6,326.51</b>	<b>2,000.09</b>	<b>275.66</b>	<b>21,386.28</b>
<b>Depreciation</b>						
<b>As at 31.03.2020</b>	-	<b>2,764.79</b>	<b>5,607.94</b>	<b>1,621.11</b>	<b>120.02</b>	<b>10,113.86</b>
Charge for the year	-	157.87	88.36	33.63	22.23	302.09
Disposals	-	0.87	5.07	3.77	-	9.71
<b>As at 31.03.2021</b>	-	<b>2,921.79</b>	<b>5,691.23</b>	<b>1,650.97</b>	<b>142.25</b>	<b>10,406.24</b>
Charge for the year	-	157.66	104.48	41.37	22.23	325.74
Disposals	-	-	361.08	44.68	-	405.76
<b>As at 31.03.2022</b>	-	<b>3,079.45</b>	<b>5,434.63</b>	<b>1,647.66</b>	<b>164.48</b>	<b>10,326.22</b>
Net Block						
<b>As at 31.03.2021</b>	<b>2,670.43</b>	<b>7,121.45</b>	<b>721.91</b>	<b>155.10</b>	<b>133.41</b>	<b>10,802.31</b>
<b>As at 31.03.2022</b>	<b>2,670.43</b>	<b>7,034.14</b>	<b>891.88</b>	<b>352.43</b>	<b>111.18</b>	<b>11,060.06</b>

**NOTE :** The title deeds of the immovable property are in the name of the Company.

Amount in lakhs

Intangible Assets	Softwares
<b>Gross Block (at cost)</b>	
<b>As at 31.03.2020</b>	<b>112.84</b>
Additions	8.16
Disposals	-
<b>As at 31.03.2021</b>	<b>121.00</b>
Additions	0.11
Disposals	-
<b>As at 31.03.2022</b>	<b>121.11</b>
<b>Amortisation</b>	
<b>As at 31.03.2020</b>	<b>83.43</b>
Charge for the year	6.96
Disposals	-
<b>As at 31.03.2021</b>	<b>90.39</b>
Charge for the year	7.44
Disposals	-
<b>As at 31.03.2022</b>	<b>97.83</b>
Net Block	
<b>As at 31.03.2021</b>	<b>30.61</b>
<b>As at 31.03.2022</b>	<b>23.28</b>

**NOTE :** The Company has not revalued its Property, Plant & Equipment and Intangible asset during the years ended 31st March 2022 and 31st March 2021 respectively.

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

**4. CAPITAL WORK IN PROGRESS**

Amount in lakhs

Particulars	Building	Plant & Equipment	Furniture & Fixtures	Total
As at 31.03.2020	30.26	8.85	-	39.11
Additions	28.48	146.15	-	174.63
Capitalisation	17.95	53.69	-	71.64
As at 31.03.2021	40.79	101.31	-	142.10
Additions	21.23	90.15	24.11	135.49
Capitalisation	24.10	-	24.11	48.22
<b>As at 31.03.2022</b>	<b>37.92</b>	<b>191.46</b>	<b>-</b>	<b>229.37</b>

**Additional disclosures as per Schedule -III requirement:**

Amount lying in Capital Works-in-Progress for a period of	As at March 31, 2022		As at March 31, 2021	
	Projects in progress	Projects temporarily suspended	Projects in progress	Projects temporarily suspended
Less than 1 Year	0.82	-	127.45	-
1-2 Years	213.90	-	-	-
2-3 Years	-	-	-	-
More than 3 Years	14.65	-	14.65	-
<b>Total</b>	<b>229.37</b>	<b>-</b>	<b>142.10</b>	<b>-</b>

**NOTE** : There are no projects as on each reporting period where activity had been suspended. Also there are no projects as on the reporting period which has exceeded cost as compared to its original plan or where completion is overdue.

**5. INVESTMENTS**

Amount in lakhs

Particulars	Non-Current	
	As at 31.03.2022	As at 31.03.2021
Unquoted		
Investment in Equity Shares carried at cost		
Investment in equity shares of subsidiary - GJS Hotels Limited		
2,30,022 (previous year: 2,30,022) equity shares of Rs 10/- each fully paid up	392.04	392.04
Investment in equity shares of subsidiary - Robust Hotels Private Limited (Refer Note No 45)		
22,41,83,829 (previous year: 22,41,83,829) equity shares of Rs 10/- each fully paid up	56,736.18	56,736.18
	<b>57,128.22</b>	<b>57,128.22</b>

Particulars	Current			
	As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
	No. of units	No. of units	Rs in Lakhs	Rs in Lakhs
<b>Quoted, fully paid up</b>				
<b>Investment carried at FVTPL (Held for Trading through PMS)</b>				
Amrutanjan Health Care Ltd.	990	-	7.87	-
Arvind Smartspaces Ltd	2,749	-	5.63	-
Bajaj Finance Limited	89	89	6.46	4.58
Bharat Rasayan Ltd	21	21	2.56	1.98
CL Educate Ltd	6,660	-	8.31	-
Dixon Technologies ( India ) Ltd	144	95	6.20	3.49



## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

Particulars	As at		Current	
	As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
	No. of units	No. of units	Rs in Lakhs	Rs in Lakhs
Dynemic Products Ltd	650	650	3.78	3.39
" Everest Kanto Cylinder Ltd "	2,260	-	5.12	-
Fairchem Organics Ltd	588	738	8.83	5.53
Forbes Enviro Solutions Limited	735	-	2.88	-
Fortis Healthcare Ltd	2,237	2,237	6.50	4.45
FSN e-Commerce Ventures Limited	307	-	5.18	-
GFL Ltd	-	3,089	-	2.25
Gland Pharma Ltd	191	191	6.25	4.73
GMM Pfaudler - New	102	123	4.65	5.30
Gujarat Ambuja Exports Ltd	-	4,915	-	6.28
Harita Seating Systems Ltd.	-	102	-	0.75
HDFC Warrant Ltd	-	600	-	4.46
ICICI Bank Ltd Equity Shares	730	-	5.33	-
IDFC Limited	-	4,005	-	1.90
Indiabulls Real Estate Ltd	3,284	-	3.33	-
Info Edge India Ltd	-	112	-	4.79
Infosys Ltd	259	259	4.94	3.54
Intellect Design Arena Ltd	812	812	7.68	6.01
Jagsonpal Pharmaceuticals Ltd	948	-	2.97	-
Mastek Ltd	512	580	17.01	7.07
Mayur Uniquoters Ltd	1,159	-	4.15	-
Muthoot Finance Ltd	-	343	-	4.14
Neuland Laboratories Ltd	495	495	5.09	10.34
Poly Medicare Ltd	-	716	-	5.89
Sapphire Foods India Ltd	375	-	5.56	-
Selan Exxploration Technology Ltd	2,258	-	4.29	-
Sequent Scientific Ltd	6,248	6,248	8.36	15.05
Shipping Corporation of India Ltd	-	3,413	-	3.78
Shoppers Stop Ltd	1,373	-	6.46	-
T D Power Systems Ltd	357	-	1.23	-
Tata Communicationd Ltd	-	477	-	5.07
Tata Consumers Products Ltd	-	343	-	2.20
Tata Metalicks Ltd	-	360	-	2.94
Tips Industries Ltd	318	-	6.95	-
			<b>163.57</b>	<b>119.91</b>
<b>Quoted, fully paid up</b>				
<b>Investment carried at FVTPL (Held for Trading)</b>				
<b>Investment in units of mutual funds [Face value (FV) of Rs 10 each, unless otherwise stated]</b>				
Aditya Birla Sunlife Fixed Term Plan- Series QH (1101 days)- Regular Growth	-	81,63,420	-	943.63
UTI Fixed Term Income Fund – Series XXIX - IX (1109 Days) - Growth Plan	-	96,99,704	-	1,032.52
ICICI Prudential Savings Fund - Growth (FV Rs 100)	5,56,206	1,92,239	2,410.39	799.72

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

Particulars			Current	
	As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
	No. of units	No. of units	Rs in Lakhs	Rs in Lakhs
Nippon India ETF Liquid	1,978	4,693	19.78	46.93
Aditya Birla Sun Life Money Manager Fund (Growth)	6,47,488	7,02,526	1,918.36	2,101.92
Axis Liquid Fund (Regular Growth)	10,176	26,417	239.12	600.38
Kotak Money Market Fund (Growth)	23,095	23,095	831.56	800.70
Aditya Birla Sunlife Liquid Fund (Growth)	1,31,553	-	447.85	-
			<b>5,867.06</b>	<b>6,325.80</b>
Investment carried at FVTPL (Held for Trading)				
Investment in Bonds of Indian Railways Financial Corporation Limited				
150,000 (previous year: 150,000) 8.23% tax free bonds of Rs 1000/-each- FMV as on 31/03/2022: Rs 1,079/each			1,619.10	1,809.07
(Investment carried at FVTOCI (Held for Trading				
Investment in equity shares of Asian Hotels (West) Limited				
7,18,195 (previous year: 524,438) equity shares of Rs 10/- each fully paid up (Refer Note 47)			1,228.11	1,181.56
			<b>2,847.21</b>	<b>2,990.63</b>
Aggregate amount of quoted investments - Carrying value and Market value			8,877.84	9,436.34
Aggregate amount of unquoted investments - Carrying value			-	-

**6. OTHER FINANCIAL ASSETS**

Amount in lakhs

Particulars	Non - current	
	As at 31.03.2022	As at 31.03.2021
Security deposits	115.38	115.38
	<b>115.38</b>	<b>115.38</b>
Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Interest accrued but not due	12.64	43.38
Interest accrued and due (from subsidiaries)	236.40	5.79
	<b>249.04</b>	<b>49.17</b>

**7. INCOME TAX ASSETS (Net)**

Amount in lakhs

Particulars	Non - current	
	As at 31.03.2022	As at 31.03.2021
<b>Income Tax Asset (Net)</b>		
Opening balance	328.14	384.30
Less: Tax payable for the year	-	-
Add: Taxes paid	66.44	(56.16)
Add/(Less): Refund/adjustment for earlier years	-	-
Closing balance	<b>394.58</b>	<b>328.14</b>

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

### 8. OTHER NON CURRENT ASSETS

Amount in lakhs

Particulars	Non - current	
	As at 31.03.2022	As at 31.03.2021
Capital Advance	23.61	-
Prepaid expenses	11.58	-
	<b>35.19</b>	<b>-</b>

### 9. OTHER CURRENT ASSETS

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Advance to suppliers	205.66	43.94
Prepaid expenses	91.02	129.88
Balance with statutory authorities	102.80	68.00
	<b>399.48</b>	<b>241.82</b>

**NOTE :** The company does not have any advances which have been credit impaired or significant increase in credit risk.

### 10. ASSETS CLASSIFIED AS HELD FOR SALE

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Investment in equity shares of subsidiary - Regency Convention Centre & Hotels Limited	5,416.23	5,416.23
1,59,299 (previous year: 1,59,299) equity shares of Rs 10/- each fully paid up		
Other Advances	0.44	1.33
	<b>5,416.67</b>	<b>5,417.56</b>

**NOTE :** Refer note no. 42

### 11. INVENTORIES

Amount in lakhs

Particulars	Non - current	
	As at 31.03.2022	As at 31.03.2021
(valued at cost or net realisable value whichever is lower)		
Food, Liquor & Tobacco	87.70	86.19
General Stores and Spares	0.20	0.16
	<b>87.90</b>	<b>86.35</b>

### 12. TRADE RECEIVABLES

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Trade Receivables		
- Unsecured, considered good	566.77	172.01
- Significant increase in credit risk	-	-
- Credit Impaired	28.60	34.00
	595.37	206.01
Less: Allowance for Credit impaired (Refer Note below)	28.60	34.00
	<b>566.77</b>	<b>172.01</b>
Note: Details of movement in Allowance for Credit Impaired		
Opening Balance	34.00	35.02
Add: Allowance during the year	-	-

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Less: Reversal of allowance no longer required ( Bad debts written off against allowances )	(5.40)	(1.02)
<b>Closing Balance</b>	<b>28.60</b>	<b>34.00</b>

**NOTE :** Trade Receivables include debt due from Directors of Rs Nil (previous year : Rs Nil) in the ordinary course of business.

**Trade receivables Ageing Schedule- Based on the requirements of Amended Schedule III**

Particulars	Outstanding from due date of payment as on March 31, 2022						Total
	Not Due	Upto 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Undisputed</b>							
Considered good	-	521.11	29.03	2.99	7.91	5.73	566.77
Which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	6.20	22.40	28.60
<b>Disputed</b>							
Considered good	-	-	-	-	-	-	-
Which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-	-
Less: Loss allowance	-	-	-	-	(6.20)	(22.40)	(28.60)
<b>Total</b>	<b>-</b>	<b>521.11</b>	<b>29.03</b>	<b>2.99</b>	<b>7.91</b>	<b>5.73</b>	<b>566.77</b>

Particulars	Outstanding from due date of payment as on March 31, 2021						Total
	Not Due	Upto 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Undisputed</b>							
Considered good	-	117.47	4.45	20.52	18.55	11.02	172.01
Which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	6.20	-	27.80	34.00
<b>Disputed</b>							
Considered good	-	-	-	-	-	-	-
Which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-	-
Less: Loss allowance	-	-	-	(6.20)	-	(27.80)	(34.00)
<b>Total</b>	<b>-</b>	<b>117.47</b>	<b>4.45</b>	<b>20.52</b>	<b>18.55</b>	<b>11.02</b>	<b>172.01</b>

**13. CASH & CASH EQUIVALENTS**

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
<b>Cash and Cash Equivalents</b>		
Balance with banks		
In current accounts	75.77	194.61
Cash on hand	3.01	7.47
	<b>78.78</b>	<b>202.08</b>

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

### 14. OTHER BANK BALANCES

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Other Bank Balances		
Fixed Deposits with original maturity of more than 3 months & having remaining maturity of less than 12 months from the Balance Sheet date	839.51	1,773.52
Unpaid dividend accounts (Refer Note No 46)	23.13	30.66
	<b>862.64</b>	<b>1,804.18</b>

### 15. LOANS

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Loans/Advance to Subsidiary companies		
GJS Hotels Limited	435.81	423.88
Robust Hotels Pvt Ltd	5,000.00	4,230.00
Other loans and advances		
Employee advance	1.50	7.50
	<b>5,437.31</b>	<b>4,661.38</b>

#### NOTES :

- 1) No loans and advances are due from directors or other officers of the company either severally or jointly with any other person.
- 2) The Company has given Interest-free loan to GJS Hotels Limited which is repayable on demand.
- 3) The Company has given Short-term advance to Robust Hotels Pvt. Ltd. @ 6% p.a. which is repayable on demand.

### 16. SHARE CAPITAL

Amount in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
Authorised Shares		
9,00,00,000 Equity shares of Rs 10/- each	9,000.00	9,000.00
10,00,000 Preference shares of Rs 10/- each	100.00	100.00
Issued, subscribed & paid up		
1,15,27,797 (previous year: 1,15,27,797) Equity Shares of Rs 10/- each	1,152.78	1,152.78
<b>Total</b>	<b>1,152.78</b>	<b>1,152.78</b>

#### Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Amount in lakhs

Equity shares	As at 31.03.2022		As at 31.03.2021	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year	1,15,27,797	1,152.78	1,15,27,797	1,152.78
Issued during the year	-	-	-	-
Cancelled during the year	-	-	-	-
At the end of the year	1,15,27,797	1,152.78	1,15,27,797	1,152.78

#### Terms/rights attached to Equity Shares

The Company has only one class of equity shares having a par 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.

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

**Details of shareholders Holding more than 5% shares in the Company**

Equity shares	As at	As at	As at	As at
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	% of Holding	% of Holding	No. of Shares	No. of Shares
Saraf Industries Limited	41.90%	31.49%	48,30,630	36,30,630
Radhe Shyam Saraf	18.08%	28.49%	20,84,680	32,84,680
Ratna Saraf	5.36%	5.36%	6,17,347	6,17,347
Sachdeva Stocks Private Limited	6.43%	5.76%	7,41,175	7,18,119

**Details of Promoter's shareholding in the Company**

Equity shares	As at 31.03.2022			As at 31.03.2021		
	No. of Shares	% of Holding	% change during the year	No. of Shares	% of Holding	% change during the year
Saraf Industries Limited	48,30,630	41.90%	10.41%	36,30,630	31.49%	-
Radhe Shyam Saraf	20,84,680	18.08%	-10.41%	32,84,680	28.49%	-
Ratna Saraf	6,17,347	5.36%	-	6,17,347	5.36%	-
Umesh Saraf	24,731	0.21%	-	24,731	0.21%	-
Arun Kumar Saraf	8,732	0.08%	-	8,732	0.08%	-
	<b>75,66,120</b>	<b>65.63%</b>		<b>75,66,120</b>	<b>65.63%</b>	

**Notes:**

- No ordinary shares have been reserved for issue under options & contracts/commitments for sale of shares/disinvestment as at the Balance Sheet date;
- No shares have been allotted by way of bonus shares or pursuant to contracts, has been bought back by the company during the period of 5 years preceding the date at which the Balance Sheet is prepared;
- No securities convertible into equity/preference shares have been issued by the Company during the year;
- No calls are unpaid by any directors or officers of the Company during the year.

**17. OTHER EQUITY**

Amount in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
Capital reserve	4,179.98	4,179.98
Capital redemption reserve	20.00	20.00
General reserve	49,170.31	49,170.31
FVTOCI reserve	2.10	338.57
Retained earnings	30,522.62	30,452.51
	<b>83,895.01</b>	<b>84,161.37</b>

Refer statement of changes in Equity for movement details

**Description of nature and purpose of each reserve :-****a. Securities Premium**

Securities Premium represents the excess of the amount received over the face value of the shares. This reserve will be utilised in accordance with the provisions of the Companies Act, 2013.

**b. General Reserve**

General Reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General Reserve is created by a transfer from one component of equity to another and is not an item of Other Comprehensive Income.

**c. Retained earnings**

Amount of retained earnings represents accumulated profit and losses of the Company as on reporting date. Such profits and losses are after adjustment of payment of dividend, transfer to any reserves as statutorily required and adjustment for realised gain/loss on derecognition of equity instruments measured at FVTOCI. Reameasurement of defined benefit is also adjusted.

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

- d. Capital Redemption Reserve represents redemption of 1% cumulative Redeemable non-convertible preference shares transferred to the company pursuant to the scheme of Arrangement & Demerger approved by the Hon'ble High Court of Delhi vide order dated 13-01-2010.
- e. FVTOCI reserve has arisen out of measuring equity instruments through Other Comprehensive Income (OCI).

### 18. TRADE PAYABLES

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Total Outstanding dues of Micro Enterprises and Small Enterprises*	59.19	12.25
Total Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	628.63	384.67
<b>Total Trade Payables</b>	<b>687.82</b>	<b>396.92</b>

\* Details of dues to Micro Enterprises and Small Enterprises as defined under Micro, Small & Medium Enterprises Development Act, 2006 (MSME Act) are based on information made available to the Company. Neither was there any delay in payment nor is any interest due and remaining unpaid on the above.

Particulars	As at March 31, 2022	As at March 31, 2021
The principal amount remaining unpaid to any supplier as at the end of each accounting year;	59.19	12.25
The interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	NIL	NIL
The amount of interest paid by the buyer under MSMED Act, 2006	NIL	NIL
The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006);	NIL	NIL
The amount of interest accrued and remaining unpaid at the end of accounting year; and	NIL	NIL
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	NIL	NIL

The above information has been determined to the extent such parties have been identified on the basis of information available with the company.

