

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF VIPUL HOSPITALITY LIMITED

Report on the Audit of the Standalone Ind AS Financial Statements

Opinion

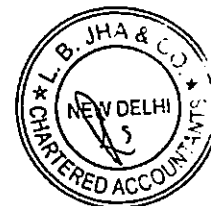
1. We have audited the accompanying standalone Ind AS financial statements of VIPUL HOSPITALITY LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March 2020, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended on that date, including a summary of significant accounting policies and other explanatory information. These financial statements are the responsibility of Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its losses (including Other Comprehensive Income), Changes in equity and its cash flows for the year ended on that date.

Basis of Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind AS Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Ind AS financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. The Company has a Capital Work-in-Progress consisting of a project under implementation amounting to Rs. 472.32 lakhs and has also granted project advance amounting to Rs. 338.81 lakhs. As on March 31, 2020, there is no progress in development activities of the project. Due to overall sluggishness in Indian economy and more particularly in real estate sector, this project has been kept on hold. The Company will start developing this project once the overall scenario improves and accordingly the management is of the opinion there is no impairment in the said project and the project advances given are considered good and fully recoverable.



### Material Uncertainty related to Going Concern

5. We draw attention to Note 1 (B) (4) (ix) to the Ind AS financial statements which relates to the reasons for preparation of financial statements on a going concern basis. The Company has also incurred net cash losses during the current year and in the previous years. The company does not have sufficient funds for the development of the project in progress. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the aforesaid Note. Our opinion is not modified in respect of this matter.

### Other Information

6. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in Board Report but does not include the financial statements and our auditor's report thereon. This other information is expected to be made available to us after the date of this auditor's report.
7. Our opinion on the standalone Ind AS financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
8. In connection with our audit of the standalone Ind AS 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 Ind AS financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.
9. When we read the aforesaid documents, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

### Management's Responsibility for the Ind AS Financial Statements

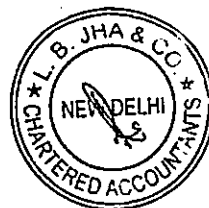
10. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.
11. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



12. In preparing the standalone Ind AS 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.
13. The Board of Directors are also responsible for overseeing the company's financial reporting process.

#### Auditor's Responsibility

14. Our objectives are to obtain reasonable assurance about whether the Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone Ind AS financial statements.
15. 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 Ind AS 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.
  - Obtained 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 Companies Act, 2013, 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 Ind AS 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 Ind AS financial statements, including the disclosures, and whether the standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
16. 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.
  17. 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.
  18. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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 matters or when 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.
  19. Materiality is the magnitude of misstatements in the 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.

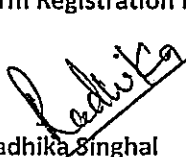
#### Report on Other Legal and Regulatory Requirements

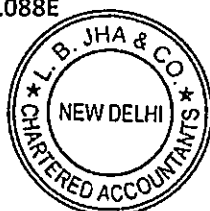
20. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure-A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
21. 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) and the Cash Flow Statement, Statement of Changes in Equity dealt with by this report are in agreement with the books of account



- (d) In our opinion read with Emphasis of Matters paragraph, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) The matter described in Emphasis of Matter paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
- (f) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;
- (g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (h) 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, the Company has not paid or provided for any remuneration to its Directors during the year.
- (i) 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:
- The Company does not have any pending litigations which would impact its financial position
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There were no amounts that were required to be transferred to the Investor Education and Protection Fund by the Company.

For L. B. Jha & Co.  
Chartered Accountants  
Firm Registration No: 301088E

  
Radhika Singhal  
Partner  
Membership No. 0533240



Place: New Delhi  
Date : 30<sup>th</sup> July 2020

UDIN: 20533240AAAAE75261

**ANNEXURE- A: TO THE INDEPENDENT AUDITOR'S REPORT  
To the Members of VIPUL HOSPITALITY LIMITED**

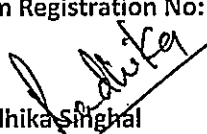
[Referred to in paragraph 20 of the Auditors' Report of even date]

1. (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of Property, plant and equipment.
- (b) The property, plant and equipment of the company have been physically verified by the management during the year and no material discrepancies were noticed. In our opinion, the frequency of verification is reasonable.
- (c) According to the information and explanation given to us and the records of the company as examined by us, the title deeds of immovable properties are held in the name of the company.
2. On the basis of the information given to us and our examination of records, we believe that the company does not have any inventory hence reporting under this clause is not applicable.
3. According to the information and explanations given to us and based on the audit procedures conducted by us, the Company has not granted loans secured or unsecured loans to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us and the records of the Company examined by us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantee and securities as applicable.
5. The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the rules framed there under.
6. The Central Government of India has not prescribed maintenance of cost records under sub section (1) of Section 148 off the Act for any of the products of the company.
7. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, duty of customs, goods and services tax, cess and any other statutory dues, as applicable, with the appropriate authorities. Further no undisputed amount is payable in respect of income tax and sales tax were outstanding for a period of more than six months from the date they became payable at the end of the year.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax or service tax or duty of custom or duty of excise or value added tax which have not been deposited on account of any dispute.



