

31st March, 2017

MAHODADHI PALACE PRIVATE LIMITED
REGD. OFFICE: KHIL HOUSE, 70-C NEHRU ROAD, VILE PARLE (EAST), MUMBAI - 400 099

7th ANNUAL REPORT

STATEMENT OF AUDITED ACCOUNTS

FOR THE YEAR ENDED

31ST MARCH 2017

AUDITORS
MESSRS J.P.CHATURVEDI & CO.
Chartered Accountants

MAHODADHI PALACE PRIVATE LIMITED

(Formerly known as Fort Mahodadhinivas Palace Private Limited)

CIN : U55101MH2010PTC201685

Registered Office: 70-C, Nehru Road, Vile Parle (East), Mumbai - 400099

BALANCE SHEET AS AT 31ST MARCH, 2017

Amount in Rs.

PARTICULARS	NOTE	As at 31st March, 2017	As at 31st March, 2016
<u>EQUITY AND LIABILITIES:</u>			
Shareholder's Funds:			
(a) Share Capital	2	100,000	100,000
(b) Reserves and Surplus	3	(78,180,199)	(67,237,378)
Non-Current Liabilities:			
(a) Other Long Term Liabilities	4	228,746,476	203,457,287
(b) Deferred Tax Liabilities (Net)	5	28,150,780	33,043,106
Current Liabilities:			
(a) Other Current Liabilities	6	10,818,874	24,042,222
TOTAL		189,635,931	193,405,237
<u>ASSETS:</u>			
Non-Current Assets:			
(a) Fixed Assets:			
(i) Tangible Assets	7	181,452,391	185,893,519
(ii) Intangible Assets	7	14,243	16,412
(iii) Capital Work-In-Progress	7	1,883,801	1,883,801
(b) Long Term Loans & Advances	8	866,122	922,478
(c) Other Non-Current Assets	9	1,910,973	1,783,142
Current Assets:			
(a) Trade Receivables	10	2,026,888	1,727,221
(b) Cash and Cash Equivalents	11	18,513	12,361
(c) Short Term Loans & Advances	12	501,000	201,000
(d) Other Current Assets	13	962,000	965,303
TOTAL		189,635,931	193,405,237

Summary of significant accounting policies 1

The accompanying notes are an integral part of the financial statements 1 to 21

As per our report of even date
FOR J. P. CHATURVEDI & CO.
Chartered Accountants
Registration Number:- 130274W

J. P. CHATURVEDI
Proprietor
(Membership No.- 031373)



Mumbai: 19th May, 2017

For and on behalf of the board of directors of
MAHODADHI PALACE PRIVATE LIMITED
(Formerly Fort Mahodadhinivas Palace Pvt.Ltd.)

Dr. VITHAL V. KAMAT
Director
DIN : 00195341

PRABHAKAR V. SHETTY
Director
DIN : 02448426

MAHODADHI PALACE PRIVATE LIMITED

(Formerly known as Fort Mahodadhinivas Palace Private Limited)

CIN : U55101MH2010PTC201685

Registered Office: 70-C, Nehru Road, Vile Parle (East), Mumbai - 400099

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

PARTICULARS	NOTE	Amount in Rs. YEAR ENDED	
		31ST MARCH, 2017	31ST MARCH, 2016
INCOME:			
Income	14	3,680,424	3,752,996
Total Revenue		3,680,424	3,752,996
EXPENSES:			
Finance Costs	15	13,309,518	13,736,073
Other Expenses	16	1,762,756	1,701,470
Total Expenses		15,072,274	15,437,543
Profit before Depreciation and Tax		(11,391,850)	(11,684,547)
Less: Depreciation		4,443,297	4,467,640
Profit/(Loss) Before Tax & Adjustment		(15,835,147)	(16,152,187)
Less: Tax Expenses:			
Deferred Tax		(4,892,326)	38,614,608
Profit/(Loss) for the year		(10,942,821)	(54,766,795)
EARNINGS PER EQUITY SHARE:			
Equity shares of par value Rs. 10/- each			
Basic and Diluted	17	(1094.28)	(5476.68)
Summary of significant accounting policies	1		
The accompanying notes are an integral part of the financial statements	1 to 21		

As per our report of even date
FOR J. P. CHATURVEDI & CO.
Chartered Accountants
Registration Number: 130274W

J. P. CHATURVEDI *
Proprietor
(Membership No.- 031373)

Mumbai: 19th May, 2017

For and on behalf of the board of directors of
MAHODADHI PALACE PRIVATE LIMITED
(Formerly Fort Mahodadhinivas Palace Pvt.Ltd.)