Particulars	Outstanding as on March 31, 2022 from due date of payment						
	Unbilled Due	Not Due	Upto 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Total outstanding dues of micro enterprises and small enterprises	-	-	59.19	-	-	-	59.19
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	520.48	21.39	39.11	47.65	628.63
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
<b>Total</b>	-	-	<b>579.67</b>	<b>21.39</b>	<b>39.11</b>	<b>47.65</b>	<b>687.82</b>



**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

Particulars	Outstanding as on March 31, 2021 from due date of payment						Total
	Unbilled Due	Not Due	Upto 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Total outstanding dues of micro enterprises and small enterprises	-	-	12.25	-	-	-	12.25
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	188.39	109.23	40.97	46.08	384.67
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
<b>Total</b>	-	-	<b>200.64</b>	<b>109.23</b>	<b>40.97</b>	<b>46.08</b>	<b>396.92</b>

**19. OTHER FINANCIAL LIABILITIES**

Amount in lakhs

Particulars	Non-current	
	As at 31.03.2022	As at 31.03.2021
Security deposit	18.16	18.72
	<b>18.16</b>	<b>18.72</b>

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Salary payable	26.36	23.43
Contract Payroll Payable	68.78	27.36
Unclaimed dividends (Refer Note No 46)	23.13	30.66
Others	484.88	215.14
	<b>603.15</b>	<b>296.59</b>

**20. PROVISIONS**

Amount in lakhs

Particulars	Non-current	
	As at 31.03.2022	As at 31.03.2021
Provision for gratuity (Refer Note No 33)	138.79	125.73
Provision for leave benefits	29.16	21.46
	<b>167.95</b>	<b>147.19</b>

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Provision for gratuity (Refer Note No 33)	94.90	92.66
Provision for leave benefits	10.60	8.13
	<b>105.50</b>	<b>100.79</b>

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

### 21. DEFERRED TAX LIABILITIES

Amount in lakhs

Particulars	Non-Current	
	As at 31.03.2022	As at 31.03.2021
<b>Deferred Tax Liabilities</b>		
On fiscal allowances of fixed assets	1,330.38	1,318.88
On Fair value gain on current investments	94.72	149.60
	<b>1,425.10</b>	<b>1,468.48</b>
<b>Deferred Tax Assets</b>		
On Employees' separation and retirement etc.	74.00	66.53
On Provision for doubtful debts / advances	7.20	8.56
On Provision for VAT	205.25	205.25
On Provision for Service Tax and Other Differences	18.52	19.22
On Asian Hotels West Ltd ( OCI ) & other Business Loss	349.95	269.22
	<b>654.92</b>	<b>568.78</b>
	<b>770.18</b>	<b>899.70</b>

### Movement in Deferred Tax Liabilities

Amount in lakhs

Particulars	On fiscal allowances of fixed assets	On Fair value gain on current investments	Total
<b>As at 31.03.2020</b>	<b>1,294.35</b>	<b>13.02</b>	<b>1,307.36</b>
Charged/(credited):			
- to profit and loss	24.53	136.58	161.12
- to Other comprehensive income	-	-	-
<b>As at 31.03.2021</b>	<b>1,318.88</b>	<b>149.60</b>	<b>1,468.48</b>
Charged/(credited):			
- to profit and loss	11.50	(54.88)	(43.38)
- to Other comprehensive income	-	-	-
<b>As at 31.03.2022</b>	<b>1,330.38</b>	<b>94.72</b>	<b>1,425.10</b>

### Movement in Deferred Tax Assets

Particulars	On Employees' separation and retirement etc.	On Provision for doubtful debts / advances	On Provision for VAT	On Provision for Service Tax and Other Tax and Others	Asian Hotels West Ltd (OCI) & Business Loss	Total
<b>As at 31.03.2020</b>	<b>69.78</b>	<b>8.81</b>	<b>205.25</b>	<b>27.05</b>	-	<b>310.89</b>
Charged/(credited):						
- to profit and loss	(79.63)	(0.26)	-	(7.83)	269.22	181.50
- to Other comprehensive income	76.39	-	-	-	-	76.39
<b>As at 31.03.2021</b>	<b>66.54</b>	<b>8.55</b>	<b>205.25</b>	<b>19.22</b>	<b>269.22</b>	<b>568.78</b>
Charged/(credited):						
- to profit and loss	(101.29)	(1.36)	(0.00)	(0.70)	80.73	(22.62)
- to Other comprehensive income	108.76	-	-	-	-	108.76
<b>As at 31.03.2022</b>	<b>74.01</b>	<b>7.19</b>	<b>205.25</b>	<b>18.52</b>	<b>349.95</b>	<b>654.92</b>

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

**22. OTHER CURRENT LIABILITIES**

Amount in lakhs

Particulars	Current	
	As at 31.03.2022	As at 31.03.2021
Advance from customers	221.63	122.81
Statutory dues	1,010.33	990.78
Advance for sale of investment/ property (Refer Note No 42)	2,300.00	2,300.00
Others	30.00	30.00
	<b>3,561.96</b>	<b>3,443.59</b>

**23. REVENUE FROM OPERATIONS**

Amount in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
<b>Revenue based on Products &amp; Services</b>		
Sale of products	2,735.81	1,715.70
Sale of services	2,383.51	1,225.00
	<b>5,119.32</b>	<b>2,940.70</b>
<b>Set out below is the disaggregation of the Company's revenue from operations:</b>		
<b>Sale of products</b>		
Beverages, wines and liquor	238.25	311.57
Food and smokes	2,497.56	1,404.13
	<b>2,735.81</b>	<b>1,715.70</b>
<b>Sale of services</b>		
Rooms	2,028.49	1,022.47
Banquet Income (only rental portion)	104.14	11.05
Health & Spa	-	43.97
Laundry & Dry Cleaning	-	14.36
Service Charge	-	16.57
Auto Rental	10.28	9.14
Communication	0.91	0.81
Other operating revenue	239.69	106.63
	<b>2,383.51</b>	<b>1,225.00</b>
	<b>5,119.32</b>	<b>2,940.70</b>
<b>Revenue based on Geography</b>		
India	<b>5,119.32</b>	<b>2,940.70</b>
Overseas	-	-

The company has presented revenue based on the type of goods or services provided to the customers. The Company believe that this disaggregation best depicts how the nature, amount, timing and uncertainty of our revenues and cash flows are affected by industry, market and other economic factors.

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

### 24. OTHER INCOME

Amount in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Interest Income from :		
- Loans & Advances	256.23	190.22
- Fixed Deposits	60.47	193.96
- Income Tax Refund	-	0.19
Dividend	1.16	3.13
Profit Or ( Loss ) on Sale of Equity Shares	23.46	5.47
Fair value changes on investment measured at fair value through profit and loss	158.09	495.86
Profit on Sale of Mutual Fund	88.68	6.13
Profit on Sale of PPE	1.02	2.48
Provisions/ Liabilities written back	5.40	37.07
Miscellaneous income	3.40	-
	<b>597.91</b>	<b>934.51</b>

### 25. CONSUMPTION OF PROVISIONS, BEVERAGES, SMOKES & OTHERS

Amount in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Opening Stock	86.19	150.87
Add : Purchases	827.15	388.17
	913.34	539.04
Less : Closing Stock	87.70	86.19
<b>Total Consumption of Provisions, Beverages, Smokes &amp; Others</b>	<b>825.64</b>	<b>452.85</b>

### 26. EMPLOYEE BENEFIT EXPENSES

Amount in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Salaries, wages & bonus	1,443.26	1,250.99
Contribution to provident & other funds	98.24	83.48
Staff welfare expenses	109.55	122.37
	<b>1,651.05</b>	<b>1,456.84</b>

### 27. OTHER EXPENSES

Amount in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Contract labour and service	313.31	180.70
Room, catering & other supplies	238.62	104.80
Linen & operating equipments consumption	109.66	73.11
Fuel, power & light	539.46	417.43
Repairs, maintenance & refurbishing		
- To Building	261.74	24.67
- To Plant & Equipment	294.66	183.80
- To Others	6.87	9.55
Satellite & television charges	5.88	6.53
Rent	182.58	10.79
Rates & taxes	122.90	86.57
Insurance	35.75	30.02

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Directors' sitting fees	12.40	8.70
Legal & professional expenses	125.11	48.01
Payment to auditors		
- As Auditor	8.50	7.10
- For Tax Audit	1.50	1.50
- For Certification	-	1.15
Printing & stationery	9.22	9.05
Guest transportation	51.64	28.81
Travelling & conveyance	39.79	32.85
Communication expenses	14.14	28.47
Technical services	132.10	13.81
Advertisement & publicity	130.66	100.21
Commission & brokerage	158.24	116.94
CSR expenditure	25.00	40.00
Charity & donation	-	5.29
Bank charges and commission	2.49	3.23
Net loss on foreign exchange	5.48	1.97
Loss on sale of PPE	8.32	0.03
Miscellaneous expenses	35.09	32.71
	<b>2,871.11</b>	<b>1,607.80</b>

**28. TAX EXPENSE**

Amount in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Current Tax	-	-
Deferred Tax	(129.53)	(96.77)
Income Tax Expense	(129.53)	(96.77)
<b>Profit before income tax</b>	<b>36.26</b>	<b>48.67</b>
Enacted Tax rates in India	25.17%	25.17%
Computed expected tax expenses	9.13	12.25
Effect of non deductible expenses	-	124.13
Effect of exempt non operating income	31.07	96.69
Effect of other items not subject of tax	(169.73)	(329.84)
<b>Total</b>	<b>(129.53)</b>	<b>(96.77)</b>

**29. EARNINGS PER SHARE (BASIC & DILUTED)**

Amount in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
(i) Profit available for Equity Shareholders (Rs in lakhs)	57.03	69.06
(ii) Weighted average number of Equity Shares @ Rs 10 each (Nos)	115.28	115.28
(iii) Earnings per share (Rs)	0.49	0.60

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

### 30. FINANCIAL INSTRUMENTS

#### Financial instruments by category

The carrying value and fair value of financial instruments by categories as on March 31, 2022 are as follows: Amount in lakhs

Particulars	Amortised Cost	Fair Value through PL	Fair Value through OCI	Total Carrying Value	Total Fair Value
<b>Assets:</b>					
Investments					
In Equity Shares	-	163.57	1,228.11	1,391.68	1,391.68
In Tax Free Bonds	-	1,619.10	-	1,619.10	1,619.10
In Mutual Funds	-	5,867.06	-	5,867.06	5,867.06
Loans	5,437.31	-	-	5,437.31	5,437.31
Cash & Cash equivalents	78.78	-	-	78.78	78.78
Other bank balances	862.64	-	-	862.64	862.64
Trade Receivables	566.77	-	-	566.77	566.77
Other Financial Assets	364.42	-	-	364.42	364.42
<b>Total</b>	<b>7,309.92</b>	<b>7,649.73</b>	<b>1,228.11</b>	<b>16,187.76</b>	<b>16,187.76</b>
<b>Liabilities:</b>					
Trade Payables	687.82	-	-	687.82	687.82
Other Financial Liabilities	621.31	-	-	621.31	621.31
<b>Total</b>	<b>1,309.13</b>	<b>-</b>	<b>-</b>	<b>1,309.13</b>	<b>1,309.13</b>

The carrying value and fair value of financial instruments by categories as on March 31, 2021 are as follows:

Particulars	Amortised Cost	Fair Value through PL	Fair Value through OCI	Total Carrying Value	Total Fair Value
<b>Assets:</b>					
Investments					
In Equity Shares	-	119.91	1,181.56	1,301.47	1,301.47
In Tax Free Bonds	-	1,809.07	-	1,809.07	1,809.07
In Mutual Funds	-	6,325.80	-	6,325.80	6,325.80
Loans	4,661.38	-	-	4,661.38	4,661.38
Other bank balances	1,804.18	-	-	1,804.18	1,804.18
Cash & Cash equivalents	202.08	-	-	202.08	202.08
Trade Receivables	172.01	-	-	172.01	172.01
Other Financial Assets	164.55	-	-	164.55	164.55
<b>Total</b>	<b>7,004.20</b>	<b>8,254.78</b>	<b>1,181.56</b>	<b>16,440.54</b>	<b>16,440.54</b>
<b>Liabilities:</b>					
Trade Payables	396.92	-	-	396.92	396.92
Other Financial Liabilities	315.31	-	-	315.31	315.31
<b>Total</b>	<b>712.23</b>	<b>-</b>	<b>-</b>	<b>712.23</b>	<b>712.23</b>

#### Fair value hierarchy

This section explains the estimates and judgements made in determining the fair values of Financial Instruments that are measured at fair value and amortised cost and for which fair values are disclosed in financial statements. To provide an indication about reliability of the inputs used in determining the fair values, the company has classified its financial instruments into the three levels prescribed under accounting standards. An explanation of each level follows underneath the table:

Level 1 : includes financial Instrument measured using quoted prices (unadjusted) in active markets for identical assets and liabilities that the entity can access at the measurement date.

Level 2 : Includes financial Instruments which are not traded in active market but for which all significant inputs required to fair value the instrument are observable. The fair value is calculated using the valuation technique which maximises the use of observable market data.

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

Level 3: Includes those instruments for which one or more significant input are not based on observable market data.

The following table presents fair value hierarchy of assets and liabilities measured at fair value as of March 31, 2022:

Amount in lakhs

Particulars	Fair Value	Fair value measurement using		
		Level 1	Level 2	Level 3
<b>Assets:</b>				
Investments				
In Equity Shares	1,391.69	1,391.69	-	-
In Tax free bonds	1,619.10	-	1,619.10	-
In Mutual Funds	5,867.06	5,867.06	-	-
Loans	5,437.31	-	-	5,437.31
Other bank balances	862.64	-	-	862.64
Cash & Cash equivalents	78.78	-	-	78.78
Trade Receivables	566.77	-	-	566.77
Other Financial Assets	364.42	-	-	364.42
<b>Total</b>	<b>16,187.77</b>	<b>7,258.75</b>	<b>1,619.10</b>	<b>7,309.92</b>
<b>Liabilities:</b>				
Trade payables	687.82	-	-	687.82
Other financial liabilities	621.31	-	-	621.31
<b>Total</b>	<b>1,309.13</b>	-	-	<b>1,309.13</b>

The following table presents fair value hierarchy of assets and liabilities measured at fair value as of March 31, 2021:

Particulars	Fair Value	Fair value measurement using		
		Level 1	Level 2	Level 3
<b>Assets:</b>				
Investments				
In Equity Shares	1,301.47	1,301.47	-	-
In Tax free bonds	1,809.07	-	1,809.07	-
In Mutual Funds	6,325.80	6,325.80	-	-
Loans	4,661.38	-	-	4,661.38
Other bank balances	1,804.18	-	-	1,804.18
Cash & cash equivalents	202.08	-	-	202.08
Trade receivables	172.01	-	-	172.01
Other financial assets	164.55	-	-	164.55
<b>Total</b>	<b>16,440.54</b>	<b>7,627.27</b>	<b>1,809.07</b>	<b>7,004.20</b>
<b>Liabilities:</b>				
Trade payables	396.92	-	-	396.92
Other financial liabilities	315.31	-	-	315.31
<b>Total</b>	<b>712.23</b>	-	-	<b>712.23</b>

The carrying amount of cash and cash equivalents, other bank balances, trade receivables, loans, other financial assets, trade payables and other financial liabilities are considered to be the same as their fair value due to their short term nature and are close approximation of fair value.

The Company's investment in the equity shares of its subsidiaries is recognised at cost.



## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

### 31. FINANCIAL RISK MANAGEMENT

#### Financial risk factors

The Company's activities expose it to a variety of financial risks : market risk, liquidity risk and credit risk.

#### Market risk

Market risk is the risk that the changes in market prices such as foreign exchange rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

#### a) Foreign Currency risk

The Company is exposed to foreign exchange risk through its purchases from overseas suppliers and payment for services availed in various foreign currencies. The Company pays off its foreign exchange exposure within a short period of time, thereby mitigates the risk of material changes in exchange rate on foreign currency exposure.

The following table analyses foreign currency risk from financial instruments as of 31st March 2022 and 31st March 2021.

Amount in lakhs

Particulars	31st March 2022	31st March 2021
	Amount	Amount
Trade payables (USD converted to INR)	189.78	197.00

For the year ended 31st March 2022 and 31st March 2021, the effect of every percentage point depreciation/appreciation in the exchange rate between the Indian rupee and U.S.dollar, is as under:

	Change in USD Rate	Effect on Profit before Tax	
		31st March 2022	31st March 2021
Appreciation in Exchange Rate	1%	(1.90)	(1.97)
Depreciation in Exchange Rate	-1%	1.90	1.97

#### b) Other Market Price Risks

The Company's exposure to equity securities price risk arises from investments held by the Company and classified in the balance sheet as fair value through Other Comprehensive Income and Fair value through profit/loss. If the equity prices of quoted investments are 1% higher/ lower, the Other Comprehensive Income for the year ended March 31, 2022 would increase/ decrease by Rs 12.28 lakhs (for the year ended March 31, 2021: increase/ decrease by Rs 11.82 lakhs) and profit or loss for the year ended March 31, 2022 would increase/ decrease by Rs 76.50 lakhs (for the year ended March 31, 2021: increase/ decrease by Rs 82.55 lakhs)

#### c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting its obligations associated with its financial liabilities.

The Company's principle source of liquidity are cash and cash equivalent, cash flows from operations and investment in mutual funds. The Company has no outstanding bank borrowings as on 31st March 2022. The Company believes that working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived.

The table below provides details regarding the contractual maturities of financial liabilities as of March 31, 2022:

Amount in lakhs

Particulars	0-3 Months	3 Months- 1 yr	1-5 years	5-20 years	Total
Trade payables	59.19	520.48	108.15	-	687.82
Other financial liabilities	95.14	503.04	23.13	-	621.31

The table below provides details regarding the contractual maturities of financial liabilities as of March 31, 2021:

Particulars	0-3 Months	3 Months- 1 yr	1-5 years	5-20 years	Total
Trade payables	12.24	188.39	196.29	-	396.92
Other Financial Liabilities	120.75	163.90	30.66	-	315.31

#### Credit Risk

Credit risk is the risk that counter party will not meet its obligation under a financial instrument leading to a financial loss. The company is exposed to credit risk from investments, trade receivables, cash and cash equivalents, loans and other financial assets.

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

The Company's credit risk is minimised as the Company's financial assets are carefully allocated to counter parties reflecting the credit worthiness.

The maximum exposure of financial asset to credit risk are as follows :

Amount in lakh

Particulars	31st March 2022	31st March 2021
Investments	59,975.43	63,454.02
Trade Receivables	566.77	172.01
Loans	5,437.31	4,661.38
Other financial assets	364.42	164.55

Credit risk on Investments primarily include investments in liquid mutual fund units, quoted bonds and investment in subsidiaries. Loans are provided to subsidiary and are in the nature of short term as the same is repayable on demand.

### Risk towards Global Pandemic COVID-19

Financial instruments carried at fair value as at March 31, 2022 is Rs 16,187.77 lakhs and financial instruments carried at amortised cost as at March 31, 2022 is Rs 7,309.92 lakhs. A significant part of the financial assets are classified as Level 1 having fair value of Rs 7,258.74 lakhs as at March 31, 2022. The fair value of these assets is marked to an active market which factors the uncertainties arising out of COVID-19. The financial assets carried at fair value by the Company are mainly investments in equity shares of listed entities wherein the uncertainties arising out of COVID-19 has already been factored by the stock market as at March 31, 2022 and liquid debt securities wherein no material volatility is expected.

Trade receivables of Rs 566.77 lakhs as at March 31, 2022 forms a significant part of the financial assets carried at amortised cost. The Debtors do not have any concentrated risk and the Company does expect to recover these outstanding in due course. Further, adequate credit loss provision has been created based on the policy of the Company. The Company has specifically evaluated the potential impact with respect to customers in Airline and Travel Agents segments which could have an immediate impact though the outstanding is not significant. Further, we expect that there could be some delay in payments from debtors, over and above the credit cycle. Basis our internal assessment and the stringent provisioning policy of the Company, the management assessment for the allowance for doubtful trade receivables of Rs 35,01,647 as at March 31, 2022 is considered adequate.

### 32. CAPITAL MANAGEMENT

For the purpose of managing capital, Capital includes issued equity share capital and reserves attributable to the equity holders.

The objective of the company's capital management are to:

- Safeguard their ability to continue as going concern so that they can continue to provide benefits to their shareholders.
- Maximisation the wealth of the shareholder.
- Maintain optimum capital structure to reduce the cost of the capital.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and requirement of financial covenants. In order to maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2022 and 31 March 2021.

### 33. Gratuity and other post-employment benefit plans

The Company has classified the various benefits provided to employees as under:-

- a) Defined contribution plans
  - i. Provident fund

Contribution to Defined Contribution Plans, recognized as expense for the year is as under:-

Amount in lakhs

Particulars	31st March 2022	31st March 2021
Employer's Contribution to Provident Fund	65.16	54.94
Employer's Contribution to Pension Scheme	22.84	19.88

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

- b) Defined benefit plans
  - i. Contribution to post-retirement Gratuity fund
  - ii. Compensated absences Earned leave

In accordance with Indian Accounting Standard 19, Employee Benefits, actuarial valuation was done in respect of the aforesaid defined benefit plans based on the following assumptions: -

### Economic Assumptions

The discount rate and salary increase assumed are key financial assumptions and should be considered together; it is the difference or 'gap' between these rates which is more important than the individual rates in isolation.

### Discount Rate

The discounting rate is based on the gross redemption yield on medium to long-term risk free investments. For the current valuation a discount rate of 7.18 % p.a. compound, has been used.

### Salary Escalation Rate

The salary escalation rate usually consists of at least three components, viz. Regular increments, price inflation and promotional increases. In addition to this any commitments by the management regarding future salary increases and the Company's philosophy towards employee remuneration are also to be taken into account. Again a long- term view as to the trend in salary increase rates has to be taken rather than be guided by the escalation rates experienced in the immediate past, if they have been influenced by unusual factors.

### i. Change in Benefit Obligations:

Amount in lakhs

Particulars	Gratuity (Unfunded)	
	31st March 2022	31st March 2021
Present value of obligations as at the beginning of the year	218.39	225.64
Current service cost	26.08	26.14
Interest cost	14.83	15.61
Benefit Paid	(8.12)	(39.40)
Actuarial (gain)/ loss on obligation	(17.48)	(9.60)
<b>Present value of obligations as at the year end</b>	<b>233.70</b>	<b>218.39</b>
Current liability	94.90	92.66
Non-Current liability	138.80	125.73
<b>Total</b>	<b>233.70</b>	<b>218.39</b>

### ii. Change in plan assets : All figures given in the table below are as provided by the company

Amount in lakhs

Particulars	Gratuity (Unfunded)	
	31st March 2022	31st March 2021
Fair value of plan assets at the beginning of the period	--	--
Actual return on plan assets	--	--
Employer contribution	--	--
Benefits paid	--	--
Fair value of plan assets at the end of the period	--	--

### iii. Expenses recognized in the Statement of Profit and Loss:

Amount in lakhs

Particulars	Gratuity (Unfunded)	
	31st March 2022	31st March 2021
Current Service Cost	26.08	26.14
Interest Cost	14.83	15.61
Expenses recognised in Statement of Profit and Loss	40.91	41.75

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

**iv. Expected contribution for the next Annual reporting period.**

Amount in lakhs

Particulars	Gratuity (Unfunded)	
	31st March 2022	31st March 2021
Service Cost	22.18	20.33
Net Interest Cost	16.78	14.83
Expected Expense for the next annual reporting period	38.96	35.16

**v. Amount recognized in Other Comprehensive Income (OCI):**

Amount in lakhs

Particulars	Gratuity (Unfunded)	
	31st March 2022	31st March 2021
Actuarial Gain / (loss) recognized during the year	17.48	9.60

**vi. Principal Actuarial Assumptions :**

Amount in lakhs

Particulars	Refer Note Below	Year ended 31.03.2022	Year ended 31.03.2021
Discount rate (p.a.)	1	7.18%	6.79%
Salary Escalation Rate (p.a.)	2	6.00%	6.00%

**vii. A quantitative sensitivity analysis for significant assumption as at March 31, 2022 is as shown below:****Gratuity Plan**

Amount in lakhs

Particulars	31-March -22		31-March -22	
	Discount Rate		Future Salary	
Sensitivity Level	0.5% Increase	0.5% Decrease	0.5% Increase	0.5% Decrease
Impact on defined Benefit obligation	(3.24)	3.44	3.46	(3.29)

**A quantitative sensitivity analysis for significant assumption as at March 31, 2021 is as shown below:****Leave**

Amount in lakhs

Particulars	31-March -21		31-March -21	
	Discount Rate		Future Salary	
Sensitivity Level	0.5% Increase	0.5% Decrease	0.5% Increase	0.5% Decrease
Impact on defined Benefit obligation	(2.59)	2.71	2.72	(2.62)

Sensitivities due to mortality &amp; withdrawals are not material &amp; hence impact of change due to these not calculated.

Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement &amp; life expectancy are not applicable.

**Maturity Profile of Defined Benefit Obligation**

Amount in lakhs

Particulars	Gratuity 31st March 2022
a) 0 to 1 Year	94.90
b) 1 to 2 Year	78.65
c) 2 to 3 Year	4.25
d) 3 to 4 Year	3.30
e) 4 to 5 Year	4.11
f) 5 to 6 Year	4.14
h) 6 Year Onwards	44.34

**Notes:**

- The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of obligations.
- The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

3. The gratuity plan and earned leave is unfunded.

### Demographic assumptions:

- a. Retirement age : 58 years  
b. Mortality rate : Published rates under Indian Assured Lives Mortality (IALM) Ultimate table

### Description of Risk Exposures:

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follow :-

- a) Salary Increases- Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.  
b) Investment Risk – If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.  
c) Discount Rate : Reduction in discount rate in subsequent valuations can increase the plan's liability.  
d) Mortality & disability – Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.  
e) Withdrawals – Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

### 34. Expenditure in Foreign Currency (on payment basis)

Amount in lakhs

Particulars	31st March 2022	31st March 2021
Commission & Brokerage	0.18	26.86
Technical Services	77.00	22.39
Advertisement & Publicity	88.36	57.90
Recruitment & Training	-	0.80
Others	126.23	80.03
<b>Total</b>	<b>291.77</b>	<b>187.98</b>

35. Earnings in Foreign Currency (on receipt basis)- Rs 215.74 lakhs (Previous Year: Rs 133.44 lakhs)

### 36. The Company has not paid dividend in respect of shares held by Non-Residents. The details is given herein below:-

Amount in lakhs

Particulars	31st March 2022	31st March 2021
Number of Non Resident Shareholders	289	361
Number of Equity Shares held by Non Resident Shareholders	76,83,343	77,02,496
Amount of Dividend Paid	-	-

\*No Dividend has been declared in the F.Y 21-22

### 37. Leases:

The Company has entered into Operating lease agreements for letting out space. The lease agreements are made for specific period as per agreement. Lease payments received recognized in the Statement of Profit & Loss for the year ended amounted to Rs 10.28 lakhs.

The future receipts for operating lease are as follows:

Amount in lakhs

Particulars	31st March 2022	31st March 2021
Not Later than 1 year	10.72	10.33
Later than one year and not later than five years	7.36	6.68
Later than five years	-	-

Since, the lease is an operating lease and not a finance lease, the Company is duly accounting the rental income in their books as per the requirements of Ind AS 116 which says that the lease rental in case of an operating lease should be recorded in a systematic manner over the period of the lease term.

The Company has entered into leave & license agreement for premises. The lease agreements are made for specific period as per agreement. Lease payments paid are recognized in the Statement of Profit & Loss for the year ended amounted to Rs 182.58 lakhs for the period 01-04-2021 to 31-03-2022.

**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

The future Payments for operating lease are as follows:

Amount in lakhs

Particulars	31st March 2022	31st March 2021
Not Later than 1 year	180.00	180.00
Later than one year and not later than five years	-	-
Later than five years	-	-

The company has renewed the lease Agreement with Gomti Food & Spices Pvt. Ltd. The Lease is a short-term lease for a period of 1 year as on March 31, 2022, hence there is no impact of Ind AS 116.

**38. Corporate social responsibility (CSR) expenditure**

Amount in lakhs

Particulars	For the period/year	
	March 31, 2022	March 31, 2021
Amount required to be spent by the company during the year	25.05	39.91
Amount spent during the year on:		
Construction/acquisition of any asset	-	-
On purposes other than (i) above	25.00	40.00
Shortfall at the end of the year	-	-
Total of previous years shortfall	-	-
Contribution to a trust controlled by the company	-	-
The nature of CSR activities undertaken by the Company	Environment Sustainability & Animal Welfare, Healthcare, Education	Environment Sustainability & Animal Welfare, Healthcare, Education
<b>For movement is CSR, refer below:</b>		(Rs in lakhs)
Opening Balance	(0.09)	-
Gross amount to be spent during the year	25.05	39.91
Actual spent	25.00	40.00
<b>(Excess) /short spent*</b>	(0.04)	(0.09)

39. The operating segments (Ind AS 108) of the Company are as follows:

- Hotel Business (East): The hotel Business (East) includes namely the operating hotel "Hyatt Regency" in Kolkata.
- Investments including investments in Hotel (South): It consists of (i) Securities Trading Unit & (ii) Strategic Investment Unit.

Securities Trading Unit comprising of treasury/liquid investments which are being regularly traded, bonds, mutual funds, and shares of certain companies. Strategic Investment Unit includes the loan & investment in its wholly owned subsidiary (Robust Hotels Pvt. Ltd.) having an operating hotel namely Hyatt Regency, Chennai and the loans and Investment in its wholly owned subsidiary (GJS Hotels Ltd.) for exploring business opportunities in Hotel in Bhubaneswar, Odisha.

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

Sr No	Particulars	(Rs in lakhs)	
		Year Ended	
		31.03.2022 Audited	31.03.2021 Audited
1	<b>Segment Revenue</b>		
	<b>Revenue from Operations</b>		
	Hotel Business (East)	5,119.32	2,940.70
	Investments including investments in Hotel (South)	-	-
	<b>Total (A)</b>	<b>5,119.32</b>	<b>2,940.70</b>
	<b>Other Income</b>		
	Hotel Business (East)	70.25	233.51
	Investments including investments in Hotel (South)	527.66	700.81
	Other Unallocable Income	-	0.19
	<b>Total (B)</b>	<b>597.91</b>	<b>934.51</b>
	<b>Total Revenue (A+B)</b>	<b>5,717.23</b>	<b>3,875.21</b>
2	<b>Segment Results (EBITDA)</b>		
	Hotel Business (East)	312.86	127.11
	Investments including investments in Hotel (South)	519.10	684.04
	Total Segment Profit before Interest, Tax, Depreciation & Amortisation	<b>831.96</b>	<b>811.15</b>
3	<b>Segment Result (EBIT)</b>		
	Hotel Business (East)	(20.32)	(181.94)
	Investments including investments in Hotel (South)	519.10	684.04
	<b>Total Segment Profit/(Loss) Before Tax</b>	<b>498.78</b>	<b>502.10</b>
	i) Other Unallocable Cost	(462.52)	(453.62)
	ii) Other Unallocable Income	-	0.19
	<b>Profit/(Loss) Before Tax</b>	<b>36.26</b>	<b>48.67</b>
4	<b>Segment Assets</b>		
	Hotel Business (East)	13,801.13	13,882.78
	Investments including Investments in Hotel (South)	77,161.38	76,734.87
	<b>Total Segment Assets</b>	<b>90,962.51</b>	<b>90,617.65</b>
5	<b>Segment Liabilities</b>		
	Hotel Business (East)	3,614.66	3,000.90
	Investments including Investments in Hotel (South)	2,300.06	2,302.60
	<b>Total Segment Liabilities</b>	<b>5,914.72</b>	<b>5,303.50</b>



**NOTES TO THE FINANCIAL STATEMENTS** (contd.)

as at and for the year ended March 31, 2022

**40. Contingent Liabilities:**

Amount in lakhs

Contingent Liabilities	31st March 2022	31st March 2021
Corporate Guarantee to IDBI Bank for Robust Hotels Pvt. Ltd.	500.00	1,095.00
Letter of Credit issued by IDBI Bank Ltd. in favour of West Bengal Electricity Distribution Company Limited	195.00	195.00
Service Tax under the Finance Act, 1994 pertaining to F.Y. 2008-09 to F.Y. 2012-13	68.37	68.37
Service Tax under the Finance Act, 1994 pertaining to F.Y. 2013-14 to F.Y. 2016-17	76.44	76.44
Sales Tax under West Bengal Sales Tax Act, 1994 pertaining to F.Y. 2012-13	56.83	56.83
VAT Under WBVAT Act 2003 for the F.Y. 2011-12 ((the Company has preferred an appeal against the demand)	369.76	369.76
Foreign Trade Development Regulation Act. 1992.	396.37	396.37

**Code of Conduct :**

Code on Social Security, 2020: The date of implementation of the Code on Social Security, 2020 ('the Code') relating to employee benefits is yet to be notified by the Government and when implemented will impact the contributions by the Company towards benefits such as Provident Fund, Gratuity etc. The Company will assess the impact of the Code and give effect in the financial results when the Code and Rules thereunder are notified.

**41. Payments to Auditors :**

Amount in lakhs

Particulars	31st March 2022	31st March 2021
Statutory Audit Fees	3.25	3.25
Fees for Limited Review	5.25	3.85
Tax Audit Fees	1.50	1.50
Fees for other services	-	1.15
Reimbursement of Expenses	-	0.11

42. The Company and Mumbai International Airport Limited (MIAL) have executed a Share Purchase Agreement dated 20th April 2019 (SPA) wherein MIAL has agreed to buy Company's 100% investment in Regency Convention Centre and Hotels Limited (RCC) at a purchase consideration of Rs 6,400 lakhs against which the company has received an advance of Rs 2,300 lakhs from MIAL to buy out other shareholders' holding in the company. The company has since received the balance purchase consideration of Rs. 4,100 lakhs (excluding interest which has been waived by the company to complete the transaction) from Mumbai International Airport Authority Ltd and accordingly has transferred its 100% shareholding (representing assets held for sale) in RCC on 4th May 2022 and has ceased to be a wholly owned subsidiary of the Company.

43. In accordance with the Indian Accounting Standard on "Related Party Disclosures" (IndAS - 24), the disclosures in respect of Related Parties and transactions with them are as follows: -

**Related Party Disclosures**

(i) List of Related Parties

(a) **Subsidiaries:**

GJS Hotels Limited (wholly owned subsidiary)

Regency Convention Centre &amp; Hotels Limited (wholly owned subsidiary, held for sale)

Robust Hotels Private Limited (wholly owned subsidiary)

(b) **Key Management Personnel:**

Mr. Radhe Shyam Saraf, Chairman (demised on 22nd March 2022)

Mr. Arun Kumar Saraf, Joint Managing Director

Mr. Umesh Saraf, Joint Managing Director

(c) **Independent Directors:**

Mr. A.C Chakrabortti

Mrs. Rita Bhimani

Mr. Padam Kumar Khaitan

## NOTES TO THE FINANCIAL STATEMENTS *(contd.)*

as at and for the year ended March 31, 2022

Mr. Rama Shankar Jhawar (till 14th October 2020)

Mr. Sandipan Chakravorty (appointed w.e.f. 10th August, 2021)

(d) **Entities over which directors or their relatives can exercise significant influence / control:**

- i. Juniper Hotels Private Limited
- ii. Unison Hotels Private Limited
- iii. Chartered Hotels Private Limited
- iv. Chartered Hampi Hotels Private Limited
- v. Unison Hotels South Private Limited
- vi. Salkia Estate Development Pvt Ltd
- vii. Juniper Investments Limited
- viii. Vedic Hotels Limited
- ix. Blue Energy Private Limited
- x. Unison Power Limited
- xi. Footsteps of Buddha Hotels Private Limited
- xii. Samra Importex Private Limited
- xiii. Taragaon Regency Hotels Limited, Nepal
- xiv. Yak & Yeti Hotels Limited, Nepal
- xv. Nepal Travel Agency Pvt. Ltd., Nepal
- xvi. Sara International limited, Hong Kong
- xvii. Sara Hospitality Limited, Hong Kong
- xviii. Saraf Hotels Limited, Mauritius
- xix. Saraf Investments Limited, Mauritius
- xx. Saraf Industries Limited, Mauritius
- xxi. Khaitan & Co

(ii) **Details of Transactions with Related Parties during the year:**

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

Transactions with Related Parties for the period from 1st April 2021 to 31st March 2022								
Transaction during the period	Subsidiary Company		Key Management Personnel		Entities Controlled by Directors or their Relatives		Total	
	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21
<b>Travelling Expenses</b>								
Robust Hotels Private Limited	-	-	-	-	-	-	-	-
Arun Saraf	-	-	12.42	7.09	-	-	12.42	7.09
Umesh Saraf	-	-	-	6.77	-	-	-	6.77
Radheyshyam Saraf	-	-	-	7.31	-	-	-	7.31
<b>Professional Expenses</b>								
Khaitan & Co	-	-	-	-	0.76	1.46	0.76	1.46
<b>Support Staff Income ( Net )</b>								
Robust Hotels Private Limited	4.88	3.50	-	-	-	-	4.88	3.50
<b>Advance Given</b>								
GJS Hotels Limited	11.93	16.77	-	-	-	-	11.93	16.77
Regency Convention Centre and Hotels Limited	0.04	1.33	-	-	-	-	0.04	1.33
Robust Hotels Pvt. Ltd.	1,040.00	425.00	-	-	-	-	1,040.00	425.00
<b>Short Term Advance given from Securities Trading Unit</b>								
Robust Hotels Pvt. Ltd.	5,000.00	4,230.00	-	-	-	-	5,000.00	4,230.00
<b>Interest Income Earned</b>								
Robust Hotels Pvt. Ltd.	256.23	190.22	-	-	-	-	256.23	190.22
<b>Refund of Advance Given</b>								
Robust Hotels Pvt. Ltd.	270.00	-	-	-	-	-	270.00	-
Regency Convention Centre and Hotels Limited	-	-	-	-	-	-	-	-
<b>Managerial Remuneration</b>								
Umesh Saraf	-	-	217.45	211.14	-	-	217.45	211.14
Arun Kr. Saraf	-	-	207.34	206.40	-	-	207.34	206.40
<b>Sitting Fees</b>								
Radhe shyam Saraf	-	-	0.50	1.00	-	-	0.50	1.00
A.C Chakrabortti	-	-	3.70	2.90	-	-	3.70	2.90
Rita Bhimani	-	-	3.70	2.00	-	-	3.70	2.00
Rama Shankar Jhawar	-	-	-	0.80	-	-	-	0.80
Padam Kumar Khaitan	-	-	2.50	2.00	-	-	2.50	2.00
Sandipan Chakravortty	-	-	2.00	-	-	-	2.00	-
<b>Closing Balance as on 31st March 2022</b>								
<b>Account Receivables/ Advances</b>								
GJS Hotels Limited	435.81	423.88	-	-	-	-	435.81	423.88
Regency Convention Centre and Hotels Limited	0.43	1.33	-	-	-	-	0.43	1.33
Unisons Hotelsd Pvt Ltd	-	-	-	-	0.26	0.26	0.26	0.26
Robust Hotels Pvt Ltd ( Expenses )	4.13	2.37	-	-	-	-	4.13	2.37
Short Term Advances given to Robust Hotels Pvt Ltd from Securities Trading Unit	5,000.00	4,230.00	-	-	-	-	5,000.00	4,230.00
Accrued Interest on Short Term Advances given to Robust Hotels Pvt Ltd from Securities Trading Unit	236.40	5.79	-	-	-	-	236.40	5.79
<b>Investments as at year end</b>								
Equity Shares of GJS Hotels Limited	392.05	392.05	-	-	-	-	392.05	392.05
Equity Shares of Regency Convention Centre and Hotels Limited	5,416.23	5,416.23	-	-	-	-	5,416.23	5,416.23
Equity Shares of Robust Hotels Private Limited	56,736.18	56,736.18	-	-	-	-	56,736.18	56,736.18

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

\* The Post Employment benefits of KMPs excludes gratuity which cannot be separately identified from the composite amount advised by the actuary.

### 44. RATIO ANALYSIS AND ITS ELEMENTS

Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for variance
Current ratio	Current Assets	Current Liabilities	3.34	3.93	-15.01%	
Debt-equity ratio	Total Debt	Shareholder's Equity	-	-		No Debt
Debt service coverage ratio	Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.	Debt service = Interest & Lease Payments + Principal Repayments	-	-		No Debt
Return on equity ratio	Net Profits after taxes – Preference Dividend (if any)	Average Shareholder's Equity	0.067%	0.081%	-17.21%	Decrease in Net Profit, due to increased expenses
Inventory turnover ratio	N/A	N/A	-	-	-	
Trade receivables turnover ratio	Net Credit Sales (Net credit sales consist of gross credit sales minus sales return)	Average Trade Receivables (Trade receivables includes sundry debtors and bill's receivables)	13.86	9.31	48.80%	The Net Credit Sales almost doubled from the previous reporting period.
Trade payables turnover ratio	Net Credit Purchases (Net credit purchases consist of gross credit purchases minus purchase return)	Average Trade Payables	1.53	0.75	102.33%	The Net Credit Purchases increased around three times from the previous reporting period.
Net capital turnover ratio	Net Sales=Net sales shall be calculated as total sales minus sales returns.	Working Capital = Working capital shall be calculated as current assets minus current liabilities.	0.44	0.24	86.30%	The Net Credit Sales almost doubled from the previous reporting period.
Net profit ratio	Net profit shall be after tax	Net Sales	1.11%	2.35%	-52.56%	Net Profit was almost the same as last year, but the Net sales increased by almost double, thus reducing the ratio.
Return on capital employed	Earning before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	0.43%	0.42%	3.60%	EBIT and Capital employed, both remained almost the same in both the periods.
Return on investment	Net Income on Investment	Cost of Investment	3.89%	4.02%	-3.44%	

\* Average = (Opening + Closing balance) / 2

### NOTES:

- The ratios have improved in the current year vis-à-vis last year mainly on account of relaxation in lockdown and lifting of restrictions by the Govt. of India for hospitality sector.

### 45. STATUS OF ONGOING SCHEME OF ARRANGEMENT:

The Scheme of Arrangement, Demerger and Reduction of capital filed by the Company and its wholly-owned subsidiary Robust Hotels Private Limited, Chennai (Robust) have been sanctioned by the Hon'ble NCLT Chennai Bench and NCLT Kolkata Bench vide orders dated 13th October, 2021 and 20th December, 2021 respectively. The said Scheme will be effective on filing the same with the respective Registrar of Companies, which is under process and the effect of the scheme is expected to be given in the current financial year 2022-23 upon its filing and thereupon Robust will cease to exist as a wholly-owned subsidiary of the Company.

- Pursuant to the provisions of Section 124 & 125 of the Companies Act, 2013 read with the Investor Education and Protection Fund (IEPF) Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (the Rules), Rs. 7.34 lakhs and 23,261 shares have been transferred to the IEPF for the dividend declared in the financial year ended 2013-14 and the respective shares whose dividend remained unpaid or unclaimed for seven consecutive years. Further, Rs. 0.12 lakhs of F.Y 2013-14 and its 4,130 shares of F.Y 2013-14 being restrained shares could not be transferred to the IEPF pursuant to Rule 6(3)(b) of the Rules, the due date of transfer of which was September 4, 2021.

## NOTES TO THE FINANCIAL STATEMENTS (contd.)

as at and for the year ended March 31, 2022

**47.** The Company has significant strategic investments in the equity shares of Asian Hotels (West) Limited (AHWL). The market price of shares of AHWL has fallen considerably since the sudden closure of Hyatt Regency Mumbai Hotel effective from 7th June 2021 by its management. The Company expects a further substantial fall in the market value of shares till AHWL resumes its operations. The Company has filed Oppression & Mismanagement petitions under section 241-242 & 244 of the Companies Act, 2013 with the NCLT Principal Bench, New Delhi in order to protect its interest. Yes Bank Limited has also initiated CIRP resolution under section 7 of IBC, 2016 against AHWL. The Company has taken necessary steps in this regard to protect its interest.

**48. IMPACT OF COVID-19**

The business has been impacted during the year on account of COVID-19. During the first three months of the year, the Company witnessed softer revenues due to the second wave of COVID-19 and consequent lockdowns in several states across the country. Also there was a third wave in the month of January 2022, resulting in restrictions in some states, which also adversely impacted the revenues. However, with increased vaccinations and consequent reduction in number of cases and easing of all restrictions, the Company has witnessed recovery in both leisure and business segments in all the other months. The Company has considered internal and external sources of information and has performed sensitivity analysis on the assumptions used and based on current estimates, expects to recover the carrying amount of these assets. The impact of COVID-19 may be different from that estimated as at the date of approval of the financial statements and the Company will continue to closely monitor any material changes to future economic conditions. The Company has adequate funds at its disposal for the next 12 months to prevent any disruption of the operating cash flows and to enable the Company meet its debts and obligations as they fall due. Accordingly, the financial statements of the Company have been prepared on a going concern basis.

**49.** Estimated amount of Capital Contracts pending to be executed (Net of Advances) – Rs 65.32 lakhs (Previous Year – Rs. 143.11 lakhs)

**50. RELATIONSHIP WITH STRUCK OFF COMPANIES**

The Company do not have any transactions with company's struck off during the period ending 31st March,2022 and also for the period ending 31st March,2021.

**51. UTILIZATION OF BORROWED FUNDS**

The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, that the intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries).

The Company has not received any fund from any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

**52. DETAILS OF BENAMI PROPERTY HELD**

The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company during the period ending 31st March,2022 and also for the period ending 31st March,2021 for holding any Benami property.

**53. REGISTRATION OF CHARGES OR SATISFACTION WITH REGISTRAR OF COMPANIES (ROC)**

The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period, during the period ending 31st March,2022 and also for the period ending 31st March,2021.

**54. DETAILS OF CRYPTO CURRENCY OR VIRTUAL CURRENCY**

The Company have not traded or invested in Crypto currency or Virtual Currency during the period ending 31st March,2022 and also for the period ending 31st March,2021.

