

**GGL Hotel And Resort Company Limited**

**Balance Sheet as at 31st March 2016**

Particulars	Note No.	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	2	600,000,000	600,000,000
Reserves and surplus	3	(7,824,746)	(11,592,636)
		<b>592,175,254</b>	<b>588,407,364</b>
<b>Non-current liabilities</b>			
Long-term borrowings	4	1,206,824,374	826,112,106
Deferred tax liabilities ( Net )	5	40,558,669	25,972,531
Other long term liabilities	6	83,846,092	82,170,537
Long-term provisions	7	4,889,290	3,917,150
		<b>1,336,118,425</b>	<b>938,172,324</b>
<b>Current liabilities</b>			
Short-term borrowings	8	78,199,729	210,228,483
Trade payables	9	95,919,960	120,491,485
Other current liabilities	10	192,957,542	136,521,170
Short-term provisions	11	249,360	462,080
		<b>367,326,591</b>	<b>467,703,218</b>
<b>TOTAL</b>		<b>2,295,620,270</b>	<b>1,994,282,906</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	12	1,081,252,344	1,105,784,545
Capital work-in-progress		147,642,520	106,263,791
Intangible assets	13	2,151,897	2,746,690
		<b>1,231,046,769</b>	<b>1,214,795,026</b>
Non-current investments	14	7,071,053	7,071,053
Long-term loans and advances	15	82,957,048	84,659,019
		<b>90,028,101</b>	<b>91,730,072</b>
<b>Current assets</b>			
Inventories	16	339,273,856	291,322,741
Trade receivables	17	64,584,913	68,950,376
Cash and bank balances	18	7,344,612	10,672,472
Short-term loans and advances	19	454,746,250	228,714,586
Other current assets	20	108,595,769	88,097,633
		<b>974,545,400</b>	<b>687,757,808</b>
<b>TOTAL</b>		<b>2,295,620,270</b>	<b>1,994,282,906</b>

Significant Accounting Policies &  
Notes to the Financial Statements

1 to 44

As per our report of even date attached to the Balance Sheet

For and on behalf of the Board

For Chaturvedi & Co  
Chartered Accountants  
Firm Registration No. 302137E

*nyoshi*

Nilima Joshi  
Partner  
Membership No. 52122  
60, Bentick Street  
Kolkata, 18th June, 2016



*Naresh Kumar Jain*  
Naresh Kumar Jain  
Director  
DIN : 00221519

*Ketan Sharma*  
Ketan Sharma  
Company Secretary

*Pradeep Lal Mehta*  
Pradeep Lal Mehta  
Director  
DIN : 00285919

*Sunil Kumar Pathak*  
Sunil Kumar Pathak  
Chief Financial Officer

**GGL Hotel And Resort Company Limited**  
**Statement of Profit and Loss for the period ended 31st March 2016**

Particulars	Note No.	Year ended 31.03.2016 Rs.	Year ended 31.03.2015 Rs.
<b>REVENUE</b>			
Revenue from Operations	22	420,092,720	480,566,010
Other Income	23	64,798,885	24,706,350
<b>Total Revenue</b>		<b>484,891,605</b>	<b>505,272,360</b>
<b>EXPENSES</b>			
Construction Expenses	24	60,481,749	219,676,478
Food and Beverages Consumed	25	32,326,494	38,488,155
Upkeep and Service Cost	26	22,864,174	26,915,608
Changes in Inventories of work-in-progress	27	(42,053,679)	(158,896,042)
Employee Benefit Expenses	28	73,430,862	63,536,145
Finance Costs	29	154,251,083	125,880,728
Depreciation and Amortization Expenses	30	33,729,032	51,223,473
Other Expenses	31	131,171,580	142,021,567
<b>Total Expenses</b>		<b>466,201,295</b>	<b>508,846,112</b>
<b>Profit before exceptional and extraordinary items and tax</b>		<b>18,690,310</b>	<b>(3,573,752)</b>
Exceptional items		-	-
<b>Profit before extraordinary items and tax</b>		<b>18,690,310</b>	<b>(3,573,752)</b>
Extraordinary Items		-	-
<b>Profit / (Loss) before tax</b>		<b>18,690,310</b>	<b>(3,573,752)</b>
Tax Expense :			
Current tax (MAT)		3,800,000	-
Deferred tax		14,586,138	(12,809,678)
MAT Credit entitlement		(3,463,718)	-
<b>Profit / (Loss) for the period</b>		<b>3,767,890</b>	<b>9,235,926</b>
Earnings per Equity Share ( Rs.10/- each ) Basic & Diluted		0.01	0.15

Significant Accounting Policies &  
Notes to the Financial Statements

1 to 44

As per our report of even date attached to the Balance Sheet

For and on behalf of the Board

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Chartered Accountants  
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Nilima Joshi  
Partner  
Membership No. 52122  
60, Bentinck Street  
Kolkata, 18th June, 2016



*naresh*  
Naresh Kumar Jain  
Director  
DIN : 00221519

*Ketan Sharma*  
Ketan Sharma  
Company Secretary

*pradeep*  
Pradeep Lal Mehta  
Director  
DIN : 00285919

*Sunil Kumar Pathak*  
Sunil Kumar Pathak  
Chief Financial Officer

**GGL HOTEL AND RESORT COMPANY LIMITED**  
Cash Flow Statement for the year ended 31st March, 2016

	2015-16		2014-15	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
<b>NET PROFIT/ (LOSS) BEFORE TAX AND EXTRAORDINARY ACTIVITIES</b>		18,690,310		(3,573,752)
Adjustment for :				
Depreciation & Amortization		33,729,032		51,223,473
Bad Debts		8,764,744		94,564
Liabilities no longer required written back		(743,931)		(97,468)
Interest Income		(54,775,833)		(19,906,566)
Finance Cost		154,251,083		125,880,728
Profit on sale of tangible fixed assets		(5,579,534)		(4,590)
Loss On Sale Of Assets		528,595		
Expenditure Written back		1,602,336		
Dividend		(2,819)		(3,291)
		<b>137,773,653</b>		<b>157,186,850</b>
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>		<b>156,463,963</b>		
Adjustment for:				
Trade and other receivables		(3,240,182)		(54,525,418)
Inventories		(47,951,115)		(8,606,808)
Other bank balances				727,823
Trade Payable		18,200,998		10,363,479
		<b>(32,990,298)</b>		<b>(52,040,924)</b>
<b>CASH GENERATED FROM OPERATIONS</b>		<b>123,473,665</b>		<b>101,572,174</b>
Direct taxes paid (net of provisions)		(14,193,806)		(15,845,522.00)
		<b>(14,193,806)</b>		<b>(15,845,522)</b>
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>109,279,859</b>		<b>85,726,652</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase/ Construction of Tangible Assets		(10,395,662)		(128,663,351)
Change in Capital Work in Progress		(41,378,736)		(44,127,525)
Purchase of Intangible Assets		216,489		(1,506,871)
Sale of tangible fixed assets		6,628,082		(34,101)
Loan given		(579,600,000)		(281,100,000)
Loan given received back		360,005,000		442,983,794
Interest Received		26,052,961		33,747,432
Dividend and Income from Units received		2,819		3,291
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(238,469,047)</b>		<b>21,302,669</b>
Carried Forward		<b>(129,189,188)</b>		<b>107,029,321</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Total proceeds from borrowing		774,000,000		697,140,291
Total repayment of borrowing		(868,428,958)		(684,385,589)
Increase/(Decrease) in Cash Credit facility etc from banks		(130,669,778)		
Interest and Finance Charges paid		(149,039,935)		(130,247,299)
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<b>128,861,325</b>		<b>(117,492,597)</b>
<b>NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(3,327,863)</b>		<b>(10,463,276)</b>
<b>CASH AND CASH EQUIVALENTS (Opening balance)</b>		<b>9,119,745</b>		<b>19,583,021</b>
<b>CASH AND CASH EQUIVALENTS (Closing balance)</b>		<b>5,791,882</b>		<b>9119745</b>

