



GNS & Associates

Chartered Accountants

P-2, Vikas Comm. Complex, Pillanji,

Sarajini Nagar, New Delhi -110 023

Phone : 011-24100456, 8800313008

e-mail : gnsdelhi@gmail.com

INDEPENDENT AUDITOR'S REPORT

To the Members of
DLF Hospitality and Recreational Limited
New Delhi

Report on the Financial Statements

We have audited the accompanying financial statements of **DLF HOSPITALITY AND RECREATIONAL LIMITED**, comprising of Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the preparation of these financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the financial statements by the Directors of the Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.





An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

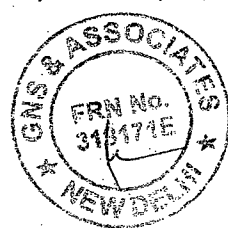
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India,

- (a) in the case of Balance sheet , of the state of affairs of the Company as at 31st March, 2015,
- (b) in the case of Profit & Loss account , of the **Profit** for the year ended on that date and
- (c) in the case of the Cash Flow Statement , of the cash flow for the year-ended on that date.

Report on Other Legal and Regulatory Requirements

- 1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports of the company incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid financial statements.

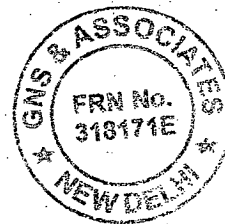


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- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the financial statements.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors of the Company as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. There were no pending litigations which would impact the financial position of the Company.
 - ii. Provision has been made in the financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: New Delhi
Date: 18th May, 2015



For GNS & Associates
Chartered Accountants
(Firm's Regn No. 318171E)

A handwritten signature in black ink, appearing to read "Sanjay Kumar Parida".

(CA Sanjay Kumar Parida)
(Partner)
(Membership No. 093202)

ANNEXURE REFERRED TO IN PARAGRAPH - 1 OF OUR REPORT ON "OTHER LEGAL & REGULATORY REQUIREMENTS" EVEN DATE ON THE ACCOUNTS OF DLF HOSPITALITY AND RECREATIONAL LIMITED FOR THE PERIOD ENDED 31ST MARCH 2015

1. a) The Company does not have any fixed assets.
b) Since the Company does not have any fixed assets, the question of physical verification of fixed assets does not arise.
c) Since the Company does not have any fixed assets, the question of disposal of a substantial part of fixed assets and its affecting the going concern basis does not arise.
2. The Company has not acquired any inventory during the year. Therefore the question of physical verification of inventories during the period does not arise. Accordingly, the provisions of clause 3 (ii) (a) (b) (c) of the above said order are not applicable to the Company.
3. According to the information and explanations given to us, the company has not granted any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) (a) (b) of the above said order are not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of Inventory, Fixed Assets and for sale of goods. There has been no purchase of Fixed Assets and sale of goods. According to the information and explanations given to us, we have neither come across nor have been informed of any continuous failure to correct major weakness in the aforesaid internal control procedure.
5. In our opinion and according to the information and explanations given to us, The Company has not accepted deposits from the public within the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under. According to the information and explanation given to us in this regard, no order under aforesaid sections have been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal on the Company.
6. According to information and explanation given to us the company is not required to maintain cost records prescribed by the Central Government under sub section (1) of section 148 of the Companies Act, 2013 for the products dealt by the Company.





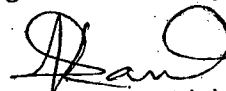
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7. a) According to the information and explanations given to us and records of the company, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employee State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise Duty, Value Added Tax, Cess, and any other statutory dues applicable to it.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise Duty, Value Added Tax, Cess were in arrears, as at 31.03.2015 for a period of more than six months from the date they became payable.
- c) According to the information and explanations given to us and there were no amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.
8. According to information and explanation given to us, company has made profit during the previous years. So the provision of clause 3 (viii) of the said order are not applicable to the company.
9. According to the information and explanation given to us, the company has not defaulted in repayment of the dues to financial institution or bank or debenture holders. Further the company has not issued any debenture during the year.
10. According to the information and explanation given to us, the company has not given any guarantee for loan taken by others from Banks or Financial Institutions.
11. As per information and explanation given to us, the company has not taken any term loan.
12. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.



