

VICEROY

Date: 29/07/2020

The General Manager Department of Corporate Services <b>BSE Limited</b> Phiroze Jeejabhoy Towers Dalal Street, Fort Mumbai - 400 001	The Manager Listing Department <b>National Stock Exchanges of India Limited</b> Exchange Plaza , 5 <sup>th</sup> Floor, Plot No.C/1, G Block, Bandra- kurla Complex, Bandra(East) Mumbai – 400 051
<b>Scrip Code : 523796</b>	<b>Scrip Code : VICEROY</b>

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting (RP) held on Wednesday, 29<sup>th</sup> July, 2020.**

**Ref: Regulation 33 and other applicable regulations of SEBI (Listing Obligation and Disclosure Requirements), Regulations, 2015**

With reference to the above cited subject, we would like to inform that Board of Directors (RP) in their Board Meeting held on Wednesday, 29<sup>th</sup> July, 2020 have inter alia, transacted the following matters:

1. Approved the Audited Standalone Financial Results for the Fourth Quarter and Year Ended 31<sup>st</sup> March, 2020.
2. Approved the Audited Consolidated Financial Results for the Fourth Quarter and Year Ended 31<sup>st</sup> March, 2020.
3. Taken Note of the Auditors Reports forming part of Quarterly Financials and Full Year Standalone and Consolidated Financials Ended 31<sup>st</sup> March, 2020.
4. Took note of the retirement of Mr. Dasvanth Kumar Jaya from the post of Chief Financial Officer of the company with effect from 31/05/2020.
5. The Board has appointed Mr. Hari Narayana Rao Khandyana as Chief Financial Officer and KMP of the Company w.e.f. 29<sup>th</sup> July, 2020.

**VICEROY HOTELS LIMITED**

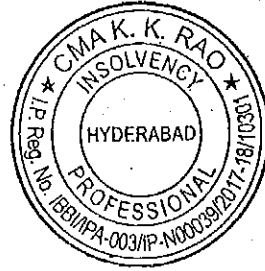
The Results have been uploaded on the Stock Exchange websites at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) and are also being simultaneously posted on the website of the Company at [www.viceroyhotels.in](http://www.viceroyhotels.in)

The Board Meeting (RP) Commenced at 2.30 PM and concluded at ~~5:30 P.M.~~ 7:30 P.M.  
This is for your information and records.

Thanking You,  
Yours Faithfully,

**For Viceroy Hotels Limited**

*K. Koteswara Rao*



**Karuchola Koteswara Rao**

Resolution Professional in the matter of

M/s Viceroy Hotels Ltd

Regn no. IBBI/PA-003/IP-N00039/2017-18/10301

Email ID: [kkraoirp@gmail.com](mailto:kkraoirp@gmail.com)

## VICEROY HOTELS LIMITED

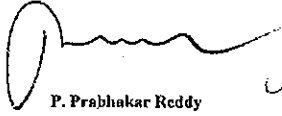
INCORPORATED IN INDIA  
 Registered Office: 20-8-2013, 1st Floor, HUDA, Plot No. 10, Sector 10, Gurgaon, Haryana  
 CIN: 751001

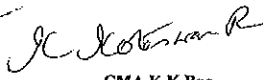
### STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH, 2020

(Rs. In Lakhs)

Particulars	STANDALONE				
	QUARTER ENDED			YEAR ENDED	
	AUDITED 31-03-2020	UN-AUDITED 31-12-2019	AUDITED 31-03-2019	AUDITED	
			31-03-2020	31-03-2019	
<b>Income</b>					
(a) Revenue from operations	1,503.83	2,550.48	2,367.94	8,143.87	8,648.52
(b) Other Income	450.51	105.00	21.00	693.08	204.65
<b>Total Income</b>	<b>1,954.34</b>	<b>2,655.48</b>	<b>2,388.94</b>	<b>8,836.95</b>	<b>8,853.17</b>
<b>Expenses</b>					
(a) Cost of materials consumed	213.18	666.36	361.38	1,540.13	1,522.68
(b) Employee benefits expense	727.22	588.42	589.04	2,446.32	2,416.15
(c) Fuel, Power and Light	211.18	229.71	270.90	891.48	970.05
(d) Finance Cost	41.26	1.31	28.82	52.18	72.72
(e) Depreciation and amortisation expense	223.20	223.19	232.35	892.77	917.75
(f) Other expenses	1,187.14	919.53	1,770.68	3,738.65	3,946.84
<b>Total Expenses</b>	<b>2,603.18</b>	<b>2,628.52</b>	<b>3,253.17</b>	<b>9,561.53</b>	<b>9,846.19</b>
<b>Profit / (Loss) before Exceptional items and Tax</b>	<b>(648.84)</b>	<b>26.96</b>	<b>(864.23)</b>	<b>(724.58)</b>	<b>(993.02)</b>
Exceptional items	-	-	-	-	-
<b>Profit / (Loss) before Tax</b>	<b>(648.84)</b>	<b>26.96</b>	<b>(864.23)</b>	<b>(724.58)</b>	<b>(993.02)</b>
<b>Tax expense</b>					
- Current Tax	-	-	-	-	-
- Deferred Tax	48.86	48.87	63.10	195.47	255.95
<b>Profit / (Loss) for the period from Continuing operations</b>	<b>(697.70)</b>	<b>(21.91)</b>	<b>(927.33)</b>	<b>(920.05)</b>	<b>(1,248.97)</b>
Extraordinary Item	-	-	-	-	-
Other Comprehensive Income	-	-	-	-	-
i) items that will not reclassified to Profit & Loss Account	-	-	-	-	-
ii) items that will be reclassified to Profit & Loss Account	-	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>(697.70)</b>	<b>(21.91)</b>	<b>(927.33)</b>	<b>(920.05)</b>	<b>(1,248.97)</b>
<b>Paid-up equity share capital</b> (Face Value : Rs.10/- per share)	<b>4,240.52</b>	<b>4,240.52</b>	<b>4,240.52</b>	<b>4,240.52</b>	<b>4,240.52</b>
<b>Earnings per share</b> (Face value of Rs.10/- each)					
(a) Basic	(1.65)	(0.05)	(2.19)	(2.17)	(2.95)
(b) Diluted	(1.65)	(0.05)	(2.19)	(2.17)	(2.95)

For VICEROY HOTELS LIMITED

  
**P. Prabhakar Reddy**  
 Former CMD

  
**CMA K.K.Rao**  
 Resolution Professional

  
**Devraj Govind Raj**  
 Former Director

**SREEDHAR**  
**SINGH MUNI**  
**SINGH**

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**M.Sreedhar Singh**  
 CEO

Place: HYDERABAD  
 Date: 29-07-2020

Notes:

1. The company operates in a single segment of hoteling Business.
2. There were no exceptional items during the quarter and year ended on March 31, 2020.
3. The figures of the last quarter are the balancing figures between the audited figures in respect of the full financial year up to March 31<sup>st</sup>, 2020 and the unaudited published year to date figures up to December 31, 2019, being the date of the end of the third quarter of the financial year which were subjected to Limited Review.
4. The audited financial results of the company were reviewed by the Audit Committee and taken on record by the Board of Directors of the company at their respective meetings held on 29-07-2020.
5. The company has converted capital work in progress to fixed assets and the company is in the process of obtaining Valuation certificate for converting the same.
6. The Company Viceroy Hotels has forfeited an amount of Advance of Rs.134.65 crores erroneously in the Financial year 2013-14 and the same is taken back into the Books as Exceptional Item.
7. The Directorate of Enforcement made a Provisional Attachment Order in PAO No. 04/2019 dated 26.03.2019 passed by the Deputy Director, Directorate of Enforcement against the M/s Viceroy Hotels Limited of OC No.1118/2019 pending adjudication before the Honourable Adjudicating Authority, PMLA, 2002.
8. The Asset Reconstruction Company (India) Ltd (ARCIL) has filed plea under Sec.7 of The Insolvency and Bankruptcy Code, 2016 against M/s Viceroy Hotels Limited for an amount of Rs.525 crores (along with interest). The NCLT process is under way, with Committee of Creditors (CoC) formed and the Resolution Professional appointed. In terms of provisions of the Insolvency and Bankruptcy Code, 2016 (IBC) the resolution plan submitted by M/s CFM Asset Reconstruction Company Private Limited for M/s Viceroy Hotels Limited has been approved by the Committee of Creditors (COC) of the company in its 18<sup>th</sup> COC meeting and identified as a successful resolution applicant, subject to the approval of the Hon'ble NCLT, Hyderabad bench.
9. Loans from Banks or Financial Institutions: During the year no provision for interest has been created by the company for the loans outstanding. Default in repayment of Loans to various banks and Financial Institutions is as follows for

the year ended 31-03-2020 is as mentioned below as per Books of Accounts and the company is in the process of NCLT and we haven't obtain any confirmations from Banks or financial institutions, Hence provision for interest is not made in the books of Accounts for the year.

10. The company is in the process of discharging the outstanding TDS payable and all other statutory dues as and when the cash flow starts for the company.
11. The company is in the process of obtaining confirmations for Trade receivables and Trade Payables.
12. Exceptional Items: The company has conducted Board meeting for writing of items in the year 2017-18, and necessary Board resolutions are filed in this regard.
13. The company has made provision for investments as there is doubtful for recovery of the same .
14. These financial statements have been prepared in accordance with the recognition and measurement principles laid down in The IND AS prescribed under Section 133 of Companies Act, 2013 read with relevant rules issued there under.
15. Previous year's figures have been regrouped, wherever necessary for the purpose of comparison.
16. The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the company at their meeting held on 29-07-2020.
17. The Standalone and Consolidated Audited Results have been prepared and subjected to Limited Review by the Statutory Auditors in accordance with the Indian Accounting Standards (IND -AS) as notified by Ministry of Corporate Affairs: Regulation 33 of SEBI (LODR) Regulations, 2015 and Schedule III division II of Companies Act, 2013. The Limited Review was carried out by Statutory Auditors for the quarter / year ended 31<sup>st</sup> March, 2019.
18. On March 11, 2020, the World Health Organization declared Covid19 out breaks as a pandemic. Responding to the potentially serious threat that this pandemic has to public health, the Indian Government has taken a series of measures to curtail the outbreak, which included imposing multiple 'lock-downs' across the country, from March 22, 2020, and extended up to May 31, 2020 and further extended up to June 30, 2020 in certain places . All airline, road, and railway travel was suspended and hotels, offices, factories, schools, universities, restaurants, cinema, sports facilities& retail outlets, etc were closed, except for a few essential services/ supplies like grocery stores, pharmacies, etc. There has been a partial lifting of the stringent measures in the last few days. The hotel business has been severely impacted. on account of COVID-19. Many of the hotels have been closed since the mandated lockdown from March 22, 2020. The Company is currently operating partially and the Company expects all the operations in a staggered. However, revenues are expected to be softer in the initial phase of the Lock down and for some time after the lifting of the lockdown mainly due to lower

occupancies arising out of reduced business and leisure travel. The Company is taking all necessary measures to contain costs, rationalise resources taking initiatives to uplift revenue. The Company is also holding back on discretionary spending, postponing renovations, and planning other cost optimization measures. The Company has assessed the potential impact of Covid-19 on the carrying value of property, plant & equipment, right of use assets, intangible assets, investments, trade receivables, inventories, and other current assets appearing in the financial statements of the Company. In developing the assumptions and estimates relating to the future uncertainties in the economic conditions because of this pandemic, the Company as at the date of approval of these Financial statements has used internal and external sources of information and based on current estimates, expects to recover the carrying amounts of these assets. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

19.The results are also available on the website of the company.