8. The Company has neither taken any loan from financial institutions or Government nor issued any debentures.
9. According to the information and explanation provided to us and records examined by us, the company does not obtained any term loan or raise money by way of initial public offer or further public offer(including debt instruments) during current financial year.
10. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.
11. According to the information and explanation provided to us and the records of the company examined by us, the company has not paid or provided for any managerial remuneration during the current financial year.
12. The related statutes are not applicable as the Company is not a Nidhi Company.
13. According to the information and explanations given to us and the records of the Company examined by us, the company has complied with the requirements of sections 177 and 188 of the Act with respect to its transactions with the related parties. Pursuant to the requirement of the applicable Accounting Standard, details of the related party transactions have been disclosed in Note No. 1(B)(4)(X)of the standalone Ind AS financial statements for the year under audit.
14. The Company has neither made any preferential allotment of shares nor fully or partly convertible debentures during the year under audit.
15. According to the information and explanations given to us and the records of the Company examined by us, the Company has not entered into any non-cash transactions, with any director of the Company and the holding company or persons connected with them, involving acquisition of assets by or from them for consideration other than cash.
16. In our opinion, and according to the information and explanations given to us, not being a non-banking financial company, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For L. B. Jha & Co.  
Chartered Accountants  
Firm Registration No: 301088E

  
Radhika Singh  
Partner  
Membership No. 0533240



Place : New Delhi

Date : 30<sup>th</sup> July 2020

VDIN: 20533240AAAAY5261

**ANNEXURE- B TO THE INDEPENDENT AUDITOR'S REPORT  
To the Members of VIPUL HOSPITALITY LIMITED**

[Referred to in paragraph 21(f) of the Independent Auditor's Report of even date]

**Report on the Internal Financial Control under Clause (i) of Sub –sections 3 of Section 143 of the Companies Act, 2013("the Act")**

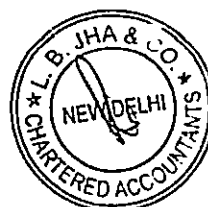
1. We have audited the internal financial controls over financial reporting of VIPUL HOSPITALITY LIMITED ("the Company") as of 31<sup>st</sup> March, 2020 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Control**

2. The Company's management is responsible for establishing and maintaining internal financial control based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") 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.

**Auditors' Responsibility**

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the "Guidance Note" and the Standard on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting includes obtaining an understanding of internal financial control over financial reporting, assessing the risk that a material Weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedure selected depends on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statement, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.





### Meaning of Internal Financial Control over Financial Reporting

6. A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that:-
- i) pertain to the maintenance of the records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
  - ii) provide reasonable assurance that the transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditure of the Company are being made only in accordance with authorization of management and directors of company; and
  - iii) 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.

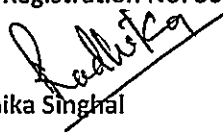
### Inherent Limitations of Internal Financial Control over Financial Reporting

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

### Opinion

8. In our opinion, the Company has, in all material respect, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2020, based on the internal control over financial reporting criteria established by the company considering, the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting, issued by ICAI.