For Chaturvedi & Company  
Chartered Accountants  
Firm Registration No. 302137E

*njoshi*  
Nirima Joshi  
Partner  
Membership No. 52122  
60, Bentick Street

Place : Kolkata  
Dated: 18th June, 2016



*njoshi*  
Naresh Kumar Jain  
Director  
DIN : 00221519

*Ketan Sharma*  
Ketan Sharma  
Company Secretary

For and on behalf of the Board

*Pradeep Lal Mehta*  
Pradeep Lal Mehta  
Director  
DIN : 00285919

*Sunil Kumar Pathak*  
Sunil Kumar Pathak  
Chief Financial Officer

## Notes to the Financial Statements

## 1. Significant Accounting Policies

(a) System of accounting

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of the Companies Act, 2013 (The Act) read with Rule 7 of the Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) [Companies (Accounting Standards) Rules 2006, as amended] and other relevant provisions of the Companies Act, 2013.

Assets and liabilities have been classified as current and non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Operating cycle is determined for each ongoing project based on the time taken between the acquisition of assets for processing and their realisation in cash or cash equivalents, which ranges from two to four years. In all other cases it has been considered to have a duration of 12 months.

(b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revision to such estimates is recognised in the period the same is determined.

(c) Fixed Assets

Tangible assets are stated at cost, less accumulated depreciation and impairment losses, if any. Cost represents cost of acquisition including cost of construction/installation and the share of indirect expenses relating to construction allocated in proportion to the direct cost involved.

Intangible assets are stated at cost, net of accumulated amortisation and impairment losses, if any. Cost represents cost of acquisition including cost of installation.

Capital Work in Progress is stated at amount expended upto the date of the Balance Sheet.

(d) Depreciation and Amortisation

Depreciation on tangible assets, other than freehold land is provided on straight line method at the rates determined based on estimated useful lives of tangible assets, where applicable, specified in Schedule II to the Act.

Intangible assets are amortised on straight line method over their useful life not exceeding a period of 4 years from the date assets became available for use.

(e) Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors.

An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

(f) Investments

Long-term investments are valued at cost of acquisition and provisions recorded to recognise any decline, other than temporary, in carrying value of investment. Current investments are carried at lower of cost and fair value.

(g) InventoriesHotel:

Food and Beverages, stores & supplies are valued at lower of cost or net realisable value. Cost is determined on weighted average cost.

Real Estate:

Construction material is valued at weighted average cost.

Work in Progress is valued at cost. Cost includes cost of land, construction and development expenses, direct cost and appropriate share of allocable indirect cost.

Finished units are valued at cost of the project attributable to the units or sale value whichever is lower.

(h) Revenue Recognition

i) Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue from operation is net of adjustments on account of cancellation / return.

ii) For land including developed land, revenue is recognised upon booking/agreement and upon receipt of substantial part of consideration.

iii) Effective 1st April 2012, in accordance with the Guidance Note on Accounting for Real Estate Transaction (Revised 2012) [GN 2012] issued by the Institute of Chartered Accountants of India (ICAI), all projects commencing on after the said date or projects which have already commenced but where the revenue is recognised for the first time on or after above date, revenue on such projects are recognised on percentage of completion method provided the following thresholds have been met:

a) All critical approvals necessary for the commencement of project have been obtained;

b) The expenditure incurred on construction and development costs is not less than 25 percent of the total estimated construction and development costs;

c) At least 25 percent of the saleable project area is secured by contracts or agreements with buyers; and

d) At least 10 percent of the total revenue as per the agreements of sale or any other legally enforceable documents are realised at the reporting date in respect of such contracts and it is reasonable to expect that the parties to such contracts will comply with the payment terms as defined in the contracts.

In respect of projects where aforesaid GN 2012 is not applicable, revenue is recognised in keeping with the Guidance Note on Recognition of Revenue by Real Estate Developers (2006) [GN 2006] issued by ICAI. As per GN 2006, sales are recognised on transfer to the allottees all significant risks, rewards of ownership and effective control of the related property and on establishing certainty of consideration and reasonability of ultimate collection thereof, on percentage of completion method. On prudent basis such recognition of Sales commences upon completion of construction activities to a reasonable extent based on Management's assessment.



## Notes to the Financial Statements

- iv) Revenue from hospitality services is recognised on rendering of the services and are stated net of discounts and taxes.
- v) a) Non-interest bearing Refundable Deposit for the company's time-share scheme is refundable at the end of the scheme period (presently 25 years). Setting aside for repayment, the estimated/ present value i.e. Net Present Value (NPV) of the said membership deposit, the difference is recognised as income in the year of acceptance of the said NPV by the members.
- b) Non-refundable deposits received towards membership of the time-share scheme/ club is considered as income upon receipt of the full amount of consideration towards such membership.
- c) Annual maintenance income in respect of timeshare scheme, members to whom services have been suspended on account of non payment of dues is recognised as income in the year of renewal/revival of membership on clearance of dues including annual maintenance income.
- d) Subscription income in respect of the Club members is recognised as income in the year of receipt.
- vi) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- vii) Dividend income is recognized when the shareholders' right to receive payment is established by the Balance Sheet date.
- (v) **Borrowing Costs**  
Borrowing costs relating to acquisition / construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete and commercially stabilized. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are expensed in the period in which they are incurred.
- (vi) **Leases**  
Leases where lessor effectively retains substantially all the risks and benefits of ownership of the leases term, are classified as operating leases. Lease income is recognised in the Statement of Profit and Loss on accrual basis, based on the underlying agreements, except in cases where ultimate collection is considered doubtful. Costs, including depreciation, are recognised as an expense in the Statement of Profit and Loss.
- Operating lease payments are recognised as an expense in the Statement of Profit and Loss on accrual basis, based on the underlying agreements.
- (x) **Employee Benefits**  
Retirement benefits in the form of Provident Fund and Employees State Insurance are defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when an employee renders the related service. There are no other obligations other than the contribution payable to the respective funds.  
Gratuity liability is defined benefit obligations and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.  
Short term compensated absences are provided for based on estimates. Long term compensated absences are defined benefit obligations and are provided for based on actuarial valuation at the end of each financial year. The actuarial valuation is done as per projected unit credit method.  
Actuarial gains/losses are immediately taken to the Statement of profit and loss and are not deferred.
- (ii) **Foreign currency transaction**  
Foreign currency transactions are recognised at the rates of exchange prevailing on the date of transactions. Monetary foreign currency assets and liabilities outstanding at the close of the financial year are restated at the exchange rates prevailing on the balance sheet date. Exchange differences arising on settlement/ restatement of foreign currency monetary items and transactions are recognised in the Statement of Profit and Loss.
- (m) **Segment Reporting**  
The Company operates in two main segments, namely hotel and real estate & rentals. The segments have been identified based on the dominant nature of risks and returns and the internal organization and management structure. The Accounting Policies adopted for segment reporting are in line with the Accounting Policies of the Company.
- (n) **Earnings per share**  
Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period.  
For the purpose of calculating diluted earnings per share, the net profit/ 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.
- (o) **Income taxes**  
Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.  
Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.  
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 in accordance with the recommendations contained in Guidance Note issued by The Institute of Chartered Accountants Of India, asset arising from MAT credit entitlement is recognised when such MAT became due. 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 the Company will pay normal income tax during specified period.
- (p) **Provisions and Contingencies**  
A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.  
Contingent liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.
- (q) **Cash and Cash Equivalents**  
Cash and cash equivalents in the cash flow statement comprise cash at bank and in hand and short term investments with an original maturity of three months or less.