P. Prabhakar Reddy  
Former CMD

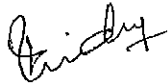


CMA K.K.Rao  
Resolution Professional

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M.Sreedhar Singh  
CEO



DevrajGovind Raj  
Former Director

Place: Hyderabad  
Date: 29-07-2020



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CHARTERED ACCOUNTANTS  
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E-mail : pcnassociates@yahoo.com

TO  
THE RESOLUTIONARY PROFESSIONAL  
VICEROY HOTELS LIMITED.

Report on the audit of the Standalone Financial Results:

**Qualified Opinion:**

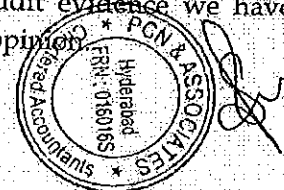
We have audited the accompanying standalone quarterly financial results of M/s Viceroy Hotels Limited for the quarter ended 31st March, 2020 and the year to date results for the period from 01-04-2019 TO 31-03-2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view except for the matters specified in Basis of Qualified opinion paragraph in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the Net Loss and other comprehensive income and other financial information for the quarter ended 31st March, 2020 as well as the year to date results for the period from 01-04-2019 to 31-03-2020.

**Basis for Qualified Opinion:**

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



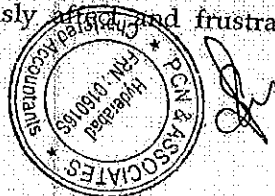


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**Qualified Opinion Paragraph:**

- a) **Capital Work In progress:** The Company has converted capital work in progress into Fixed Assets during the F.Y 2017-18 of an amount of Rs.111.94 Crores. However the company has not submitted us any valuation certificate towards capitalization of fixed assets of Rs.111.94 crores, and the Depreciation claimed by the company towards such capitalization in FY 2017-18 and FY 2018-19 and FY 2019-20 are Rs. 358.34 lakhs , Rs.599.98 Lakhs, Rs.601.63 Lakhs which increases the Loss to that extent, as we could not obtained sufficient audit evidence in this regard and the capitalization is not in compliance with the generally accepted accounting principles. Hence we are unable to comment upon the true and fair view of the same.(Note No:5)
- b) **Forfeiture of advance:** the company has forfeited an advance of amount Rs.134.65 Crores in the F.Y 2013-14 and adjusted in slump sale proceeds as disclosed in the annual report of F.Y 2013-14, in the financial year 2017-18 again the company has recognized the forfeited advances in the books of accounts as liability which is not in line with the IND AS accounting policies, also the management of the company has not provided us any supporting document towards re recognition of such advances as liability in the books of accounts in the F.Y 2017-18. As per the Business transfer agreement (BTA) entered between Viceroy Hotels Limited and Mahal Hotels Limited dated 02<sup>nd</sup> April, 2011, the company M/s Viceroy Hotels Ltd received an advance of Rs.,124.52 Crores (Included in above said advance Rs.,134.65 Crores). The date of termination of the agreement is 31.12.2011. In the event of termination, the company is liable to repay the advance along with the interest @2% per month till the date of repayment; however no interest has been paid or provided by the company in its Books of Accounts since the termination of the agreement, which is not in line with the accounting principles. Hence we are unable to comment upon the true and fair view of the same(Note No: 6)
- c) **Directorate of Enforcement:** The Directorate of Enforcement made a Provisional Attachment Order in PAO No. 04/2019 dated 26.03.2019 passed by the Deputy Director, Directorate of Enforcement against the M/s Viceroy Hotels Limited of OC No.1118/2019 pending adjudication before the Honourable Adjudicating Authority, PMLA, 2002, from alienating the proceeds of crime in the form of movable and immovable properties which are involved in money laundering and the non-attachment which may seriously affect and frustrate the proceedings







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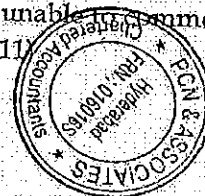
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under PMLA, 2002. The Directorate of Enforcement has also filed an application under Insolvency and Bankruptcy code 2016 against M/s Viceroy Hotels Limited in respect advances taken from Mahal hotels Ltd and the same has been accepted by the Hon'ble NCLT on dated 06-05-2019. Further proceedings are subject to the respective authorities.(Note No:7)

- d) **NCLT:** The Asset Reconstruction Company (India) Ltd (ARCIL) has filed plea under Sec.7 of The Insolvency and Bankruptcy code 2016 against M/s Viceroy Hotels Limited for non payment of dues and the same has been accepted by the Hon'ble NCLT. Further proceedings are subject to NCLT order. The Resolution Professional has invited Expression of Interest from the prospective bidders for submission of Resolution Plans for revival of the Company. In terms of provisions of the Insolvency and Bankruptcy Code, 2016 (IBC) the resolution plan submitted by M/s CFM Asset Reconstruction Company Private Limited for M/s Viceroy Hotels Limited has been approved by the Committee of Creditors (COC) of the company in its 18<sup>th</sup> COC meeting and identified as a successful resolution applicant, subject to the approval of the Hon'ble NCLT, Hyderabad bench. (Note No: 8)
- e) **Loans from Banks of Financial Institutions:** During the current Financial Year, the company has not provided interest on the loans obtained from various Banks and financial Institutions which is not in accordance with generally accepted accounting principles. Confirmations from Banks/Financial Institutions are yet to be received, due to the non provision of interest in the financial statements, the financial statements may not give a true and fair view in this regard.( Note No:9)
- f) **Statutory Dues:** The Company has not paid the statutory dues for a period more than 6 months is as follows; (Note No:10)

S.No	Particulars	Amount
1	TDS	3,34,20,321
2	ESI	39961
3	PF	1,24,606
	<b>Total</b>	<b>33584888/-</b>

- g) **Non availability of confirmations Trade Receivables, Trade Payables -** In the absence of alternative corroborative evidence, we unable to comment on the extent to which such balances are recoverable, (Note No:11)





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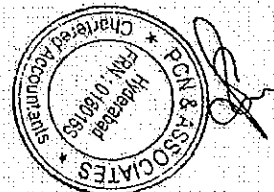
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- h) **Exceptional items:** The management decided to written off various assets, capital work in progress etc for an amount of Rs. 291.94 crores in the F.Y 2017-18 for which there is no provision has made for such amount up to F.Y 2016-17 & the approval of shareholders in AGM has not been taken. As there is no sufficient appropriate audit evidence for such written off, we are unable to comment on the True and fair view of such written off. (Note No:12)
- i) In respect of investment, loans and advances, and Corporate Guarantees given to subsidiaries that have significant accumulated losses as at March, 2020. Based on management's internal assessment, the management of the Company is of the view that the carrying value of the investments and provision of Impairment on Investments in its subsidiary Companies as at March 31, 2019 is appropriate in the accompanying consolidated Ind AS financial statements. In absence of fair valuation of these investments, we are unable to comment upon the carrying value of these investments, recoverability of loans and advances and the consequential impact, if any on the consolidated financial statements. We are unable to comment on the provisions if any required for the corporate guarantees given to its Subsidiary Companies and the provision for interest of loans and advances given to such subsidiaries. (Note No: 13)
- j) **Going Concern:** The above conditions indicate the existence of material uncertainties which may cast significant doubt on the Company's ability to continue as going concern. In the event that the going concern assumption of the company is inappropriate, adjustments will have to be made as not a going concern. However the financials has not been made with such adjustments for the F.Y 2018-19.

**Emphasis of Matter paragraph:**

We draw attention to Note No:18 of the financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the company's operations and results as assessed by the management. The actual results may differ from such estimates depending on future developments.

Our opinion is not modified in respect of the above matter.





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#### **Management's Responsibilities for the Standalone Financial Results**

The statement has been prepared on the basis of the annual financial statements. The Board of Directors of the company are responsible for the preparation and presentation of the statement that gives a true and fair view of the net profit and other comprehensive income of the company and other financial information in accordance with the applicable accounting standards prescribed under section 133 of The Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of The Listing regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

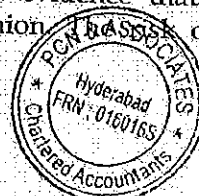
In preparing the statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion, *and* of not detecting a





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material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

For P C N & Associates.

Chartered Accountants,  
Firm's Regn.No: 016016S

*Lakshmi Prasanthi*  
Lakshmi Prasanthi.S

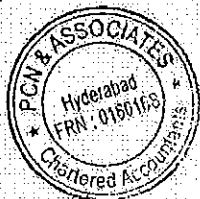
Partner

M.NO: 236578

UDIN:

20236578AAAAAM3788

Date : 29/07/2020



## VICEROY HOTELS LIMITED

STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS ON 31 MARCH 31, 2020

(Rs. In Lakhs)