For L. B. Jha & Co.  
Chartered Accountants  
Firm Registration No: 301088E

  
Radhika Singh  
Partner  
Membership No. 0533240



Place: New Delhi

Date : 30<sup>th</sup> July 2020

UDIN: 20533240AAAAEY5261

**VIPUL HOSPITALITY LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH, 2020**

PARTICULARS	NOTE NO.	As At 31.03.2020	As At 31.03.2019
<b>A ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant and Equipment	2.1	47,231,536	43,669,830
(b) Financial Assets			
(i) Investments	2.2	-	500,000
(c) Other Non-current assets	2.3	33,880,741	33,880,741
		<b>81,112,277</b>	<b>78,050,571</b>
<b>2 Current assets</b>			
(a) Financial Assets			
(i) Cash and cash equivalents	2.4	67,111	158,946
(b) Other Current Assets	2.5	-	1,146,470
		<b>67,111</b>	<b>1,305,416</b>
<b>Total Assets</b>		<b>81,179,388</b>	<b>79,355,987</b>
<b>B EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
(a) Equity Share capital	2.6	500,000	500,000
(b) Other Equity	2.7	(31,533,709)	(30,989,332)
		<b>(31,033,709)</b>	<b>(30,489,332)</b>
<b>2 Non-current liabilities</b>			
(a) Other Non-current Liabilities			
(i) Project advances	2.8	112,127,448	109,680,651
		<b>112,127,448</b>	<b>109,680,651</b>
<b>3 Current liabilities</b>			
(a) Financial Liabilities			
(i) Other Financial liabilities	2.9	85,649	164,668
		<b>85,649</b>	<b>164,668</b>
<b>Total Equity &amp; Liabilities</b>		<b>81,179,388</b>	<b>79,355,987</b>

As per our report of even date attached.  
for L.B. Jha & Co.

Chartered Accountants

FRN:301088E

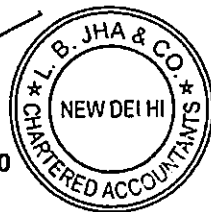
Radhika Singhal

Partner

Membership No.533240

Place:-New Delhi

Date:-30th July 2020



For & on behalf of the Board  
VIPUL HOSPITALITY LIMITED

Rakesh Sharma  
Director  
DIN:00386926

Devanand Sharma  
Director  
DIN:06940409

**VIPUL HOSPITALITY LIMITED**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2020**

PARTICULARS	Notes	Year ended 31.03.2020 (Rs.)	Year ended 31.03.2019 (Rs.)
I Revenue from operations		-	-
II Other Income		-	-
III Total Income (I+II)		<u>-</u>	<u>-</u>
IV Expenses:			
Other Expenses	2.10	<u>544,378</u>	<u>36,598</u>
Total Expenses		<u>544,378</u>	<u>36,598</u>
V Loss before Exceptional Items and Taxes (III-IV)		(544,378)	(36,598)
VI Exceptional Items			
VII Loss before tax (V-VI)		(544,378)	(36,598)
VIII Tax Expense:			
(i) Current Tax		-	-
(ii) Earlier year adjustment in tax (Net)		-	-
IX Loss for the Year (VII-VIII)		<u>(544,378)</u>	<u>(36,598)</u>
X Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
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		-	-
XI Total Comprehensive Income/(Loss) for the period (IX+X)		<u>(544,378)</u>	<u>(36,598)</u>
Earnings per Equity Share ( Basic & Diluted)		(10.89)	(0.73)

The Notes referred above form an integral part of the financial statements 1


As per our report of even date attached,  
for L.B. Jha & Co.  
Chartered Accountants  
FRN:301088E

Radhika Singh  
Partner  
Membership No.533240  
Place:-Kolkata  
Date:-27th May, 2019



For & on behalf of the Board  
VIPUL HOSPITALITY LIMITED

  
Rakesh Sharma  
Director  
DIN:00386926

  
Devanand Sharma  
Director  
DIN:06940409

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2020**

**A. Equity Share Capital**

Particulars	Balance as on 31.03.2018	Issued during the year	Balance as on 31.03.2019	Issued during the year	Balance as on 31.03.2020
Equity Share Capital	500,000	-	500,000	-	500,000

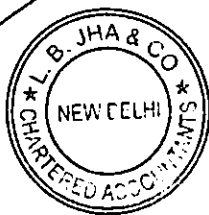
**A. Other equity**

Particulars	RESERVES & SURPLUS					TOTAL
	Capital Reserve	Securities Premium Reserve	General Reserves	Debenture Redemption Reserve	Retained Earnings	
Balance as on 31.03.2018					(30,952,733)	(30,952,733)
Net Profit/(Loss) for the year					(36,598)	(36,598)
Balance as on 31.03.2019					(30,989,332)	(30,989,332)
Net Profit/(Loss) for the year					(544,378)	(544,378)
Balance as on 31.03.2020					(31,533,709)	(31,533,709)

As per our report of even date attached.  
for L.B. Jha & Co.