**GGL Hotel And Resort Company Limited**

**Notes to Financial Statements for the year ended 31st March, 2016**

(Amount in Rs.)

	As at 31.03.2016		As at 31.03.2015	
<b>2 Share Capital</b>				
<b>2.1 Authorised</b>				
60,000,000 (Previous Year : 60,000,000) equity shares of Rs 10/- each	600,000,000		600,000,000	
<b>Total</b>	<u>600,000,000</u>		<u>600,000,000</u>	
<b>2.2 Issued</b>				
60,000,000 (Previous Year : 60,000,000) equity shares of Rs 10/- each fully paid)	600,000,000		600,000,000	
<b>Total</b>	<u>600,000,000</u>		<u>600,000,000</u>	
<b>2.3 Subscribed and fully paid-up</b>				
60,000,000 (Previous Year : 60,000,000) equity shares of Rs 10/- each	600,000,000		600,000,000	
<b>Total</b>	<u>600,000,000</u>		<u>600,000,000</u>	
<b>2.4 Reconciliation of number of shares</b>				
<b>Equity Shares</b>				
	<b>As at 31.03.2016</b>		<b>As at 31.03.2015</b>	
	Nos	Amount	Nos	Amount
Balance at the beginning of the year	600,000,000	600,000,000	600,000,000	600,000,000
Add : Shares issued during the year				
Add : Shares issued during the year upon conversion of 9% Cumulative Redeemable Preference shares				
<b>Balance as at the end of the year</b>	<u>600,000,000</u>	<u>600,000,000</u>	<u>600,000,000</u>	<u>600,000,000</u>
<b>2.5 Rights, preferences and restrictions attached to shares</b>				
The company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the events 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.				
<b>2.6 Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company</b>			<b>As at</b>	<b>As at</b>
			<b>31.03.2016</b>	<b>31.03.2015</b>
<b>Equity shares of Rs. 10/- each fully paid</b>				
Ambuja Neotia Holdings Private Limited *	59,990,220		59,990,220	59,990,220
	99.98%		99.98%	99.98%
* Formerly known as RKBK Fiscal Services Private Limited.				
<b>2.7 Shares held by holding Company</b>				
Out of equity shares issued by the Company, shares held by its holding company are as follows: -				
Ambuja Neotia Holdings Private Limited				
59,990,220 (Previous Year : 59,990,220) equity shares of Rs. 10/- each fully paid	599,902,200		599,902,200	
<b>3 Reserves and Surplus</b>				
<b>Capital Reserve</b>		2,925,000		2,925,000
<b>Surplus in Statement of Profit and Loss</b>				
Balance as at beginning of the year		(14,517,636)		(23,753,562)
Profit / (Loss) for the year		3,767,890		9,235,926
<b>Balance as at the end of the year</b>		<u>(10,749,746)</u>		<u>(14,517,636)</u>
<b>Total</b>		<u>(7,824,746)</u>		<u>(11,592,636)</u>



**GGL Hotel And Resort Company Limited**

Notes to Financial Statements for the year ended 31st March, 2016

(Amount in Rs.)

	As at 31.03.2016	As at 31.03.2015
<b>4 Long-term borrowings</b>		
<b>Secured :</b>		
<b>Term Loans :</b>		
From Banks : [refer points (a) to (f) below]	1,206,824,374	826,112,106
<b>Total</b>	<u>1,206,824,374</u>	<u>826,112,106</u>
<b>Borrowings</b>		
(a) Term Loan from Bank amounting to Rs. 200,000,000/- (Previous Year Nil)		
<b>Term of Repayment :</b> Term Loan :I - To be repaid in 144 monthly installments of Rs 25.37 lacs (including interest) stating from April, 2016 and last & final 144th installment of Rs 16.83 lac (including interest) due on March, 2028 and carries an interest rate of bank base rate plus 1.75% p.a.		
(b) Term Loan from Bank amounting to Rs. 243,092,822/- (Previous Year Nil)		
<b>Term of Repayment :</b> Term Loan :I - To be repaid in 140 monthly installments of Rs 12.98 lacs (including interest) stating from May 2015 and last & final 140th installment of Rs 1.81 lac (including interest) due on December, 2026 and carries an interest rate of bank base rate plus 1.75% p.a. Term Loan : II - To be repaid in 144 monthly installments, of Rs 6.34 lacs (including interest) stating from December 2015 and last & final 144th installment of Rs 5.39 lac (including interest) due on November 2027 and carries an interest rate of bank base rate plus 1.75% per annum. Term Loan : III - To be repaid in 141 monthly installments, of Rs 12.98 lacs (including interest) stating from October 2015 and last & final 144th installment of Rs 7.12 lac (including interest) due on June 2027 and carries an interest rate of bank base rate plus 1.75% per annum. <b>Nature of Security :</b> Secured by first & exclusive charge by way of hypothecation, (i) on lease rental receivables of all the lessees in the City Centre Mall, Salt Lake, Kolkata, (ii) on all current assets (present & future) of the residential project Gardenia II phase I, and First & exclusive charge by way of mortgage, (i) on the commercial units owned by the company at City Centre Mall, Salt Lake.		
(c) Term Loans from a Bank amounting to Rs 511,888,490/- (Previous year Rs 537,196,110/-)		
<b>Term of Repayment :</b> To be repaid in 143 monthly installments of Rs 71.41 lacs (including interest) stating from September 2014 and last & final 139th installment of Rs 35.72 lac (including interest) due on March 2026 and carries an interest rate of bank base rate plus 1.75% p.a. <b>Nature of Security :</b> Secured by first & exclusive charge by way of hypothecation, (i) on lease rental receivables of all the lessees in the City Centre Mall, Salt Lake, Kolkata, (ii) on all current assets (present & future) of the residential project Gardenia II phase I. First & exclusive charge by way of mortgage, (i) on the commercial units owned by the company at City Centre Mall, Salt Lake.		
(d) Term Loans from a Bank amounting to Nil (Previous year Rs 97,855,182/-)		
<b>Term of Repayment :</b> To be repaid in 143 monthly installments of Rs 12.98 lacs (including interest) stating from October 2014 and last & final 144th installment of Rs 7.31 lac (including interest) due on September 2026 and carries an interest rate of bank base rate plus 1.75% p.a. <b>Nature of Security :</b> Secured by first & exclusive charge by way of hypothecation, (i) on lease rental receivables of all the lessees in the City Centre Mall, Salt Lake, Kolkata, (ii) on all current assets (present & future) of the residential project Gardenia II phase I, and (iii) on all present & future current assets & moveable fixed assets of project Ecoresort. First & exclusive charge by way of mortgage, (i) on the commercial units owned by the company at City Centre Mall, Salt Lake, (ii) on unsold units of project Gardenia II phase I, and (iii) on unsold units of project Ganea Awas I.		
(e) Term Loans from a Bank amounting to Rs 324,000,000/- (Previous year 45,000,000/-)		
<b>Term of Repayment :</b> Term Loan Anaya Kutir - To be repaid in 26 quarterly installments of Rs .20 crore starting from December, 2017 and last and final 26th installment of Rs. 0.50 lacs on March 2024 and carries an interest of base rate plus 0.90% per annum payable monthly. Term Loan I - To be repaid in 22 quarterly installment of Rs. 0.50 crore starting from April, 2016 and last and final 22nd installment of Rs. 1.20 crore on July, 2021 and carries an interest of base rate of 10.70% per annum payable monthly. Term Loan II - To be repaid in 20 quarterly installment of Rs. 0.125 crore starting from June, 2018 and last and final 20th installment of Rs. 0.50 crore on March, 2023 and carries an interest of base rate of 10.70% per annum payable monthly. Term Loan III - To be repaid in 16 quarterly installment of Rs. 0.25 crore starting from June, 2017 and last and final 18th installment of Rs. 0.375 crore on March, 2021 and carries an interest of base rate of 10.70% per annum payable monthly. <b>Nature of Security :</b> Secured by first charge on entire Current Assets of Hospitality Division, ie Hotel "The Ffort Raichak, Ffort suites, Ffort Villa, Ganga Kutir, Anaya Kutir. Exclusive Charge on Hospitality units of Ffort Villa with BUA 45000 sqft and Ffort Suits BUA 8700 sqft <b>Term Loan - Anaya Kutir Resort</b> Equitable Mortgage of 13 units having approx BUA of 11,400 sqft pertaining to resort "Anaya Kutir" at Raichak west Bengal Security provided for Term Loan (Anaya Kutir) shall be extended/ cross collateralized for fresh facilities sanctioned (OD/LC/BG/Term Loan 1/2 & 3)		
(f) Term Loans from a Bank amounting to Nil (Previous year ,174,000,000/-)		
<b>Term of Repayment :</b> To be repaid in 28 structured quarterly installments of Rs 40 as first installment commencing on October 2014 and Rs 120 lacs as last installment ends on July 2021 and carries an interest rate of base rate plus 1.75% per annum payable monthly. <b>Nature of Security :</b> Secured by Equitable mortgage over constructed area of about 44,993 sq ft consisting of 48 units together with land beneath the units situated at PS Diamond Harbour in the district of South 24 Paraganas, West Bengal. Exclusive charge on all current assets of the hotel division of the company, both present and future.		