Particulars	As At 31 March, 2020 (Audited)	As At 31 March, 19 (Audited)
<b>I. ASSETS:</b>		
<b>1. Non Current Assets:</b>		
a) Property Plant and Equipment	21,553.73	22,446.50
b) Capital Work in Progress		
b) Financial Assets		
i) Non Current Investments	1,889.62	1,889.62
ii) Loans and Advances	458.56	440.53
iii) Other Non Current Financial Assets		
c) Deferred Tax Asset		
d) Other Non Current Assets	515.13	674.64
<b>Total Non-Current Assets</b>	<b>24,417.05</b>	<b>25,451.29</b>
<b>2. Current Assets:</b>		
a) Inventories	152.90	140.88
b) Financial Assets		
i) Investments		
ii) Trade Receivables	857.48	1,188.51
iii) Cash and Cash Equivalents	120.34	504.78
iv) Other Balances with Bank		
v) Loans and Advances		
vi) Other Financial Assets		
c) Other Current Assets	598.92	379.95
<b>Total Current Assets</b>	<b>1,729.64</b>	<b>2,214.11</b>
<b>TOTAL ASSETS</b>	<b>26,146.69</b>	<b>27,665.40</b>
<b>II. EQUITY AND LIABILITIES:</b>		
<b>Equity</b>		
a) Equity Share Capital	4,240.52	4,240.52
b) Other Equity	(42,221.68)	(41,301.63)
<b>Total Equity</b>	<b>(37,981.16)</b>	<b>(37,061.11)</b>
<b>Liabilities</b>		
<b>1. Non Current Liabilities:</b>		
a) Financial Liabilities		
i) Borrowings	38,173.02	38,172.16
ii) Other Financial Liabilities		
b) Provisions		
c) Deferred Tax Liabilities (Net)	3,224.98	3,029.51
d) Other Non Current Liabilities	101.08	263.43
<b>Total Non-Current Liabilities</b>	<b>41,499.09</b>	<b>41,465.10</b>
<b>2. Current Liabilities:</b>		
a) Financial Liabilities		
i) Borrowings	105.20	93.29
ii) Trade Payables	2,192.27	2,465.05
iii) Other Financial Liabilities		
b) Provisions		
(i) Current Provisions	1,961.88	1,764.83
(ii) Current Tax Liability		
c) Other Current Liabilities	18,369.41	18,938.23
<b>Total Current Liabilities</b>	<b>22,628.76</b>	<b>23,261.40</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>26,146.69</b>	<b>27,665.40</b>

SREEDHAR  
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## VICEROY HOTELS LIMITED

### STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2020

(Rs. In Lakhs)

Particulars	For the Year Ended 31st March 2020(Audited)	For the Year Ended 31st March 2019(Audited)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net profit before tax	(724.58)	(993.03)
<b>Adjustments for:</b>		
Depreciation and Amortization Expenses	892.76	917.75
Profit/Loss on sale of Fixed Assets (Net)		
Finance Costs	52.19	72.72
Interest Income	(18.03)	(21.34)
Interest Expenses		
Exceptional Items		
<b>Cash Operating Profit before working capital changes</b>	<b>202.34</b>	<b>(23.91)</b>
<b>Adjustments for (increase)/decrease in operating assets</b>		
Trade receivables	(12.03)	(156.37)
Inventories	331.03	(26.22)
Other Current Assets	(59.47)	(545.02)
<b>Adjustments for increase/(decrease) in operating liabilities</b>		
Borrowings	0.86	(85.90)
Short Term Provisions	197.04	481.33
Trade Payables	(272.78)	558.55
Other Current Liabilities	(568.82)	513.73
<b>Cash Generated from Operations</b>	<b>(181.82)</b>	<b>716.19</b>
Direct Taxes - Refund / (paid)		-
<b>Net Cash Generated From Operating Activities (A)</b>	<b>(181.82)</b>	<b>716.19</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of fixed assets (net)		-
Sale of Fixed Assets		-
Capital Work in Progress		-
Investments		-
Dividend Income		
Interest Income	18.03	21.34
Increase/(decrease) in loans and advances	(18.03)	104.45
<b>Net Cash Generated/Used In Investing Activities (B)</b>	<b>0.00</b>	<b>125.79</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Financing Charges	(52.19)	(72.72)
Proceeds from Share Capital		
Proceeds/ (Repayment) from Long Term Borrowings	11.91	(319.48)
Increase/(decrease) in other non current liabilities	(162.35)	168.39
<b>Net Cash Generated/Used In Financing Activities (C)</b>	<b>(202.63)</b>	<b>(223.81)</b>
<b>NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(384.44)</b>	<b>618.18</b>
Opening Cash and Cash Equivalents as at 31st March,2019	504.78	(113.40)
Closing Cash and Cash Equivalents as at 31st March 2020	120.34	504.78

*[Handwritten Signature]*

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SREEDHAR SINGH MUNI SINGH  
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Date: 2020.07.29 17:56:20 +05'30'

*[Handwritten Signature]*

**STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION) SUBMITTED ALONG-WITH ANNUAL AUDITED FINANCIAL RESULTS – STANDALONE BASIS-VICEROY HOTELS LIMITED**

*(Rs.in Lakhs except for EPS)*

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31,2020</b>				
<i>(See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016)</i>				
<b>I.</b>	<b>Sl. No.</b>	<b>Particulars</b>	<b>Audited Figures (as reported before adjusting for qualifications)</b>	<b>Adjusted Figures (audited figures after adjusting for qualifications)</b>
	1.	Turnover / Total income	8836.95	8836.95
	2.	Total Expenditure	9561.53	9561.53
	3.	Net Profit/(Loss)	(920.05)	(920.05)
	4.	Earnings Per Share	(2.17)	(2.17)
	5.	Total Assets	26146.69	26146.69
	6.	Total Liabilities	26146.69	26146.69
	7.	Net Worth	(37981.16)	(37981.16)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
<b>II.</b>	<b>Audit Qualification</b>			
<b>II(1)</b>	<b>a. Details of Audit Qualification:</b>			
	<p><b>a)Capital Work In progress:</b> The Company has converted capital work in progress into Fixed Assets during the F.Y 2017-18 of an amount of Rs.111.94 Crores. However the company has not submitted us any valuation certificate towards capitalization of fixed assets of Rs.111.94 crores, and the Depreciation claimed by the company towards such capitalization in FY 2017-18 and FY 2018-19 and FY 2019-20 are Rs. 358.34 lakhs , Rs.599.98 Lakhs, Rs.601.63 Lakhs which increases the Loss to that extent, as we could not obtained sufficient audit evidence in this regard and the capitalization is not in compliance with the generally accepted accounting principles. Hence we are unable to comment upon the true and fair view of the same.</p>			
	<b>b. Type of Audit Qualification :</b> Qualified Opinion			
	<b>c. Frequency of qualification:</b> Appeared third time			
	<b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>			
	<b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b>			
	<b>(i) Management's estimation on the impact of audit qualification:</b> NA			
	<b>(ii) If management is unable to estimate the impact, reasons for the same:</b> The company has passed board resolution on 26-08-2017 for converting Capital work in progress of Rs. 111 .94 Crores to fixed assets. Depreciation has been calculated accordingly.			
	<b>(iii) Auditors' Comments on (i) or (ii) above:</b> Since the company has not submitted us any valuation certificate towards capitalization of fixed assets of Rs.111.94 crores, the depreciation claimed by the company is not correctly ascertainable by us.			

II(2)	<p><b>a. Details of Audit Qualification:</b></p> <p><b>b. Forfeiture of advance:</b> the company has forfeited an advance of amount Rs.134.65 Crores in the F.Y 2013-14 and adjusted in slump sale proceeds as disclosed in the annual report of F.Y 2013-14, in the financial year 2017-18 again the company has recognized the forfeited advances in the books of accounts as liability which is not in line with the IND AS accounting policies, also the management of the company has not provided us any supporting document towards re recognition of such advances as liability in the books of accounts in the F.Y 2017-18. As per the Business transfer agreement (BTA) entered between Viceroy Hotels Limited and Mahal Hotels Limited dated 02nd April, 2011, the company M/s Viceroy Hotels Ltd received an advance of Rs.,124.52 Crores (Included in above said advance Rs.,134.65 Crores). The date of termination of the agreement is 31.12.2011. In the event of termination, the company is liable to repay the advance along with the interest @2% per month till the date of repayment; however no interest has been paid or provided by the company in its Books of Accounts since the termination of the agreement, which is not in line with the accounting principles. Hence we are unable to comment upon the true and fair view of the same.</p>
	<p><b>b. Type of Audit Qualification :</b> Qualified Opinion</p>
	<p><b>c. Frequency of qualification:</b> Appeared thirddtime</p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p>
	<p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p><b>(i) Management's estimation on the impact of audit qualification:NA</b></p>
	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b> The company has forfeited an amount of Advance of Rs.134.65crores erroneously in the Financial year 2013-14 (Bhagyanagar Investment &amp; Trading Private Limited- Rs.11.77 Crores, Ganga Industrial Corporation- Rs.0.65 Crores, Mahal Hotel Private Limited Rs.122.23 crores) and the same is taken back into the Books as Exceptional Item, which was qualified by the auditors.</p>
	<p><b>(iii) Auditors' Comments on (i) or (ii) above:</b> The Company has forfeited advance an amount of Rs. 134.65 crores in the F.Y 2013-14 and adjusted in Slump sale proceeds as disclosed in the annual report of F.Y 2013-14. in the current financial year again the company has recognized the forfeited advances in the books of Accounts as outstanding liability which is not in line with IND AS accounting policies. Also the management of the company has not provided to any supporting document towards re recognition of such advances liability in the books of accounts of the financial year 2017-18.</p>
II(3)	<p><b>a. Details of Audit Qualification:</b></p> <p><b>c) Directorate of Enforcement:</b> The Directorate of Enforcement made a Provisional Attachment Order in PAO No. 04/2019 dated 26.03.2019 passed by the Deputy Director, Directorate of Enforcement against the M/s Viceroy Hotels Limited of OC No.1118/2019 pending adjudication before the Honourable Adjudicating Authority, PMLA, 2002, from alienating the proceeds of crime in the form of movable and immovable properties which are involved in money laundering and the non-attachment which may seriously affect and frustrate the proceedings under PMLA, 2002. The Directorate of Enforcement has also filed an application under Insolvency and Bankruptcy code 2016 against M/s Viceroy Hotels Limited in respect advances taken from Mahal hotels Ltd and the same has been accepted by the Hon'ble NCLT on dated 06-05-2019. Further proceedings are subject to the respective authorities.</p> <p><b>b. Type of Audit Qualification :</b> Qualified Opinion</p> <p><b>c. Frequency of qualification:</b> Appeared second time</p> <p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p> <p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p> <p><b>(i) Management's estimation on the impact of audit qualification: NA</b></p> <p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b>We have received the provisional attachment from the department and the same has been challenged in NCLT by Resolution professional.</p> <p><b>(iii) Auditors' Comments on (i) or (ii) above:</b></p>