Dr. VITHAL V. KAMAT
Director
DIN : 00195341

PRABHAKAR V. SHETTY
Director
DIN : 02448426

MAHODADHI PALACE PRIVATE LIMITED
 (Formerly known as Fort Mahodadhinivas Palace Private Limited)
 CIN : U55101MH2010PTC201685
 Registered Office: 70-C, Nehru Road, Vile Parle (East), Mumbai - 400099

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis of Accounting:

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with accounting principles generally accepted in India ("Indian GAAP") and are in compliance with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and as per the provisions of the Companies Act, 2013. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

1.2 Investments:

Non-current investments are valued at cost

1.3 Prior Period Adjustments, Extraordinary items and Changes in Accounting Policies:

Income and expenditure pertaining to prior period and extraordinary items and changes in accounting policies, where material are disclosed separately.

1.4 Revenue Recognition:

Revenue is recognised as per Accounting Standard 9 "Revenue Recognition" notified by the Companies (Accounting Standards) Rules, 2006. Revenue from service transactions is recognized as the service is performed and completed. Dividends are recorded when the right to receive payment is established.

1.5 Taxes on Income:

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961. Deferred tax is recognised on timing differences between the accounting income and the taxable income for the year, and quantified using the tax rates and laws enacted as on the Balance sheet date. Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

1.6 Preliminary Expenditure

Preliminary Expenditure is carried as an asset and amortised over a period of 10 years.

1.7 Fixed Assets

Fixed Assets are stated at cost of acquisition including related expenses less accumulated depreciation.

2 SHARE CAPITAL :

	Amount in Rs.	
	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
AUTHORISED:		
50,000 Equity Shares of Rs.10/- each (Previous year 50,000 Equity Shares of Rs. 10/- each).	500,000	500,000
	500,000	500,000
ISSUED ,SUBSCRIBED AND FULLY PAID UP :		
10,000 Equity Shares of Rs. 10/- each, fully paid up (Previous year 10,000 Equity Shares of Rs. 10/- each).	100,000	100,000
Total	100,000	100,000

Notes:

2.1 Terms/ rights attached to equity shares

The Company has only class of equity shares having a par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian rupees

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.



MAHODADHI PALACE PRIVATE LIMITED
(Formerly known as Fort Mahodadhivivas Palace Private Limited)

CIN : U55101MH2010PTC201685
Registered Office: 70-C, Nehru Road, Vile Parle (East), Mumbai - 400099

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

2.2 Details of Shareholders holding more than 5% shares in the Company

Name of Shareholders	AS AT 31ST MARCH, 2017		AS AT 31ST MARCH, 2016	
	Number	% holding in the class	Number	% holding in the class
Kamat Hotels (India) Limited	10,000	100%	10,000	100%

		Amount in Rs.	
		AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
3 RESERVES AND SURPLUS:			
Surplus/(Deficit) in the statement of profit and loss			
Balance as per last financial statements		(67,237,378)	(12,470,583)
(Loss) for the year		(10,942,821)	(54,766,795)
	Total	<u>(78,180,199)</u>	<u>(67,237,378)</u>
4 OTHER LONG-TERM LIABILITIES			
From Holding Company			
Kamat Hotels (India) Ltd		69,874,189	82,766,000
From a Company		158,872,287	120,691,287
	Total	<u>228,746,476</u>	<u>203,457,287</u>
5 DEFERRED TAX LIABILITY (Net):			
Major Components of Deferred Tax Assets and Deferred Tax Liabilities:			
Deferred tax assets			
Tax effect due to - Carried forward Business Loss		16,342,295	11,477,638
	Total	<u>16,342,295</u>	<u>11,477,638</u>
Deferred tax liabilities			
Tax effect due to - Difference in depreciation.		44,493,075	44,520,744
	Total	<u>44,493,075</u>	<u>44,520,744</u>
Deferred Tax Asset/(Liability) (Net)		<u>(28,150,780)</u>	<u>(33,043,106)</u>
Deferred Tax Adjustment for the year		<u>(4,892,326)</u>	<u>(38,614,608)</u>
6 OTHER CURRENT LIABILITIES			
Other payables			
Audit fees		2,875	2,863
Government Dues		1,563,752	1,376,550
Interest Payable		9,252,247	22,661,309
Trade Payables		-	1,500
	Total	<u>10,818,874</u>	<u>24,042,222</u>

MAHODADHI PALACE PRIVATE LIMITED

7 NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2017

FIXED ASSETS:

PARTICULARS	GROSS BLOCK (AT COST)		DEPRECIATION		NET BLOCK	
	AS AT 01.04.2016	AS AT 31.03.2017	UPTO 01.04.2016	FOR THE YEAR	AS AT 31.03.2017	AS AT 31.03.2016
TANGIBLE ASSETS:						
Building Leasehold	192,969,244	192,969,244	12,148,936	3,981,238	16,130,174	180820308
Furniture & Fixture	901,252	901,252	305,869	110,185	416,054	595383
Office Equipment	7,894	7,894	7,509	-	7,509	385
Office Equipment	53,665	53,665	51,040	-	51,040	2625
Computer						
Plant & Machinery						
A.C. Plant & Air Conditioners	784,861	784,861	142,057	50,320	192,377	642804
Audio/Video, TV & Music Systems	329,060	329,060	54,678	21,025	75,703	274382
Diesel Generator Set	575,964	575,964	104,247	36,927	141,174	471717
Electrical Equipment & Installation	2,624,174	2,624,174	474,966	168,243	643,209	2149208
Fire Fighting Equipments	30,089	30,089	5,447	1,929	7,376	24642
Kitchen Equipments	30,095	30,095	5,447	1,929	7,376	24648
Miscellaneous & General Equipments	705,284	705,284	127,653	45,218	172,871	577631
Refrigeration & Cold Storage	231,116	231,116	41,831	14,818	56,649	189285
Telephone Equipments & Installation	70,387	70,387	12,740	4,513	17,253	57647
Water Pumps	20,337	20,337	3,682	1,304	4,986	16655
Health Club Equipments	54,600	54,600	8401	3,479	11,860	46199
Total	199,388,022	199,388,022	13,494,503	4,441,128	17,935,631	185,893,519
Previous Year Total	199,388,022	199,388,022	9,029,032	4,465,470	13,494,503	185,893,519
INTANGIBLE ASSETS:						
Computer Software	24,764	24,764	8,352	2,169	10,521	16,412
Total	24,764	24,764	8,352	2,169	10,521	16,412
Previous Year Total	24,764	24,764	6,183	2,169	8,352	16,412
Capital Work in Progress	1,883,801	1,883,801	-	-	-	1,883,801
Previous Year Total	1,883,801	1,883,801	-	-	-	1,883,801



MAHODADHI PALACE PRIVATE LIMITED

(Formerly known as Fort Mahodadhinivas Palace Private Limited)

CIN : U55101MH2010PTC201685

Registered Office: 70-C, Nehru Road, Vile Parle (East), Mumbai - 400099

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

8 LONG-TERM LOANS AND ADVANCES:

Payment of Income Tax	866,122	922,478
Total	866,122	922,478

9 OTHER NON - CURRENT ASSETS

Preliminary Expenses (Unamortised) Non-Current	4,755	7,133
Fixed Deposit with Oriental Bank of Commerce (Ref. Note 9.1) (including interest receivable on FD)	1,906,218	1,776,009
Total	1,910,973	1,783,142

9.1 Fixed Deposit is for 18 months is against Bank Guarantee issued by Bank on our behalf to Orissa Tourism Development Corporation.

10 TRADE RECEIVABLES

(Unsecured, good, unless otherwise stated) - From Holding Company (Royalty)	2,026,888	1,727,221
Total	2,026,888	1,727,221

11 CASH AND BANK BALANCES

Cash and cash equivalent:

Balance with bank in current account Oriental Bank of Commerce	13,513	7,405
Cash on Hand	5,000	4,956
Sub-total	18,513	12,361

12 SHORT TERM LOANS AND ADVANCES:

(Unsecured, good) Advance to Project Creditors	501,000	201,000
Total	501,000	201,000

13 OTHER CURRENT ASSETS

Preliminary Expenses (Unamortised) Current Prepaid Expenses	2,378	2,378
	959,622	962,925
Total	962,000	965,303



MAHODADHI PALACE PRIVATE LIMITED
(Formerly known as Fort Mahodadhinivas Palace Private Limited)

CIN : U55101MH2010PTC201685
Registered Office: 70-C, Nehru Road, Vile Parle (East), Mumbai - 400099