GGL Hotel And Resort Company Limited

Notes to Financial Statements for the year ended 31st March, 2016

(Amount in Rs.)

	As at 31.03.2016	As at 31.03.2015
<b>5 Deferred tax liabilities ( Net )</b>		
<b>Timing Difference resulting in Liability on account of :</b>		
Fixed assets, impact of difference between tax depreciation and depreciation/ amortisation charged for the financial reporting	118,942,278	104,407,139
<b>Timing Difference resulting in Asset on account of :</b>		
Expenses allowable against taxable income in future years on payment basis and unabsorbed losses.	(78,383,609)	(78,434,608)
<b>Total</b>	<u>40,558,669</u>	<u>25,972,531</u>
<b>6 Other long-term liabilities</b>		
Interest free Membership Deposit (Refundable at par on expiry of the membership period)	10,420,910	10,420,910
Unsecured Considered Good Security Deposits	<u>73,425,182</u>	<u>71,749,627</u>
	<u>83,846,092</u>	<u>82,170,537</u>
<b>7 Long-term provisions</b>		
<b>Provision for employee benefits:</b>		
Provision for gratuity	3,841,660	2,987,040
Provision for leave encashment	1,047,630	930,111
<b>Total</b>	<u>4,889,290</u>	<u>3,917,151</u>
<b>8 Short-term borrowings</b>		
<b>Secured</b>		
Cash Credit	217,254,770	
Cash Credit (Credit Balance)	<u>(140,555,041)</u>	
Cash Credit facility from bank [refer point (a) to (d) below]	76,699,729	207,369,507
<b>Unsecured</b>		
Loan from related party	1,500,000	2,858,976
<b>Total</b>	<u>78,199,729</u>	<u>210,228,483</u>

**Nature of Security**

- (a) Cash Credit facility from bank amounting to Nil (Previous Year Rs 81477687/-)  
Nature of Security : Secured by Equitable mortgage over constructed area of about 44,993 sq ft consisting of 48 units together with land beneath the units situated at PS Diamond Harbour in the district of South 24 Paraganas, West Bengal.  
Exclusive charge on all current assets of the hotel division of the company, both present and future.
- (b) Cash Credit facility from bank amounting to Rs 39,072,327/- (Previous Year Rs 26,316,976/-)  
Nature of Security : Secured by first charge on entire Current Assets of Hospitality Division, ie Hotel "The Ffort Raichak, Ffort suites, Ffort Villa, Ganga Kutir, Anaya Kutir. Exclusive Charge on Hospitality units of Ffort Villa with BUA 45000 sqft and Ffort suits BUA 8700 sqft
- (c) Cash Credit facility from bank amounting to Rs 178,182,443/- (Previous Year Rs 17,560,243/-)  
Secured by first & exclusive charge by way of hypothecation, (i) on lease rental receivables of all the lessees in the City Centre Mall, Salt Lake, Kolkata, (ii) on all current assets (present & future) of the residential project Gardenia II phase I.  
First & exclusive charge by way of mortgage, (i) on the commercial units owned by the company at City Centre Mall, Salt Lake.
- (d) Cash Credit facility from bank amounting to Rs -140,555,041/- (Previous Year Rs 87,56,733/-)  
Secured by first & exclusive charge by way of hypothecation, (i) on lease rental receivables of all the lessees in the City Centre Mall, Salt Lake, Kolkata, (ii) on all current assets (present & future) of the residential project Gardenia II phase I.  
First & exclusive charge by way of mortgage, (i) on the commercial units owned by the company at City Centre Mall, Salt Lake.





**GGL Hotel And Resort Company Limited**

**Notes to Financial Statements for the year ended 31st March, 2016**

(Amount in Rs.)

	As at 31.03.2016	As at 31.03.2015
<b>9 Trade payables</b>		
Others [refer point (a) below]	<u>95,919,960</u>	<u>120,491,485</u>
 (a) Based on the information / documents available with the company, no creditor is covered under Micro, Small and Medium Enterprises Development Act, 2006. As a result, no interest provisions / payments have been made by the company to such creditors, if any, and no disclosures thereof are made in these accounts.		
	As at 31.03.2016	As at 31.03.2015
<b>10 Other current liabilities</b>		
Current maturities of long-term debt (Refer Note 4)	72,156,936	45,939,186
Interest accrued but not due on borrowings	7,071,106	1,941,184
Interest accrued and due on borrowings	202,617	121,395
Income received in advance	1,131,900	1,559,400
Advance from customers	89,167,382	66,743,307
Employee benefits payable	7,558,033	5,592,327
Statutory dues including Provident Fund and Tax Deducted at Source	5,495,684	5,757,767
Capital liability	7,062,745	875,549
Other payables	3,111,139	7,991,055
 Total	 <u>192,957,542</u>	 <u>136,521,170</u>
<b>11 Short term-provisions</b>		
Provisions for employee benefits		
Provision for gratuity	27,950	41,130
Provision for leave encashment	221,410	420,950
 Total	 <u>249,360</u>	 <u>462,080</u>