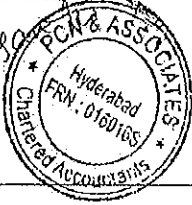


II(4)	<p><b>a. Details of Audit Qualification:</b></p> <p><b>d) NCLT:</b>The Asset Reconstruction Company (India) Ltd (ARCIL) has filed plea under Sec.7 of The Insolvency and Bankruptcy code 2016 against M/s Viceroy Hotels Limited for non payment of dues and the same has been accepted by the Hon'ble NCLT. Further proceedings are subject to NCLT order. The Resolution Professional has invited Expression of Interest from the prospective bidders for submission of Resolution Plans for revival of the Company. In terms of provisions of the Insolvency and Bankruptcy Code, 2016 (IBC) the resolution plan submitted by M/s CFM Asset Reconstruction Company Private Limited for M/s Viceroy Hotels Limited has been approved by the Committee of Creditors (COC) of the company in its 18th COC meeting and identified as a successful resolution applicant, subject to the approval of the Hon'ble NCLT, Hyderabad bench.</p>
	<p><b>b. Type of Audit Qualification :</b> Qualified Opinion</p>
	<p><b>c. Frequency of qualification:</b> Appeared third time</p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p>
	<p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor: NA</b></p>
	<p><b>(i) Management's estimation on the impact of audit qualification:</b></p>
	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b> The application filed by the Asset Reconstruction Company (India) Ltd (ARCIL) against the company under Sec. 7 of The Insolvency Bankruptcy Code 2016, has been approved by the NCLT and the order to initiate Corporate Insolvency Resolution Process was also passed. The Committee of Creditors meeting was conducted and a Resolution Professional was appointed.the resolution plan submitted by M/s CFM Asset Reconstruction Company Private Limited for M/s Viceroy Hotels Limited has been approved by the Committee of Creditors (COC) of the company in its 18th COC meeting and Identified as a successful resolution applicant, subject to the approval of the Hon'ble NCLT, Hyderabad bench.The final impact/effect can be known based on the approval of resolution plan.</p>
	<p><b>(iii) Auditors' Comments on (i) or (ii) above:</b>TheCompany is in the process of corporate insolvency Resolution process, which may affect the going concern of the company.</p>
II(5)	<p><b>a. Details of Audit Qualification:</b></p> <p>e)Loans from Banks of Financial Institutions: During the current Financial Year, the company has not provided interest on the loans obtained from various Banks and financial Institutions which is not in accordance with generally accepted accounting principles. Confirmations from Banks/Financial Institutions are yet to be received, due to the non provision of interest in the financial statements, the financial statements may not give a true and fair view in this regard.</p> <p><b>b. Type of Audit Qualification :</b> Qualified Opinion</p> <p><b>c. Frequency of qualification:</b> Appeared third time</p> <p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>NA</p> <p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p> <p><b>(i) Management's estimation on the impact of audit qualification:</b></p> <p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b>As the loans turned as Non-Operating Assets, there is no correspondence from the banks and financial Institutions regarding the interest provision, hence as a result the company could not provide for the interest expense during the year.</p> <p><b>(iii) Auditors' Comments on (i) or (ii) above :</b>The company has not provided , interest on the loans obtained from various Banks and Financial Institutions , which is not in accordance with the Generally Accepted Accounting Principles and all the Loans has been turned out as NPA's.</p>

II(6)	<p>a. <b>Details of Audit Qualification:</b></p> <p>f) <b>Statutory Dues:</b>The Company has not paid the statutory dues for a period more than 6 months is as follows:</p> <table border="1" data-bbox="352 349 1252 546"> <thead> <tr> <th>S.No</th> <th>Particulars</th> <th>Amount</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>TDS</td> <td>3,34,20,321</td> </tr> <tr> <td>2</td> <td>ESI</td> <td>39961</td> </tr> <tr> <td>3</td> <td>PF</td> <td>1,24,606</td> </tr> <tr> <td></td> <td><b>Total</b></td> <td><b>3,35,84,888/-</b></td> </tr> </tbody> </table>	S.No	Particulars	Amount	1	TDS	3,34,20,321	2	ESI	39961	3	PF	1,24,606		<b>Total</b>	<b>3,35,84,888/-</b>
S.No	Particulars	Amount														
1	TDS	3,34,20,321														
2	ESI	39961														
3	PF	1,24,606														
	<b>Total</b>	<b>3,35,84,888/-</b>														
	b. <b>Type of Audit Qualification :</b> Qualified Opinion															
	c. <b>Frequency of qualification:</b> Appeared third time															
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>															
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>															
	(i) <b>Management's estimation on the impact of audit qualification:</b>															
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> The Company is in the process of clearing outstanding statutory dues.															
	(iii) <b>Auditors' Comments on (i) or (ii) above:</b> The Company has not paid statutory dues of TDS, PF and ESI as per the books of Accounts.															
II(7)	<p>a. <b>Details of Audit Qualification:</b></p> <p>g)Non availability of confirmations Trade Receivables, Trade Payables - In the absence of alternative corroborative evidence, we unable to comment on the extent to which such balances are recoverable. (Or) we draw attention to the standalone financial results – the company has incurred loss during the year , current liabilities exceeded current assets and the company has defaulted in respect of instalments and payment of interest on term loans and dues on account of cash credits from banks , these indicate the material uncertainty exists that may cast a significant doubt on the company's ability to continue as a Going Concern. However, for the reasons described in the aforesaid notes, the financials of the company have been prepared on a going concern.</p> <p>b. <b>Type of Audit Qualification :</b> Qualified Opinion</p> <p>c. <b>Frequency of qualification:</b> Appeared third time</p> <p>d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:.</b></p> <p>e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p> <p>(i) <b>Management's estimation on the impact of audit qualification:</b></p> <p>(ii) <b>If management is unable to estimate the impact, reasons for the same:</b>Trade Payables and Trade Receivables are true and fair as per the record of the company. The company is in the process of obtaining the confirmation from them.</p> <p>(iii) <b>Auditors' Comments on (i) or (ii) above:</b>the trade receivables and trade payables could not be verified as confirmation of balances have not been received for the same and during the year the company.</p>															
II(8)	<p>a. <b>Details of Audit Qualification:</b></p> <p>h)<b>Exceptional items:</b> The management decided to written off various assets, capital work in progress etc for an amount of Rs. 291.94 crores in the F.Y 2017-18 for which there is no provision has made for such amount up to F.Y 2016-17 &amp; the approval of shareholders in AGM has not been taken. As there is no sufficient appropriate audit evidence for such written off, we are unable to comment on the True and fair view of such written off.</p> <p>b. <b>Type of Audit Qualification :</b> Qualified Opinion</p>															

	c. <b>Frequency of qualification:</b> Appeared third time
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>
	(i) <b>Management's estimation on the impact of audit qualification:</b>
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> TheCompany has passed board resolution on 14-02-2018 for Writing off various Assets, Liabilities, Incomes and Expenses.
	(iii) <b>Auditors' Comments on (i) or (ii) above:</b> The company has written off various current and Noncurrent assets during the year for which there is no provision has been created by the company up to previous year and those written off assets, will not going to generate any future cash flows to the company as per the management view , as there is no appropriate audit evidence for writing off the same we are unable to comment on the same.
II(9)	a. <b>Details of Audit Qualification:</b> i)In respect of investment, loans and advances, and Corporate Guarantees given to subsidiaries that have significant accumulated losses as at March, 2019. Based on management's internal assessment, the management of the Company is of the view that the carrying value of the Investments and provision of Impairment on Investments in its subsidiary Companies as at March 31, 2019 is appropriate in the accompanying consolidated Ind AS financial statements. In absence of fair valuation of these investments, we are unable to comment upon the carrying value of these Investments, recoverability of loans and advances and the consequential impact, if any on the consolidated financial statements. We are unable to comment on the provisions if any required for the corporate guarantees given to its Subsidiary Companies and the provision for interest of loans and advances given to such subsidiaries.
	b. <b>Type of Audit Qualification :</b> Qualified Opinion
	c. <b>Frequency of qualification:</b> Appeared thlrd time
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>
	(i) <b>Management's estimation on the impact of audit qualification:</b>
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> the company has provided impairment for the investments from F.Y 2017-18 as there is forceable future cash flows from such investments.
	(iii) <b>Auditors' Comments on (i) or (ii) above:</b>
II(10)	a. <b>Details of Audit Qualification:</b> j) <b>Going Concern:</b> The above conditions indicate the existence of material uncertainties which may caste significant doubt on the Company's ability to continue as going concern. In the event that the going concern assumption of the company is inappropriate, adjustments will have to be made as not a going concern. However the financials has not been made with such adjustments for the F.Y 2018-19.
	b. <b>Type of Audit Qualification :</b> Qualified Opinion
	c. <b>Frequency of qualification:</b> Appeared second time
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>
	(i) <b>Management's estimation on the impact of audit qualification:</b>

	(ii) If management is unable to estimate the impact, reasons for the same: Management believes the status of going concern is not affected and is confident of maintaining the going concern status and is undergoing the process of IBC Code, 2016. The final status can be known on approval of resolution plan.
	(iii) Auditors' Comments on (i) or (ii) above: the above situations indicate the existence of material uncertainty that may cast significant doubt on the company's ability to meet its financial obligations including repayment of loans obtained and unpaid interest.

III	<b>Signatories</b>
	<p>SREEDHAR <small>Digitally signed by SREEDHAR SINGH</small>  SINGH MUNI <small>MUNI SINGH</small>  SINGH <small>Date: 2020.07.29 17:56:56 +05'30'</small></p> <p><b>M. Sreedhar Singh</b> CEO</p>
	<p><b>Statutory Auditors:</b></p> <p>For P C N &amp; Associates.,  chartered Accountants,  Firm Registration no: 0160165</p> <p><i>Lakshmi Prasanthi</i></p> <p><b>Lakshmi Prasanthi.S</b> Partner M.No:236578</p> 
	<p><i>Devraj Govind Raj</i></p> <p><b>Devraj Govind Raj</b> Former Director</p>
	<p><i>P. Prabhakar Reddy</i></p> <p><b>P. Prabhakar Reddy</b> Former CMD</p>
	<p><i>K.K.Rao</i></p> <p><b>CMA K.K.Rao</b> Resolution Professional</p>
	Place: HYDERABAD
	Date: 29/07/2020

# VICEROY HOTELS LIMITED

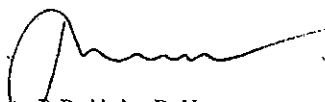
(Registered Office: Plot 20, Sector 1B, Indira Park, HUDCO, Vengal Rao, Hyderabad - 500 051)

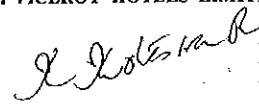
## STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH, 2020

(Rs. in Lakhs)