Chartered Accountants  
FRN:301088E

*Radhika Singh*  
Radhika Singhal  
Partner  
Membership No.533240  
Place:-New Delhi  
Date:-30th July 2020



For & on behalf of the Board  
VIPUL HOSPITALITY LIMITED

*Rakesh Sharma*  
Rakesh Sharma  
Director  
DIN:00386926

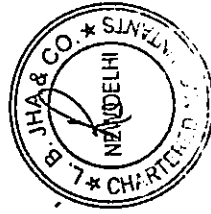
*Devanand Sharma*  
Devanand Sharma  
Director  
DIN:06940409

Note No. :-2.1

PROPERTY, PLANT AND EQUIPMENT

(Amount in Rupees)

ASSETS	GROSS BLOCK			DEPRECIATION/ IMPAIRMENT			NET BLOCK		
	AS ON 01.04.2019	ADDITION	DEDUCTION /ADJUSTME	AS ON 31.03.2020	UPTO 31.03.2019	DEDUCTION /ADJUSTMENT FOR THE YEAR	UPTO 31.03.2020	AS ON 31.03.2020	AS ON 31.03.2019
<b>TANGIBLE ASSETS</b>									
(a) Capital Work in Progress	43,669,830	3,561,706	-	47,231,536	-	-	-	47,231,536	43,669,830
Total- Current Year	43,669,830	3,561,706	-	47,231,536	-	-	-	47,231,536	43,669,830
- Previous Year	42,834,300	835,530	-	43,669,830	-	-	-	43,669,830	42,834,300



## VIPUL HOSPITALITY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

PARTICULARS	Note No.	31st March 2020		31st March 2019	
		(Rs.)		(Rs.)	
<b>NON CURRENT ASSETS</b>					
<b>FINANCIAL ASSETS</b>					
<b>INVESTMENTS</b>					
<b>Non Current Investments</b>	<b>2.2</b>				
Trade Investment (at cost)					
- Investment in Equity Instruments (Fully paid up)		Face	AS AT	No. of	AS AT
(a) Investment in Subsidiary Companies		Value	31st March 2020	Shares	31st March 2019
		per unit	(Rs.)		(Rs.)
(i) Bhatinda Hotel Limited	10	50000	500,000	50000	500,000
Less: Provision for Impairment of Investments	10	50000	500,000	-	-
			-		500,000
<b>OTHER NON-CURRENT ASSETS</b>					
<b>OTHER NON-CURRENT ASSETS</b>	<b>2.3</b>				
Unsecured & Considered Good (Unless otherwise stated)					
Project Advances			33,880,741		33,880,741
Amount due on sale of assets (doubtful)			2,900,000		2,900,000
			36,780,741		36,780,741
Less: Doubtful advances (fully provided for)			2,900,000		2,900,000
			33,880,741		33,880,741
<b>CURRENT ASSETS</b>					
<b>FINANCIAL ASSETS</b>					
<b>Cash and Cash Equivalents</b>	<b>2.4</b>				
- Balance with banks In Current Account			66,767		158,602
-Cash on Hand			344		344
			67,111		158,946
<b>Other Current Assets</b>	<b>2.5</b>				
Prepaid Expenses			-		1,146,470
			-		1,146,470
<b>EQUITY</b>					
<b>Share Capital</b>	<b>2.6</b>				
Authorised Capital					
50,000 (P.Y 50,000) Equity Shares of Rs.10/-each			500,000		500,000
			500,000		500,000
Issued, Subscribed & Paid up Capital					
50,000 (P.Y 50,000) Equity Shares of Rs.10/- each					
fully paid			500,000		500,000
			500,000		500,000



a) Reconciliation of the number of shares and value outstanding is as follows :

Equity Shares

	Nos.	(Rs.)	Nos.	(Rs.)
At the beginning of the year	50000	500,000	50000	500,000
Add: Issued/(Cancelled) during the year	-	-	-	-
At the end of the year	50000	500,000	50000	500,000

b) Details of shareholders holding more than 5% shares in the company

Name of Shareholder

Name of Shareholder	%	No. of Shares	%	No. of Shares
Vipul Limited, the holding Company 50,000 (PY 50,000) Equity shares of Rs. 10 each fully paid	100%	50000	100%	50000

**Note:** As per records of the company, including its register of shareholders/members, the above shareholding represent beneficial ownership of shares.

c) Terms/rights attached to Equity Shares

The company has only one class of Equity Share having a par value of Rs.10/- per share. Each equity shareholders is entitled to one vote per share. The company declares and pays dividends in Indian rupees when required. In the event of liquidation of the company, the equity shareholders 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.