GGL Hotel And Resort Company Limited

Notes to Financial Statements for the year ended 31st March, 2016

Description	Gross Block				Depreciation		Net Block		
	As at 31.03.2015	Addition during the year	Deductions sales/deductions during the year	As at 31.03.2016	For the year	Adjustment on sale / deduction	Up to 31.03.2016	As at 31.03.2016	As at 31.03.2015
Land*									
- Own use	30,81,77,359	-	-	30,81,77,359	-	-	-	30,81,77,359	30,81,77,359
Building									
- Own use	52,85,45,275	49,36,378	-	53,34,81,653	91,94,649	-	8,11,68,412	45,23,13,241	45,65,71,512
- Given on operating lease	23,61,24,173	-	-	23,61,24,173	37,00,628	-	4,33,11,358	19,28,12,815	19,65,13,443
Plant and Machinery									
- Own use	12,97,65,231	12,12,933	2,05,27,107	11,04,51,056	62,43,971	1,89,75,252	5,48,80,634	5,55,70,422	6,21,53,316
Furnitures and Fixtures									
- Own use	10,12,99,391	7,78,171	4,47,325	10,16,30,238	87,37,973	4,26,524	6,15,84,037	4,00,46,201	4,80,26,803
Office Equipment									
- Own use	2,06,19,146	47,410	89,222	2,05,77,334	4,33,604	84,761	1,92,92,421	12,84,913	16,75,568
Electrical Installations									
- Own use	4,71,20,670	28,78,240	-	4,99,98,910	22,62,488	-	3,28,56,462	1,71,42,448	1,65,26,896
Computers									
- Own use	1,17,91,343	1,09,552	3,00,745	1,16,00,150	13,40,131	3,00,739	88,73,685	27,26,465	39,57,050
Motor Vehicles									
- Own use	1,79,50,075	-	-	1,79,50,075	11,65,276	-	67,71,596	1,11,78,479	1,23,43,755
<b>Total</b>	<b>1,40,13,92,664</b>	<b>99,62,684</b>	<b>2,13,64,399</b>	<b>1,38,99,90,948</b>	<b>3,30,78,720</b>	<b>1,97,87,276</b>	<b>30,87,38,605</b>	<b>1,08,12,52,344</b>	<b>1,10,59,45,502</b>
Previous Year	1,27,27,90,883	12,86,63,352	30,008	1,40,14,24,227	5,07,20,864	68,699	29,56,39,682	1,10,57,84,545	1,02,78,03,366
Capital Work-in-progress	10,62,63,792	4,35,24,587	21,45,851	14,76,42,528	-	-	-	14,76,42,528	10,62,63,792
Previous Year	6,21,36,267	4,49,00,173	7,72,648	10,62,63,792	-	-	-	10,62,63,792	-

13. Intangible assets

Description	Gross Block				Amortization		Net Block		
	As at 31.03.2015	Addition during the year	Deductions sales/deductions during the year	As at 31.03.2016	For the year	Adjustment on sale / deduction	Up to 31.03.2016	As at 31.03.2016	As at 31.03.2015
Computer Software - acquired	44,47,296	2,16,489	-	46,63,785	6,50,313	-	25,11,888	21,51,897	25,85,721
<b>Total</b>	<b>44,47,296</b>	<b>2,16,489</b>	<b>-</b>	<b>46,63,785</b>	<b>6,50,313</b>	<b>-</b>	<b>25,11,888</b>	<b>21,51,897</b>	<b>25,85,721</b>
Previous Year	29,08,873	15,06,871	-	44,15,744	5,02,609	-	16,69,054	27,46,690	-
Intangible assets under development									
Previous Year	1,85,394	8,62,484	10,47,878	-	-	-	-	-	-

\* Land includes two lease hold lands of Rs. 19,20,03,500/- and Rs. 1,25,61,998/- for Eco Resort Kolkata and Digha respectively. The above lands are under the lease for 33 years and 30 years respectively. These lands are kept as Capital WIP for the construction of hotel purpose. As and when the construction will be completed the above land will be capitalised and the same will be amortised in balance period of its lease term.



GGL Hotel And Resort Company Limited

Notes to Financial Statements for the year ended 31st March, 2016

(Amount in Rs.)

		As at 31.03.2016	As at 31.03.2015
<b>14 Non-current investments</b>			
<b>Trade Investments ( valued at cost )</b>			
<b>Quoted</b>			
<b>Investment in Equity Instruments, fully paid up</b>	<b>Nos./ Units</b>		
Akruti City Limited (FV Rs 10/- each)	1 (1)	615	615
Ansal Housing & Construction Ltd. (FV Rs 10/- each)	801 (801)	6,200	6,200
Ansal Properties & Infrastructure Ltd. (FV Rs 5/- each)	1 (1)	258	258
Arihant Foundation & Housing Ltd. (FV Rs 10/- each)	1 (1)	458	458
B. L. Kashyap & Sons Ltd (FV Rs 5/- each)	2 (2)	1,888	1,888
Housing Development & Infrastructure Limited (FV Rs 10/- each)	1 (1)	541	541
Lok Housing & Construction Ltd (FV Rs 10/- each)	1 (1)	151	151
Sobha Developers Ltd. (FV Rs 10/- each)	1 (1)	767	767
D. S. Kulkarni Developers Ltd. (FV Rs 10/- each)	1 (1)	226	226
Unitech Ltd (FV Rs 2/- each)	1 (1)	254	254
DLF Limited (FV Rs 2/- each)	1 (1)	634	634
Era Infra Engineering Ltd. (FV Rs 10/- each)	1 (1)	565	565
Mahindra Lifespaces Developers Ltd. (FV Rs 10/- each)	1 (1)	527	527
Gujarat Hotels Ltd. (FV Rs 10/- each)	100 (100)	1,000	1,000
Omaxe Limited (FV Rs 10/- each)	1 (1)	340	340
Orbit Corporation Ltd (FV Rs 10/- each)	2 (2)	513	513
Parsvnath Developers Ltd. (FV Rs 10/- each)	1 (1)	315	315
	( A )	<u>15,252</u>	<u>15,252</u>
<b>Quoted other than trade Investments ( valued at cost )</b>			
<b>Investment in Equity Instruments, fully paid up</b>	<b>Nos./ Units</b>		
All Seasons Foods Ltd. (FV Rs 10/- each)	45 (45)	450	450
Balarampur Chini Mills Ltd (FV Rs 1/- each)	100 (100)	1,000	1,000
Batliboi Ltd (FV Rs 10/- each)	100 (100)	1,700	1,700
Dadha Hewlett Industries Ltd. (FV Rs 10/- each)	100 (100)	1,000	1,000
Geekay Exim (India) Ltd. (FV Rs 10/- each)	280 (280)	1,000	1,000
Hindusthan Motors Ltd. (FV Rs 5/- each)	1,146 (1,146)	14,520	14,520
Balasore Alloys Ltd (Formerly Ispat Alloys Ltd. ) (FV Rs 10/- each)	178 (178)	4,662	4,662
KEC International Ltd. (FV Rs 2/- each)	470 (470)	1,920	1,920
Max India Ltd. (FV Rs 2/- each)	200 (200)	2,000	2,000
Mazda Enterprises Ltd. (FV Rs 10/- each)	200 (200)	2,000	2,000
PCS Technology Ltd. (FV Rs 10/- each)	69 (69)	1,725	1,725



GGL Hotel And Resort Company Limited

Notes to Financial Statements for the year ended 31st March, 2016

(Amount in Rs.)