Particulars	CONSOLIDATED				
	QUARTER ENDED			YEAR ENDED	
	AUDITED	UN-AUDITED	AUDITED	AUDITED	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
<b>Income</b>					
(a) Revenue from operations	2,297.63	3401.81	3250.58	11,571.07	12057.65
(b) Other Income	710.91	150.85	90.99	1,125.62	493.86
<b>Total Income</b>	<b>3,008.54</b>	<b>3,552.66</b>	<b>3,341.57</b>	<b>12,696.69</b>	<b>12,551.51</b>
<b>Expenses</b>					
(a) Cost of materials consumed	537.53	1089.82	787.58	3,216.78	3,339.78
(d) Employee benefits expense	845.47	734.08	523.32	3,028.59	3,012.25
(e) Fuel, Power and Light	245.39	302.67	332.34	1,121.88	1,240.76
(d) Finance Cost	16.13	11.56	115.34	77.08	242.00
(e) Depreciation and amortisation expense	255.44	264.61	330.63	1,049.31	1,083.49
(f) Other expenses	2251.20	1214.63	2838.48	5,717.46	5,011.49
<b>Total expenses</b>	<b>4151.16</b>	<b>3,617.37</b>	<b>4,927.69</b>	<b>14,211.10</b>	<b>13,929.77</b>
<b>Profit / (Loss) before Exceptional items and Tax</b>	<b>(1,142.62)</b>	<b>(64.71)</b>	<b>(1,586.12)</b>	<b>(1,514.41)</b>	<b>(1,378.26)</b>
Exceptional items	-	-	-	-	-
<b>Profit / (Loss) before Tax</b>	<b>(1,142.62)</b>	<b>(64.71)</b>	<b>(1,586.12)</b>	<b>(1,514.41)</b>	<b>(1,378.26)</b>
<b>Tax expense</b>					
- Current Tax	-	-	-	-	-
- Deferred Tax	(11.18)	60.79	137.7	171.21	197.48
<b>Profit / (Loss) for the period from Continuing operations</b>	<b>(1,131.44)</b>	<b>(125.50)</b>	<b>(1,723.82)</b>	<b>(1,685.62)</b>	<b>(1,575.74)</b>
Extraordinary Item	-	-	-	-	-
Share of profit / (Loss) of Associates/ joint venture	-	-	-	-	-
<b>Other Comprehensive Income</b>					
i) items that will not be reclassified to Profit & Loss A/c	-	-	-	-	-
ii) Items that will be reclassified to Profit & Loss A/c	-	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>(1,131.44)</b>	<b>(125.50)</b>	<b>(1,723.82)</b>	<b>(1,685.62)</b>	<b>(1,575.74)</b>
<b>Paid-up equity share capital</b> (Face Value : Rs.10/- per share)	<b>4,240.52</b>	<b>4,240.52</b>	<b>4,240.52</b>	<b>4,240.52</b>	<b>4,240.52</b>
<b>Earnings per share (Face value of Rs.10/- each)</b>					
(a) Basic	(2.67)	(0.30)	(4.07)	(3.98)	(3.72)
(b) Diluted	(2.67)	(0.30)	(4.07)	(3.98)	(3.72)

For VICEROY HOTELS LIMITED

  
P. Prabhakar Reddy  
Former CMD

  
SREEDHAR SINGH MUNI SINGH  
M. Sreedhar Singh  
CEO

CMA K.K.Rao  
Resolution Professional

  
Devraj Govind Raj  
Former Director

Place: HYDERABAD  
Date: 29-07-2020

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SREEDHAR SINGH  
MUNI SINGH  
Date: 2020.07.29  
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**Consolidated Notes:**

1. The company operates in a single segment of hoteling Business.
2. There were no exceptional items during the quarter and year ended on March 31, 2020.
3. The figures of the last quarter are the balancing figures between the audited figures in respect of the full financial year up to March 31<sup>st</sup>, 2020 and the unaudited published year to date figures up to December 31, 2019, being the date of the end of the third quarter of the financial year which were subjected to Limited Review.
4. The audited financial results of the company were reviewed by the Audit Committee and taken on record by the Board of Directors of the company at their respective meetings held on 29-07-2020.
5. The company has converted capital work in progress to fixed assets and the company is in the process of obtaining Valuation certificate for converting the same.
6. The Company Viceroy Hotels has forfeited an amount of Advance of Rs.134.65 crores erroneously in the Financial year 2013-14 and the same is taken back into the Books as Exceptional Item.
7. The Directorate of Enforcement made a Provisional Attachment Order in PAO No. 04/2019 dated 26.03.2019 passed by the Deputy Director, Directorate of Enforcement against the M/s Viceroy Hotels Limited of OC No.1118/2019 pending adjudication before the Honourable Adjudicating Authority, PMLA, 2002.
8. The Asset Reconstruction Company (India) Ltd (ARCIL) has filed plea under Sec.7 of The Insolvency and Bankruptcy Code, 2016 against M/s Viceroy Hotels Limited for an amount of Rs.525 crores (along with interest). The NCLT process is under way, with Committee of Creditors (CoC) formed and the Resolution Professional appointed. In terms of provisions of the Insolvency and Bankruptcy Code, 2016 (IBC) the resolution plan submitted by M/s CFM Asset Reconstruction Company Private Limited for M/s Viceroy Hotels Limited has been approved by the Committee of Creditors (COC) of the company in its 18<sup>th</sup> COC meeting and identified as a successful resolution applicant, subject to the approval of the Hon'ble NCLT, Hyderabad bench.
9. Loans from Banks or Financial Institutions: During the year no provision for interest has been created by the company for the loans outstanding. Default in repayment of Loans to various banks and Financial Institutions is as follows for


the year ended 31-03-2020 is as mentioned below as per Books of Accounts and the company is in the process of NCLT and we haven't obtain any confirmations from Banks or financial institutions, Hence provision for interest is not made in the books of Accounts for the year.

10. The company is in the process of discharging the outstanding TDS payable and all other statutory dues as and when the cash flow starts for the company.
11. The company is in the process of obtaining confirmations for Trade receivables and Trade Payables.
12. Exceptional Items: The company has conducted Board meeting for writing of items in the year 2017-18, and necessary Board resolutions are filed in this regard.
13. The company has made provision for investments as there is doubtful for recovery of the same .
14. These financial statements have been prepared in accordance with the recognition and measurement principles laid down in The IND AS prescribed under Section 133 of Companies Act, 2013 read with relevant rules issued there under.
15. Previous year's figures have been regrouped, wherever necessary for the purpose of comparison.
16. The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the company at their meeting held on 29-07-2020.
17. The Standalone and Consolidated Audited Results have been prepared and subjected to Limited Review by the Statutory Auditors in accordance with the Indian Accounting Standards (IND -AS) as notified by Ministry of Corporate Affairs: Regulation 33 of SEBI (LODR) Regulations, 2015 and Schedule III division II of Companies Act, 2013. The Limited Review was carried out by Statutory Auditors for the quarter / year ended 31<sup>st</sup> March, 2019.
18. On March 11, 2020, the World Health Organization declared Covid19 out breaks as a pandemic. Responding to the potentially serious threat that this pandemic has to public health, the Indian Government has taken a series of measures to curtail the outbreak, which included imposing multiple 'lock-downs' across the country, from March 22, 2020, and extended up to May 31, 2020 and further extended up to June 30, 2020 in certain places . All airline, road, and railway travel was suspended and hotels, offices, factories, schools, universities, restaurants, cinema, sports facilities& retail outlets, etc were closed, except for a few essential services/ supplies like grocery stores, pharmacies, etc. There has been a partial lifting of the stringent measures in the last few days. The hotel business has been severely impacted. on account of COVID-19. Many of the hotels have been closed since the mandated lockdown from March 22, 2020. The Company is currently operating partially and the Company expects all the operations in a staggered. However, revenues are expected to be softer in the initial phase of the Lock down and for some time after the lifting of the lockdown mainly due to lower

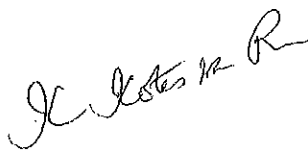
occupancies arising out of reduced business and leisure travel. The Company is taking all necessary measures to contain costs, rationalise resources taking initiatives to uplift revenue. The Company is also holding back on discretionary spending, postponing renovations, and planning other cost optimization measures. The Company has assessed the potential impact of Covid-19 on the carrying value of property, plant & equipment, right of use assets, intangible assets, investments, trade receivables, inventories, and other current assets appearing in the financial statements of the Company. In developing the assumptions and estimates relating to the future uncertainties in the economic conditions because of this pandemic, the Company as at the date of approval of these Financial statements has used internal and external sources of information and based on current estimates, expects to recover the carrying amounts of these assets. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

19. The Company is in the process of repaying loans and the company is in the process of obtaining Confirmation of balance from Banks and financial institutions.

20. The results are also available on the website of the company.



P. Prabhakar Reddy  
Former CMD




CMA K.K.Rao  
Resolution Professional

SREEDHAR  
SINGH MUNI  
SINGH

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SREEDHAR SINGH MUNI  
SINGH  
Date: 2020.07.29  
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M. Sreedhar Singh  
CEO



Devraj Govind Raj  
Former Director

Place: Hyderabad  
Date: 29-07-2020





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## INDEPENDENT AUDITOR'S REPORT

To

The Resolutionary Professional of M/s VICEROY HOTELS LIMITED

Report on the Audit of the Consolidated Ind As Financial Results

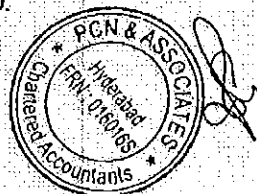
### Qualified Opinion

We have audited the accompanying Statement of Consolidated Financial Statements of M/s. VICEROY HOTELS LIMITED ("Holding company") and its subsidiaries (holding company and its subsidiaries together referred to as "the Group"), for the quarter ended 31<sup>st</sup> March 2020 ("the Statement"), being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 31<sup>st</sup> March, 2019 and the corresponding periods from 1<sup>st</sup> April 2018 to 31<sup>st</sup> March 2019, and the corresponding period from 1<sup>st</sup> April 2018 to 31<sup>st</sup> March 2019, as reported in these financial results have been approved by the Board of Directors.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate financial statements/ financial information of subsidiaries includes the results of the following entities:

- i) Cafe D Lake Private Limited
- ii) Minerva Hospitalities Pvt Ltd
- iii) Viceroy Chennai Hotels Pvt Ltd
- iv) Crustum Products private Limited
- v) Banjara Hospitalities Private Limited

- a. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and
- b. indicates that, because of the significance of the matters described in the Basis of Qualified opinion paragraph of our report, we are unable to conclude as to whether the preparation of the accompanying interim financial information of The Group is appropriate of the consolidated net loss for the quarter ended 31<sup>st</sup> March, 2020, consolidated Net loss for the year ended 31<sup>st</sup> March 2020 and total Comprehensive income and other financial information of the group for the quarter and year ended 31<sup>st</sup> March 2020.