OTHER EQUITY

<b>Reserves &amp; Surplus</b>	2.7		
Surplus/(Deficit) in the Statement of Profit and Loss		3	
Balance as per last financial statements		(30,989,332)	(30,952,733)
Add: Loss for the year		(544,378)	(36,598)
Net Deficit in the statement of Profit and Loss		<u>(31,533,709)</u>	<u>(30,989,332)</u>

NON CURRENT LIABILITIES

<b>OTHER NON-CURRENT LIABILITIES</b>	2.8		
Project advances		112,127,448	109,680,651
		<u>112,127,448</u>	<u>109,680,651</u>

CURRENT LIABILITIES

FINANCIAL LIABILITIES

<b>Other Financial Current Liabilities</b>	2.9		
Audit Fees Payable		15,309	15,309
Duties & Taxes Payable		5,500	-
Other Liabilities		64,840	149,359
		<u>85,649</u>	<u>164,668</u>

PARTICULARS	Note No.	31st March 2020 (Rs.)	31st March 2019 (Rs.)
<b>Other Expenses</b>	2.10		
Auditors' Remuneration			
As Auditor		14,160	14,160
Provision for Impairment of Investments		500,000	-
Rates & Taxes		9,200	1,650
Bank Charges		17,124	13,019
Professional Charges		3,894	7,769
		<u>544,378</u>	<u>36,598</u>



## VIPUL HOSPITALITY LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2020

Particulars	31.03.2020	31.03.2019
	(Rs.)	(Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax, appropriation, and extra-Ordinary items	(544,378)	(36,598)
Operating Profit before Working Capital Changes	(544,378)	(36,598)
Adjusted for		
Other Current Assets changes	1,146,470	(1,146,470)
Current/Non Current Liabilities Changes	2,367,778	2,110,050
Cash generated from Operations	2,969,871	926,982
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>2,969,871</b>	<b>926,982</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets/Increase in CWIP	(3,561,706)	(835,530)
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>(3,561,706)</b>	<b>(835,530)</b>
<b>C. CASH FLOW FINANCING ACTIVITIES</b>		
Share Capital	-	-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>-</b>	<b>-</b>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS ( A+B +C)</b>	<b>(591,835)</b>	<b>91,452</b>
CASH AND CASH EQUIVALENTS ( OPENING BALANCE)	158,946	67,495
CASH AND CASH EQUIVALENTS ( CLOSING BALANCE)	(432,889)	158,946

## Note:

Breakup of Cash & Cash equivalents

Cash in Hand	344	344
Balances with Scheduled Banks- In Current account	66,767	158,602
	<b>67,111</b>	<b>158,946</b>

As per our report of even date attached,  
For L.B. Jha & Co.  
Chartered Accountants  
FRN:301088E

Radhika Singhal  
Partner  
Membership No.533240  
Place:-New Delhi  
Date:-30th July 2020



For & on behalf of the Board  
VIPUL HOSPITALITY LIMITED

Rakesh Sharma  
Director  
DIN:00386926

Devanand Sharma  
Director  
DIN:06940409



## VIPUL HOSPITALITY LIMITED

### 1) NOTES TO FINANCIAL STATEMENTS

#### A. Corporate Information

Vipul Hospitality Limited ("the Company") is a public company limited by shares, incorporated in India.

The registered office of the Company is situated at Unit No 201, C-50, Malviya Nagar, New Delhi 110017.

The principal business activity of the company is Hospitality.

#### B. Significant Accounting Policies

##### 1. Basis of Preparation of Financial Statements

These financial statements ("Separate financial statements") have been prepared on accrual basis in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and the provisions of the Companies Act, 2013.

The financial statements have been prepared on historical cost basis, except for certain financial assets and liabilities which have been measured at fair value (refer accounting policy regarding financial instruments).

##### 2. Use of Estimate and management judgements

The preparation of financial statement in conformity with the recognition and measurement principles of Ind AS requires management to make judgements, estimates and assumptions that affect the reported balances 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.

##### Key estimates and assumptions:

The key assumptions concerning the future and other key sources of estimation 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. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

##### i) Estimation of net realizable value for inventory

Inventory is stated at the lower of cost and net realizable value (NRV).

NRV for completed inventory is assessed by reference to market conditions and prices existing at the reporting date and is determined by the Company, based on comparable transactions identified by the Company for inventories in the same geographical market serving the same real estate segment.

NRV in respect of inventory under construction is assessed with reference to market prices at the reporting date for similar completed property, less estimated costs to complete construction and an estimate of the time value of money to the date of completion.



## ii) Useful lives of property, plant and equipment

As described in the significant accounting policies, the Company reviews the estimated useful lives of property, plant and equipment at the end of each reporting period.

## 3. Summary of significant accounting policies

### a. Property, Plant and Equipment

The cost of an item of property, plant and equipment comprises of its purchase price, any costs directly attributable to its acquisition and an initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which the company incurs when the item is acquired. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately.

An item of property, plant and equipment and any significant part initially recognized is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the Property, plant and equipment is derecognized.

