



20th ANNUAL REPORT 2018



Apollo Sindoori
Excellence in Hospitality

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APOLLO SINDOORI HOTELS LIMITED
CIN:L72300TN1998PLC041360

Corporate Information (As on 31st March 2018)

BOARD OF DIRECTORS

Chairman P.Vijayakumar Reddy

Managing Director Sucharitha Reddy

Directors Suneeta Reddy
Sindoori Reddy
Suresh R.Madhok
G.Venkatraman
George Eapen

BOARD COMMITTEES

Audit Committee
G.Venkatraman - Chairman
Suresh R.Madhok
George Eapen

Stakeholders Relationship Committee
Suresh R.Madhok - Chairman
Sindoori Reddy
George Eapen

Nomination & Remuneration Committee

G.Venkatraman – Chairman
Suresh R.Madhok
George Eapen

Management Team

Chief Executive Officer C.Natarajan

Chief Financial Officer Meyyappan. M. SP

Company Secretary Shuganya.K

Bankers

HDFC Bank Ltd., ITC Centre, Anna Salai, Chennai
Indian Bank, Nungambakkam, Chennai
Axis Bank, Dr.Radha Krishnan Salai, Chennai
Yes Bank, Dr.Radha Krishnan Salai, Chennai

Statutory Auditors

P.Chandrasekar LLP
Chartered Accountants
Flat 4A, IV Floor, Dixit Griha Apartments,
10 – 11 Nyniappan Street,
R.A Puram, Chennai – 600 028

Internal Auditors

S.Viswanathan LLP
Chartered Accountants
New no: 17, Bishop Wallers Avenue (West)
Mylapore, Chennai – 600004.

Registrar & Share Transfer Agents

M/s.Cameo Corporate Services Limited
“Subramanian Building”
V Floor, No.1, Club House Road, Chennai – 600002.
Phone: 044 2846 0390
e-mail:cameo@cameoindia.com
Web:www.cameoindia.com

Registered Office &
Administrative Office

#16 Apollo Annex Building II Floor
Wallace Garden 1st Street Chennai – 600 006.
Phone: 91 44 4904 5000
e-mail:info@apollosindoori.com

Website

www.apollosindoori.com

Listed at

National Stock Exchange of India Limited, Mumbai.
Symbol:APOLSINHOT

APOLLO SINDOORI HOTELS LIMITED

CIN:L72300TN1998PLC041360

**Registered Office: No. 16, Apollo Annex Building, Wallace garden 1st street,
Nungambakkam, Chennai- 600 006**

NOTICE TO SHAREHOLDERS

Dear Shareholder(s)

Notice is hereby given that the 20th Annual General Meeting of the Shareholders of Apollo Sindoori Hotels Limited will be held on 31st July 2018 at 12.00 PM at NaradaGana Sabha - Mini Hall, 314 (Old N0.254) T.T.K. Road, Alwarpet, Chennai-600 018, to transact the following business:

ORDINARY BUSINESS:

- 1) To receive, consider and adopt the Audited Financial Statements for the Financial Year Ended 31st March 2018 and the Consolidated Financial Statements for the said Financial Year and the Report of the Directors and Auditors thereon.
- 2) To declare final dividend for Rs. 5.00/- per share to shareholders.
- 3) To appoint a Director in place of Mr. Pottipati Vijaykumar Reddy, Director(DIN01097295) who retires by rotation and being eligible, offer himself for re-appointment.
- 4) To ratify the appointment of auditors of the Company and to fix their remuneration.

“RESOLVED THAT pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the Company hereby ratifies the appointment of P. Chandrsekhar & Co, Chartered Accountants, (Firm Regn. No.000580S/S200066) as the Statutory Auditor of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting at such remuneration plus taxes as applicable and reimbursement of out-of pocket expenses in connection with the audit as the Board of Directors may fix in this behalf.”

SPECIAL BUSINESS:

5) APPROVAL ON MATERIAL RELATED PARTY TRANSACTIONS:

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in accordance with the prevailing provisions of the Companies Act, 2013 read with rules made there under, consent of the members of the Company be and is hereby accorded to Material Related Party Transactions with Apollo Hospital Enterprises Limited, for a period of three years from 2018 and such approval is further accorded to an increase of up to 15% over and above the consolidated value of transactions in the previous financial year.”