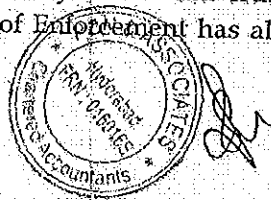


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**Basis for Qualified Opinion**

- a) **Capital Work In progress:** The holding Company M/s Viceroy Hotels Limited Company has converted capital work in progress into Fixed Assets during the F.Y 2017-18 of an amount of Rs.111.94 Crores. However the company has not submitted us any valuation certificate towards capitalization of fixed assets of Rs.111.94 crores, and the Depreciation claimed by the company towards such capitalization in FY 2017-18 is Rs. 358.34 lakhs and FY 2018-19 Rs. 599.98 Lakhs and for the F.Y 2019-20 is Rs. 601.63 Lakhs Which increases the Loss to that extent, as we could not obtained sufficient audit evidence in this regard and the capitalization is not in compliance with the generally accepted accounting principles. Hence we are unable to comment upon the true and fair view of the same. (Note No: 5)
- b) **Forfeiture of advance:** The Holding company Viceroy Hotels Limited company has forfeited an advance of amount Rs.134.65 Crores in the F.Y 2013-14 and adjusted in slump sale proceeds as disclosed in the annual report of F.Y 2013-14, in the financial year 2017-18 again the company has recognized the forfeited advances in the books of accounts as liability which is not in line with the IND AS accounting policies, also the management of the company has not provided us any supporting document towards re recognition of such advances as liability in the books of accounts in the F.Y 2017-18. As per the Business transfer agreement (BTA) entered between Viceroy Hotels Limited and Mahal Hotels Limited dated 02<sup>nd</sup> April, 2011, the company M/s Viceroy Hotels Ltd received an advance of Rs.,124.52 Crores (Included in above said advance Rs.,134.65 Crores). The date of termination of the agreement is 31.12.2011. In the event of termination, the company is liable to repay the advance along with the interest @2% per month till the date of repayment, however no interest has been paid or provided by the company in its Books of Accounts since the termination of the agreement, which is not in line with the accounting principles. Hence we are unable to comment upon the true and fair view of the same. (Note No: 6)
- c) **Directorate of Enforcement:** The Directorate of Enforcement made a Provisional Attachment Order in PAO No. 04/2019 dated 26.03.2019 passed by the Deputy Director, Directorate of Enforcement against the M/s Viceroy Hotels Limited of OC No.1118/2019 pending adjudication before the Honorable Adjudicating Authority, PMLA, 2002, from alienating the proceeds of crime in the form of movable and immovable properties which are involved in money laundering and the non-attachment which may seriously affect and frustrate the proceedings under PMLA, 2002. The Directorate of Enforcement has also filed an application





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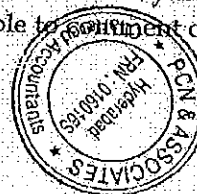
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under Insolvency and Bankruptcy code 2016 against M/s Viceroy Hotels Limited in respect advances taken from Mahal hotels Ltd and the same has been accepted by the Hon'ble NCLT on dated 06-05-2019. Further proceedings are subject to the respective authorities.(Note No:7)

- d) NCLT: The Asset Reconstruction Company (India) Ltd (ARCIL) has filed plea under Sec.7 of The Insolvency and Bankruptcy code 2016 against M/s Viceroy Hotels Limited for non payment of dues and the same has been accepted by the Hon'ble NCLT. Further proceedings are subject to NCLT order. The Resolution Professional has invited Expression of Interest from the prospective bidders for submission of Resolution Plans for revival of the Company. In terms of provisions of the Insolvency and Bankruptcy Code, 2016 (IBC) the resolution plan submitted by M/s CFM Asset Reconstruction Company Private Limited for M/s Viceroy Hotels Limited has been approved by the Committee of Creditors (COC) of the company in its 18<sup>th</sup> COC meeting and identified as a successful resolution applicant, subject to the approval of the Hon'ble NCLT, Hyderabad bench. (Note No:8)
- e) Loans from Banks of Financial Institutions: During the current Financial Year, the company has not provided interest on the loans obtained from various Banks and financial Institutions which is not in accordance with generally accepted accounting principles. Confirmations from Banks/Financial Institutions are yet to be received, due to the non provision of interest in the financial statements, the financial statements may not give a true and fair view in this regard. (Note No: 9)
- f) Statutory Dues: The Company has not paid the statutory dues for a period more than 6 months is as follows ( Note No: 10)

S.No	Particulars	Amount
1	TDS	3,34,20,321
2	ESI	39,961
3	PF	1,24,606
	Total	3,35,84,888/-

- g) Non availability of confirmations Trade Receivables, Trade Payables - In the absence of alternative corroborative evidence, we unable to comment on the extent to which such balances are recoverable. (Note No: 11)

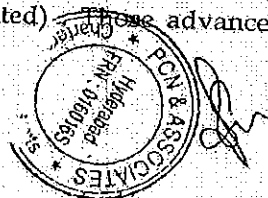




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- h) **Exceptional items:** The management decided to written off various assets, capital work in progress etc for an amount of Rs. 291.94 crores in the F.Y 2017-18 for which there is no provision has made for such amount up to F.Y 2016-17 & the approval of shareholders in AGM has not been taken. As there is no sufficient appropriate audit evidence for such written off, we are unable to comment on the True and fair view of such written off, (Note No:12)
- i) In respect of investment, loans and advances, and Corporate Guarantees given to subsidiaries that have significant accumulated losses as at March, 2019. Based on management's internal assessment, the management of the Company is of the view that the carrying value of the investments and provision of Impairment on Investments in its subsidiary Companies as at March 31, 2019 is appropriate in the accompanying consolidated Ind AS financial statements. In absence of fair valuation of these investments, we are unable to comment upon the carrying value of these investments, recoverability of loans and advances and the consequential impact, if any on the consolidated financial statements. We are unable to comment on the provisions if any required for the corporate guarantees given to its Subsidiary Companies. (Note No:13)
- j) **Going Concern:** The above conditions indicate the existence of material uncertainties which may caste significant doubt on the Company's ability to continue as going concern. In the event that the going concern assumption of the company is inappropriate, adjustments will have to be made as not a going concern. However the financials has not been made with such adjustments for the F.Y 2018-19.
- k) Statutory Auditors of Subsidiary Companies has given the below mentioned Qualifications with regard to the subsidiaries:
- a) **Cafe D Lake Private Limited**
1. The company has defaulted in repayment of Dues to Financial Institution. The lending financial institution classified it as Non Performing Asset.
  2. There are irregularities in compliance of statutory provisions with respect to TDS, VAT and PF and GST as follows:
  3. In the absence of alternative corroborative evidence, we are unable to comment on the extent to which trade receivables and Trade Payables are recoverable/ Payable.
  4. In respect to Loans and advances of Rs.1,85,06,140/- given to its holding company ( Viceroy Hotels Limited) these advances, having regard to the





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financial position of the Holding company and age of such advances, in our opinion, are doubtful of recovery. The management is yet to assess the change in risk of default and resultant expected credit loss allowance on such Loans and advances.

**b) Crustum Products Private Limited:**

1. The company is not making any provision for interest on Loans obtained from the Banks which is not in accordance with the applicable accounting principles and the same has been classified as NPA by the Respective Banks. Our opinion is not qualified in respect of this matter.

**c) Banjara Hospitalities Private Limited**

1. The company is not making any provision for interest on Loans obtained from the Banks which is not in accordance with the applicable accounting principles and the same has been classified as NPA by the Respective Banks. Our opinion is not qualified in respect of this matter.

**Emphasis of Matter paragraph:**

We draw attention to Note No: 18 of the financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the company's operations and results as assessed by the management. The actual results may differ from such estimates depending on future developments.

Our opinion is not modified in respect of the above matter.

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

**Management's Responsibilities for the Consolidated Financial Results**

These quarterly financial results as well as the year to date consolidated financial results have been prepared on the basis of the interim financial statements.





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The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information of the Group including its associates and jointly controlled entities in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and jointly controlled entities and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

#### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the







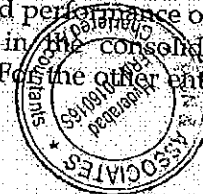
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they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

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

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities





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included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

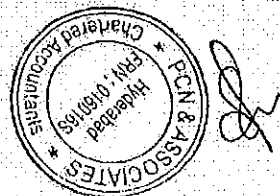
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

**1. Other Matter:**

We didn't audited the financial statements and other financial information, in respect of all the four subsidiaries, whose Ind As financial statements include total assets of Rs.18672.2 Lakhs, As at march 31<sup>st</sup> 2020 and Total Revenus of Rs 38,49,54,272/-total profit after Tax of Rs.(6,96,86,827)/- And total comprehensive profit / loss of Rs. (6,96,86,827/-) For the quarter and year ended 31<sup>st</sup> march 2020respectively and net cash outflow of Rs.(38,51,025)/- For the year ended 31<sup>st</sup> march 2020, as considered in audited financial Results. These Ind AS financial Statements of four subsidiaries and other financial information have been audited by other Auditors, whose reports have been furnished to us and our opinion in so far as it relates to the amounts and disclosures included in respect of subsidiaries, is based solely on the report of such subsidiary auditors and the procedures performed by us. our report on the statement is not modified in respect of this matter with respect to reliance on the work done and the report of the another auditor.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.







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Tel. : (91-40) 2311 9499  
E-mail : pcnassociates@yahoo.com

For P C N & Associates.

Chartered Accountants,  
Firm's Regn.No: 016016S

*Lakshmi Prasanthi*

Lakshmi Prasanthi.S  
Partner

M.NO: 236578

UDIN: 20236578AAAAAN1948



Date: 29.07.2020

# VICEROY HOTELS LIMITED

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS ON 31 MARCH 31, 2020

(Rs. In Lakhs)		
Particulars	As At 31 March,2020 (Audited)	As At 31 March,19 (Audited)
<b>I. ASSETS:</b>		
<b>1. Non Current Assets:</b>		
a) Property, Plant and Equipment	26,284.00	27,329.08
b) Capital Work in Progress	9,201.73	9,192.93
c) Financial Assets		
i) Non Current Investments		
ii) Loans and Advances	1,729.80	2,246.61
iii) Other Non Current Financial Assets		
d) Deferred Tax Asset		
e) Other Non Current Assets	1,962.79	2,116.72
<b>Total Non-Current Assets</b>	<b>39,178.32</b>	<b>40,885.34</b>
<b>2. Current Assets:</b>		
a) Inventories	211.58	207.08
b) Financial Assets		
i) Investments		
ii) Trade Receivables	1,197.76	1,378.88
iii) Cash and Cash Equivalents	29.66	572.73
iv) Other Balances with Bank		
v) Loans and Advances		
vi) Other Financial Assets		
c) Other Current Assets	2,311.94	1,100.98
<b>Total Current Assets</b>	<b>3,750.95</b>	<b>3,259.67</b>
<b>TOTAL ASSETS</b>	<b>42,929.27</b>	<b>44,145.01</b>
<b>II. EQUITY AND LIABILITIES:</b>		
<b>Equity</b>		
a) Equity Share Capital	4,240.52	4,240.52
b) Other Equity	(44,026.66)	(42,341.04)
<b>Total Equity</b>	<b>(39,786.14)</b>	<b>(38,100.51)</b>
<b>Liabilities</b>		
<b>1. Non Current Liabilities:</b>		
a) Financial Liabilities		
i) Borrowings	54,547.69	53,836.51
ii) Other Financial Liabilities		
b) Provisions		
c) Deferred Tax Liabilities (Net)	3,397.05	3,225.84
d) Other Non Current Liabilities	101.08	263.43
<b>Total Non-Current Liabilities</b>	<b>58,045.83</b>	<b>57,325.77</b>
<b>2. Current Liabilities:</b>		
a) Financial Liabilities		
i) Borrowings	142.49	131.78
ii) Trade Payables	3,045.48	3,141.52
iii) Other Financial Liabilities		
b) Provisions		
(i) Current Provisions	1,975.06	1,074.20
(ii) Current Tax Liability		
c) Other Current Liabilities	19,506.55	20,572.25
<b>Total Current Liabilities</b>	<b>24,669.57</b>	<b>24,919.75</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>42,929.27</b>	<b>44,145.01</b>