		As at 31.03.2016	As at 31.03.2015
Reliance Industries Ltd. (FV Rs 10/- each)	34 (34)	9,202	9,202
Reliance Communication Ltd (FV Rs 5/- each)	9 (9)	-	-
Tata Steel Ltd (FV Rs 10/- each)	44 (44)	7,016	7,016
The Bombay Silk Mills Ltd. (FV Rs 10/- each)	135 (135)	2,695	2,695
Unlworth International Ltd. (FV Rs 10/- each)	50 (50)	1,500	1,500
Woolworth India Ltd. (FV Rs 10/- each)	50 (50)	3,000	3,000
<b>Total</b>	<b>( B )</b>	<b>55,390</b>	<b>55,390</b>
<b>Unquoted other than trade Investments ( valued at cost )</b>			
<b>Investment in Equity Instruments, fully paid up</b>			
<b>In Subsidiary Companies</b>	<b>Nos./ Units</b>		
Property Care Service Limited (FV Rs 10/- each)	49,050 (49,050)	490,500	490,500
<b>In other Companies</b>			
Ganapati Parks Limited (FV Rs 10/- each)	600,000 (600,000)	6,000,000	6,000,000
Mahindra Housing and Finance Limited (FV Rs 10/- each)	100 (100)	1,000	1,000
Sunderban Fertilizer Pvt Limited (FV Rs 10/- each)	200 (200)	2,000	2,000
Classical Paradise Hotels and Resorts Ltd	1,996 (1,996)	200,460	200,460
Green Emerald Hotels and Resorts Co Ltd	19,996 (19,996)	220,456	220,456
Navin Buildcon Pvt. Ltd	3,996 (3,996)	40,060	40,060
Vistar Properties Pvt. Ltd	3,996 (3,996)	40,060	40,060
	<b>( C )</b>	<b>6,994,536</b>	<b>6,994,536</b>
<b>Investment in Secured Debenture, fully paid up</b>	<b>Nos./ Units</b>		
<b>In Debentures non-convertible</b>			
Continental Construction Limited (FV Rs 100/- each)	40 (40)	1,200	1,200
Dynatomic Forgings India Ltd. (FV Rs 100/- each)	24 (24)	2,400	2,400
The Bombay Silk Mills Ltd. (FV Rs 100/- each)	10 (10)	1,000	1,000
Tata Iron & Steel Ltd.- SPNS (FV Rs 225/- each)	17 (17)	1,275	1,275
<b>Total</b>	<b>( D )</b>	<b>5,875</b>	<b>5,875</b>
<b>Total</b>	<b>( A + B + C + D )</b>	<b>7,071,053</b>	<b>7,071,053</b>
<b>Quoted Investments</b>			
Aggregate amount		70,642	55,390
Market Value		212,946	178,431
<b>Unquoted Investments</b>			
Aggregate Amount		7,000,411	7,015,663



GGL Hotel And Resort Company Limited

Notes to Financial Statements for the year ended 31st March, 2016

(Amount in Rs.)

	As at 31.03.2016	As at 31.03.2015
<b>15 Long-term loans and advances</b> (Unsecured, considered good, unless otherwise stated)		
<b>Other Loans and advances</b>		
Capital Advances	7,079,957	3,979,957
Security and Other Deposits	13,229,642	13,965,230
Advance Income Tax (Net of provision amounting Rs. 14,819,722/-, Previous Year Rs.15,630,659/-)	45,396,673	46,125,287
MAT Credit Entitlement	17,206,712	13,742,994
Advance for procurement of land	-	6,845,551
Prepaid Rent	44,064	
<b>Total</b>	<b>82,957,048</b>	<b>84,659,019</b>
<b>16 Inventories</b> (At Cost, Refer Note 1(g))		
Food and Beverages	1,790,058	9,318,170
Stores and Operating Supplies	26,519,400	13,093,852
Finished Units	86,437,407	92,081,996
Work-in-progress [refer point (a) below]	224,526,991	176,828,723
<b>Total</b>	<b>339,273,856</b>	<b>291,322,741</b>
(a) Details of Work-in-progress		
Projects under construction	224,526,991	176,828,723
<b>Total</b>	<b>224,526,991</b>	<b>176,828,723</b>
<b>17 Trade receivables</b> (Unsecured, considered good, unless otherwise stated)		
Outstanding for a period exceeding 6 months from the date they are due for payment.	5,918,783	20,890,525
Others (Net of Credit Balance)	58,666,130	48,059,851
<b>Total</b>	<b>64,584,913</b>	<b>68,950,376</b>
<b>18 Cash and bank balances</b>		
<b>Cash and cash equivalents</b>		
Balances with Bank In current accounts (netoff of temporary overdrafts)	5,414,450	8,154,525
Cash on hand	377,434	965,219
<b>Total</b>	<b>5,791,884</b>	<b>9,119,744</b>
Fixed Deposit with Bank Bank deposit held as security against Bank Guarantee	1,552,728	1,552,728
<b>Total</b>	<b>7,344,612</b>	<b>10,672,472</b>
<b>19 Short-term loans and advances</b> (Unsecured, considered good, unless otherwise stated)		
<b>Loan and Advances to Related Parties</b>		
Deposits	3,250,000	3,250,000
Inter Corporate Loans	211,694,006	126,494,000
Advance recoverable in cash or kind or for value to be received	3,871,779	1,700,000
<b>Other Loans and advances</b>		
Inter Corporate Loans	162,895,000	28,500,000
Loans and advances to employees	1,047,278	327,675
Advance recoverable in cash or kind or for value to be received	11,097,561	4,451,083
Balances with Revenue Authorities	17,991,444	23,067,928
Advance to contractors/ suppliers	40,976,133	40,418,831
Prepaid Expenses	1,853,049	435,070
Security deposits	70,000	70,000
<b>Total</b>	<b>454,746,250</b>	<b>228,714,587</b>



GGL Hotel And Resort Company Limited

Notes to Financial Statements for the year ended 31st March, 2016

(Amount in Rs.)

	As at 31.03.2016	As at 31.03.2015
<b>20 Other current assets</b>		
Interest accrued on loans, deposits etc		
From Related Party	38,094,383	16,279,646
From others	9,691,282	2,783,147
Commission Receivable	7,898	
Revenue in excess of consideration received	60,802,206	69,034,840
<b>Total</b>	<b>108,595,769</b>	<b>88,097,633</b>
<b>21 Contingent liabilities and commitment</b>		
Contingent liabilities		
Claims against the Company not acknowledged as debt		
Sales Tax Demand	621,265	621,265
Entertainment Tax Demand		346,587
Income Tax Demand	1,176,141	1,176,141
Bank guarantee outstanding	24,285,700	22,080,880
Commitments		
Capital commitment	3,149,704	15,459,271
Sureties	27,354,953	27,354,953
	<b>For the year 31.03.2016</b>	<b>For the year 31.03.2015</b>
<b>22 Revenue from operations</b>		
Revenue from products		
Sale of Real Estate properties	72,825,271	118,384,575
Food and Beverages sales	77,521,771	81,979,739
Liquor sales	9,430,861	9,439,368
Revenue from services		
Rooms, Restaurants, Banquets and Other services	93,371,720	109,929,315
Rental Income	155,220,248	148,861,221
Professional and Consultancy Fees	9,218,899	9,250,892
Annual Maintenance Fees Received	2,503,950	2,720,900
<b>Total</b>	<b>420,092,720</b>	<b>480,566,010</b>
<b>23 Other income</b>		
Interest income		
From bank on fixed deposits	69,124	965,954
From loans	52,175,492	18,807,979
On Income tax Refund	2,179,515	
Others	351,702	132,633
Dividend Income on long term investment of other entities (non-trade)	2,819	3,291
Profit on sale of tangible assets (Net)	5,579,554	4,590
Liability no longer required written back	743,931	97,468
Miscellaneous Income	3,696,748	4,694,435
<b>Total</b>	<b>64,798,885</b>	<b>24,706,350</b>
<b>24 Construction expenses</b>		
Land and land development cost	-	13,473,409
Construction materials consumed	10,897,501	37,016,509
Construction contractors charges	48,081,658	84,187,762
Infrastructure development expenses	(1,429,464)	77,076,938
Architectural and consultancy fees	2,146,412	7,702,232
Miscellaneous construction expenses	785,642	219,628
<b>Total</b>	<b>60,481,749</b>	<b>219,676,477</b>



## GGL Hotel And Resort Company Limited

## Notes to Financial Statements for the year ended 31st March, 2016

(Amount in Rs.)