“RESOLVED FURTHER THAT the Company Secretary of the Company be and are hereby severally authorised to take necessary actions and complete all the legal formalities related thereto.”

6. APPROVAL FOR ALTERATION OF THE CAPITAL CLAUSE IN THE MEMORANDUM OF ASSOCIATION OF THE COMPANY

To consider and if thought fit, to pass the following resolution as an ordinary resolution:

“RESOLVED THAT pursuant to the provisions of Section 13 and 61 and other applicable provisions, if any, of the Companies Act 2013 and rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), and Article of Association of the Company, Clause V of the Memorandum of Association of the company be and is hereby altered and substituted by the following:

“V. The Authorised share capital of the company is Rs. 5,00,00,000 (Rupees Five Crores Only) divided into 1,00,00,000 (One Crore) Equity shares of Rs.5 (Rupees Five) each. The company has the power from time to time to increase or reduce its capital and to issue any shares in the original or new capital as equity shares or preference shares or redeemable in accordance with provisions of Companies Act, 2013.”

“RESOLVED FURTHER THAT for the purpose of giving effect to the above resolution, the Board of Directors of the company, be and is hereby authorised to do all such acts, deeds matters and things including filing of necessary forms / documents with the appropriate authorities and to execute all such deeds, documents, instruments and writings as it may in its sole and absolute discretion deem necessary or expedient and to settle any question, difficulty or doubt that may arise in regard thereto and to delegate all or any of its powers herein conferred to its Directors, Company Secretary or any other Officer(s) of the Company.”

7. APPROVAL FOR SUB-DIVISION OF COMPANY'S EQUITY SHARES OF FACE VALUE OF RS.10 (RUPEES TEN) EACH INTO 2 EQUITY SHARES OF FACE VALUE OF RS.5 (RUPEES FIVE) EACH

To consider and, if thought fit, to pass the resolution as ordinary resolution

“RESOLVED THAT pursuant to the provisions of Section 61 and other applicable provisions, if any, of the Companies Act 2013 (including any statutory modifications or re-enactment thereof for the time being in force) and in accordance with the provisions of the Memorandum and Articles of Association of the Company and subject to the approval(s), consent(s), permission (s), sanction(s), if any, as may be necessary from the appropriate statutory authority(ies), the consent of the members be and is hereby accorded for sub-division of 1 (one) fully paid-up equity share of the company, having face value of Rs.10 (Rupees Ten) each into 2 (two) equity shares of face value of Rs.5 (Rupees Five) each.”

“RESOLVED FURTHER THAT pursuant to the sub-division of equity shares of the Company, the authorized, issued, subscribed and paid-up equity share capital of nominal value of Rs.10 (Rupees Ten) each, shall stand sub-divided into 2 (two) equity shares of face value of Rs.5 (Rupees Five) each from the Record date and shall rank paripassu in all respects with and carry the same rights as the existing fully paid up equity shares of Rs.10 each of the company.”

“RESOLVED FURTHER THAT upon sub-division of equity shares as aforesaid, the existing share certificates in relation to the existing equity shares of the face value of Rs.10 (Rupees Ten) each held in physical form shall be deemed to have been automatically cancelled and be of no effect on and from the Record Date of the sub-division and the Company may without requiring the surrender of the existing share certificate(s) directly issue and dispatch the new share certificate(s) of the company, in lieu of such existing issued share certificate(s) within the prescribed time period. In the case of equity shares held in the dematerialised form, the number of sub-divided equity shares be credited to the respective beneficiary accounts of the members with the Depository Participants in lieu of the existing credits representing the equity shares of the company before sub-division.”

“RESOLVED FURTHER THAT the Board of Directors of the Company (which expression shall also include a Committee thereof), be and is hereby authorised to fix the Record Date and take all the necessary steps as may be necessary in relation to the above including recall of the existing share certificates, issue of new share certificates in lieu of the existing issued share certificates in terms of the foregoing resolutions and in accordance with the applicable provisions of the Companies Act, 2013 read with Companies (Share Capital and Debentures) Rules, 2014 and to execute all such other documents, instruments and writings and to do all such acts deeds and things as may be required to give effect to the aforesaid resolution including to delegate any or all of its powers to any Committee or to the Managing Director or to Chief Executive Officer or to Chief Financial Officer or to the Company Secretary, as may deem appropriate in this regard.”