**55. Previous Year figures have been regrouped / reclassified, wherever necessary.**

In terms of our report attached  
For **Singhi & Co.**  
Chartered Accountants  
Firm Registration. No. 302049E

**Rajiv Singhi**  
Partner  
Membership No. : 053518

Place: Kolkata  
Date: 30th May 2022

For and on behalf of the Board of Directors

**Sandipan Chakravorty** (DIN No. - 00053550)  
**Arun K Saraf** (DIN: 00339772)  
**Umesh Saraf** (DIN: 00017985)  
**A. C. Chakraborti** (DIN: 00015622)  
**Padam Kumar Khaitan** (DIN: 00019700)  
**Rita Bhimani** (DIN: 07106069)

Director

**Bimal Kr Jhunjhunwala**  
CFO & Vice President- Corporate Finance

**Saumen Chatterjee**  
Chief Legal Officer & Company Secretary

# Independent Auditor's Report

## TO THE MEMBERS OF ASIAN HOTELS (EAST) LIMITED REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

### Opinion

We have audited the accompanying consolidated financial statements of ASIAN HOTELS (EAST) LIMITED ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at 31st March 2022, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Cash Flow Statement and the Consolidated Statement of changes in equity for the year then ended, the notes to the consolidated financial statements and a summary of significant accounting policies and other explanatory information (herein 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 and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries, 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standard) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at March 31, 2022, their consolidated profit including other comprehensive income, their consolidated cash flows and the consolidated statement of changes in equity for the year ended on that date.

### Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs), as 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 Group in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the 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 obtained by us and the audit evidence obtained by the other auditor in terms of the report referred to in the other matter section below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the financial year ended March 31, 2022. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated financial statements.

S.no	Key Audit Matter	Auditor's Response
1.	<p><b>Evaluation of uncertain tax positions</b></p> <p>The Company has material uncertain tax positions including matters under dispute which involves significant judgment to determine the possible outcome of these disputes.</p> <p>Refer <b>Note 42</b> to the Financial Statements</p>	<p><b>Principal Audit Procedures</b></p> <p>We have obtained details of completed tax assessments and demands for the year ended March 31, 2022 from management. We involved our internal experts to examine the management's underlying assumptions in estimating the tax provision and the possible outcome of the disputes. Our internal experts also considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions. Additionally, we considered the effect of new information in respect of uncertain tax positions as at April 1, 2021 to evaluate whether any change was required to management's position on these uncertainties.</p>

## Independent Auditor's Report (contd.)

S.no	Key Audit Matter	Auditor's Response
2.	<p><b>Impact of COVID-19 pandemic on estimation uncertainty</b></p> <p>On 11 March 2021, the World Health Organization declared the Novel Coronavirus (COVID-19) outbreak to be a pandemic. The Indian Government had imposed lock-downs across the country during the year at various states. These lockdowns and restrictions due to COVID-19 pandemic had posed significant challenges to the businesses of the Company. This required the Company to assess impact of COVID-19 on its operations.</p> <p>The Company has assessed the impact of COVID-19 on the future cash flow projections. The Company has also prepared a range of scenarios to estimate financing requirements. In view of the above, we identified impact of COVID-19 on going concern as a key audit matter.</p> <p>Refer <b>Note 47</b> to the consolidated financial statements.</p>	<p><b>Principal Audit Procedures</b></p> <ul style="list-style-type: none"> <li>• Obtained an understanding of the key controls relating to the Company's forecasting process</li> <li>• Assessed the forecasted statement of profit and loss and cash flows by considering plausible changes to the key assumptions adopted by the Company and compared them with the Company's business plan approved by the board of directors</li> <li>• Obtained an understanding of key assumptions adopted by the Company in preparing the forecasted statement of profit and loss and cash flow and assessed the consistency thereof with our expectations based on our understanding of the Company's business.</li> <li>• Performed the following procedures as mitigating factors:             <ol style="list-style-type: none"> <li>1. Assessed impact of Government's announcement to lift the lockdown restrictions and Company's plan to re-open hotels in a phased manner.</li> <li>2. Assessed disclosures made in the consolidated financial statements with regard to the above. Refer to <b>Note 47</b> to the consolidated financial statements.</li> </ol> </li> </ul>

### Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information etc., but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information compare with financial statements of subsidiaries audited by other auditors, to the extent it relates to these entities and, in doing so place reliance on the work of other auditor and, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of Management and those charged with Governance

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.



## Independent Auditor's Report (contd.)

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.

That respective Board of Directors of the companies included in the are also responsible for overseeing the financial reporting process of the Group.

### Auditor's Responsibility

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 part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the financial year ended March 31, 2022 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or

## Independent Auditor's Report (contd.)

when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Other Matters

We did not audit the financial statements of three subsidiaries, whose financial statements reflect total assets of Rs. 53,635.12 Lakhs and net assets of Rs 8,525.15 Lakhs as at March 31, 2022 total revenues of Rs. 4,050.59 Lakhs and net cash inflow amounting to Rs.19.44 Lakhs for the year ended on that date, as considered in these consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the consolidated Financial Statements, in so far it relates to the amounts and disclosures included in respect of these subsidiaries and our report on the consolidated financial statements, to the extent they have been derived from such financial statements is based solely on reports of such other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and reports of other auditors and financial statements certified by the management.

### REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. 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 the aforesaid consolidated financial statements have been kept so far as it appears from examination of those books and reports of other Auditors;
  - c. The consolidated balance sheet, the consolidated statement of profit and loss(including other comprehensive income),the consolidated cash flow statement and the consolidated statement of changes in equity dealt with by this Report are in agreement with the books of account maintained for the purpose of the preparation of the consolidated financial statements;
  - d. In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act,
  - e. On the basis of the written representations received from the directors of the Company as on 31st March 2022 taken on record by the Board of Directors of the company and the reports of the statutory auditors of subsidiary companies, none of the directors of the Company is disqualified as on 31st March 2022 from being appointed as a director of that company in terms of Section 164 (2) of the Act;
  - f. With respect to the adequacy of the internal financial controls with reference to the consolidated financial statement of the Company and its subsidiaries incorporated in India and the operating effectiveness of such controls, refer to our separate Report in Annexure 'A',
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us and based on the auditor's report of the subsidiary companies, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h. 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 Consolidated Financial Statements has disclosed the impact of pending litigation on its Consolidated Financial position in its financial statement. Refer Note 42 to the Consolidated Financial statements;
    - ii. The Company and its Subsidiaries did not have any long-term contracts including derivative contract as at March 31, 2022 for which there were material foreseeable losses.
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company except Rs.12,390/- of F.Y. 2013-14 being restrained shares could not be transferred due to pending legal cases. Refer Note 45 to the Financial Statements.
    - iv. a. The respective Managements of the Company and its subsidiaries which are incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested

## Independent Auditor's Report (contd.)

(either from borrowed funds or share premium or any other sources or kind of funds) by the Company or its joint venture to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or its joint venture ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- b. The respective Managements of the Company and its subsidiaries incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or its joint venture from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or its joint venture shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - c. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Company and subsidiaries which are incorporated in India whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement
  - v. As stated in Note 35 to the consolidated financial statements the Company has not declared or paid dividend during the year.
2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is not applicable, we report that there are no qualifications or adverse remarks in the CARO report.

**For Singhi & Co.**

Chartered Accountants  
Firm Registration No.302049E

**(Rajiv Singhi)**

Partner

Membership No.: 053518

UDIN: 22053518AKNYMF3899

Place: Kolkata

Date: 30<sup>th</sup> May 2022

### ANNEXURE - A TO THE INDEPENDENT AUDITOR'S REPORT

#### 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 with reference to financial statements of **ASIAN HOTELS (EAST) LIMITED** ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") as on 31<sup>st</sup> March 2022 in conjunction with our audit of the Consolidated financial statements of the Company for the year ended on that date.

#### MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Board of Directors of the Holding company and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements 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 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 with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls with reference

## Independent Auditor's Report (contd.)

to financial statements (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, issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 with reference to financial statements was 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 controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements 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 auditor's judgment, including the assessment of the risks 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 holding Company's internal financial controls system over financial reporting.

### MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control with reference to financial statements 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 with reference to financial statements 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 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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 subsidiary companies which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2022, based on the internal control with reference to financial statements 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.

### OTHER MATTERS

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements in so far as it relates to three subsidiaries, which are companies incorporated in India, is based on the corresponding reports of such companies incorporated in India.

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

**For Singhi & Co.**

Chartered Accountants

Firm Registration No. 302049E

**(Rajiv Singhi)**

Partner

Membership No.: 053518

UDIN: 22053518AKNYMF3899

Place: Kolkata

Date: 30<sup>th</sup> May 2022

# Consolidated Balance Sheet

as at March 31, 2022

₹ in lakhs

Particulars	Note	As at 31.03.2022	As at 31.03.2021
<b>ASSETS</b>			
<b>(1) Non - Current Assets</b>			
(a) Property, plant and equipment	3	60,947.89	61,489.08
(b) Capital work in progress	4	451.73	358.84
(c) Goodwill on consolidation	5	9,991.04	9,991.04
(d) Other Intangible assets	5	81.78	88.35
(e) Financial assets			
(i) Investments	6	265.57	101.76
(ii) Other financial assets	8	299.63	307.44
(f) Income tax assets (net)	9	394.58	328.13
(g) Other non-current assets	10	1,633.70	1,527.00
		<b>74,065.92</b>	<b>74,191.64</b>
<b>(2) Current Assets</b>			
(a) Inventories	11	288.52	213.85
(b) Financial assets			
(i) Investments	6	8,877.84	9,436.34
(ii) Trade receivables	12	1,166.15	768.92
(iii) Cash and cash equivalents	13	160.36	263.37
(iv) Other Bank Balances	13	862.64	1,804.18
(v) Loans	7	1.54	7.56
(vi) Other financial assets	8	18.38	51.09
(c) Income tax assets (net)	9	162.48	438.41
(d) Other current assets	10	561.10	506.72
(e) Assets classified as held for sale ( Refer Note No 37 )		5,416.66	5,417.56
		<b>17,515.67</b>	<b>18,908.00</b>
<b>Total Assets</b>		<b>91,581.59</b>	<b>93,099.64</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity share capital	14	1,152.78	1,152.78
(b) Other equity	15	67,517.74	71,284.72
Equity attributable to owners of the Company		<b>68,670.52</b>	<b>72,437.50</b>
<b>LIABILITIES</b>			
<b>(1) Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	16	11,396.05	10,174.47
(ii) Other financial liabilities	18	18.16	18.72
(b) Provisions	19	258.41	224.65
(c) Deferred tax liabilities (net)	20	770.18	899.71
		<b>12,442.80</b>	<b>11,317.55</b>
<b>(2) Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	16	2,669.09	2,379.53
(ii) Trade payables	17		
- Total outstanding dues of Micro and Small Enterprise		152.00	161.97
- Total outstanding dues of creditors other than Micro & Small Enterprise		769.33	863.76
(iii) Other financial liabilities	18	3,048.80	2,193.00
(b) Other current liabilities	21	3,723.00	3,645.06
(c) Provisions	19	106.05	101.27
		10,468.27	9,344.59
<b>Total Equity &amp; Liabilities</b>		<b>91,581.59</b>	<b>93,099.64</b>

The accompanying notes form an integral part of the Consolidated financial statements.

In terms of our report attached

For Singh & Co.

Chartered Accountants

Firm Registration. No. 302049E

Rajiv Singh

Partner

Membership No. : 053518

For and on behalf of the Board of Directors

Sandipan Chakravorty (DIN No. - 00053550)

Arun K Saraf (DIN: 00339772)

Umesh Saraf (DIN: 00017985)

A. C. Chakrabortti (DIN: 00015622)

Padam Kumar Khaitan (DIN: 00019700)

Rita Bhimani (DIN: 07106069)

Director

Place: Kolkata

Date: 30th May 2022

Bimal Kr Jhunjhunwala

CFO & Vice President- Corporate Finance

Saumen Chatterjee

Chief Legal Officer & Company Secretary

# Consolidated Statement of Profit and Loss

For the Year Ended 31st March, 2022

₹ in lakhs

Particulars	Note	Year ended 31.03.2022	Year ended 31.03.2021
Revenue from operations	22	9,169.91	5,436.29
Other income	23	666.88	1,057.70
<b>Total income</b>		<b>9,836.79</b>	<b>6,493.99</b>
Expenses			
Consumption of provisions, beverages, smokes & others	24	1,372.92	743.58
Employee benefits expenses	25	2,731.76	2,308.16
Finance cost	26	1,485.32	1,416.45
Depreciation and amortization expenses	3	1,928.92	1,937.15
Other expenses	27	5,789.10	3,405.73
<b>Total expenses</b>		<b>13,308.02</b>	<b>9,811.07</b>
Profit / (loss) before exceptional items and tax		(3,471.23)	(3,317.08)
Exceptional items		-	-
<b>Profit / (loss) before tax</b>		<b>(3,471.23)</b>	<b>(3,317.08)</b>
Tax expense			
(1) Current tax		-	-
(2) Deferred tax		(20.77)	(20.39)
<b>Profit / (loss) for the year from continuing operations</b>		<b>(3,450.46)</b>	<b>(3,296.69)</b>
<b>Net Profit or ( Loss ) from Discontinued operations</b>		<b>0.60</b>	<b>(0.44)</b>
<b>Net profit &amp; loss</b>		<b>(3,449.86)</b>	<b>(3,297.13)</b>
<b>Other comprehensive income</b>			
A (i) Items that will not be reclassified subsequently to profit or loss			
Remeasurement of defined benefit liability		24.33	25.44
Equity instruments through other comprehensive income		(449.63)	(313.09)
(ii) Income tax relating to items that will not be reclassified to profit or loss		108.76	76.38
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Other comprehensive income for the year, net of tax		<b>(316.54)</b>	<b>(211.27)</b>
<b>Total comprehensive income for the period</b>		<b>(3,766.40)</b>	<b>(3,508.40)</b>
<b>Earnings per equity share (Face Value Rs 10/- each)</b>			
(1) Basic	28	(29.93)	(28.60)
(2) Diluted	28	(29.93)	(28.60)

The accompanying notes form an integral part of the Consolidated financial statements.

In terms of our report attached  
For **Singhi & Co.**  
Chartered Accountants  
Firm Registration. No. 302049E

**Rajiv Singhi**  
Partner  
Membership No. : 053518

Place: Kolkata  
Date: 30th May 2022

For and on behalf of the Board of Directors

**Sandipan Chakravorty** (DIN No. - 00053550)  
**Arun K Saraf** (DIN: 00339772)  
**Umesh Saraf** (DIN: 00017985)  
**A. C. Chakraborti** (DIN: 00015622)  
**Padam Kumar Khaitan** (DIN: 00019700)  
**Rita Bhimani** (DIN: 07106069)

Director

**Bimal Kr Jhunjunwala**  
CFO & Vice President- Corporate Finance

**Saumen Chatterjee**  
Chief Legal Officer & Company Secretary



# Consolidated Statement of Changes in Equity

For the Year Ended 31st March, 2022

₹ in lakhs

Particulars	Equity Share Capital	Reserves and Surplus				Other Comprehensive Income Equity instruments through other comprehensive income	Total equity attributable to owners of the Company	Total Equity
		Retained earnings	General Reserve	Capital Redemption Reserve	Capital reserve			
<b>As at 31.3.2020</b>	<b>1,152.78</b>	<b>13,414.52</b>	<b>56,605.33</b>	<b>20.00</b>	<b>4,179.98</b>	<b>572.85</b>	<b>75,945.46</b>	<b>75,945.46</b>
Change in equity for the year ended March 31, 2021								
Change in Equity Share Capital due to prior period errors	-	-	-	-	-	-	-	-
Profit for the period	-	(3,296.69)	-	-	-	-	(3,296.69)	(3,296.69)
Remeasurement of defined benefit liability, net of tax	-	19.03	-	-	-	-	19.03	19.03
Equity instruments through OCI	-	-	-	-	-	(230.31)	(230.31)	(230.31)
<b>As at 31.03.2021</b>	<b>1,152.78</b>	<b>10,136.86</b>	<b>56,605.33</b>	<b>20.00</b>	<b>4,179.98</b>	<b>342.54</b>	<b>72,437.49</b>	<b>72,437.49</b>
Change in equity for the year ended March 31, 2022								
Change in Equity Share Capital due to prior period errors	-	-	-	-	-	-	-	-
Profit for the period	-	(3,450.46)	-	-	-	-	(3,450.46)	(3,450.46)
Remeasurement of defined benefit liability, net of tax	-	18.22	-	-	-	-	18.22	18.22
Equity instruments through OCI	-	-	-	-	-	(334.73)	(334.73)	(334.73)
<b>As at 31.03.2022</b>	<b>1,152.78</b>	<b>6,704.62</b>	<b>56,605.33</b>	<b>20.00</b>	<b>4,179.98</b>	<b>7.81</b>	<b>68,670.52</b>	<b>68,670.52</b>

In terms of our report attached  
For Singh & Co.  
Chartered Accountants  
Firm Registration. No. 302049E

Rajiv Singhi  
Partner  
Membership No. : 053518

Place: Kolkata  
Date: 30th May 2022

Bimal Kr. Jhunjhunwala  
CFO & Vice President- Corporate Finance

Saumen Chatterjee  
Chief Legal Officer & Company Secretary

For and on behalf of the Board of Directors

Sandipan Chakravorty (DIN No. - 000535550)  
Arun K Saraf (DIN: 00339772)  
Umesh Saraf (DIN: 00017985)  
A. C. Chakravortti (DIN: 00015622)  
Padam Kumar Khaitan (DIN: 00019700)  
Rita Bhimani (DIN: 07106069)

Director



## Consolidated Cash Flow Statement

For the Year Ended 31st March, 2022

₹ in lakhs

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	(3,471.23)	(3,317.08)
Adjustment for :		
Depreciation/amortization	1,928.92	1,937.15
Interest on Income Tax Refund	(101.31)	-
Loss/(Profit) on sale of fixed assets	41.31	(2.45)
Loss/ (Profit) on Sale of non-current Investment	-	316.33
Loss/ (Profit) on Foreign Currency transaction or Translation	41.62	(27.21)
Interest expense	1,541.80	1,411.68
Sundry balances written back (Net)	(7.05)	(52.65)
Provision for gratuity	36.08	1.97
Provision for leave encashment	11.26	5.98
Interest income	(130.68)	(255.23)
Dividend income	(1.17)	(3.13)
Fair value gain on mutual funds	(158.09)	(495.86)
Fair value gain on non current investments	(126.31)	(71.57)
<b>Operating profit before working capital changes</b>	<b>(394.85)</b>	<b>(552.07)</b>
Movements in working capital :		
Increase/(decrease) in current trade payables	(144.37)	(452.19)
Increase/(decrease) in other current financial liabilities	980.25	(385.02)
Increase/(decrease) in other non-current financial liabilities	(0.56)	8.91
Increase/(decrease) in other current liabilities	77.98	(303.97)
Increase/(decrease) in Provisions	15.54	(9.25)
Decrease/(increase) in trade receivables	(397.23)	535.12
Decrease/(increase) in inventories	(74.67)	97.80
Decrease /(increase) in non-current financial assets	-	63.03
Decrease/(increase) in current financial assets	7.80	0.43
Decrease /(increase) in current loans	6.02	(7.56)
Decrease /(increase) in other assets	(54.38)	24.24
Decrease /(increase) in other non current assets	(71.51)	(15.00)
<b>Cash generated from/(used in) operations</b>	<b>(49.98)</b>	<b>(995.53)</b>
Less: Direct taxes paid	(310.77)	(288.00)
<b>Net cash flow from/ (used in) Operating Activities (A)</b>	<b>260.79</b>	<b>(707.53)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for fixed assets	(1,433.97)	(400.11)
Decrease/(Increase) in capital work in progress	(92.97)	(109.15)
Decrease/(Increase) in capital advance	(35.19)	35.47
Proceeds from sale of fixed assets	11.59	102.47
Investments in assets held for trading	0.90	-
Purchase of current investments	-	(335.81)
Purchase of non current investments	(37.50)	(20.00)
Proceeds from sale/maturity of current investments	1,208.49	1,204.91
Non-current loans repaid /(given)	(781.93)	(197.29)
Interest received	123.00	506.35
Dividend Received	1.17	3.13
<b>Net cash flow from/(used in) Investing Activities (B)</b>	<b>(1,036.41)</b>	<b>789.97</b>

## Consolidated Cash Flow Statement (contd.)

For the Year Ended 31st March, 2022

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings	(2,051.99)	(618.00)
Proceeds from Long term borrowings	3,545.00	800.00
Proceeds from short term borrowings	800.05	788.80
Interest paid on borrowings	(1,612.93)	(1,000.94)
Dividend paid on shares	(7.53)	(8.21)
<b>Net cash flow from/(used in) in Financing Activities (C)</b>	<b>672.60</b>	<b>(38.35)</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents (A + B + C)</b>	<b>(103.02)</b>	<b>44.09</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>263.37</b>	<b>219.28</b>
<b>Less: Opening Cash Balance of Regency Convention centre &amp; Hotels Ltd</b>	<b>-</b>	<b>-</b>
	<b>263.37</b>	<b>219.28</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>160.36</b>	<b>263.37</b>

The accompanying notes form an integral part of the consolidated financial statements.

### Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind AS - 7 "Statements of Cash Flow".
- Figures in bracket represent cash outflow from respective activities.
- Cash and cash equivalent do not include any amount which is not available to the company for its use.