### b. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment loss.

The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period.

### c. Revenue Recognition

Revenue is recognized as follows:

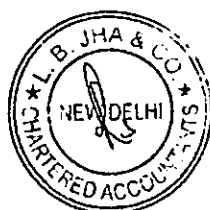
- i. Revenue is recognized at an amount that reflects the consideration to which the Company expects to be entitled in exchange for transferring the goods or services to a customer. The operations of the company have not yet started. The revenue will be recognized after commencing operations.
- ii. Revenue in respect of other items are accounted on accrual basis.

### d. Inventories

Inventory is stated at the lower of cost and net realizable value (NRV).

NRV for completed inventory is assessed by reference to market conditions and prices existing at the reporting date and is determined by the Company, based on comparable transactions identified by the Company for inventories in the same geographical market serving the same real estate segment.

NRV in respect of inventory under construction is assessed with reference to market prices at the reporting date for similar completed property, less estimated costs to complete construction and an estimate of the time value of money to the date of completion.



**e. Borrowing Costs**

Borrowing costs attributable to the acquisition or construction of a qualifying asset are carried as part of the cost of such asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are expensed in the year they are incurred.

**f. Depreciation and amortization**

Depreciation on property, plant and equipment is provided on written down value method over the useful lives of assets estimated by the management and as given in schedule II of The Companies Act, 2013. Depreciation for assets purchased / sold during a period is proportionately charged.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

**g. Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognized for liabilities that can be measured only by using a substantial degree of estimation if the company has a present obligation as a result of past event and the amount of obligation can be reliably estimated.

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.

Possible future or present obligations that may but will probably not require outflow of resources or where the same cannot be reliably estimated is disclosed as contingent liability in the financial statement.

Where an inflow of economic benefits is probable, a brief description of the nature of the contingent assets at the end of reporting period, and, where practicable, an estimate of their financial effect is disclosed.

**h. Taxes on Income**

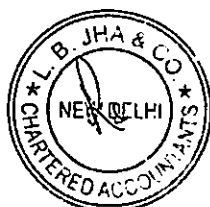
Tax expense comprises both current and deferred tax. Current tax is determined in respect of taxable income for the year based on applicable tax rates and laws.

Deferred tax Asset/liability is recognized, subject to consideration of prudence, on timing differences being the differences between taxable incomes and accounting income that originates in one year and is capable of reversal in one or more subsequent year and measured using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets are reviewed at each Balance Sheet date to reassess their reliability.

**i. Foreign Currency Transactions**

Foreign currency denominated monetary assets and liabilities are translated at exchange rates in effect at Balance Sheet date. The gains or losses resulting from such translation are included in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency are translated at the exchange rate prevalent at the date of transactions.

Revenue, expense and cash flow items denominated in foreign currencies are translated using the exchange rate in effect on the date of transaction.



**j. Segment Reporting**

The company has identified that its operating activity is a single primary business segment viz. Hospitality Services to be carried out in India. Accordingly, whole of India has been considered as one geographical segment

**k. Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

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

**l. Cash & Cash Equivalents**

Cash and cash equivalents comprise cash & cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less, which are subject to an insignificant risk of changes in value and that are readily convertible to known amounts of cash to be cash equivalents.

**m. Financial Instruments**

➤ **Financial Assets**

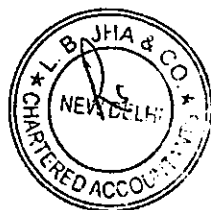
• Initial recognition and measurement

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 attributable to the acquisition of the financial asset.

• Subsequent measurement

The Subsequent measurement of financial assets depends on their classification which is as follows:

- i. Financial assets at fair value through profit or loss: Financial assets at fair value through profit and loss include financial assets held for sale in the near term and those designated upon initial recognition at fair value through profit or loss.
- ii. Financial assets measured at amortized cost: Loans and receivables are non derivative financial assets with fixed or determinable payments that are not quoted in an active market. Trade receivables do not carry any interest and are stated at their nominal value as reduced by appropriate allowance for estimated irrecoverable amounts based on the ageing of the receivables balance and historical experience. Additionally, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. Individual trade receivables are written off when management deems them not to be collectible.
- iii. Financial assets at fair value through OCI: All equity investments, except investments in subsidiaries, joint ventures and associates, falling within the scope of Ind AS 109, are measured at fair value through Other Comprehensive Income (OCI). The company makes an irrevocable election on an instrument by instrument basis to present in other comprehensive income subsequent changes in the fair value. The classification



is made on initial recognition and is irrevocable. If the company decides to designate an equity instrument at fair value through OCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI.