“RESOLVED FURTHER THAT for the purpose of giving effect to this Resolution, the Board and / or Sub-division Committee and / or Chairman and /or Managing Director and / or any directors of the company and / or Chief Executive Officer and / or Chief Financial Officer and/ or the Company Secretary be and are hereby severally authorised to accept and make any alteration(s), modification(s) to the terms and conditions as they may deem necessary, concerning any aspect of the sub-division of equity shares, in accordance with the statutory requirements as well as to give such directions as may be necessary or desirable, to settle any questions, difficulties or doubts that may arise and generally, to do all acts, deeds, matters and things as they may, in their absolute discretion deem necessary, expedient, usual or proper in relation to or in connection with or for matters in relation / consequential to the sub-division of shares including execution & filling of all the relevant documents with the Stock Exchanges, depositories and other appropriate authorities, in due compliance of the applicable rules and regulations, without seeking any further consent or approval of the members or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

8. APPROVAL FOR ALTERATION OF THE ARTICLES OF ASSOCIATION OF THE COMPANY

To consider and if thought fit, to pass the following resolution as special resolution:

“RESOLVED THAT pursuant to the provisions of Section 14 and other applicable provisions, if any, of the Companies Act 2013 and rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), the draft regulations contained in the Articles of Association submitted to this meeting and available for inspection at registered office and website of the company be and are hereby approved and adopted in substitution, and to the entire exclusion, of the regulations contained in the existing Articles of Association of the company.”

“RESOLVED FURTHER THAT for the purpose of giving effect to the above resolution, the Board of Directors of the company, be and is hereby authorised to do all such acts, deeds matters and things including filing of necessary forms / documents with the appropriate authorities and to execute all such deeds, documents, instruments and writings as it may in its sole and absolute discretion deem necessary or expedient and to settle any question, difficulty or doubt that may arise in regard thereto and to delegate all or any of its powers herein conferred to its Directors, Company Secretary or any other Officer(s) of the Company.”

9. PAYMENT OF COMMISSION TO INDEPENDENT DIRECTORS

To consider and if thought fit, to pass the following resolution as Ordinary resolution:

“RESOLVED THAT in accordance with the provisions of Sections 197, 198 and other applicable provisions, if any, of the Companies Act, 2013 and other applicable provisions, if any, of the Companies Act 2013 and rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), the Articles of Association of the Company and subject to all applicable approval(s) as may be required, consent of the Members be and is hereby accorded to the payment of commission from Financial Year 2017-18 to the Independent Directors of the Company as may be decided by the Board from time to time, provided that the total commission payable to the Independent Directors per annum shall not exceed one percent of the net profits of the Company for that year as computed in the manner specified under Section 198 of the Act, with authority to the Board to determine the manner and proportion in which the amount be distributed among Independent Directors.”

10. RECLASSIFICATION OF THE PROMOTER OF THE COMPANY

To consider and if thought fit, to pass the following Resolution as Special Resolution;

“RESOLVED THAT pursuant to Regulation 31A and other relevant provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the applicable provisions of the Companies Act, 2013 (‘Act’) read with the Rules framed there under (‘the Act’), the approval of the Members be and is hereby accorded for re-classification of Ms. Meenakshi. K forming part of the existing Promoters of the Company from Promoter category to Public category.”

“RESOLVED FURTHER THAT that Ms. Meenakshi.K seeking re-classification along with their personal promoter group entities and person acting in concert do / will not: i have any special rights through formal or informal agreements.

ii. hold more than 10% of the paid-up capital of the Company.

iii. act as a Key Managerial person for a period of more than three years from the date of Shareholders approval.”

“RESOLVED FURTHER THAT the Board be and is hereby authorised to take all such steps as may be necessary, proper and expedient to give effect to this resolution.”

“RESOLVED FURTHER THAT the Board be and is hereby authorised to delegate all or any of the powers conferred on it by or under this Resolution to any Committee of Directors of the Company or to any Director of the Company or any other officer(s) or employee(s) of the Company as it may consider appropriate in order to give effect to this Resolution including filing of necessary forms and returns with the Ministry of Corporate Affairs, Stock Exchanges and other concerned authorities.”