Particulars	As at 31st March 2022	As at 31st March 2021
a) Cash in hand	10.11	11.48
b) Balances with Banks in Current Accounts	150.25	251.89
	<b>160.36</b>	<b>263.37</b>

In terms of our report attached  
For [Singhi & Co.](#)  
Chartered Accountants  
Firm Registration. No. 302049E

[Rajiv Singhi](#)  
Partner  
Membership No. : 053518

Place: Kolkata  
Date: 30th May 2022

For and on behalf of the Board of Directors

[Sandipan Chakravorty](#) (DIN No. - 00053550)  
[Arun K Saraf](#) (DIN: 00339772)  
[Umesh Saraf](#) (DIN: 00017985)  
[A. C. Chakrabortti](#) (DIN: 00015622)  
[Padam Kumar Khaitan](#) (DIN: 00019700)  
[Rita Bhimani](#) (DIN: 07106069)

Director

[Bimal Kr Jhunjunwala](#)  
CFO & Vice President- Corporate Finance

[Saumen Chatterjee](#)  
Chief Legal Officer & Company Secretary

# Consolidated Notes to the Financial Statements

as at and for the year ended March 31, 2022

## 1. Summary of significant accounting policies and other explanatory information

### 1.1 Group overview

Asian Hotels (East) Limited is a Public Limited Company listed with Bombay Stock Exchange and National Stock Exchange and is primarily engaged in the Hotel business through "Hyatt Regency Kolkata" a five-star Hotel situated in the city of Kolkata.

### 1.2. Basis of preparation of financial statement

These consolidated financial statements have been prepared on historical cost basis, except for certain financial instruments which are measured at fair value or amortised cost at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle. Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realisation in cash and cash equivalents of the consideration for such services rendered, the Company has considered an operating cycle of 12 months.

#### Statement of Compliance :

These consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time and presentation requirements of Division II of Schedule III to the Companies Act, 2013 (Ind AS compliant Schedule III), as applicable to the Consolidated Financial Statement.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The consolidated financial statements relate to Asian Hotels (East) Limited and its subsidiaries (collectively referred as "the Group") as per details given below:

Name of the Company	Country of Incorporation	% of Holding as on 31st March 2022
GJS Hotels Limited	India	100%
Regency Convention Centre & Hotels Limited	India	100%
Robust Hotels Private Limited	India	100%

The Group is primarily engaged in the business of Hotels, Restaurants & providing Hospitality services.

The consolidated financial statements of the Group for the year ended 31 March 2022 were approved for issue in accordance with the resolution of the Board of Directors on 30 May 2022.

#### Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below-

- (i) Ind AS 16 – Property Plant and equipment - The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022.
- (ii) Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets – The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022, although early adoption is permitted.
- (iii) Ind AS 103 – Reference to Conceptual Framework -The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103.

- (iv) Ind AS 109 – Annual Improvements to Ind AS (2021)-The amendment clarifies which fees an entity includes when it applies the '10 percent' test of Ind AS 109 in assessing whether to derecognise a financial liability.
- (v) Ind AS 116 – Annual Improvements to Ind AS (2021)-The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration.

### 1.3 Functional & Presentation Currency

These Financial statements are presented in Indian Rupees (INR in lakhs) which is also the company's functional currency.

### 1.4 Use of estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

### 1.5 Significant Accounting Policies

#### a. Property Plant & Equipment:

Property, Plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Depreciation on fixed assets is calculated on a straight-line basis using the rates based on the useful lives of the assets as prescribed in Schedule II to the Companies Act, 2013. If the asset is purchased on or before the 15th of month depreciation is charged from the month of purchase, otherwise depreciation is charged from the month following the month of purchase. .

#### Intangibles

Property, Plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Intangible assets are stated at cost less accumulated amortisation and net of impairments, if any. An intangible asset is recognised if it is probable that the expected future economic benefits that are attributable to the asset will flow to the company and its cost can be measured reliably. Intangible assets are amortised on straight line basis over their estimated useful lives.

Depreciation on fixed assets is calculated on a straight-line basis using the rates based on the useful lives of the assets as prescribed in Schedule II to the Companies Act, 2013. If the asset is purchased on or before the 15th of month depreciation is charged from the month of purchase, otherwise depreciation is charged from the month following the month of purchase.

#### b. Investments in Subsidiaries

Subsidiaries are entities controlled by the Company. The Company controls an entity when it is exposed to, or has rights to,

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

The Company's investment in the equity shares of its subsidiaries are recognised at cost. The company has elected to apply previous GAAP carrying amount of its equity investment in subsidiaries as deemed cost as on the date of transition to Ind AS. However, the debt instruments in subsidiaries are recognized at fair value.

### c. Inventories

Inventories are measured at lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion & selling expenses.

### d. Trade Receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

### e. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### Financials Asset

##### Initial recognition and measurement

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset.

##### Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in three categories:

- (i) Financial Asset at amortized cost
- (ii) Financial Asset At Fair Value through other comprehensive income (OCI)
- (iii) Financial Asset at Fair value through profit and loss (PL)

##### Financial Asset at amortized cost

A 'Financial Asset' is measured at the amortized cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the statement of profit or loss.

##### Financial Asset at Fair value through OCI

A 'Financial Asset' is classified as at the FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The asset's contractual cash flows represent SPPI.

Financial Asset included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI).

##### Financial Asset at fair value through profit or loss

FVTPL is a residual category for Financial Assets. Any financial asset, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the company may elect to designate a Financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### Equity Instruments

All equity investments in scope of Ind AS 109 are measured at fair value. For equity instruments, the company may make an irrevocable election to present subsequent changes in the fair value in other comprehensive income. The Company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable if the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI.

### Derecognition of Financial asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized when:

- The rights to receive cash flows from the asset have expired, or
- The company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either
  - (a) the Company has transferred substantially all the risks and rewards of the asset, or
  - (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

### Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance.
- b) Financial assets that are debt instruments and are measured as at FVTOCI.
- c) Lease receivables under Ind AS 17.
- d) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18 (referred to as 'contractual revenue receivables')
- e) Loan commitments which are not measured as at FVTPL
- f) Financial guarantee contracts which are not measured as at FVTPL

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument.

### Financial Liabilities

#### Initial recognition and measurement

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. For financial liabilities maturing within one year from the balance sheet date, the carrying amount approximate fair value due to the short maturity of these instruments.

#### Subsequent Measurement

##### Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognized in the profit or loss.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### Financial Liabilities at amortized cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

### f. Cash and Cash Equivalents

Cash and Cash Equivalent in balance sheet comprise cash at banks and on hand, unpaid dividend, money margin deposit, fixed deposits and short - term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

### g. Trade Payables & Other Payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

### h. Provisions, Contingent liabilities

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit and loss.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A contingent liability is disclosed in case of;

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from past events, when no reliable estimate is possible ;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

### i. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

#### Revenue from contract with customer

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements, because it typically controls the goods or services before transferring them to the customer.

#### Sale of Goods:

Revenue from sale of goods is recognised at the point in time when control of the goods is transferred to the customer. The normal credit term is 30 days upon delivery. The revenue is measured on the basis of the consideration defined in the contract with a customer, including variable consideration, such as discounts, volume rebates, or other contractual reductions. As the period between the date on which the Company transfers the promised goods to the customer and the date on which the customer pays for these goods is generally one year or less, no financing components are taken into account.

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated.



## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### Sale of Services:

The Company has applied the guidance in Ind AS 115, Revenue from contract with customer, by applying the revenue recognition criteria for each distinct performance obligation. The arrangements with customers generally meet the criteria for considering room booking and related services as distinct performance obligations. For allocating the transaction price, the Company has measured the revenue in respect of each performance obligation of a contract at its relative standalone selling price. The price that is regularly charged for an item when sold separately is the best evidence of its standalone selling price.

### j. Other Income

Other income is comprised primarily of interest income, dividend income, gain on sale of investments and exchange gain/loss on translation of assets and liabilities. For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recognised using the effective interest rate (EIR). Dividend income is recognised when right to receive payment is established.

### k. Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

### l. Income taxes

Income tax expense comprises current and deferred income tax. Income tax expense is recognized in net profit in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income. Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Minimum Alternate Tax ('MAT') credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income-tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the statement of profit and loss. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income-tax during the specified period.

### m. Earnings per share

Basic Earnings per share are calculated by dividing the net profit or loss for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as fraction of equity shares to the extent that they are entitled to participate in dividends relative to a fully paid equity shares during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a right issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earning per share, the net profit or loss for the period attributable to Equity Shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### n. Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement. For arrangements entered into prior to 1 April 2014, the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

Company as a lessee

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. Finance leases are capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in finance costs in the statement of profit and loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on the borrowing cost. A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

### o. Fair Value Measurement

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

### p. Employee benefits

**Provident Fund:** Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service.

**Gratuity & Leave Encashment (Unfunded):** Provision for gratuity and leave encashment are based on actuarial valuation as on the date of the Balance Sheet. The valuation is done by an independent actuary using the projected unit credit method. Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

All employee benefits payable wholly within twelve months rendering services are classified as short term employee benefits. Benefits such as salaries, wages, short-term compensated absences, performance incentives etc., and the expected cost of bonus, ex-gratia are recognised during the period in which the employee renders related service.

### q. Foreign Currencies

Transactions and balances

Transactions in foreign currencies are initially recorded by the Company at their functional currency spot rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### r. Dividend

Final dividend on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

- s. **Impairment of non-current assets** - Ind AS 36 requires that the Company assesses conditions that could cause an asset or a Cash Generating Unit (CGU) to become impaired and to test recoverability of potentially impaired assets. These conditions include internal and external factors such as the Company's market capitalization, significant changes in the Company's planned use of the assets or a significant adverse change in the expected prices, sales volumes or raw material cost. The identification of CGUs involves judgment, including assessment of where active markets exist, and the level of interdependency of cash inflows. CGU is usually the individual plant, unless the asset or asset group is an integral part of a value chain where no independent prices for the intermediate products exist, a group of plants is combined and managed to serve a common market, or where circumstances otherwise indicate significant interdependencies.

In accordance with Ind AS 36, goodwill and certain intangible assets are reviewed at least annually for impairment. If a loss in value is indicated, the recoverable amount is estimated as the higher of the CGU's fair value less cost to sell, or its value in use. Directly observable market prices rarely exist for the Company's assets, however, fair value may be estimated based on recent transactions on comparable assets, internal models used by the Company for transactions involving the same type of assets or other relevant information. Calculation of value in use is a discounted cash flow calculation based on continued use of the assets in its present condition, excluding potential exploitation of improvement or expansion potential.

Determination of the recoverable amount involves management estimates on highly uncertain matters, such as commodity prices and their impact on markets and prices for upgraded products, development in demand, inflation, operating expenses and tax and legal systems. The Company uses internal business plans, quoted market prices and the Company's best estimate of commodity prices, currency rates, discount rates and other relevant information. A detailed forecast is developed over the period of three years with projections thereafter. The Company does not include a general growth factor to volumes or cash flows for the purpose of impairment tests, however, cash flows are generally increased by expected inflation and market recovery towards previously observed volumes.

### t. New Standards / Amendments to Existing Standard issued and adopted by the Company are disclosed below:

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through notification amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. Key amendments relating to Division II which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

**Rounding Off:** For the purpose of rounding off the figures appearing in the Financial Statements for financial year ending 31.03.2022 the total income of the Company shall be considered instead of Turnover.

#### Additional Disclosure in Notes to Balance Sheet:

Shareholding of Promoter: The note on Share Capital in the Financial Statements shall mention details of the Shareholding of the Promotes along with changes, if any, during the Financial Year.

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Current maturities of Long-term borrowings shall be disclosed separately under the heading Short Term Borrowing.
- Security Deposits to be shown under the head of Other Non-Current Assets instead of Long term Loan & Advances.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specific disclosure for title deeds of Immovable Property not held in name of the Company and disclosure on revaluation of Assets
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Specific Disclosure Borrowing & Wilful Defaulter.

### **Additional Disclosure in Notes to Profit & Loss Account:**

Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of the consolidated financial statements.

The amendments listed above did not have any impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods.

### **u. Principles of Consolidation**

The Consolidated Financial Statements have been prepared in accordance with Ind AS 110 – "Consolidated Financial Statements".

The consolidated financial statements comprise the financial statements of the Group and its subsidiaries. Control is achieved when the Group has:

- Power over the investee;
- Is exposed or has rights to variable returns from its involvement with the investee, and
- Has the ability to use its power over the investee to affect its return.

The Parent Company re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Parent Company obtains control over the subsidiary and ceases when the Parent Company loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Parent Company gains control until the date the Parent Company ceases to control the subsidiary.

The consolidated financial statements have been prepared on accrual and going concern basis. They are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies.

### **v. Consolidation procedure**

All assets and liabilities have been classified as current or non current as per the Group's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The consolidated financial statements of the Group have been prepared based on a line-by-line consolidation by adding together the book value of like items of assets and liabilities, revenue and expenses as per the respective financial statements. Intra group balances and intra group transactions have been eliminated.

Offset (eliminate) the carrying amount of the Parent Company's investment in each subsidiary and the Parent's portion of equity of each subsidiary.

Eliminate in full intra group assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intra group transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intra group losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS 12 "Income Taxes" applies to temporary differences that arise from the elimination of profits and losses resulting from intra group transactions.

The translation of financial statements of the foreign subsidiaries from the local currency to the functional currency of the Parent is performed for the Balance Sheet items using the exchange rate in effect at the Balance Sheet date and for revenue, expenses items using a weighted average exchange rate for the respective periods and the resulting difference is presented as foreign currency translation reserve included in "Other Equity".

The financial statements of the subsidiaries have been incorporated in the consolidated financial statements of the Group based on audited financial statements as drawn up in accordance with the generally accepted accounting principles of the respective countries ('the local GAAP') and have been audited by other auditors duly qualified to act as auditors in those countries and the conversion adjustments prepared by the management.

## Consolidated Notes to the Financial Statements *(contd.)*

as at and for the year ended March 31, 2022

Goodwill arising in Consolidated Financial Statements on consolidation of Financial Statements of the Company and its subsidiary companies have been capitalised to the extent not impaired in the books of the Company. The Company has elected to measure the value of goodwill at previous IGAAP value as on the transition date.

### 2. Key Accounting Estimates & Judgements

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require material adjustment to the carrying amount of assets or liabilities affected in future periods.

The key assumptions concerning the future and other key sources of estimate uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

#### a. Income taxes

Deferred tax assets are recognized for unused tax losses/MAT carry forward to the extent it is possible that taxable profit will be available against which the losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies including amount expected to be paid / recovered for uncertain tax positions.

#### b. Property, Plant and Equipment and Useful Life of PPE and Intangible Assets

Property, Plant and Equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual value of Company's assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The life based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the products or service output of the asset.

#### c. Defined Benefit Plans

Post-employment benefits represents obligation that will be settled in future and require assumptions to project benefit obligations. Post-employment benefit accounting is intended to reflect the recognition of future benefit cost over the employee's approximate service period, based on the terms of plans and the investment and funding decisions made. The accounting require the Company to make assumptions regarding variables such as discount rate, rate of as at and for the year ended March 31, 2019.

#### d. Fair value measurement of Financial Instruments

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques, including the discounted cash flow model, which involve various judgements and assumptions.

#### e. Provisions and Contingencies

Legal proceedings covering a range of matters are pending against the Company. Due to the uncertainty inherent in such matters, it is often difficult to predict the final outcomes. The cases and claims against the Company often raise difficult and complex factual and legal issues that are subject to many uncertainties and complexities, including but not limited to the facts and circumstances of each particular case and claim, the jurisdiction and the differences in applicable law, in the normal course of business. The Company consults with legal counsel and certain other experts on matters related to litigations. The Company accrues a liability when it is determined that an adverse outcome is probable and the amount of the loss can be reasonably estimated. In the event an adverse outcome is possible or an estimate is not determinable, the matter is disclosed.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 3. PROPERTY, PLANT & EQUIPMENT

₹ in lakhs

Particulars	Freehold Land	Leasehold Land	Building	Plant & Equipments	Furniture & Fixtures	Office Equipments	Vehicles	Total
<b>Gross carrying value as at 31.03.2020</b>	<b>15,405.86</b>	<b>3,355.82</b>	<b>41,322.56</b>	<b>22,139.32</b>	<b>7,745.85</b>	<b>213.26</b>	<b>312.30</b>	<b>90,494.97</b>
Additions	-	-	29.00	320.43	22.90	0.46	-	372.79
Disposals/Adjustment	-	-	3.17	10.34	4.03	-	-	17.54
<b>Gross carrying value as at 31.03.2021</b>	<b>15,405.86</b>	<b>3,355.82</b>	<b>41,348.39</b>	<b>22,449.41</b>	<b>7,764.72</b>	<b>213.72</b>	<b>312.30</b>	<b>90,850.22</b>
Additions	-	-	70.44	764.25	466.30	130.06	-	1,431.04
Disposals/Adjustment	-	-	-	471.38	96.39	1.45	19.99	589.21
<b>Gross carrying value as at 31.03.2022</b>	<b>15,405.86</b>	<b>3,355.82</b>	<b>41,418.83</b>	<b>22,742.28</b>	<b>8,134.63</b>	<b>342.33</b>	<b>292.31</b>	<b>91,692.05</b>
<b>Accumulated depreciation as at 31.03.2020</b>	<b>-</b>	<b>157.08</b>	<b>6,641.51</b>	<b>13,196.30</b>	<b>7,125.83</b>	<b>176.52</b>	<b>145.22</b>	<b>27,442.45</b>
Charge for the year	-	7.89	653.91	1,124.57	108.72	7.67	25.66	1,928.41
Disposals	-	-	0.88	5.08	3.77	-	-	9.73
<b>Accumulated depreciation as at 31.03.2021</b>	<b>-</b>	<b>164.97</b>	<b>7,294.54</b>	<b>14,315.79</b>	<b>7,230.78</b>	<b>184.19</b>	<b>170.88</b>	<b>29,361.14</b>
Charge for the year	-	7.89	653.75	1,155.12	64.34	14.41	23.81	1,919.32
Disposals	-	-	-	422.18	92.76	1.38	19.99	536.31
<b>Accumulated depreciation as at 31.03.2022</b>	<b>-</b>	<b>172.86</b>	<b>7,948.29</b>	<b>15,048.73</b>	<b>7,202.36</b>	<b>197.22</b>	<b>174.70</b>	<b>30,744.16</b>
<b>Net carrying value as at 31.03.2020</b>	<b>15,405.86</b>	<b>3,198.74</b>	<b>34,681.05</b>	<b>8,943.02</b>	<b>620.02</b>	<b>36.74</b>	<b>167.08</b>	<b>63,052.51</b>
<b>Net carrying value as at 31.03.2021</b>	<b>15,405.86</b>	<b>3,190.85</b>	<b>34,053.85</b>	<b>8,133.62</b>	<b>533.94</b>	<b>29.53</b>	<b>141.42</b>	<b>61,489.08</b>
<b>Net carrying value as at 31.03.2022</b>	<b>15,405.86</b>	<b>3,182.96</b>	<b>33,470.54</b>	<b>7,693.55</b>	<b>932.27</b>	<b>145.11</b>	<b>117.61</b>	<b>60,947.89</b>

NOTE : The title deeds of the immovable property are in the name of the Company.

### 4. CAPITAL WORK IN PROGRESS

₹ in lakhs

Particulars	Total
<b>Gross carrying value as at 31.03.2020</b>	<b>233.84</b>
Additions	196.64
Disposals	71.64
<b>Gross carrying value as at 31.03.2021</b>	<b>358.84</b>
Additions	149.07
Disposals	56.18
<b>Gross carrying value as at 31.03.2022</b>	<b>451.73</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

Additional disclosures as per Schedule -III requirement:

Amount lying in Capital Works-in-Progress for a period of	As at March 31, 2022		As at March 31, 2021	
	Projects in progress	Projects temporarily suspended	Projects in progress	Projects temporarily suspended
Less than 1 Year	0.82	-	135.41	-
1-2 Years	213.90	-	-	-
2-3 Years	-	-	-	-
More than 3 Years	237.01	-	223.42	-
<b>Total</b>	<b>451.73</b>	<b>-</b>	<b>358.84</b>	<b>-</b>

NOTE : There are no projects as on each reporting period where activity had been suspended. Also there are no projects as on the reporting period which has exceeded cost as compared to its original plan or where completion is overdue.

### 5. INTANGIBLE ASSETS

₹ in lakhs

Particulars	Software	Goodwill	Total
<b>Gross carrying value as at 31.03.2020</b>	<b>541.05</b>	<b>9,991.04</b>	<b>10,532.09</b>
Additions	19.35	-	19.35
Disposals	-	-	-
<b>Gross carrying value as at 31.03.2021</b>	<b>560.40</b>	<b>9,991.04</b>	<b>10,551.44</b>
Additions	10.91	-	10.91
Disposals	-	-	-
<b>Gross carrying value as at 31.03.2022</b>	<b>571.31</b>	<b>9,991.04</b>	<b>10,562.35</b>
<b>Accumulated depreciation as at 31.03.2020</b>	<b>455.42</b>	<b>-</b>	<b>455.42</b>
Charge for the year	16.63	-	16.63
Disposals	-	-	-
<b>Accumulated depreciation as at 31.03.2021</b>	<b>472.05</b>	<b>-</b>	<b>472.05</b>
Charge for the year	17.48	-	17.49
Disposals	-	-	-
<b>Accumulated depreciation as at 31.03.2022</b>	<b>489.53</b>	<b>-</b>	<b>489.54</b>
<b>Net carrying value as at 31.03.2020</b>	<b>85.63</b>	<b>9,991.04</b>	<b>10,076.67</b>
<b>Net carrying value as at 31.03.2021</b>	<b>88.35</b>	<b>9,991.04</b>	<b>10,079.39</b>
<b>Net carrying value as at 31.03.2022</b>	<b>81.78</b>	<b>9,991.04</b>	<b>10,072.81</b>

NOTE : The Company has not revalued its Property, Plant & Equipment and Intangible asset during the years ended 31st March 2022 and 31st March 2021 respectively.



## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 6. INVESTMENTS

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Non - current</b>		
Unquoted		
Investments carried at FVTPL		
1,35,000 (Previous Year: 4,000) Class-A Equity Shares of Maple Renewable Power Private Limited of Rs. 10/- each	68.98	1.95
5,07,900 (Previous Year: 2,63,900) Class-A Equity Shares of Iris Ecopower Venture Private Limited of Rs. 10/- each	196.54	99.76
Investment carried at amortised cost		
Investment in Government Securities (National Savings Certificate)	0.05	0.05
	<b>265.57</b>	<b>101.76</b>
Aggregate value of quoted investments	-	-
Aggregate value of unquoted investments	265.57	101.76

### 6. INVESTMENTS

Particulars	As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
	No. of units	No. of units	Rs in lakhs	Rs in lakhs
<b>Current</b>				
<b>Quoted, fully paid up</b>				
<b>Investment carried at FVTPL (Held for Trading through PMS)</b>				
<b>Investment in Equity Shares (Quoted Shares) Face value (FV) of Rs 10 each, unless otherwise stated</b>				
Amrutanjan Health Care Ltd.	990	-	7.87	-
Arvind Smartspaces Ltd	2,749	-	5.63	-
Bajaj Finance Limited	89	89	6.46	4.58
Bharat Rasayan Ltd	21	21	2.56	1.98
CL Educate Ltd	6,600	-	8.31	-
Dixon Technologies ( India ) Ltd	144	95	6.20	3.49
Dynemic Products Ltd	650	650	3.78	3.39
Everest Kanto Cylinder Ltd	2,260	-	5.12	-
Fairchem Organics Ltd	588	738	8.83	5.53
Forbes Enviro Solutions Limited	735	-	2.88	-
Fortis Healthcare Ltd	2,237	2,237	6.50	4.45
FSN E-COMMERCE VENTURES LIMITED	307	-	5.18	-
GFL Ltd	-	3,089	-	2.25
Gland Pharma Ltd	191	191	6.25	4.73
GMM Pfudler - New	102	123	4.65	5.30
Gujarat Ambuja Exports Ltd	-	4,915	-	6.28
Harita Seating Systems Ltd.	-	102	-	0.75
HDFC Warrant Ltd	-	600	-	4.46
ICICI Bank Ltd Equity Shares	730	-	5.33	-
IDFC Limited	-	4,005	-	1.90
Indiabulls Real Estate Ltd	3,284	-	3.33	-
Info Edge India Ltd	-	112	-	4.79

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

Particulars	As at	As at	As at	As at
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	No. of units	No. of units	Rs in lakhs	Rs in lakhs
Infosys Ltd	259	259	4.94	3.54
Intellect Design Arena Ltd	812	812	7.68	6.01
Jagsonpal Pharmaceuticals Ltd	948	-	2.97	-
Mastek Ltd	512	580	17.01	7.07
Mayur Uniquoters Ltd	1,159	-	4.15	-
Muthoot Finance Ltd	-	343	-	4.14
Neuland Laboratories Ltd	495	495	5.09	10.34
Poly Medicure Ltd	-	716	-	5.89
Sapphire Foods India Ltd	375	-	5.56	-
Selan Exxploration Technology Ltd	2,258	-	4.29	-
Sequent Scientific Ltd	6,248	6,248	8.36	15.05
Shipping Corporation of India Ltd	-	3,413	-	3.78
Shoppers Stop Ltd	1,373	-	6.46	-
T D Power Systems Ltd	357	-	1.23	-
Tata Communicationd Ltd	-	477	-	5.07
Tata Consumers Products Ltd	-	343	-	2.20
Tata Metalicks Ltd	-	360	-	2.94
Tips Industries Ltd	318	-	6.95	-
			<b>163.57</b>	<b>119.91</b>

Particulars	As at	As at	As at	As at
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	No. of units	No. of units	Rs	Rs
<b>Unquoted, fully paid up</b>				
<b>Investment carried at FVTPL (Held for Trading)</b>				
<b>Investment in units of mutual funds [Face value (FV) of Rs 10 each, unless otherwise stated]</b>				
Aditya Birla Sunlife Fixed Term Plan- Series QH (1101 days)- Regular Growth	-	81,63,420	-	943.63
UTI Fixed Term Income Fund – Series XXIX - IX (1109 Days) - Growth Plan	-	96,99,704	-	1,032.52
ICICI Prudential Savings Fund-Growth (FV Rs 100)	5,56,206	1,92,239	2,410.39	799.72
Aditya Birla Sun Life Money Manager Fund-Growth	6,47,488	7,02,526	1,918.36	2,101.92
Aditya Birla Sunlife Liquid Fund (Growth)	1,31,553	-	447.85	-
Axis Liquid Fund-Regular Growth ( FV -Rs )	10,176	26,417	239.12	600.38
Kotak Money Market Fund -Growth ( FV -Rs )	23,095	23,095	831.56	800.70
Nippon India ETFLiquid	1,978	4,693	19.78	46.93
			<b>5,867.06</b>	<b>6,325.80</b>
Investment carried at FVTOCI (Held for Trading)				
Investment in equity shares of Asian Hotels (West) Limited				
7,18,195 (previous year: 524,438) equity shares of Rs 10/- each fully paid up			1,228.11	1,181.56
Investment carried at FVTPL (Held for Trading)				
Investment in Bonds of Indian Railways Financial Corporation Limited				

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

Particulars	As at	As at	As at	As at
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	No. of units	No. of units	Rs	Rs
150,000 (previous year: 150,000) 8.23% tax free bonds of Rs 1000/- each- FMV as on 31/03/2022: Rs 1,079/each (Refer Note 47)			1,619.10	1,809.07
			<b>2,847.21</b>	<b>2,990.63</b>
Aggregate amount of quoted investments - Carrying value and Market value			8,877.84	9,436.34
Aggregate amount of unquoted investments - Carrying value			-	-

### 7. LOANS

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
Other loans and advances		
Employee advance	1.54	7.56
	<b>1.54</b>	<b>7.56</b>

7.1 No loans and advances are due from directors or other officers of the company either severally or jointly with any other person.

### 8. OTHER FINANCIAL ASSETS

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Non - current</b>		
Security deposits with Government Department	162.67	170.21
Other Deposits	136.96	137.23
	<b>299.63</b>	<b>307.44</b>

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
Interest accrued but not due	18.37	51.09
Accrued Revenue	0.01	-
	<b>18.38</b>	<b>51.09</b>

### 9. INCOME TAX ASSETS (net)

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Non-current</b>		
Income tax assets	394.58	328.13
Less: Provision for taxes	-	-
	<b>394.58</b>	<b>328.13</b>

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
Income tax assets	162.48	438.41
Less: Provision for taxes	-	-
	<b>162.48</b>	<b>438.41</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 10. OTHER ASSETS

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Non-current</b>		
Capital advance	110.12	15.00
Prepaid expenses	11.58	-
Deposits with High Court (See Note below)	1,512.00	1,512.00
	<b>1,633.70</b>	<b>1,527.00</b>
<b>Note:</b> Amount deposited with Madras High Court as per Order of Supreme Court dated 7th December 2016 in the case SLP 23410 of 2011.		
<b>Current</b>		
Advance to suppliers	282.54	68.71
Prepaid expenses	155.67	270.00
Balance with statutory authorities	122.89	147.60
Other Receivables	-	20.41
	<b>561.10</b>	<b>506.72</b>

### 11. INVENTORIES

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
(valued at cost or net realisable value whichever is lower)		
Food, Liquor & Tobacco	257.91	213.68
General Stores and Spares	30.61	0.17
	<b>288.52</b>	<b>213.85</b>

### 12. TRADE RECEIVABLES

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
Other trade receivables		
- Unsecured, considered good	1,166.15	768.92
- Credit Impaired	28.60	34.00
	<b>1,194.75</b>	<b>802.92</b>
Less: Allowance for Credit impaired (Refer <b>Note</b> below)	28.60	34.00
	<b>1,166.15</b>	<b>768.92</b>
<b>Note:</b> Details of movement in Allowance for Credit Impaired		
Opening Balance	34.00	35.02
Add: Allowance during the year	-	-
Less: Reversal of allowance no longer required	(5.40)	(1.02)
( Bad debts written off against allowances )		
<b>Closing Balance</b>	<b>28.60</b>	<b>34.00</b>

NOTE : Trade Receivables include debt due from Directors of Rs Nil (previous year : Rs Nil) in the ordinary course of business.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### Trade receivables Ageing Schedule

Particulars	Outstanding from due date of payment as on March 31, 2022						
	Not Due	Upto 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
<b>Undisputed</b>							
Considered good	-	854.85	60.22	85.49	26.61	43.25	1,070.42
Which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	6.20	22.40	28.60
<b>Disputed</b>							
Considered good	-	-	-	0.49	7.41	87.84	95.74
Which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-	-
Less: Loss allowance	-	-	-	-	(6.20)	(22.40)	(28.60)
<b>Total</b>	-	<b>854.85</b>	<b>60.22</b>	<b>85.98</b>	<b>34.02</b>	<b>131.08</b>	<b>1,166.15</b>

Particulars	Outstanding from due date of payment as on March 31, 2021						
	Not Due	Upto 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
<b>Undisputed</b>							
Considered good	-	503.70	6.00	74.49	42.08	47.25	673.52
Which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	6.20	27.80	34.00
<b>Disputed</b>							
Considered good	-	-	-	7.41	15.75	72.24	95.41
Which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-	-
Less: Loss allowance	-	-	-	-	(6.20)	(27.80)	(34.00)
<b>Total</b>	-	<b>503.70</b>	<b>6.00</b>	<b>81.90</b>	<b>57.83</b>	<b>119.49</b>	<b>768.92</b>

### 13. CASH & CASH EQUIVALENTS

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
<b>Cash and Cash Equivalents</b>		
Balance with banks:		
In current accounts	150.25	251.89
- Cheque in hand	0.01	-
Cash in hand	10.10	11.48
	<b>160.36</b>	<b>263.37</b>
<b>Other Bank Balances</b>		
Fixed Deposits with original maturity of more than 3 months & having remaining maturity of less than 12 months from the Balance Sheet date	839.51	1,773.52
In unpaid dividend accounts	23.13	30.66
	<b>862.64</b>	<b>1,804.18</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 14. SHARE CAPITAL

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
Authorised Shares		
90,000,000 Equity shares of Rs 10/- each	9,000.00	9,000.00
1,000,000 Preference shares of Rs 10/- each	100.00	100.00
Issued, subscribed & paid up		
11,527,797 (previous year: 11,527,797) Equity Shares of Rs 10/- each	1,152.78	1,152.78
Total	1,152.78	1,152.78

### Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Rs in lakhs

Equity Shares	As at 31.03.2022		As at 31.03.2021	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year	115.28	1,152.78	115.28	1,152.78
Issued during the year	-	-	-	-
Cancelled during the year	-	-	-	-
At the end of the year	115.28	1,152.78	115.28	1,152.78

### Terms/rights attached to Equity Shares

The Company has only one class of equity shares having a par 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.

### Details of shareholders Holding more than 5% shares in the Company

Equity shares	As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
	% of Holding	% of Holding	No. of Shares	No. of Shares
Saraf Industries Limited	31.49%	31.49%	36,30,630	36,30,630
Radhe Shyam Saraf	28.49%	28.49%	32,84,680	32,84,680
Ratna Saraf	5.36%	5.36%	6,17,347	6,17,347
Sachdeva Stocks Private Limited	6.23%	5.76%	7,18,119	6,63,500

### Details of Promoter's shareholding in the Company

Equity shares	As at 31.03.2022			As at 31.03.2021		
	No. of Shares	% of Holding	% change during the year	No. of Shares	% of Holding	% change during the year
Saraf Industries Limited	48,30,630	41.90%	10.41%	36,30,630	31.49%	0.00%
Radhe Shyam Saraf	20,84,680	18.08%	-10.41%	32,84,680	28.49%	0.00%
Ratna Saraf	6,17,347	5.36%	0.00%	6,17,347	5.36%	0.00%
Umesh Saraf	24,731	0.21%	0.00%	24,731	0.21%	0.00%
Arun Kumar Saraf	8,732	0.08%	0.00%	8,732	0.08%	0.00%
	75,66,120	65.63%		75,66,120	65.63%	

Notes:

- (i) No ordinary shares have been reserved for issue under options & contracts/commitments for sale of shares/disinvestment as at the Balance Sheet date;

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

- (ii) No shares have been allotted by way of bonus shares or pursuant to contracts, has been bought back by the company during the period of 5 years preceding the date at which the Balance Sheet is prepared;
- (iii) No securities convertible into equity/preference shares have been issued by the Company during the year;
- (iv) No calls are unpaid by any directors or officers of the Company during the year.

### 15. OTHER EQUITY

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
Capital reserve	4,179.98	4,179.98
Capital redemption reserve	20.00	20.00
General reserve	56,605.33	56,605.33
Retained earnings	6,704.62	10,136.86
FVTOCI reserve	7.81	342.55
	67,517.74	71,284.72

#### Description of nature and purpose of each reserve :-

##### a. Securities Premium

Securities Premium represents the excess of the amount received over the face value of the shares. This reserve will be utilised in accordance with the provisions of the Companies Act, 2013.

##### b. General Reserve

General Reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General Reserve is created by a transfer from one component of equity to another and is not an item of Other Comprehensive Income.

##### c. Retained earnings

Amount of retained earnings represents accumulated profit and losses of the Company as on reporting date. Such profits and losses are after adjustment of payment of dividend, transfer to any reserves as statutorily required and adjustment for realised gain/loss on derecognition of equity instruments measured at FVTOCI. Reameasurement of defined benefit is also adjusted.

##### d. Capital Redemption Reserve

represents redemption of 1% cumulative Redeemable non-convertible preference shares transferred to the company pursuant to the scheme of Arrangement & Demerger approved by the Hon'ble High Court of Delhi vide order dated 13-01-2010.

##### e. FVTOCI reserve

has arisen out of measuring equity instruments through Other Comprehensive Income (OCI).

### 16. BORROWINGS

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Non-current</b>		
<b>a) Term Loan (Secured) (Refer Note 'a' below)</b>		
From HDFC Limited	9,429.47	11,481.46
Less: Repayable within one year	2,103.42	2,051.99
	7,326.05	9,429.47
	<b>7,326.05</b>	<b>9,429.47</b>
<b>b) ECLGS 2.0 Term Loan (Secured) (Refer Note 'b' below)</b>		
From HDFC Limited	2,145.00	800.00
Less: Repayable within one year	275.00	55.00
	<b>1,870.00</b>	<b>745.00</b>
<b>b) ECLGS 3.0 Term Loan (Secured) (Refer Note 'b' below)</b>		
From HDFC Limited	2,200.00	-
Less: Repayable within one year	-	-
	<b>2,200.00</b>	-
	11,396.05	10,174.47



## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### a) Security Clause

The above term loan is secured by pari passu first charge by way of hypothecation of entire movable properties both present and future and equitable mortgage by way of deposit of title deeds of immovable properties together with buildings & structures, plant & equipment, furniture & fittings installed/to be installed thereon situated at 365 Anna Salai, Teynampet, Chennai in the state of Tamilnadu with IDBI Bank Ltd. The term loan further, secured by way of second charge on all book debts, operating cash flows, revenues, commission and receivables both present and future, having first charge of IDBI Bank Ltd for Cash Credit facility granted to the Company .

Terms of Repayment

The loan is repayable in 42 Quarterly Instalments being:

2 Quarterly instalments of Rs. 93,00,000 each commenced from 31st March, 2015 and ended on 30th June, 2015,

4 Quarterly instalments of Rs. 94,50,000 each commenced from 30th September, 2015 and ended on 30th June, 2016,

4 Quarterly instalments of Rs. 1,50,00,000 each commenced from 30th September, 2016 and ended on 30th June, 2017,

4 Quarterly instalments of Rs. 1,95,00,000 each commenced from 30th September, 2017 and ended on 30th June, 2018,

4 Quarterly instalments of Rs. 2,53,50,000 each commenced from 30th September, 2018 and ended on 30th June, 2019,

4 Quarterly instalments of Rs. 3,09,00,000 each commenced from 30th September, 2019 and ended on 31st December, 2021 (except for quarters March, 2021 and June, 2021). 1 Quarterly instalment of Rs.3,75,00,000 for 31st March 2022, 3 Quarterly instalments of Rs. 3,99,28,323 each commencing from 30th June, 2022 and ending on 31st December, 2022, 4 Quarterly instalments of Rs. 4,79,13,988 each commencing from 31st March, 2022 and ending on 31st December, 2022 and 12 Quarterly instalments of Rs. 6,66,00,443 each commencing from 31st March, 2023 and ending on 31st December, 2025 as per original Repayments Schedule letter dated 26th August 2012 and revised repayment schedule letter dated 31st May, 2022 "

- b) The ECLGS-2 facility is secured by second charge by way of mortgage by deposit of title deeds of immovable property situated at No.365, Anna Salai, Teynampet, Chennai ranking pari passu with the existing term loan and working capital facility. Further, secured by second charge by way of hypothecation of all the receivables, book debts, operating cashflows, commissions, revenues, intangible assets, movable fixed assets including but not limited to movable machineries, spares, tools and accessories of the company. In which, movable fixed assets are ranking pari passu for the working capital facility sanctioned by IDBI Bank Ltd. The amount sanctioned and disbursed is Rs.22 crores.

Terms of Repayment

The loan is repayable in 16 Quarterly Instalments being:

4 Quarterly instalments of Rs. 55,00,000 each commencing from 28th February, 2022 and ending on 30th November, 2022,

4 Quarterly instalments of Rs. 1,10,00,000 each commencing from 28th February, 2023 and ending on 30th November, 2023,

4 Quarterly instalments of Rs. 1,65,00,000 each commencing from 29th February, 2024 and ending on 30th November, 2024,

4 Quarterly instalments of Rs. 2,20,00,000 each commencing from 28th February, 2025 and ending on 30th November, 2025 as per Sanction letter dated 22nd January, 2022.

- c) The ECLGS-3 facility is secured by second charge by way of mortgage by deposit of title deeds of immovable property situated at No.365, Anna Salai, Teynampet, Chennai ranking pari passu with the existing term loan, ECLGS-2 and working capital facility. Further, secured by second charge by way of hypothecation of all the receivables, book debts, operating cashflows, commissions, revenues, intangible assets, movable fixed assets including but not limited to movable machineries, spares, tools and accessories of the company. In which, movable fixed assets are ranking pari passu for the working capital facility sanctioned by IDBI Bank Ltd. The amount sanctioned and disbursed is Rs.22 crores. The loan is repayable in 48 Equal Monthly Instalments of Rs.45,83,333 commencing from September, 2023 and ending on August, 2027 as per Sanction letter dated 28th July 2021.

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
Secured		
Cash Credit Account with IDBI Bank	290.66	272.54
Current maturities of long term debt	2,378.43	2,106.99
	<b>2,669.09</b>	<b>2,379.53</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

**16.1** The above facility is secured by first charge by way of hypothecation of entire stocks of raw materials, semi finished and finished goods, consumable stores and spare parts including book debts, bills whether documentary or clean, outstanding monies receivable, both present and future and second charge in favour of HDFC Limited for Term Loan granted to the Company. The above facility is further secured by a pari passu second charge by way of hypothecation of entire movable properties including movable machineries, tools & accessories present and future and Equitable Mortgage on Immovable property situated at 365, Anna Salai, Chennai - 600018 with HDFC Ltd for the Term Loan facility and Corporate Guarantee of Asian Hotels (East) Limited.

**16.2** The Company maintains an overdraft account and is secured against fixed deposits.

### 17. TRADE PAYABLES

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
Total Outstanding dues of Micro Enterprises and Small Enterprises*	152.00	161.97
Total Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	769.33	863.76
<b>Total Trade Payables</b>	<b>921.33</b>	<b>1,025.73</b>

\*Details of dues to Micro Enterprises and Small Enterprises as defined under Micro, Small & Medium Enterprises Development Act, 2006 (MSME Act) are based on information made available to the Company. Neither was there any delay in payment nor is any interest due and remaining unpaid on the above.

Particulars	As at March 31, 2022	As at March 31, 2021
The principal amount remaining unpaid to any supplier as at the end of each accounting year;	103.57	46.88
The interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	NIL	NIL
The amount of interest paid by the buyer under MSMED Act, 2006	NIL	NIL
The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006);	NIL	NIL
The amount of interest accrued and remaining unpaid at the end of accounting year; and	NIL	NIL
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	NIL	NIL

The above information has been determined to the extent such parties have been identified on the basis of information available with the company.