- De recognition

The company derecognizes a financial asset when the contractual rights to the cash flows from the assets expire or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset. Upon derecognition of equity instruments designated at fair value through OCI, the associated fair value changes of that equity instrument is transferred from OCI to Retained Earnings.

➤ **Financial liabilities –**

- Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, or as payables, as appropriate.

The Group's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

- Subsequent measurement

The Subsequent measurement of financial liabilities depends on their classification which is as follows:

- Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading, if any.

- Financial liabilities measured at amortized cost

Interest bearing loans and borrowings including debentures issued by the company are subsequently measured at amortized cost using the effective interest rate method (EIR). Amortized cost is calculated by taking into account any discount or premium on acquisition and fee or costs that are integral part of the EIR. The EIR amortized is included in finance costs in the statement of profit and loss.

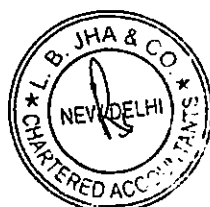
- De recognition

A financial liability is derecognized when the obligation under the liability is discharged or expires.

➤ **Fair Value measurement**

The company measures certain financial instruments at fair value at each reporting date. 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. The fair value measurement is based on presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the assets or liability or
- In the absence of a principal market, in the most advantageous market for the asset or liability.



The principal or the most advantageous market must be accessible to the company. The company uses valuation technique that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable, or
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

#### **n. Impairment of non financial assets**

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CG exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

Impairment losses, including impairment on inventories, are recognized in the statement of profit and loss. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

#### **o. Impairment of financial assets**

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognizes lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month expected credit losses or at an amount equal to the life time expected credit losses, if the credit risk on the financial asset has increased significantly since initial recognition.



p. **Current versus non-current classification**

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

- i. Expected to be realized or intended to be sold or consumed in normal operating cycle;
- ii. Held primarily for the purpose of trading;
- iii. Expected to be realized within twelve months after the reporting period, or
- iv. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period All other assets are classified as non-current.

A liability is current when:

- v. It is expected to be settled in normal operating cycle; -
- vi. It is held primarily for the purpose of trading;
- vii. It is due to be settled within twelve months after the reporting period, or
- viii. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

q. **Trade and 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 due within 12 months after reporting period. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

4. **Additional Notes to Accounts**

i.

<b>Auditors Remuneration</b>			
		<b>2020</b>	<b>2019</b>
i.	As Auditor	12000	12000
ii.	For Taxation matters	-	-
iii.	For Other Services	-	-
iv.	For reimbursement of expenses	-	-

ii. **Disclosures relating to Financial Instruments**

Details of Financial Assets by Categories	As on 31 <sup>st</sup> March 2020		As on 31 <sup>st</sup> March 2019	
	Carrying Value	Amortized Cost	Carrying Value	Amortized Cost
<b>Financial Assets</b>				
(i) Investments	500,000	500,000	500,000	500,000
(i) Cash and Cash Equivalents	67,111	67,111	158,946	158,946
<b>Financial Liabilities</b>				
(i) Other Financial Liabilities	85,649	85,649	164,668	164,668



iii. **Financial Risk Management**

The Company's principal financial liabilities consist of other payables. The Company's financial assets consist of cash and cash equivalents and investment in subsidiary.

a. **Credit Risk**

Credit risk is the risk that a customer or counter party to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises from company's activities in investments. The company has prudent and conservative process for managing its credit risk arising in the course of its business activities.

b. **Liquidity Risk**

Liquidity risk is the risk that Group will not be able to meet its financial obligations as they become due. The Group manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

iv. **Capital Management**

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimize returns to shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence. The Company may take appropriate steps in order to maintain, or if necessary, adjust its capital structure. The aim is to maintain an optimal capital structure and minimize cost of capital.

v. **As per information available with the company,**

- i. There are no dues outstanding as on 31.03.2020 (Previous Year-Nil) in respect of Micro and Small Enterprises as provided in the Micro, Small and Medium Enterprises Development Act, 2006.
- ii. No interest during the year has been paid or payable in respect thereof.
- iii. No amount of interest is accrued and unpaid at the end of the accounting year.

The parties have been identified based on the information available with the company and the same has been relied upon by the auditor.