By Order of the Board,
For **Apollo Sindoori Hotels Limited**

Shuganya. K
Company Secretary & Compliance officer
Website:www.apollosindoori.com
Email:secretary@apollosindoori.com

Place: Chennai
Date: 18/06/2018

Notes

- 1. A Member entitled to attend and vote at the Annual General Meeting (AGM) is entitled to appoint a Proxy to attend instead of himself / herself and such Proxy need not be a Member of the Company. The instrument appointing the proxy, in order to be effective must be deposited at the Company's Registered Office, duly completed and signed in the format sent herewith, not less than FORTY EIGHT HOURS before the commencement of the meeting. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable.**
2. A person can act as proxy on behalf of Members not exceeding Fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such person shall not act as a proxy for any other person or shareholder. Corporate Members intending to send their authorized representatives' to attend the meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
- 3. The Register of Members and Share Transfer Books of the Company will remain closed from 24.07.2018 to 31.07.2018 (both days inclusive)**

Members are requested to bring the Annual Report for their reference at the Meeting.

Admission Slip duly filled in shall be handed over at the entrance of the meeting hall.
4. Members, who hold shares in dematerialized form, are requested to quote Depository Account Number (client ID no.) for recording of attendance at the Meeting.
5. Electronic mode of the Notice of the 20th AGM of the Company inter-alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the Members whose e-mail IDs are registered with the Company/Depository Participant(s) for communication purposes unless any Member has requested for a physical copy of the same. For members who have not registered their e-mail addresses, physical copies of the Notice along with Attendance Slip and Proxy Form is being sent in the permitted mode.
6. Members may also note that the Notice of the 20th AGM and the Annual Report for 2017-18 will be available on the Company's website www.apollosindoori.com and also on the website of the stock exchange at www.nseindia.com. The physical copies of the aforesaid documents will also be available at the Registered Office of the Company in Chennai for inspection during normal business hours on working days. Even after registering for e-communications, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the company's investor e-mail ID: secretary@apollosindoori.com.
7. The Register of Director and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the member at the AGM.

The relevant details as required by Regulation 36(3) of SEBI LODR Regulations, 2015 of persons seeking re-appointment as Director, is provided in the annexure.
8. Members whose shareholding is in the electronic mode are requested to direct change of address notification and update of Saving Bank Account details to their respective Depository Participant(s). If the shares are held in physical form are requested to register their e-mail address with the company / RTA of the company.
9. Members are requested to address all correspondence, including dividend matters, to the Registrar and Share Transfer Agents, Cameo Corporate Services Limited, (Unit:Apollo Sindoori Hotels Limited), by writing to them at Subramanian Building, No.1, Club House Road, Anna Salai, Chennai-600 002, or by E-Mail to investor@cameoindia.com.

10. The Securities and Exchange Board of India (SEBI) had mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form, therefore requested to submit their PAN to their Depository Participant(s). Members holding in physical form shall submit their PAN details to the Company.
11. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended, and Regulation 44 of SEBI LODR Regulations 2015, the company is providing a facility to its members to exercise their vote electronically through the remote e-voting facility arranged by CDSL for all items of business as set out in the notice of the AGM and confirms that the business can be transacted through e-voting in pursuance of the above provisions. The facility for voting through ballot/poll paper will also be made available at the AGM and the members who have not already cast their votes by remote e-voting will be able to exercise their right at the AGM through voting by ballot / poll paper. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The Notice of the 20th AGM and instructions for e-voting, along with Attendance Slip and Proxy Forms, is being sent to all members by Registered Post / Speed Post.

12. VOTING THROUGH ELECTRONIC MEANS

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of SEBI (listing Obligations and Disclosure Requirements), Regulations 2015, the Company is providing Members facility to exercise their right to vote on resolutions proposed to be considered at the 20th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM (remote e-Voting) will be provided by Central Depository Services (India) Limited (CDSL):

I. The instructions for e-voting are as under:

- (i) Log on to the e-voting website www.evotingindia.com
- (ii) Click on “Shareholders” tab.
- (iii) Select “APOLLO SINDOORI HOTELS LIMITED” from the drop down menu and click on “SUBMIT”
- (iv) Enter your User ID (For CDSL: 16 digits beneficiary ID, For NSDL: 8 Character DP ID followed by 8 Digits Client ID, Members holding shares in Physical Form should enter Folio Number registered with the Company and then enter the Image Verification as displayed and Click on Login).
- (v) If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used. If you are a first time user follow the steps given in points (vi) and (vii).
- (vi) Fill up the following details in the appropriate boxes:

For Members holding shares both in Demat Form and physical form	
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department when prompted by the system while e-voting (applicable for both demat shareholders as well as physical shareholders)
DOB#	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details#	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio

*Members who have not updated their PAN with the Company / Depository Participant are requested to use the first two letters of their name and the sequence number (Sequence number has been provided as Serial number in the address label and / or in the e-mail sent to Members) in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.