Trade Payables Ageing Schedule - Based on the requirements of Amended Schedule III

Particulars	Outstanding as on March 31, 2022 from due date of payment						
	Unbilled Due	Not Due	Upto 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Total outstanding dues of micro enterprises and small enterprises	-	-	103.57	-	-	-	<b>103.57</b>
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	661.18	21.39	39.11	47.65	<b>769.33</b>
Disputed dues of micro enterprises and small enterprises	-	-	5.61	0.28	33.65	8.89	<b>48.43</b>
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
<b>Total</b>	-	-	<b>770.36</b>	<b>21.67</b>	<b>72.76</b>	<b>56.54</b>	<b>921.34</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

Particulars	Outstanding as on March 31, 2021 from due date of payment						
	Unbilled Due	Not Due	Upto 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Total outstanding dues of micro enterprises and small enterprises	-	-	46.88				<b>46.88</b>
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	391.61	351.59	65.81	54.75	<b>863.76</b>
Disputed dues of micro enterprises and small enterprises	-	-	19.64	90.59	-	4.86	<b>115.09</b>
Disputed dues of creditors other than micro enterprises and small enterprises	-	-					-
<b>Total</b>	-	-	<b>458.13</b>	<b>442.18</b>	<b>65.81</b>	<b>59.61</b>	<b>1,025.73</b>

### 18. OTHER FINANCIAL LIABILITIES

*Rs in lakhs*

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Non-current</b>		
Security deposit	18.16	18.72
	<b>18.16</b>	<b>18.72</b>

*Rs in lakhs*

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
Salary payable	62.96	53.17
Contract Payroll Payable	85.48	43.06
Unpaid dividends ( Refer Note 46 )	23.13	30.66
Expenses payable	531.90	251.93
Interest accrued and due on loan & Cash Credit	1.83	113.34
Other payables	2,343.50	1,700.84
	<b>3,048.80</b>	<b>2,193.00</b>

### 19. PROVISIONS

*Rs in lakhs*

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Non-current</b>		
Provision for gratuity (Refer Note 39)	187.79	171.49
Provision for leave benefits	42.40	33.62
Provision for LTA	28.22	19.54
	<b>258.41</b>	<b>224.65</b>

*Rs in lakhs*

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
Provision for gratuity (Refer Note 39)	95.33	93.03
Provision for leave benefits	10.72	8.24
	<b>106.05</b>	<b>101.27</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 20. DEFERRED TAX LIABILITIES

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Non-current</b>		
Deferred tax liabilities		
On fiscal allowances of fixed assets	1,330.38	1,318.88
On Fair value gain on current investments	94.72	149.60
	1,425.10	1,468.48
Deferred tax assets		
On Employees' separation and retirement etc.	74.00	66.53
On Provision for doubtful debts / advances	7.20	8.55
On Provision for VAT	205.25	205.25
On Provision for Service Tax and Other Tax	18.52	19.22
On Asian Hotels West Ltd ( OCI ) & other Business Loss	349.95	269.22
	654.92	568.77
	<b>770.18</b>	<b>899.71</b>

#### Movement in Deferred Tax Liabilities

Particulars	On fiscal allowances of fixed assets	On Fair value gain on current investments	Total
As at 31.03.2020	1,294.35	13.02	1,307.36
Charged/(credited):			
- to profit and loss	24.53	136.58	161.12
- to Other comprehensive income	-	-	-
As at 31.03.2021	<b>1,318.88</b>	<b>149.60</b>	<b>1,468.48</b>
Charged/(credited):			
- to profit and loss	11.50	(54.88)	(43.38)
- to Other comprehensive income	-	-	-
As at 31.03.2022	<b>1,330.38</b>	<b>94.72</b>	<b>1,425.10</b>

#### Movement in Deferred Tax Assets

Particulars	On Employees' separation and retirement etc.	On Provision for doubtful debts / advances	On Provision for VAT	On Provision for Service Tax and Other Tax and Others	Asian Hotels West Ltd (OCI) & Business Loss	Total
As at 31.03.2020	69.77	8.81	205.25	27.05	-	310.88
Charged/(credited):						
- to profit and loss	(79.63)	(0.25)	-	(7.83)	269.22	181.51
- to Other comprehensive income	76.39	-	-	-	-	76.39
As at 31.03.2021	<b>66.53</b>	<b>8.56</b>	<b>205.25</b>	<b>19.22</b>	<b>269.22</b>	<b>568.78</b>
Charged/(credited):						
- to profit and loss	(101.29)	(1.35)	(0.00)	(0.70)	80.72	(22.62)
- to Other comprehensive income	108.76	-	-	-	-	108.76
As at 31.03.2022	<b>74.00</b>	<b>7.21</b>	<b>205.25</b>	<b>18.52</b>	<b>349.94</b>	<b>654.92</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 21. OTHER CURRENT LIABILITIES

Rs in lakhs

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Current</b>		
Advance from customers	289.53	196.07
Statutory dues	1,073.53	1,090.00
Other payables	2,329.94	2,328.99
Advance for sale of investment/ property (Refer Note 37)	30.00	30.00
	<b>3,723.00</b>	<b>3,645.06</b>

### 22. REVENUE FROM OPERATIONS

Rs in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
<b>Revenue based on Products &amp; Services</b>		
Sale of products	4,275.41	2,706.31
Sale of services	4,894.50	2,729.98
	<b>9,169.91</b>	<b>5,436.29</b>
Set out below is the disaggregation of the Company's revenue from operations:		
<b>Sale of products</b>		
Beverages, wines and liquor	409.84	577.39
Food and smokes	3,865.57	2,128.92
	4,275.41	2,706.31
<b>Sale of services</b>		
Rooms	4,047.75	2,197.87
Banquet income (only rental portion)	354.95	158.93
Health & spa	33.73	15.50
Laundry & dry cleaning	12.80	10.83
Auto rental	30.59	15.24
Communication	1.83	1.87
Equipment revenue	22.57	4.19
Service charge	24.66	14.01
Other operating revenue	365.62	311.54
	4,894.50	2,729.98
	<b>9,169.91</b>	<b>5,436.29</b>
<b>Revenue based on Geography</b>		
India	<b>9,169.91</b>	<b>5,436.29</b>
Overseas	-	-

The company has presented revenue based on the type of goods or services provided to the customers. The Company believe that this disaggregation best depicts how the nature, amount, timing and uncertainty of our revenues and cash flows are affected by industry, market and other economic factors.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 23. OTHER INCOME

Rs in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Interest Income from :	-	-
- Others	4.03	6.52
- Fixed Deposits	60.65	195.70
- Income Tax Refund	101.30	53.01
Dividend on current investment	1.17	3.13
Fair value gain on current investments	158.09	495.86
Profit Or ( Loss ) on Sale of Equity Shares	23.46	5.47
Profit on Sale of Mutual Fund	88.68	6.13
Net Gain on Foreign Currency Transaction and Translation	-	27.21
Fair value gain on non-current investments	126.31	71.57
Profit on Sale of PPE	1.02	2.48
Excess provision written back	7.05	52.65
Sale of SEIS licence	49.93	99.40
Miscellaneous income	45.19	38.57
	<b>666.88</b>	<b>1,057.70</b>

### 24. CONSUMPTION OF PROVISIONS, BEVERAGES, SMOKES & OTHERS

Rs in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Opening Stock	213.68	268.09
Add : Purchases	1,417.15	689.18
	1,630.83	957.27
Less : Closing Stock	257.91	213.69
	<b>1,372.92</b>	<b>743.58</b>

### 25. EMPLOYEE BENEFIT EXPENSES

Rs in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Salaries, wages & bonus	2,331.85	1,945.98
Contribution to provident & other funds	143.47	126.11
Staff welfare expenses*	254.50	224.05
Recruitment & training	1.94	12.02
	<b>2,731.76</b>	<b>2,308.16</b>

\*Includes cost of provisions consumed in staff cafeteria

### 26. FINANCE COST

Rs in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Interest on term loan	1,448.37	1,395.65
Interest on cash credit	27.42	16.03
Interest on Unsecured Loan	-	-
Other borrowing costs	9.53	4.77
	<b>1,485.32</b>	<b>1,416.45</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 27. OTHER EXPENSES

Rs in lakhs

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
Contract labour and service	531.75	292.89
Room, catering & other supplies	515.63	267.55
Linen & operating equipments consumption	148.28	98.34
Fuel, power & light	978.50	795.51
Repairs, maintenance & refurbishing		
- To Building	850.36	38.01
- To Plant & Equipment	604.48	353.80
- To Others	22.57	21.24
Satellite & television charges	5.88	6.53
Rent	182.60	10.81
Rates & taxes	425.86	272.21
Insurance	79.83	86.28
Directors' sitting fees	12.70	9.11
Legal & professional expenses	191.01	71.07
Payment to auditors	15.41	15.19
Printing & stationery	18.77	13.62
Guest transportation	51.64	28.81
Travelling & conveyance	101.96	68.88
Communication expenses	20.20	33.99
Technical services	219.85	40.98
Advertisement & publicity	243.49	211.84
Commission & brokerage	325.99	212.70
CSR expenditure	25.00	40.00
Charity & donation	-	5.29
Bank charges and commission	2.50	3.24
Filing fees	0.13	0.12
Equipment hiring charges	15.08	12.54
Net loss on foreign exchange	47.10	1.97
Loss on sale of PPE	42.33	0.03
Loss on sale of Investments	-	316.33
Miscellaneous expenses	110.20	76.85
	<b>5,789.10</b>	<b>3,405.73</b>

### 28. EARNINGS PER SHARE (BASIC & DILUTED)

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
(i) Profit available for Equity Shareholders (Rs in lakhs)	(3,449.86)	(3,297.13)
(ii) Weighted average number of Equity Shares @ Rs 10 each (Nos)	115.28	115.28
(iii) Earnings/(Loss) per share (Rs)	(29.93)	(28.60)



## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 29. FINANCIAL INSTRUMENTS

#### Financial instruments by category

The carrying value and fair value of financial instruments by categories as on March 31, 2022 are as follows:

Rs in lakhs

Particulars	Amortised Cost	Fair Value through PL	Fair Value through OCI	Total Carrying Value	Total Fair Value
<b>Assets:</b>					
Investments					
In Equity Shares	-	429.10	1,228.11	1,657.21	1,657.21
In Tax free bonds	-	1,619.10	-	1,619.10	1,619.10
In Mutual Funds	-	5,867.06	-	5,867.06	5,867.06
In Government Securities	0.05	-	-	0.05	0.05
Loans	1.54	-	-	1.54	1.54
Cash & cash equivalents	160.36	-	-	160.36	160.36
Other bank balances	862.64	-	-	862.64	862.64
Trade receivables	1,166.15	-	-	1,166.15	1,166.15
Other financial assets	318.01	-	-	318.01	318.01
<b>Total</b>	<b>2,508.75</b>	<b>7,915.26</b>	<b>1,228.11</b>	<b>11,652.12</b>	<b>11,652.12</b>
<b>Liabilities:</b>					
Borrowings	14,065.14	-	-	14,065.14	14,065.14
Trade payables	921.33	-	-	921.33	921.33
Other financial liabilities	3,066.96	-	-	3,066.96	3,066.96
<b>Total</b>	<b>18,053.43</b>	<b>-</b>	<b>-</b>	<b>18,053.43</b>	<b>18,053.43</b>

The carrying value and fair value of financial instruments by categories as on March 31, 2021 are as follows:

Rs in lakhs

Particulars	Amortised Cost	Fair Value through PL	Fair Value through OCI	Total Carrying Value	Total Fair Value
<b>Assets:</b>					
Investments					
In Equity Shares	-	221.63	1,181.56	1,403.18	1,403.18
In Tax free bonds	-	1,809.07	-	1,809.07	1,809.07
In Mutual Funds	-	6,325.79	-	6,325.79	6,325.79
In Government Securities	0.05	-	-	0.05	0.05
Loans	7.56	-	-	7.56	7.56
Cash & cash equivalents	263.37	-	-	263.37	263.37
Other bank balances	1,804.18	-	-	1,804.18	1,804.18
Trade receivables	768.92	-	-	768.92	768.92
Other financial assets	358.53	-	-	358.53	358.53
<b>Total</b>	<b>3,202.61</b>	<b>8,356.49</b>	<b>1,181.56</b>	<b>12,740.65</b>	<b>12,740.65</b>
<b>Liabilities:</b>					
Borrowings	10,447.02	-	-	10,447.02	10,447.02
Trade payables	1,025.73	-	-	1,025.73	1,025.73
Other financial liabilities	4,318.71	-	-	4,318.71	4,318.71
<b>Total</b>	<b>15,791.46</b>	<b>-</b>	<b>-</b>	<b>15,791.46</b>	<b>15,791.46</b>

#### Fair value hierarchy

This section explains the estimates and judgements made in determining the fair values of Financial Instruments that are measured at fair value and amortised cost and for which fair values are disclosed in financial statements. To provide an indication about reliability of the inputs used in determining the fair values, the group has classified its financial instruments into the three levels prescribed under accounting standards. An explanation of each level follows underneath the table:

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

Level 1 : includes financial Instrument measured using quoted prices (unadjusted) in active markets for identical assets and liabilities that the entity can access at the measurement date.

Level 2 : Includes financial Instruments which are not traded in active market but for which all significant inputs required to fair value the instrument are observable. The fair value is calculated using the valuation technique which maximises the use of observable market data.

Level 3: Includes those instruments for which one or more significant input are not based on observable market data.

The following table presents fair value hierarchy of assets and liabilities measured at fair value as of March 31, 2022:

Particulars	Fair Value	Fair value measurement using		
		Level 1	Level 2	Level 3
<b>Assets:</b>				
Investments				
In Equity Shares	1,657.21	1,391.69	265.52	-
In Tax free bonds	1,619.10	1,619.10		-
In Mutual Funds	5,867.06	5,867.06	-	-
In Government Securities	0.05	-	0.05	
Loans	1.54	-	-	1.54
Cash & cash equivalents	160.36	-	-	160.36
Other bank balances	862.64			862.64
Trade receivables	1,166.15	-	-	1,166.15
Other financial assets	318.01	-	-	318.01
<b>Total</b>	<b>11,652.12</b>	<b>8,877.85</b>	<b>265.57</b>	<b>2,508.70</b>
<b>Liabilities:</b>				
Borrowings	14,065.14	-	-	14,065.14
Trade payables	921.33	-	-	921.33
Other financial liabilities	3,066.96	-	-	3,066.96
<b>Total</b>	<b>18,053.43</b>	<b>-</b>	<b>-</b>	<b>18,053.43</b>

The following table presents fair value hierarchy of assets and liabilities measured at fair value as of March 31, 2021:

Particulars	Fair Value	Fair value measurement using		
		Level 1	Level 2	Level 3
<b>Assets:</b>				
Investments				
In Equity Shares	1,403.18	1,301.47	101.71	-
In Tax free bonds	1,809.07	1,809.07		-
In Mutual Funds	6,325.79	6,325.79	-	-
In Government Securities	0.05	-	0.05	
Loans	7.56	-	-	7.56
Cash & cash equivalents	263.37	-	-	263.37
Other bank balances	1,804.18			1,804.18
Trade receivables	768.92	-	-	768.92
Other financial assets	358.53	-	-	358.53
<b>Total</b>	<b>12,740.65</b>	<b>9,436.33</b>	<b>101.76</b>	<b>3,202.56</b>
<b>Liabilities:</b>				
Borrowings	10,447.02	-	-	10,447.02
Trade payables	1,025.73	-	-	1,025.73
Other financial liabilities	4,318.71	-	-	4,318.71
<b>Total</b>	<b>15,791.46</b>	<b>-</b>	<b>-</b>	<b>15,791.46</b>

The carrying amount of cash and cash equivalents, trade receivables, loans, other financial assets, trade payables and other financial liabilities are considered to be the same as their fair value due to their short term nature and are close approximation of fair value.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 30. FINANCIAL RISK MANAGEMENT

#### Financial risk factors

The Group's activities expose it to a variety of financial risks : market risk, liquidity risk and credit risk.

#### Market risk

Market risk is the risk that the changes in market prices such as foreign exchange rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

#### a) Foreign Currency risk

The Group is exposed to foreign exchange risk through its purchases from overseas suppliers and payment for services availed in various foreign currencies. The Group pays off its foreign exchange exposure within a short period of time, thereby mitigates the risk of material changes in exchange rate on foreign currency exposure.

The following table analyses foreign currency risk from financial instruments as of 31st March 2022 and 31st March 2021.

*Rs in lakhs*

	31st March 2022	31st March 2021
<b>Particulars</b>		
Trade payables (USD Converted to INR)	1,180.45	1,187.67

For the year ended 31st March 2022 and 31st March 2021, the effect of every percentage point depreciation/appreciation in the exchange rate between the Indian rupee and U.S. dollar on profit before tax is as under:

	Change in USD rate	Effect on profit before tax	
		31st March 2022	31st March 2021
Appreciation in exchange rate	1%	(11.80)	(11.88)
Depreciation on exchange rate	-1%	11.80	11.88

#### b) Other Market Price Risks

The Group's exposure to equity securities price risk arises from investments held by the Group and classified in the balance sheet as fair value through Other Comprehensive Income and Fair value through profit/loss. If the equity prices of quoted investments are 1% higher/ lower, the Other Comprehensive Income for the year ended March 31, 2022 would increase/ decrease by Rs 12.28 lakhs (for the year ended March 31, 2021: increase/ decrease by Rs 11.82 lakhs) and profit or loss for the year ended March 31, 2022 would increase/ decrease by Rs 79.15 lakhs (for the year ended March 31, 2021: increase/ decrease by Rs 83.56 lakhs)

#### Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting its obligations associated with its financial liabilities.

The Group's principle source of liquidity are cash and cash equivalent, cash flows from operations and investment in mutual funds. The Group believes that working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived.

The table below provides details regarding the contractual maturities of financial liabilities as of March 31, 2022:

*Rs in lakhs*

Particulars	Less than 1 year	1-2 years	2-5 years	More than 5 years	Total
Borrowings	2,669.09	3,440.05	7,330.50	625.50	14,065.14
Trade payables	921.33	-	-	-	921.33
Other financial liabilities	3,048.80	18.16	-	-	3,066.96

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

The table below provides details regarding the contractual maturities of financial liabilities as of March 31, 2021: *Rs in lakhs*

Particulars	Less than 1 year	1-2 years	2-5 years	More than 5 years	Total
Borrowings	2,379.53	2,218.47	7,330.50	625.50	12,554.01
Trade payables	1,025.73	-	-	-	1,025.73
Other financial liabilities	2,193.00	18.72	-	-	2,211.72

### Credit Risk

Credit risk is the risk that counter party will not meet its obligation under a financial instrument leading to a financial loss. The Group is exposed to credit risk from investments, trade receivables, cash and cash equivalents, loans and other financial assets.

The Group's credit risk is minimised as the Group's financial assets are carefully allocated to counter parties reflecting the credit worthiness.

The maximum exposure of financial asset to credit risk are as follows :

*Rs in lakhs*

Particulars	31st March 2022	31st March 2021
Investments	9,143.41	9,538.10
Trade receivables	1,166.15	768.92
Cash & cash equivalents	160.36	263.37
Loans	1.54	7.56
Other financial assets	318.01	358.53

Credit risk on cash and cash equivalent is limited as the Group generally invest in deposits with nationalised banks. Investments primarily include investments in liquid mutual fund units, fixed maturity plans, short term fund, quoted bonds and equity shares.

### Risk towards Global Pandemic COVID-19

Financial instruments carried at fair value as at March 31, 2022 is Rs 11,652.12 lakhs and financial instruments carried at amortised cost as at March 31, 2022 is Rs 2,508.75 lakhs. A significant part of the financial assets are classified as Level 1 having fair value of Rs 8,877.85 lakhs as at March 31, 2022. The fair value of these assets is marked to an active market which factors the uncertainties arising out of COVID-19. The financial assets carried at fair value by the Group are mainly investments in equity shares of listed entities wherein the uncertainties arising out of COVID-19 has already been factored by the stock market as at March 31, 2022 and liquid debt securities wherein no material volatility is expected.

Trade receivables of Rs 1,166.15 lakhs as at March 31, 2022 forms a significant part of the financial assets carried at amortised cost. The Debtors do not have any concentrated risk and the Group does expect to recover these outstanding in due course. Further, adequate credit loss provision has been created based on the policy of the Group. The Group has specifically evaluated the potential impact with respect to customers in Airline and Travel Agents segments which could have an immediate impact though the outstanding is not significant. Further, we expect that there could be some delay in payments from debtors, over and above the credit cycle. Basis our internal assessment and the stringent provisioning policy of the Group, the management assessment for the allowance for doubtful trade receivables of Rs 28.60 lakhs as at March 31, 2022 is considered adequate.

### 31. CAPITAL MANAGEMENT

For the purpose of managing capital, Capital includes issued equity share capital and reserves attributable to the equity holders.

The objective of the company's capital management are to:

- Safeguard their ability to continue as going concern so that they can continue to provide benefits to their shareholders.
- Maximisation the wealth of the shareholder.
- Maintain optimum capital structure to reduce the cost of the capital.

The Group manages its capital structure and makes adjustments in light of changes in economic conditions and requirement of financial covenants. In order to maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Group includes within net debt, loans and borrowings, less cash and cash equivalents.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### Gearing Ratio is as follows :

Rs in lakhs

Particulars	31st March 2022	31st March 2021
Net debt	14,065.14	10,447.02
Total net debt and equity	82,735.66	82,884.52
Gearing Ratio	17.00%	12.60%

In order to achieve this overall objective, the Group's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the loans and borrowings that define capital structure requirements. There have been no breaches in the financial covenants of any loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2022 and 31 March 2021.