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VICEROY HOTELS LIMITED		
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2020		
(Rs. In Lakhs)		
Particulars	For the Year Ended 31st March 2020(Audited)	For the Year Ended 31st March 2019(Audited)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net profit before tax	(1,514.41)	(1,378.26)
<b>Adjustments for:</b>		
Depreciation and Amortization Expenses	1,049.30	1,083.48
Profit/Loss on sale of Fixed Assets (Net)		
Finance Costs	77.10	242.01
Interest Income		
Interest Expenses		
Exceptional Items	-	-
<b>Cash Operating Profit before working capital changes</b>	<b>(388.00)</b>	<b>(52.77)</b>
<b>Adjustments for (increase)/decrease in operating assets</b>		
Trade receivables	181.11	(219.86)
Inventories	(4.50)	(47.83)
Other Current Assets	(1,210.96)	1,253.34
<b>Adjustments for increase/(decrease) in operating liabilities</b>		
Borrowings	10.71	(316.83)
Short Term Provisions	900.86	(209.30)
Trade Payables	(96.04)	131.40
Other Current Liabilities	(1,065.70)	625.16
<b>Cash Generated from Operations</b>	<b>(1,672.52)</b>	<b>1,163.30</b>
Direct Taxes - Refund / (paid)	-	-
<b>Net Cash Generated From Operating Activities (A)</b>	<b>(1,672.52)</b>	<b>1,163.30</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of fixed assets (net)	(4.22)	(208.86)
Sale of Fixed Assets		-
Capital Work in Progress	(8.80)	0.32
Investments		
Dividend Income		
Interest Income		
Increase/(decrease) in other loans and advances	516.81	(291.66)
Increase/(decrease) in other non current assets	153.93	(893.28)
<b>Net Cash Generated/Used In Investing Activities (B)</b>	<b>657.72</b>	<b>(1,393.48)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Financing Charges	(77.10)	(242.01)
Proceeds from Share Capital		-
Proceeds/ (Repayment) from Long Term Borrowings	711.18	957.68
Increase/(decrease) in other non current liabilities	(162.35)	168.39
<b>Net Cash Generated/Used In Financing Activities (C)</b>	<b>471.74</b>	<b>884.06</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(543.07)</b>	<b>653.88</b>
Opening Cash and Cash Equivalents as at 31st March,2019	572.73	(81.15)
Closing Cash and Cash Equivalents as at 31st March 2020	29.66	572.73

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**STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION) SUBMITTED ALONG-WITH ANNUAL AUDITED FINANCIAL RESULTS – CONSOLIDATED BASIS-VICEROY HOTELS LIMITED**

*(Rs.in Lakhs except for EPS)*

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020				
/See Regulation 33 / 52 of the SEBI (EODR) (Amendment) Regulations, 2016/				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	12696.69	12696.69
	2.	Total Expenditure	14211.10	14211.10
	3.	Net Profit/(Loss)	(1685.62)	(1685.62)
	4.	Earnings Per Share	(3.98)	(3.98)
	5.	Total Assets	42929.27	42929.27
	6.	Total Liabilities	42929.27	42929.27
	7.	Net Worth	(39786.14)	(39786.14)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	<b>Audit Qualification</b>			
II(1)	<b>a. Details of Audit Qualification:</b>			
	<p><b>a)Capital Work In progress:</b> The Company has converted capital work in progress into Fixed Assets during the F.Y 2017-18 of an amount of Rs.111.94 Crores. However the company has not submitted us any valuation certificate towards capitalization of fixed assets of Rs.111.94 crores, and the Depreciation claimed by the company towards such capitalization in FY 2017-18 and FY 2018-19 and FY 2019-20 are Rs. 358.34 lakhs , Rs.599.98 Lakhs, Rs.601.63 Lakhs which increases the Loss to that extent, as we could not obtained sufficient audit evidence in this regard and the capitalization is not in compliance with the generally accepted accounting principles. Hence we are unable to comment upon the true and fair view of the same.</p>			
	<b>b. Type of Audit Qualification :</b> Qualified Opinion			
	<b>c. Frequency of qualification:</b> Appeared third time			
	<b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>			
	<b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b>			
	<b>(i) Management's estimation on the impact of audit qualification:</b> NA			
	<b>(ii) If management is unable to estimate the impact, reasons for the same:</b> The company has passed board resolution on 26-08-2017 for converting Capital work in progress of Rs. 111 .94 Crores to fixed assets. Depreciation has been calculated accordingly.			
	<b>(iii) Auditors' Comments on (i) or (ii) above:</b> Since the company has not submitted us any valuation certificate towards capitalization of fixed assets of Rs.111.94 crores, the depreciation claimed by the company is not correctly ascertainable by us.			

II(2)	<p><b>a. Details of Audit Qualification:</b></p> <p><b>b. Forfeiture of advance:</b> the company has forfeited an advance of amount Rs.134.65 Crores in the F.Y 2013-14 and adjusted in slump sale proceeds as disclosed in the annual report of F.Y 2013-14, in the financial year 2017-18 again the company has recognized the forfeited advances in the books of accounts as liability which is not in line with the IND AS accounting policies, also the management of the company has not provided us any supporting document towards re recognition of such advances as liability in the books of accounts in the F.Y 2017-18. As per the Business transfer agreement (BTA) entered between Viceroy Hotels Limited and Mahal Hotels Limited dated 02nd April, 2011, the company M/s Viceroy Hotels Ltd received an advance of Rs.,124.52 Crores (Included in above said advance Rs.,134.65 Crores). The date of termination of the agreement is 31.12.2011. In the event of termination, the company is liable to repay the advance along with the Interest @2% per month till the date of repayment; however no Interest has been paid or provided by the company in its Books of Accounts since the termination of the agreement, which is not in line with the accounting principles. Hence we are unable to comment upon the true and fair view of the same.</p>
	<p><b>b. Type of Audit Qualification :</b> Qualified Opinion</p>
	<p><b>c. Frequency of qualification:</b> Appeared thirddtime</p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p>
	<p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p><b>(i) Management's estimation on the impact of audit qualification:NA</b></p>
	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b> The company has forfeited an amount of Advance of Rs.134.65crores erroneously in the Financial year 2013-14 (Bhagyanagar Investment &amp; Trading Private Limited- Rs.11.77 Crores, Ganga Industrial Corporation- Rs.0.65 Crores, Mahal Hotel Private Limited Rs.122.23 crores) and the same is taken back into the Books as Exceptional Item, which was qualified by the auditors.</p>
	<p><b>(iii) Auditors' Comments on (i) or (ii) above:</b> The Company has forfeited advance an amount of Rs. 134.65 crores in the F.Y 2013-14 and adjusted in Slump sale proceeds as disclosed in the annual report of F.Y 2013-14. In the current financial year again the company has recognized the forfeited advances in the books of Accounts as outstanding liability which is not in line with IND AS accounting policies. Also the management of the company has not provided to any supporting document towards re recognition of such advances liability in the books of accounts of the current financial year 2017-18.</p>
II(3)	<p><b>a. Details of Audit Qualification:</b></p> <p><b>c) Directorate of Enforcement:</b> The Directorate of Enforcement made a Provisional Attachment Order in PAO No. 04/2019 dated 26.03.2019 passed by the Deputy Director, Directorate of Enforcement against the M/s Viceroy Hotels Limited of OC No.1118/2019 pending adjudication before the Honourable Adjudicating Authority, PMLA, 2002, from alienating the proceeds of crime in the form of movable and immovable properties which are involved in money laundering and the non-attachment which may seriously affect and frustrate the proceedings under PMLA, 2002. The Directorate of Enforcement has also filed an application under Insolvency and Bankruptcy code 2016 against M/s Viceroy Hotels Limited in respect advances taken from Mahal hotels Ltd and the same has been accepted by the Hon'ble NCLT on dated 06-05-2019. Further proceedings are subject to the respective authorities.</p> <p><b>b. Type of Audit Qualification :</b> Qualified Opinion</p> <p><b>c. Frequency of qualification:</b> Appeared second time</p> <p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p> <p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p> <p><b>(i) Management's estimation on the impact of audit qualification: NA</b></p> <p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b>We have received the provisional attachment from the department and the same has been challenged in NCLT by Resolution professional.</p> <p><b>(iii) Auditors' Comments on (i) or (ii) above:</b></p>