	For the year 31.03.2016	For the year 31.03.2015
<b>25 Food and Beverages consumed</b>		
Opening Stock	4,307,280	4,311,768
Add: Purchases	33,987,687	38,483,667
	<u>38,294,967</u>	<u>42,795,435</u>
Less: Closing Stock	5,968,473	4,307,280
	<u>32,326,494</u>	<u>38,488,155</u>
<b>26 Upkeep and Service cost</b>		
Stores & Supplies	7,220,729	6,585,612
Other Operating Expenses	15,643,445	20,329,996
	<u>22,864,174</u>	<u>26,915,608</u>
<b>27 Changes in inventories</b>		
<b>Finished units</b>		
Stock at the beginning of the year	92,081,996	113,475,660
Stock at the end of the year	86,437,407	92,081,996
Total	<u>5,644,589</u>	<u>21,393,664</u>
<b>Work-in-progress</b>		
Stock at the beginning of the year	176,828,723	118,199,649
Less: Transferred to Capital work-in-progress		121,660,631
	176,828,723	(3,460,983)
Stock at the end of the year	224,526,991	176,828,723
Total	<u>(47,698,268)</u>	<u>(180,289,706)</u>
<b>Changes in inventories - (Increase)/ Decrease</b>	<u>(42,053,679)</u>	<u>(158,896,042)</u>
<b>28 Employee benefits expense</b>		
Salaries, Bonus, Allowances etc.	66,248,230	56,217,015
Contribution to provident and other funds	4,011,222	3,903,697
Staff welfare expenses	3,171,410	3,415,433
Total	<u>73,430,862</u>	<u>63,536,145</u>
<b>29 Finance costs</b>		
Interest expense:		
On borrowing	153,107,627	119,648,595
On Delayed payment of TDS	2,206	
Other borrowings cost	1,141,250	6,232,133
Total	<u>154,251,083</u>	<u>125,880,728</u>
<b>30 Depreciation and amortization expense</b>		
Depreciation on tangible assets	33,078,720	50,981,313
Amortization on intangible assets	650,313	242,160
Total	<u>33,729,033</u>	<u>51,223,473</u>



GGL Hotel And Resort Company Limited

Notes to Financial Statements for the year ended 31st March, 2016

(Amount in Rs.)

	For the year 31.03.2016	For the year 31.03.2015
<b>31 Other expenses</b>		
Power and Fuel	29,779,179	36,110,473
Rent [refer note (b) below]	16,100,286	15,820,483
Repairs to building	3,295,290	5,283,627
Repairs to plant and machinery	3,021,425	6,391,839
Repairs to others	21,832,643	21,570,172
Insurance	520,086	860,185
Rates and taxes	7,033,693	4,569,499
Auditors' Remuneration [refer point (a) below]	405,670	337,080
Professional and consultancy charges	4,253,173	5,824,419
Travelling and conveyance expenses [refer note (b) below]	2,773,031	3,775,443
Vehicle maintenance	1,737,749	1,715,478
Telephone expenses	975,400	1,473,008
Printing and Stationery	994,428	3,354,374
Bank charges	220,625	94,183
Fees & Subscription	78,675	2,137,169
Advertisement and publicity	4,323,572	9,450,950
Security charges [refer note (b) below]	14,133,765	15,807,784
Bad debts written off	8,764,744	94,564
Loss On Sale Of Assets	528,595	-
Miscellaneous expenses	8,797,214	7,350,837
Expenditure Written back	1,602,336	-
<b>Total</b>	<b>131,171,580</b>	<b>142,021,567</b>
<b>a) Payment to Auditors include:</b>		
Audit fees		
For Stand Alone	286,250	280,900
For Consolidation	57,250	-
Tax audit fees	57,250	56,180
Other Matters(Service tax for earlier year)	4,920	-
	<b>405,670</b>	<b>337,080</b>
<b>b) Details of Prior Period Expenses:</b>		
Travelling and conveyance expenses	79,399	-
Rent	282,500	-
Security Charges	356,434	-
	<b>718,333</b>	<b>-</b>





## Notes to the Financial Statements

32 Certain advances, trade receivable and trade payables are subject to receipt of confirmations.

## 33 Operating Lease

**Where the Company is lessor**

Assets subject to operating lease are included under fixed assets. Lease income (License and Utility charges Rs. 15,52,20,248/-, (Previous Year Rs. 14,88,61,221/-) is recognised in the Statement of Profit and Loss on accrual basis, based on the underlying agreements. These lease agreements interalia include escalation clause/option for renewal.

The future minimum lease rentals receivables in respect of non-cancelable operating leases as at March 31, 2016 are:

Minimum Lease Rentals Receivables :	2015-16	2014-15
	Rs.	Rs.
(i) Not later than one year	150,533,991	142,333,626
(ii) Not later than one year and not later than five years	646,812,262	613,866,787
(iii) Later than five years	298,967,305	588,746,666

**Where the Company is lessee**

Asset taken under operating leases are cancelable lease. Amount debited to Statement of Profit and Loss for the year Rs. 1,61,00,286/- (Previous Year Rs. 1,58,20,483/-) are primarily in respect of premises taken for commercial usage/employee residential purposes.

The future minimum lease rentals payables in respect of non cancellable operating leases as at March 31, 2016 are

Minimum Lease Rent Payables	2015-16	2014-15
	Rs.	Rs.
(i) Not later than one year	13,080,000	13,080,000
(ii) Later than one year and not later than five years	72,028,500	70,066,500
	Year ended 31.03.2016	Year ended 31.03.2015

## 34 Disclosure in keeping with requirement of Guidance Note on Accounting for Real Estate Transactions (Revised 2012)

(a) The aggregate amount of costs incurred for projects in progress	312,686,454	504,144,696
(b) Revenue recognised thereon	72,825,271	118,384,575
(c) Profit recognised thereon	3,417,865	28,707,699
(d) Advance received thereon		
(e) Amount of work in Progress	224,526,991	176,828,723
(f) Excess of revenue recognised over actual bills raised	60,802,206	69,034,840

## 35 Employees Benefits

The Company has incurred Rs. 29,42,139/- and Rs. 10,69,083/- (Previous Year Rs. 29,02,345/- and Rs 10,01,352/-) towards provident fund and Employees State Insurance respectively during the year.

**Reconciliation of opening and closing balances of the present value of the defined benefit obligations:-**

Particulars	Gratuity-Non funded		Leave Encashment-Non funded	
	2015-16 Rs.	2014-15 Rs.	2015-16 Rs.	2014-15 Rs.
Opening balance	3,028,168	3,879,138	1,331,036	1,409,446
Current service cost	626,370	459,860	513,810	622,960
Interest cost	222,450	324,260	84,510	99,710
Actuarial losses / (gains)	345,200	(1,510,470)	(145,150)	(312,180)
Benefit paid	(352,580)	(120,620)	(535,190)	(464,880)
Closing balance	3,869,608	3,028,168	1,269,036	1,351,056

**Reconciliation of present value of the defined benefit obligation and the fair value of plan asset:-**

Particulars	Gratuity (Rs.)		Leave Encashment (Rs.)	
	2015-16	2014-15	2015-16	2014-15
Present value of defined benefit obligation	3,869,608	3,028,168	1,269,036	1,351,056
Fair value of plan asset	-	-	-	-
Funded status [Surplus/(Deficit)]	(3,869,608)	(3,028,168)	(1,269,036)	(1,351,056)
Unrecognised past service costs	-	-	-	-
Net asset/ (liability) recognised in the balance sheet	(3,869,608)	(3,028,168)	(1,269,036)	(1,351,056)