### 32. C.I.F. Value of Imports :

Rs in lakhs

Particulars	31st March 2022	31st March 2021
Stores & Spares	-	-
Capital Goods	15.78	2.51
<b>Total</b>	<b>15.78</b>	<b>2.51</b>

### 33. Expenditure in Foreign Currency (on payment basis)

Rs in lakhs

Particulars	31st March 2022	31st March 2021
Commission & Brokerage	9.02	67.97
Technical Services	99.34	148.53
Advertisement & Publicity	88.51	71.98
Recruitment & Training	22.80	100.01
Others	132.17	83.87
<b>Total</b>	<b>351.84</b>	<b>472.36</b>

### 34. Earnings in Foreign Currency (on receipt basis)

Rs in lakhs

Particulars	31st March 2022	31st March 2021
Earnings	566.46	304.18

35. The Company has paid dividend in respect of shares held by Non-Residents. The total amount remitted in this respect is given herein below:-

Particulars	31st March 2022	31st March 2021
Number of non resident shareholders	289	361
Number of equity shares held by non resident shareholders	76,83,343	77,02,496
Amount of dividend paid	-	-

\*No Dividend has been declared/proposed in the F.Y 21-22

36. Estimated amount of Capital Contracts pending to be executed (Net of Advances – Rs 284.78 lakhs (previous year Rs 362.56 lakhs)

37. The Company and Mumbai International Authority Limited (MIAL) have executed a Share Purchase Agreement dated 20th April 2019 (SPA) wherein MIAL has agreed to buy Company's 100% investment in the Company at a purchase consideration of Rs 6,400 lakhs against which the company has received an advance of Rs 2,300 lakhs from MIAL to buy out other shareholders' holding in the company. The company has since received the balance purchase consideration of Rs. 4,100 lakhs (excluding interest which has been waived by the company to complete the transaction) from Mumbai International Airport Authority Ltd and accordingly has transferred its 100% shareholding (representing assets held for sale) in Regency Convention Centre and Hotels Limited on 4th May 2022 and has ceased to be a wholly owned subsidiary of the Company.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 38. STATUTORY GROUP INFORMATION

Rs in lakhs

Name of the entity in the group	Net Assets, i.e., total assets minus total liabilities		Share in profit and loss		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Rs	As % of consolidated profit and loss	Rs	As % of consolidated other comprehensive income	Rs	As % of consolidated total comprehensive income	Rs
<b>Parent</b>								
<b>Asian Hotels (East) Limited</b>								
Balance as at 31st March 2022	123.85%	85,047.78	-1.65%	57.03	102.16%	(323.39)	7.07%	(266.36)
Balance as at 31st March 2021	117.78%	85,314.15	-2.09%	69.06	107.50%	(227.11)	4.50%	(158.05)
<b>Subsidiaries</b>								
<b>GJS Hotels Limited</b>								
Balance as at 31st March 2022	0.44%	299.04	0.21%	(7.23)	-	-	0.19%	(7.23)
Balance as at 31st March 2021	0.42%	306.27	0.31%	(10.29)	-	-	0.29%	(10.29)
<b>Robust Hotels Private Limited</b>								
Balance as at 31st March 2022	44.36%	30,460.87	101.46%	(3,500.24)	-2.16%	6.85	92.75%	(3,493.39)
Balance as at 31st March 2021	46.87%	33,954.26	101.78%	(3,355.47)	-7.50%	15.84	95.19%	(3,339.63)
<b>Regency Convention Centre &amp; Hotels Limited</b>								
Balance as at 31st March 2022	0.30%	206.62	-0.02%	0.60	-	-	-0.02%	0.60
Balance as at 31st March 2021	0.28%	206.02	0.01%	(0.44)	-	-	0.01%	(0.44)
<b>Elimination</b>								
Balance as at 31st March 2022	-69%	(47,343.31)	-	(0.02)	-	-	-	(0.02)
Balance as at 31st March 2021	-65%	(47,343.21)	-	0.44	-	0.00	-	(0.00)
<b>Total</b>								
Balance as at 31st March 2022	1.00	68,671.00	1.00	(3,449.86)	1.00	(316.54)	1.00	(3,766.40)
Balance as at 31st March 2021	1.00	72,437.50	1.00	(3,296.69)	1.00	(211.27)	1.00	(3,508.40)

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 39. Employment benefits

The Group has classified the various benefits provided to employees as under:-

- a) Defined contribution plans
  - i. Provident fund

Contribution to Defined Contribution Plans, recognized as expense for the year is as under:

(Rs in lakhs)

Particulars	31st March 2022	31st March 2021
Employer's Contribution to Provident Fund	116.59	77.56
Employer's Contribution to Pension Scheme	27.88	34.16

- b) Defined benefit plans
  - i. Contribution to post-retirement Gratuity fund
  - ii. Compensated absences Earned leave

In accordance with Indian Accounting Standard 19, Employee Benefits, actuarial valuation was done in respect of the aforesaid defined plans based on the following assumptions:-

#### Economic Assumptions

The discount rate and salary increases assumed are key financial assumptions and should be considered together; it is the difference or 'gap' between these rates which is more important than the individual rates in isolation.

#### Discount Rate

The discounting rate is based on the gross redemption yield on medium to long-term risk free investments. For the current valuation a discount rate of 7.18 % p.a. compound, has been used.

#### Salary Escalation Rate

The salary escalation rate usually consists of at least three components, viz. Regular increments, price inflation and promotional increases. In addition to this any commitments by the management regarding future salary increases and the Group's philosophy towards employee remuneration are also to be taken into account. Again, a long- term view as to the trend in salary increase rates has to be taken rather than be guided by the escalation rates experienced in the immediate past, if they have been influenced by unusual factors.

#### i. Change in Benefit Obligations:

(Rs in lakhs)

Particulars	Gratuity (Unfunded)	
	31st March 2022	31st March 2021
Present value of obligations as at the beginning of the year	264.52	282.54
Current service cost	38.15	38.04
Interest cost	18.01	19.17
Benefit Paid	(13.22)	(49.79)
Actuarial (gain)/ loss on obligation	(24.34)	(25.44)
<b>Present value of obligations as at the year end</b>	<b>283.12</b>	<b>264.52</b>
Current liability	95.33	93.03
Non -Current liability	187.79	171.49
<b>Total</b>	<b>283.12</b>	<b>264.52</b>

#### ii. Change in plan assets : All figures given in the table below are as provided by the company

Particulars	31st March 2022	31st March 2021
Fair value of plan assets at the beginning of the period	--	--
Actual return on plan assets	--	--
Employer contribution	--	--
Benefits paid	--	--
Fair value of plan assets at the end of the period	--	--



## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### iii. Expenses recognized in the Statement of Profit and Loss:

(Rs in lakhs)

Particulars	Gratuity (Unfunded)	
	31st March 2022	31st March 2021
Current Service Cost	38.15	38.04
Interest Cost	18.01	19.17
Actuarial (Gain) / loss recognized during the year	(6.85)	(15.84)
Expenses recognised in Statement of Profit and Loss	56.15	57.21

### iv. Amount recognized in Other Comprehensive Income (OCI):

(Rs in lakhs)

Particulars	Gratuity (Unfunded)	
	31st March 2022	31st March 2021
Actuarial Gain / (loss) recognized during the year	24.33	25.44

### v. Principal Actuarial Assumptions :

(Rs in lakhs)

Particulars	Refer Note Below	Year ended 31.03.2022	Year ended 31.03.2021
Discount rate (p.a.)	1	7.18 %	6.80 %
Salary Escalation Rate (p.a.)	2	6.00 %	6.00 %

#### Notes:

- The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of obligations.
- The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.
- The gratuity plan and earned leave is unfunded.

#### Demographic assumptions:

- Retirement age : 58 years
- Mortality rate : Published rates under Indian Assured Lives Mortality (IALM) Ultimate table

#### Description of Risk Exposures:

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follow :-

- Salary Increases- Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
- Investment Risk – If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.
- Discount Rate : Reduction in discount rate in subsequent valuations can increase the plan's liability.
- Mortality & disability – Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.
- Withdrawals – Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 40. Leases:

The Group has entered into Operating lease agreements for letting out space. The lease agreements are made for specific period as per agreement. Lease payments received recognized in the Statement of Profit & Loss for the year ended amounted to Rs 170.57 lakhs.

The future receipts for operating lease are as follows:

(Rs in lakhs)

Particulars	31st March 2022	31st March 2021
Not Later than 1 year	186.32	170.55
Later than one year and not later than five years	150.28	134.64
Later than five years	-	-

The Group has entered into leave & license agreement for premises. The lease agreements are made for specific period as per agreement. Lease payments paid are recognized in the Statement of Profit & Loss for the year ended amounted to Rs 182.58 lakhs for the period of 1<sup>st</sup> April 2021 to 31<sup>st</sup> March 2022.

The future Payments for operating lease are as follows:

(Rs in lakhs)

Particulars	31st March 2022	31st March 2021
Not Later than 1 year	180.00	180.00
Later than one year and not later than five years	-	-
Later than five years	-	-

The company has renewed the lease Agreement with Gomti Food & Spices (P) Ltd. The Lease is a short-term lease for a period of 1 year as on March 31,2022, hence there is no impact of Ind AS 116.

Since, the lease is an operating lease, the Company is duly accounting the rental income in the books as per the requirement of Ind AS 116 over the period of the lease term.

### 41. The operating segments (Ind AS 108) of the Company are as follows:

- Hotel Business (East): The hotel Business (East) includes namely the operating hotel "Hyatt Regency" in Kolkata.
- Investments including investments in Hotel (South): It consists of (i) Securities Trading Unit & (ii) Strategic Investment Unit.

Securities Trading Unit comprising of treasury/liquid investments which are being regularly traded, bonds, mutual funds, and shares of certain companies.

Strategic Investment Unit includes the loan & investment in its wholly owned subsidiary (Robust Hotels Pvt. Ltd.) having an operating hotel namely Hyatt Regency, Chennai and the loans and Investment in its wholly owned subsidiary (GJS Hotels Ltd.) for exploring business opportunities in Hotel in Bhubaneswar, Odisha.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

Sr No	Particulars	Year-month Ended	
		31.03.2022 Audited	31.03.2021 Audited
1	<b>Segment Revenue</b>		
	<b>Revenue from Operations</b>		
	Hotel Business (East)	5,119.32	2,940.70
	Investments including investments in Hotel (South)	4,050.59	2,495.59
	<b>Total ( A )</b>	<b>9,169.91</b>	<b>5,436.29</b>
	<b>Other Income</b>		
	Hotel Business (East)	70.25	233.51
	Investments including investments in Hotel (South)	596.63	824.00
	Other Unallocable Income	-	0.19
	<b>Total ( B )</b>	<b>666.88</b>	<b>1,057.70</b>
	<b>Total Revenue ( A+B )</b>	<b>9,836.79</b>	<b>6,493.99</b>
2	<b>Segment Results ( EBITDA )</b>		
	Hotel Business (East)	312.86	127.11
	Investments including investments in Hotel (South)	92.68	362.84
	Total Segment Profit before Interest , Tax, Depreciation & Amortisation	<b>405.54</b>	<b>489.95</b>
3	<b>Segment Result ( EBIT )</b>		
	Hotel Business (East)	(20.32)	(181.94)
	Investments including investments in Hotel (South)	(1,503.06)	(1,265.26)
	<b>Total Segment Profit/( Loss ) Before Tax</b>	<b>(1,523.38)</b>	<b>(1,447.20)</b>
	i) Other Unallocable Cost	(462.53)	(453.61)
	ii) Other Unallocable Income	-	0.19
	iii) Finance Cost	(1,485.32)	(1,416.46)
	<b>Profit/( Loss ) Before Tax</b>	<b>(3,471.23)</b>	<b>(3,317.08)</b>
4	<b>Segment Assets</b>		
	Hotel Business (East)	13,801.13	13,882.78
	Investments including Investments in Hotel (South)	77,780.46	79,216.86
	<b>Total Segment Assets</b>	<b>91,581.59</b>	<b>93,099.64</b>
5	<b>Segment Liabilities</b>		
	Hotel Business (East)	3,614.66	3,001.16
	Investments including Investments in Hotel (South)	19,296.44	17,660.98
	<b>Total Segment Liabilities</b>	<b>22,911.10</b>	<b>20,662.14</b>

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 42. Contingent Liabilities:

(Rs in lakhs)

Contingent Liabilities	31st March 2022	31 <sup>st</sup> March 2021
Claims against the Company not acknowledged as debts	-	0.40
Letter of Credit issued by IDBI Bank Ltd. in favour of West Bengal Electricity Distribution Company Limited	195.00	195.00
Service Tax under the Finance Act, 1994 pertaining to F.Y. 2008-09 to F.Y. 2012-13	68.37	68.37
Service Tax under the Finance Act, 1994 pertaining to F.Y. 2013-14	76.44	76.44
Sales Tax under West Bengal Sales Tax Act, 1994 pertaining to F.Y. 2012-13	56.83	56.83
VAT Under WBVAT Act 2003 for the F.Y 2011-12 (the Company has preferred an appeal against the demand)	369.76	369.76
Pending claims from IOC Limited for non-submission of 'C' forms for purchase of diesel	4.00	4.00
Foreign Trade Development Regulation Act. 1992.	396.37	396.37

### Code of Conduct :

Code on Social Security, 2020: The date of implementation of the Code on Social Security, 2020 ('the Code') relating to employee benefits is yet to be notified by the Government and when implemented will impact the contributions by the Company towards benefits such as Provident Fund, Gratuity etc. The Company will assess the impact of the Code and give effect in the financial results when the Code and Rules thereunder are notified.

**44. In accordance with the Indian Accounting Standard on "Related Party Disclosures" (IndAS - 24), the disclosures in respect of Related Parties and transactions with them are as follows: -**

### Related Party Disclosures

#### (i) List of Related Parties

##### (a) Key Management Personnel:

Mr Radhe Shyam Saraf, Chairman (demised on 22<sup>nd</sup> March 2022)

Mr Arun Kumar Saraf, Joint Managing Director

Mr Umesh Saraf, Joint Managing Director

Mr A Srinivasan

Mr Varun Saraf

Mr Pawan Kumar Kakarania

Ms. Rita Bhimani,

Mr. T.N. Thanikachalam ,

Ms. N. Muthulakshmi ,

Ms. T Ramyaa

Ms Manisha Sharma

Ms Annu Tiwari

##### (c) Independent Directors:

Mr. A.C Chakrabortti

Mrs. Rita Bhimani

Mr. Padam Kumar Khaitan

Mr. Rama Shankar Jhawar (till 14<sup>th</sup> October 2020)

Mr Sandipan Chakravortty (appointed w.e.f. 10<sup>th</sup> August, 2021)

## Consolidated Notes to the Financial Statements *(contd.)*

as at and for the year ended March 31, 2022

**(b) Entities over which directors or their relatives can exercise significant influence / control:**

- i. Juniper Hotels Private Limited
- ii. Unison Hotels Private Limited
- iii. Chartered Hotels Private Limited
- iv. Chartered Hampi Hotels Private Limited
- v. Unison Hotels South Private Limited
- vi. Polygon Management Advisory Pvt Ltd
- vii. Bodh Gaya Guest House Pvt Ltd
- viii. Triumph Realty Pvt Ltd
- ix. Salkia Estate Development Pvt Ltd
- x. Juniper Investments Limited
- xi. Vedic Hotels Limited
- xii. Blue Energy Private Limited
- xiii. Unison Power Limited
- xiv. Footsteps of Buddha Hotels Private Limited
- xv. Samra Importex Private Limited
- xvi. Taragaon Regency Hotels Limited, Nepal
- xvii. Yak & Yeti Hotels Limited, Nepal
- xviii. Nepal Travel Agency Pvt. Ltd., Nepal
- xix. Sara International limited, Hong Kong
- xx. Sara Hospitality Limited, Hong Kong
- xxi. Saraf Hotels Limited, Mauritius
- xxii. Saraf Investments Limited, Mauritius
- xxiii. Saraf Industries Limited, Mauritius
- xxiv. Khaitan & Co.

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

<b>(ii) Details of Transactions with Related Parties during the year:</b>						
<b>Asian Hotels (East) Limited</b>						
<b>Transactions with Related Parties for the period from 1st April 2021 to 31st March 2022</b>						
<b>Transaction during the period</b>	<b>Key Management Personnel</b>		<b>Entities Controlled by Directors or their Relatives</b>		<b>Total</b>	
	<b>2021-22</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2020-21</b>
<b>Sale of Services</b>						
Juniper Hotels Private Limited	-	-	0.08	4.22	0.08	4.22
	-	-	-	-	-	-
<b>Receipt of Services</b>						
Juniper Hotels Private Limited	-	-	-	3.11	-	3.11
	-	-	-	-	-	-
<b>Travelling Expenses</b>						
Arun Saraf	12.42	7.09	-	-	12.42	7.09
Umesh Saraf	-	6.77	-	-	-	6.77
Radheyshyam Saraf	-	7.31	-	-	-	7.31
	-	-	-	-	-	-
<b>Professional Expenses</b>						
Khaitan & Co	-	-	-	1.46	-	1.46
<b>Sales Promotion</b>						
Juniper Hotels Private Limited	-	-	-	0.58	-	0.58
<b>Expenses Incurred (Reimbursement)</b>						
Juniper Hotels Private Limited	-	-	15.76	3.74	15.76	3.74
<b>Managerial Remuneration</b>						
Umesh Saraf	217.45	211.14	-	-	217.45	211.14
Arun Kr. Saraf	207.34	206.40	-	-	207.34	206.40
Mr. T.N.Thanikachalam	37.58	22.78	-	-	37.58	22.78
Ms. Manisha Sharma	3.01	4.01	-	-	3.01	4.01
Ms. Annu Tiwari	2.17	-	-	-	2.17	-
<b>Sitting Fees</b>						
Radheyshyam Saraf	0.50	1.00	-	-	0.50	1.00
A. C Chakrabortti	3.70	2.90	-	-	3.70	2.90
Rita Bhimani	4.00	2.30	-	-	4.00	2.30
Rama Shankar Jhawar	-	0.95	-	-	-	0.95
Padam Kumar Khaitan	2.50	2.00	-	-	2.50	2.00
Sandipan Chakrovortty	2.00	-	-	-	2.00	-
<b>Closing Balance as on 31st March 2022</b>						
	<b>Key Management Personnel</b>		<b>Entities Controlled by Directors or their Relatives</b>		<b>Total</b>	
	<b>2021-22</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2020-21</b>
<b>Trade Receivables</b>						
Juniper Hotels Private Limited	-	-	8.87	10.27	8.87	10.27
Chartered Hotels Limited	-	-	0.40	1.21	0.40	1.21
Taragaon Regency Hotels Limited	-	-	0.79	0.79	0.79	0.79
<b>Trade Payables</b>						
Juniper Hotels Private Limited	-	-	29.51	21.10	29.51	21.10
Unison Hotels Private Limited	-	-	-	0.60	-	0.60
Chartered Hotels Limited	-	-	0.15	0.15	0.15	0.15

## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 45. Status of ongoing Scheme of Arrangement:

The Scheme of Arrangement, Demerger and Reduction of capital filed by the Company and its wholly-owned subsidiary Robust Hotels Private Limited, Chennai (Robust) have been sanctioned by the Hon'ble NCLT Chennai Bench and NCLT Kolkata Bench vide orders dated 13th October, 2021 and 20th December, 2021 respectively. The said Scheme will be effective on filing the same with the respective Registrar of Companies, which is under process and the effect of the scheme is expected to be given in the current financial year 2022-23 upon its filing and thereupon Robust will cease to exist as a wholly-owned subsidiary of the Company.

46. Pursuant to the provisions of Section 124 & 125 of the Companies Act, 2013 read with the Investor Education and Protection Fund (IEPF) Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (the Rules), Rs. 7.34 lakhs and 23,261 shares have been transferred to the IEPF for the dividend declared in the financial year ended 2013-14 and the respective shares whose dividend remained unpaid or unclaimed for seven consecutive years. Further, Rs 0.12 lakhs of F.Y 2013-14 and its 4,130 shares of F.Y 2013-14 being restrained shares could not be transferred to the IEPF pursuant to Rule 6(3)(b) of the Rules, the due date of transfer of which was September 04, 2021.

47. The Company has significant strategic investments in the equity shares of Asian Hotels (West) Limited (AHWL). The market price of shares of AHWL has fallen considerably since the sudden closure of Hyatt Regency Mumbai Hotel effective from 7th June 2021 by its management. The Company expects a further substantial fall in the market value of shares till AHWL resumes its operations. The Company has filed Oppression & Mismanagement petitions under section 241-242 & 244 of the Companies Act, 2013 with the NCLT Principal Bench, New Delhi in order to protect its interest. Yes Bank Limited has also initiated CIRP resolution under section 7 of IBC, 2016 against AHWL. The Company has taken necessary steps in this regard to protect its interest.

### 48. Impact of COVID-19

The business has been impacted during the year on account of COVID-19. During the first three months of the year, the Company witnessed softer revenues due to the second wave of COVID-19 and consequent lockdowns in several states across the country. Also, there was a third wave in the month of January 2022, resulting in restrictions in some states, which also adversely impacted the revenues. However, with increased vaccinations and consequent reduction in number of cases and easing of all restrictions, the Company has witnessed recovery in both leisure and business segments in all the other months. The Company has considered internal and external sources of information and has performed sensitivity analysis on the assumptions used and based on current estimates, expects to recover the carrying amount of these assets. The impact of COVID-19 may be different from that estimated as at the date of approval of the financial statements and the Company will continue to closely monitor any material changes to future economic conditions. The Company has adequate funds at its disposal for the next 12 months to prevent any disruption of the operating cash flows and to enable the Company meet its debts and obligations as they fall due. Accordingly, the financial statements of the Company have been prepared on a going concern basis.

49. Outstanding balances of Trade Receivables and Trade Payables are subject to confirmation from the respective parties and consequential adjustments arising from reconciliation if any. The Management, however, is of the view that there will be no material discrepancies in this regard.

### 50. Notes on number of Layer company

The Group has complied with the number of layers prescribed under clause 87 of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

### 51. Relationship with Struck off Companies

The Company do not have any transactions with company's struck off during the period ending 31st March, 2022 and also for the period ending 31st March, 2021.

### 52. Utilization of borrowed funds

The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, that the intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries).

The Company has not received any fund from any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.



## Consolidated Notes to the Financial Statements (contd.)

as at and for the year ended March 31, 2022

### 53. Details of Benami Property held

The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company during the period ending 31st March,2022 and also for the period ending 31st March,2021 for holding any Benami property.

### 54. Registration of charges or satisfaction with Registrar of Companies (ROC)

The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period, during the period ending 31st March,2022 and also for the period ending 31st March,2021.

### 55. Details of Crypto Currency or Virtual Currency

The Company have not traded or invested in Crypto currency or Virtual Currency during the period ending 31st March,2022 and also for the period ending 31st March,2021

### 56. Previous Year figures have been regrouped / reclassified, wherever necessary.

The accompanying notes form an integral part of the standalone financial statements.

In terms of our report attached

For [Singhi & Co.](#)

Chartered Accountants

Firm Registration. No. 302049E

[Rajiv Singhi](#)

Partner

Membership No. : 053518

Place: Kolkata

Date:30th May 2022

For and on behalf of the Board of Directors

[Sandipan Chakravortty](#) (DIN No. - 00053550)

[Arun K Saraf](#) (DIN: 00339772)

[Umesh Saraf](#) (DIN: 00017985)

[A. C. Chakrabortti](#) (DIN: 00015622)

[Padam Kumar Khaitan](#) (DIN: 00019700)

[Rita Bhimani](#) (DIN: 07106069)

Director

[Bimal Kr Jhunjhunwala](#)

CFO & Vice President- Corporate Finance

[Saumen Chatterjee](#)

Chief Legal Officer & Company Secretary



**ASIAN HOTELS (EAST) LIMITED**  
**CIN:** L15122WB2007PLC162762  
**Registered Office:** Hyatt Regency Kolkata  
JA-1, Sector III, Salt Lake City  
Kolkata - 700106, West Bengal