II(4)	<p><b>a. Details of Audit Qualification:</b></p> <p><b>d) NCLT:</b>The Asset Reconstruction Company (India) Ltd (ARCIL) has filed plea under Sec.7 of The Insolvency and Bankruptcy code 2016 against M/s Viceroy Hotels Limited for non payment of dues and the same has been accepted by the Hon'ble NCLT. Further proceedings are subject to NCLT order. The Resolution Professional has invited Expression of Interest from the prospective bidders for submission of Resolution Plans for revival of the Company. In terms of provisions of the Insolvency and Bankruptcy Code, 2016 (IBC) the resolution plan submitted by M/s CFM Asset Reconstruction Company Private Limited for M/s Viceroy Hotels Limited has been approved by the Committee of Creditors (COC) of the company in its 18th COC meeting and identified as a successful resolution applicant, subject to the approval of the Hon'ble NCLT, Hyderabad bench.</p>
	<p><b>b. Type of Audit Qualification :</b> Qualified Opinion</p>
	<p><b>c. Frequency of qualification:</b> Appeared third time</p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p>
	<p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor: NA</b></p>
	<p><b>(i) Management's estimation on the impact of audit qualification:</b></p>
	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b> The application filed by the Asset Reconstruction Company (India) Ltd (ARCIL) against the company under Sec. 7 of The Insolvency Bankruptcy Code 2016, has been approved by the NCLT and the order to initiate Corporate Insolvency Resolution Process was also passed. The Committee of Creditors meeting was conducted and a Resolution Professional was appointed.the resolution plan submitted by M/s CFM Asset Reconstruction Company Private Limited for M/s Viceroy Hotels Limited has been approved by the Committee of Creditors (COC) of the company in its 18th COC meeting and identified as a successful resolution applicant, subject to the approval of the Hon'ble NCLT, Hyderabad bench.The final impact/effect can be known based on the approval of resolution plan.</p>
	<p><b>(iii) Auditors' Comments on (i) or (ii) above:</b>The Company is in the process of corporate insolvency Resolution process, which may affect the going concern of the company.</p>
II(5)	<p><b>a. Details of Audit Qualification:</b></p>
	<p><b>e)Loans from Banks of Financial Institutions:</b> During the current Financial Year, the company has not provided interest on the loans obtained from various Banks and financial Institutions which is not in accordance with generally accepted accounting principles. Confirmations from Banks/Financial Institutions are yet to be received, due to the non provision of interest in the financial statements, the financial statements may not give a true and fair view in this regard.</p>
	<p><b>b. Type of Audit Qualification :</b> Qualified Opinion</p>
	<p><b>c. Frequency of qualification:</b> Appeared third time</p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:NA</b></p>
	<p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p><b>(i) Management's estimation on the impact of audit qualification:</b></p>
	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b>As the loans turned as Non-Operating Assets, there is no correspondence from the banks and financial institutions regarding the interest provision, hence as a result the company could not provide for the interest expense during the year.</p>
	<p><b>(iii) Auditors' Comments on (i) or (ii) above :</b>The company has not provided , interest on the loans obtained from various Banks and Financial Institutions , which is not in accordance with the Generally Accepted Accounting Principles and all the Loans has been turned out as NPA's.</p>

II(6)	<p>a. <b>Details of Audit Qualification:</b></p> <p>f) <b>Statutory Dues:</b>The Company has not paid the statutory dues for a period more than 6 months is as follows:</p> <table border="1" data-bbox="347 347 1248 539"> <thead> <tr> <th>S.No</th> <th>Particulars</th> <th>Amount</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>TDS</td> <td>3,34,20,321</td> </tr> <tr> <td>2</td> <td>ESI</td> <td>39,961</td> </tr> <tr> <td>3</td> <td>PF</td> <td>1,24,606</td> </tr> <tr> <td></td> <td><b>Total</b></td> <td><b>3,35,84,888/-</b></td> </tr> </tbody> </table>	S.No	Particulars	Amount	1	TDS	3,34,20,321	2	ESI	39,961	3	PF	1,24,606		<b>Total</b>	<b>3,35,84,888/-</b>
S.No	Particulars	Amount														
1	TDS	3,34,20,321														
2	ESI	39,961														
3	PF	1,24,606														
	<b>Total</b>	<b>3,35,84,888/-</b>														
	b. <b>Type of Audit Qualification :</b> Qualified Opinion															
	c. <b>Frequency of qualification:</b> Appeared third time															
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>															
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>															
	(i) <b>Management's estimation on the impact of audit qualification:</b>															
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> The Company is in the process of clearing outstanding statutory dues.															
	(iii) <b>Auditors' Comments on (i) or (ii) above:</b> The Company has not paid statutory dues of TDS, PF and ESI as per the books of Accounts.															
II(7)	<p>a. <b>Details of Audit Qualification:</b></p> <p>g)Non availability of confirmations Trade Receivables, Trade Payables - In the absence of alternative corroborative evidence, we unable to comment on the extent to which such balances are recoverable. (Or) we draw attention to the standalone financial results – the company has incurred loss during the year , current liabilities exceeded current assets and the company has defaulted in respect of instalments and payment of interest on term loans and dues on account of cash credits from banks , these indicate the material uncertainty exists that may cast a significant doubt on the company's ability to continue as a Going Concern. However, for the reasons described in the aforesaid notes, the financials of the company have been prepared on a going concern.</p>															
	b. <b>Type of Audit Qualification :</b> Qualified Opinion															
	c. <b>Frequency of qualification:</b> Appeared third time															
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>															
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>															
	(i) <b>Management's estimation on the impact of audit qualification:</b>															
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> Trade Payables and Trade Receivables are true and fair as per the record of the company. The company is in the process of obtaining the confirmation from them.															
	(iii) <b>Auditors' Comments on (i) or (ii) above:</b> the trade receivables and trade payables could not be verified as confirmation of balances have not been received for the same and during the year the company.															
II(8)	<p>a. <b>Details of Audit Qualification:</b></p> <p>h)<b>Exceptional items:</b> The management decided to written off various assets, capital work In progress etc for an amount of Rs. 291.94 crores in the F.Y 2017-18 for which there is no provision has made for such amount up to F.Y 2016-17 &amp; the approval of shareholders in AGM has not been taken. As there is no sufficient appropriate audit evidence for such written off, we are unable to comment on the True and fair view of such written off.</p>															
	b. <b>Type of Audit Qualification :</b> Qualified Opinion															

	c. <b>Frequency of qualification:</b> Appeared third time
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>
	(i) <b>Management's estimation on the impact of audit qualification:</b>
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> TheCompany has passed board resolution on 14-02-2018 for Writing off various Assets, Liabilities, Incomes and Expenses.
	(iii) <b>Auditors' Comments on (i) or (ii) above:</b> The company has written off various current and Noncurrent assets during the year for which there is no provision has been created by the company up to previous year and those written off assets, will not going to generate any future cash flows to the company as per the management view , as there is no appropriate audit evidence for writing off the same we are unable to comment on the same.
II(9)	a. <b>Details of Audit Qualification:</b> <p>i)In respect of Investment, loans and advances, and Corporate Guarantees given to subsidiaries that have significant accumulated losses as at March, 2019. Based on management's internal assessment, the management of the Company is of the view that the carrying value of the investments and provision of Impairment on Investments in its subsidiary Companies as at March 31, 2019 is appropriate in the accompanying consolidated Ind AS financial statements. In absence of fair valuation of these investments, we are unable to comment upon the carrying value of these investments, recoverability of loans and advances and the consequential impact, if any on the consolidated financial statements. We are unable to comment on the provisions if any required for the corporate guarantees given to its Subsidiary Companies and the provision for interest of loans and advances given to such subsidiaries.</p>
	b. <b>Type of Audit Qualification :</b> Qualified Opinion
	c. <b>Frequency of qualification:</b> Appeared second time
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>
	(i) <b>Management's estimation on the impact of audit qualification:</b>
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> the company has provided impairment for the investments from F.Y 2017-18 as there isforceable future cash flows from such investments.
	(iii) <b>Auditors' Comments on (I) or (II) above:</b>
II(10)	a. <b>Details of Audit Qualification:</b> <p>j) <b>Going Concern:</b>The above conditions indicate the existence of material uncertainties which may caste significant doubt on the Company's ability to continue as going concern. In the event that the going concern assumption of the company is inappropriate, adjustments will have to be made as not a going concern. However the financials has not been made with such adjustments for the F.Y 2018-19.</p>
	b. <b>Type of Audit Qualification :</b> Qualified Opinion
	c. <b>Frequency of qualification:</b> Appeared third time
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>
	(i) <b>Management's estimation on the impact of audit qualification:</b>



	<p>(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> Management believes the status of going concern is not affected and is confident of maintaining the going concern status and is undergoing the process of IBC Code, 2016. The final status can be known on approval of resolution plan.</p>
	<p>(iii) <b>Auditors' Comments on (i) or (ii) above:</b> the above situations indicate the existence of material uncertainty that may cast significant doubt on the company's ability to meet its financial obligations including repayment of loans obtained and unpaid interest.</p>
II(11)	<p>a. <b>Details of Audit Qualification:</b></p> <p>k) <b>Statutory Auditors of Subsidiary Companies has given the below mentioned Qualifications with regard to the subsidiaries:</b></p> <p>a) Cafe D Lake Private Limited</p> <p>1. The company has defaulted in repayment of Dues to Financial Institution. The lending financial institution classified it as Non Performing Asset.</p> <p>2. There are irregularities in compliance of statutory provisions with respect to TDS , VAT and PF and GST as follows:</p> <p>3. In the absence of alternative corroborative evidence, we are unable to comment on the extent to which trade receivables and Trade Payables are recoverable/ Payable.</p> <p>4. In respect to Loans and advances of Rs.1,85,06,140/- given to its holding company ( Viceroy Hotels Limited) . Those advances, having regard to the financial position of the Holding company and age of such advances, in our opinion, are doubtful of recovery. The management is yet to assess the change in risk of default and resultant expected credit loss allowance on such Loans and advances.</p> <p>b) Crustum Products Private Limited:</p> <p>1. The company is not making any provision for interest on Loans obtained from the Banks which is not in accordance with the applicable accounting principles and the same has been classified as NPA by the Respective Banks. Our opinion is not qualified in respect of this matter.</p> <p>c) Banjara Hospitalities Private Limited</p> <p>1. The company is not making any provision for interest on Loans obtained from the Banks which is not in accordance with the applicable accounting principles and the same has been classified as NPA by the Respective Banks. Our opinion is not qualified in respect of this matter.</p>
	<p>b. <b>Type of Audit Qualification :</b> Qualified Opinion</p>
	<p>c. <b>Frequency of qualification:</b> Appeared second time</p>
	<p>d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p>
	<p>e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p>(i) <b>Management's estimation on the impact of audit qualification:</b></p>
	<p>(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> The Company is in the process of repaying loans and the company is in the process of obtaining Confirmation of balance from Banks and financial institutions.</p>
	<p>(iii) <b>Auditors' Comments on (i) or (ii) above:</b> The Company is not repaying loans.</p>

III

**Signatories**

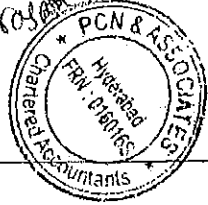
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SREEDHAR SINGH  
MUNI SINGH  
Date: 2020.07.29  
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**M. Sreedhar Singh**  
CEO

**Statutory Auditors:**

For P C N & Associates.,  
Chartered Accountants,  
Firm Registration no: 0160169

*Lakshmi Prasanthi*  
**Lakshmi Prasanthi.S**  
Partner  
M.No:236578



*Devraj Govind Raj*  
**Devraj Govind Raj**  
Former Director

*P. Prabhakar Reddy*  
**P. Prabhakar Reddy**  
Former CMD

*K.K. Rao*  
**CMA K.K.Rao**  
Resolution Professional

Place: HYDERABAD

Date: 29/07/2020