**Expenses recognised in the statement of profit and loss for the year:-**

Particulars	Gratuity (Rs.)		Leave Encashment (Rs.)	
	2015-16	2014-15	2015-16	2014-15
Current service cost	626,370	459,860	513,810	622,960
Interest cost	222,450	324,260	84,510	99,710
Actuarial losses / (gains)	345,200	(1,510,470)	(145,150)	(312,180)
Total expense	1,194,020	(726,350)	453,170	410,490



## Notes to the Financial Statements

Actuarial assumption considered:-	Gratuity		Leave Encashment	
	2015-16 Rs.	2014-15 Rs.	2015-16 Rs.	2014-15 Rs.
Discount rates	7.90%	7.80%	7.90%	7.80%
Salary escalation	6.00%	6.00%	6.00%	6.00%
Expected Average remaining working lives of employees (years)	21.93	21.93	21.93	21.93
Withdrawal rate	0.50%	0.50%	0.50%	0.50%
Mortality Table	Indian Assured Lives Mortality (2006-8) (modified) UIT.	Indian Assured Lives Mortality (2006-8) (modified) UIT.	Indian Assured Lives Mortality (2006-8) (modified) UIT.	Indian Assured Lives Mortality (2006-8) (modified) UIT.

## Other Disclosures:- (Gratuity)

Particulars	2015-16	2014-15	2013-14	2012-13	2011-12
Present Value of the Plan Obligation as at the end of the year	3,869,608	3,028,168	3,875,138	2,412,120	2,815,815
Fair Value of Plan Assets as at the end of the year	-	-	-	-	-
Surplus / (Deficit) as at the end of the year	(3,869,608)	(3,028,168)	(3,875,138)	(2,412,120)	(2,815,815)
Experience Adjustments on Plan Obligation [(Gain)/ Loss]	(385,590)	(1,743,660)	1,003,190	-107,6517	-66148
Experience Adjustments on Plan Assets [(Gain) / Loss]	-	-	-	-	-
Actuarial adjustment due to change of assumption [(Gain) / Loss]	40,390	233,190	(356,440)	78,751	265,779

Future salary increases take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

## 88 Segment Information as per AS 17 are given here under:-

Income, direct expenses, assets and liabilities in relation to segments are categorized based on items that are individually identifiable to that segment. The remainder are separately grouped as Unallocated.

## Segment Reporting

## Segment Information (Business Segment)

	Hotel	Rent & Real Estate	Total
i Segment Revenue	1,990.77	2,283.28	4,274.05
	(2,152.79)	(2,691.97)	(4,844.76)
ii Segment Result	(227.72)	1,782.32	1,554.60
	(420)	(1,524.16)	(1,103.83)
Unallocated Corporate Income net of Unallocated Corporate Expenses			512.11
			(119.24)
Profit before Interest and Taxation			2,066.70
			(1,223.07)
Interest & Finance Charges			1,542.51
			(1,258.81)
Provision for Taxation			149.22
			128.10
Profit / Loss after Taxation			374.97
			(- 15.37)



## Notes to the Financial Statements

Other Information (Previous Year Figures are shown in brackets)	Rent & Real		Total
	Hotel	Estate	
<b>Segment Assets</b>	5,939.04 (7,691.00)	15,576.47 (10,216.32)	21,535.51 (17,907.32)
Unallocated Corporate Assets			1,420.69 (2,045.06)
<b>Total Assets</b>			22,956.20 (19,952.38)
<b>Segment Liabilities</b>	1,097.90 (7,691.00)	15,286.83 (10,074.68)	16,484.73 (17,765.68)
Unallocated Corporate Liabilities			6,471.47 (2,186.70)
<b>Total Liabilities</b>			22,956.20 (19,952.38)
<b>Capital Expenditure</b>	537.04 (1,287.46)	-	537.04 (1,287.46)
<b>Depreciation</b>	168.79 (427.93)	168.50 (47.73)	337.29 (475.66)
<b>Non Cash Expenditure other than Depreciation</b>			

## 37 Related Party Disclosures as per AS 18 are detailed below:-

Related Party• Where Control Exists

- Ambuja Neotia Holdings Private Limited (ANHPL)
- Property Care Services Ltd (PCSL)
- Ambuja Housing and Urban Infrastructure Co Ltd (AHUICL)
- Ambuja Realty Development Ltd (ARDL)
- Choleat Enterprises Ltd (CEL)
- Millennia Infrastructure Private Limited (MIPL)
- Neotia Healthcare Initiative Limited
- Building Research and management Services Pvt. Ltd
- Mrs. Bimla Devi poddar (Indirect Share Holding more than 20%)

• Others

- Ganapati Parks Limited (GPL)

• Key Management Personnel (KMP)

- Mr. Simon D'Rozario - Whole-time Director (Resigned w.e.f. 21.03.2018)
- Mr. Ketan Sharma - Company Secretary
- Mr. Sunil Kumar Pathak - Chief Financial Officer

## Relationship during

2015-16

2014-15

Holding Co Subsidiary	Holding Co Subsidiary
Fellow Subsidiary	Fellow Subsidiary
Fellow Subsidiary	Fellow Subsidiary
Fellow Subsidiary	Fellow Subsidiary
Fellow Subsidiary	Fellow Subsidiary
Fellow Subsidiary	Fellow Subsidiary
Fellow Subsidiary	NA
Substantial interest	NA

Joint Venture

Joint Venture

KMP

KMP

KMP

KMP

KMP

KMP



## Notes to the Financial Statements

## 28 Total Value of Consumption of Indigenes &amp; Imported materials:

	2015-16		2014-15	
	%	Rs	%	Rs
<b>Food &amp; Beverages</b>				
Import				
Indigenous	100.00%	32,326,494	100.00%	38,488,155
	100.00%	32,326,494	100.00%	38,488,155
<b>Stores &amp; Supplies</b>			0.00%	
Import	100.00%	7,220,729	100.00%	6,585,612
Indigenous	100.00%	7,220,729	100.00%	6,585,612

## 39 Value of Imports calculated on C.I.F. basis in respect of:

Spare & Components  
Capital & Other Goods

2015-16      2014-15

## 40 Expenditure in foreign currencies:

Professional Fees  
Others

106,831      1,400,867

## 41 Earnings in foreign currencies:

Sales & Services

1,563,031

## 42 Earnings per share (Basic &amp; Diluted)

## Basic Earnings Per Share

- I Profit / (Loss) for the period (Rs.)  
II Provision for Preference Dividend  
III Profit available for Equity Shareholders  
IV Weighted average number of Equity Shares @ Rs. 10 each  
V Earnings/(Loss) per share (Rs.)

3,767,890      9,235,926  
-      -  
3,767,890      9,235,926  
600,000,000      600,000,000  
0.01      0.02

43 Previous year's figures are regrouped/ reclassified, wherever considered necessary, to confirm to this year's classification.

44 There are no material foreseeable losses on long term contracts entered/ executed by the Parent Company.

As per our report of even date

For Chaturvedi & Company  
Chartered Accountants  
Firm Registration No. 302137E

Nilima Joshi  
Partner  
Membership No. 52122  
60, Bentinck Street  
Kolkata, 18th June, 2016

For end on behalf of the Board  
Naresh Kumar Jain  
Director  
DIN : 00221519

Ketan Sharma  
Company Secretary

Pradeep Lal Maheta  
Director  
DIN : 00285919

Sunil Kumar Pathak  
Chief Financial Officer