- vi. No deferred tax asset has been created during the year as there is no virtual certainty supported by convincing evidence that there will be future sufficient taxable income against which such deferred tax assets can be realized.

vii. **Earnings Per Share**

Particulars	31.3.2020	31.3.2019
Profit/(Loss) for the year (Rs.)	(5,44,378)	(36,598)
Weighted average number of Equity Shares	50,000	50,000
Nominal Value of Each Share (Rs)	10	10
Basic and Diluted Earnings/ (Loss) Per Share (Rs)	(10.89)	(0.73)

viii. **Contingent Liability exists in respect of-**

- Bank guarantee given by Bank to the extent of Rs. 5,00,00,000/- (P.Y Rs. 5,00,00,000/-)
- Capital Commitments- Rs.96,46,196/- (P.Y Rs. 96,46,196/-)





ix. The Company has accumulated losses and its net worth has been fully eroded. The current liabilities of the Company exceed the current assets. However, the Management intends to continue the operations of the Company and is in the process of finalizing a business plan. Accordingly, the financial statements of the Company have been prepared on a going concern basis and no adjustments are required to the carrying value of the assets and liabilities.

x. Related party disclosures are given below:

(a) Names of the related parties

**Holding Company**

1 VIPUL LIMITED

**Key Management Personnel**

1 Mr. RAKESH SHARMA

2 MS. MANASI BERIWALA

3 Mr. DEVANAND SHARMA

**Subsidiary**

1 BHATINDA HOTELS LTD

**Fellow Subsidiary**

1 VIPUL SEZ DEVELOPERS PVT LTD

2 PKBK BUILDWELL PVT LTD

3 PKB BUILDCON PVT LTD

4 KST BUILDWELL PVT LTD

5 ENTREPRENEURS (CALCUTTA) PVT LTD

6 VIPUL EASTERN INFRACON PRIVATE LIMITED

7 VIPUL SOUTHERN INFRACON LTD

8 UNITED BUILDWELL PVT LTD

9 VINEETA TRADING PVT LTD

10 RITWIZ BUILDERS AND DEVELOPERS PRIVATE LTD.

11 VSD BUILDWELL PVT LTD

12 HIGH CLASS PROJECTS LIMITED

13 URR HOUSING & CONSTRUCTION PRIVATE LIMITED

14 VIPUL LAVANYA DEVELOPERS LIMITED

15 GRAPHIC RESEARCH & CONSULTANTS INDIA PVT LTD

16 ABHIPRA TRADING PRIVATE LIMITED

17 AAHAMNE HOSPITALITY PRIVATE LIMITED

**Entitles having Common Key Management Personnel**

1 VIPUL INFRACON PVT. LTD.

2 MAXWORTH MARKETING PVT. LTD.

3 FLYING FOX HOLIDAYS PVT. LTD.

4 LAXPO COMPANY PVT. LTD.

5 VIPUL KARAMCHAND SEZ PRIVATE LIMITED

6 VIPUL VOCATIONAL INSTITUTES PVT. LTD.

7 VG BUILDCON PVT. LTD.



(b) Related Party Transactions:

31.3.2020						In Rupees
Name of Related Party	Relationship	Nature of Transaction	Opening Balance Dr/ ( Cr)	Amount of transaction		Outstanding Amount at the end of Year
				Payment Dr	Receipt (Cr)	
Vipul Limited	Holding Company	Project Advance	(10,96,80,651)	NIL	(24,46,797)	(11,21,27,448)

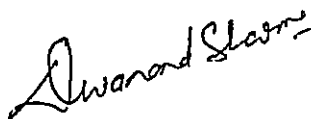
31.3.2019						In Rupees
Name of Related Party	Relationship	Nature of Transaction	Opening Balance Dr/ ( Cr)	Amount of transaction		Outstanding Amount at the end of Year
				Payment Dr	Receipt (Cr)	
Vipul Limited	Holding Company	Project Advance	(10,75,80,601)	NIL	(21,00,050)	(10,96,80,651)

- xi. In the opinion of the management, the value on realization of loans and advances in the ordinary course of the business will not be less than the value, which is stated in the Balance Sheet as at the end of the year.
- xii. The Company has a Capital Work-in-Progress consisting of a project under implementation amounting to Rs. 472.32 lakhs and has also granted project advance amounting to Rs. 338.81 lakhs. As on March 31, 2020, there is no progress in development activities of the project. The management is of the opinion that due to no progress in the project there is no impairment in the Capital work in progress and the project advances given are considered good and fully recoverable.
- xiii. The Company has given Rs.33,880,741 (P.Y Rs. Rs.33,880,741) as project advances. The management is of the opinion that the said project advances given are considered good and fully recoverable.
- xiv. Previous year's figures have been regrouped/rearranged & reclassified wherever considered necessary.

For & on behalf of Vipul Hospitality Limited



Rakesh Sharma  
Director



Devanand Sharma  
Director