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

		Amount in Rs.	
		YEAR ENDED	
14 INCOME		31ST MARCH, 2017	31ST MARCH, 2016
Royalty Income from Holding Co.		3,512,469	3,612,983
Interest earned on Bank Fixed Deposit		144,677	140,011
Interest earned on Income Tax Refund		21,778	-
Liabilities Not payable written back		1,500	-
Rounding off		-	2
Total		3,680,424	3,752,996
15 FINANCE COSTS			
Interest on Loan from Holding Co		8,815,573	9,959,130
Interest on Loan from a Company		4,493,945	3,776,943
Total		13,309,518	13,736,073
16 OTHER EXPENSES			
Auditors Remuneration (Refer Note 16.1)		2,875	2,863
Bank Charges		33,028	28,592
Credit Card Charges		106	36
Conveyance		92	112
Franking Charges		210	-
Interest on Delayed Payment to Service Tax		13	-
Insurance Charges		77,081	17,791
Lease Rent		1,629,898	1,629,898
Legal & Professional Fees		9,982	17,649
Miscellaneous Expenses		2,162	-
Postage & Telegram		180	60
Printing & Stationary		-	400
Preliminary Expenses W/off		2,378	2,378
Refreshment		-	7
Rent, Rates & Taxes		151	84
ROC Fee		4,600	1,600
Total		1,762,756	1,701,470
16.1 Payment to Auditor			
Audit Fee		2,500	2,500
Service Tax		375	363
Total		2,875	2,863
17 Earning Per Share (E.P.S.) under Accounting Standard		Current Year	Previous Year
		(Rs.)	(Rs.)
(Loss) after Tax as per accounts		(10,942,821)	(54,766,795)
No. of Shares issued		10,000	10,000
Nominal Value of Share		10	10
Basic and Diluted E.P.S.		(1,094.28)	(5,476.68)



MAHODADHI PALACE PRIVATE LIMITED

(Formerly known as Fort Mahodadhinivas Palace Private Limited)

CIN : U55101MH2010PTC201685

Registered Office: 70-C, Nehru Road, Vile Parle (East), Mumbai - 400099

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

18 Related Party Disclosures :

Related Parties where control exists:

(a) Holding Company: Kamat Hotels (India) Ltd

(a) Subsidiary Company: None

(b) Individual/Enterprises having significant influence over the Company: None

(c) Key Management Personnel: None

(d) Other related parties with whom transactions have taken place during the year: None

(e) Summary of transactions during the year with Related Parties entered into on commercial basis in the interest of the Company and approved by the Board and status of outstanding balances as on 31st March, 2017:

Name of Related Party	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH, 2017	31ST MARCH, 2016
Holding Company		
Kamat Hotels (India) Ltd		
Transactions during the year:		
Royalty Income	3,512,469	3,612,983
Interest expense on Loan	8,815,573	9,959,130
Unsecured Loan Repaid during the year	12,891,811	-
Interest paid during the year	25,979,185	-
Year end balance:		
Amount Receivable - year end balance	2,026,888	1,727,221
Interest Payable - year end balance	1,256,011	17,525,236
Amount Payable - year end balance	69,874,189	82,766,000
Corporate Guarantee given to bankers for Credit Facility availed by Holding Company	3,858,300,000	3,858,300,000

19 There were no amounts due and remaining unpaid to suppliers covered under Micro, Small & Medium Enterprises Development Act, 2006 (MSM Act) on account of principal and/or interest as at the close of the financial year. This disclosure is based on the information available with the Company regarding the status of the suppliers as defined under the MSM Act, 2006.

20 DISCLOSURE ON SPECIFIED BANK NOTES (SBNs) :

During the year, the company had specified bank notes or other denomination note as defined in the MCA notification GSR 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBNs) held and transacted during the period from 8th November, 2016 to 30th December, 2016, the denomination wise SBNs and other notes as per the said notification is given below:

Particulars	(Amount in Rs.)		
	SBNs	Other denomination notes	Total
Closing cash in hand on November 8, 2016	-	4,912	4,912
(+) permitted receipts	-	-	-
(-) permitted payments	-	-	-
(-) amount deposited in banks	-	-	-
Closing cash in hand on December 30, 2016	-	4,912	4,912



MAHODADHI PALACE PRIVATE LIMITED

(Formerly known as Fort Mahodadhinivas Palace Private Limited)

CIN : U55101MH2010PTC201685

Registered Office: 70-C, Nehru Road, Vile Parle (East), Mumbai - 400099

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

21 Additional Information:

Amount in Rs.

YEAR ENDED

31ST MARCH, 31ST MARCH,
2017 2016

Particulars

a) Value of Imports (C.I.F. Value):	Nil	Nil
b) Expenditure in Foreign Currencies: (on accrual basis)	Nil	Nil
c) Earning in foreign exchange:	Nil	Nil
d) Number of non-resident shareholders:	Nil	Nil
e) Information on other matters as required in Part I and Part II of Schedule III to the Companies Act, 2013 not been given as the relevant matters were not applicable to the Company and / or did not exist during the year.		

As per our report of even date
FOR J. P. CHATURVEDI & CO.
Chartered Accountants

J. P. CHATURVEDI
Proprietor

Mumbai: 19th May, 2017



For and on behalf of the board of directors of
MAHODADHI PALACE PRIVATE LIMITED
(Formerly Fort Mahodadhinivas Palace Pvt.Ltd.)

Dr. VITHAL V. KAMAT
Director
DIN : 00195341

PRABHAKAR V.SHETTY
Director
DIN : 02448426