For GNS & Associates
Chartered Accountants
(Firm's Regn No. 318171E)


(CA Sanjay Kumar Parida)
(Partner)

(Membership No. 093202)

Place: New Delhi
Date: 18th May, 2015

DLF HOSPITALITY AND RECREATIONAL LIMITED

Balance Sheet as at March 31, 2015

	Notes	As at March 31 2015	(Amount in Rs.) As at March 31 2014
Equity and liabilities			
Shareholders' funds			
Share capital	4	500,000	500,000
Reserves and surplus	5	25,249,839	25,191,504
Non-current liabilities			
Long-term borrowings	6	486,649,742	418,174,742
		<u>486,649,742</u>	<u>418,174,742</u>
Current liabilities			
Other current liabilities	7	60,358,608	55,107,031
		<u>60,358,608</u>	<u>55,107,031</u>
		<u>572,758,189</u>	<u>498,973,277</u>
Assets			
Non current assets			
Non current investments	8	3,750,000	3,750,000
Long term loans and advances	9	487,655,239	424,105,239
		<u>491,405,239</u>	<u>427,855,239</u>
Current assets			
Cash and bank balances	10	9,086	79,831
Short-term loans and advances	11	26,913,822	20,886,336
Other current assets	12	54,430,042	50,151,871
		<u>81,352,950</u>	<u>71,118,038</u>
		<u>572,758,189</u>	<u>498,973,277</u>

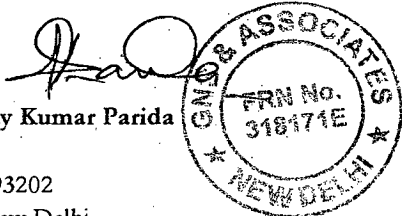
Notes 1 to 20 form an integral part of the financial statements.

This is the balance sheet referred to in our report of even date

For GNS & Associates

Chartered Accountants

Firm registration number: 318171E



CA Sanjay Kumar Parida

Partner

M.No.: 093202

Place : New Delhi

Date : 18/05/2015

For and on behalf of the Board of Directors

Manik
Manik Malik
Director
DIN 02491860

Sanjeev Gemawat
Sanjeev Gemawat
Director
DIN 00326655

DLF HOSPITALITY AND RECREATIONAL LIMITED

Statement of profit and loss for the period ended March 31, 2015

		(Amount in Rs.)	
	Notes	Year ended March 31, 2015	Year ended March 31, 2014
Income			
Interest income	13	60,477,824	55,724,301
		60,477,824	55,724,301
Expenditures			
Finance Cost	14	60,340,630	55,084,795
Other Expenses	15	52,773	35,050
Total		60,393,403	55,119,845
Profit before tax		84,421	604,456
Tax expense			
-Current tax		26,086	186,778
Total tax expense		26,086	186,778
Profit after tax		58,335	417,678
Earnings per share (Basic and Diluted)	16	1.17	8.35

Notes 1 to 20 form an integral part of the financial statements.

This is the statement of profit and loss referred to in our report of even date

For GNS & Associates

Chartered Accountants

Firm registration number: 318171E

Sanjay Parida

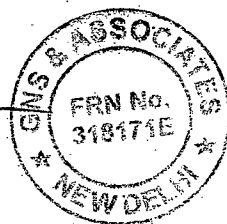
CA Sanjay Parida

Partner

M.No.: 093202

Place : New Delhi

Date : 18/05/2015



For and on behalf of the Board of Directors

Manik Malik

Manik Malik

Director

DIN 02491860

Sanjeev Gemawat

Sanjeev Gemawat

Director

DIN 00326655