Please enter any one of the details in order to login. In case the details are not recorded with the depository and company please enter the Member id / folio number in the Dividend Bank details field.

(vii) After entering these details appropriately, click on "SUBMIT" tab.

(viii) Members holding shares in physical form will reach directly the Company selection screen. However, Members holding shares indemat form will now reach 'Set Password' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform.

(ix) For Members holding shares in physical form, the details can be used only for evoting on the resolutions contained in this Notice.

(x) Click on the EVSN for Apollo Sindoori Hotels Limited.

(xi) On the voting page, you will see Resolution Description and against the same the option "YES/ NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xii) Click on the "Resolutions File Link" if you wish to view the entire Resolutions.

(xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xv) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

(xvi) If Demat account holder has forgotten the changed password then Enter the User ID and Captcha Code click on Forgot Password & enter the details as prompted by the system.

(xvii) Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates. After receiving the login details they have to link the account(s) which they wish to vote on and then cast their vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

II. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.

III. You can also update your mobile number and e-mail id in the user profile details of the portfolio which may be used for sending future communication(s).

IV. The e-voting period commences on 28.07.2018 (10:00 am) and ends on 30.07.2018 (5:00 pm). During this period, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on 24.07.2018 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

V. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on 24.07.2018

A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting or voting at the AGM through ballot paper.

VI. Mr. Gouri Shanker Mishra, Practicing Company Secretary (Membership No: F6906), has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

VII. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Ballot Paper" for all those members who are present at the AGM have not cast their votes by availing the remote e-voting facility.

The scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unlock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than 48 hours of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

The Results declared along with the report of the Scrutinizer shall be placed on the Company's website www.apollosindoori.com and on the website of CDSL immediately after the declaration of result by the Chairman or a person authorized by him writing. The results shall also be immediately forwarded to the National Stock Exchange of India Limited, where equity shares are listed.

Pursuant to Section 124 of Companies Act 2013, the amount of dividend remaining unpaid/unclaimed for a period of 7 years from the date they become due for payment is to be transferred to the Investor Education and Protection Fund (IEPF).

Members who have not encashed the dividend warrants for the financial year 2011-2012 and/or any subsequent years are requested to write to the Company / RTA giving the necessary details. In this connection, the Company has sent reminders to the shareholders who had not encashed their dividends.

Details of dividend declared for the financial years from 2011-12 onwards are given below:

Financial Year	Date of Declaration of Dividend	Date of Transfer to Special Account/Unclaimed Account	Date of Transfer to IEPF
2011-2012	09.08.2012	09.09.2012	22.08.2018
2012-2013	12.08.2013	12.09.2013	09.09.2019
2013-2014	13.08.2014	13.09.2014	12.09.2020
2014-2015	12.08.2015	13.09.2015	13.09.2021
2015- 2016	29.09.2016	30.09.2016	28.09.2022
2016-2017	21.07.2017	22.07.2017	21.07. 2023
2017-2018	31.07.2018	01.08.2018	31.07.2024

Pursuant to the Investor Education and Protection Fund (uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, the Company shall provide/host the required details of unclaimed dividend amounts referred to under Section 205C(2) of the Companies Act, 1956, on its website and also Ministry of Corporate Affairs (MCA) website in the relevant form every year.

The Road map showing directions to reach the venue of the AGM is annexed for convenience of members.

PROFILE OF Mr. VIJAYKUMAR REDDY- DIRECTOR BEING RE-APPOINTED

(The brief resume of the Director who is proposed to be re-appointed is given below)

Mr. Vijaykumar Reddy is the founder of PPN Power Generating Company Private Limited which has Gas cum Naphtha fired, Combined Cycle power plant at villages situated at Pillaiperumalnallur and Manickapanngu, Tharangambadi Taluk, Nagapattinam District, Tamilnadu.

Mr. P. Vijaykumar Reddy is also associated with Entertainment Electronics, Hospitality, Dry cell Batteries, Real estate, Home appliances, Generation of Electric power, Healthcare, Info tech, Infrastructure etc., Mr. P. Vijaykumar Reddy has completed Bachelor degree in Commerce.

S.No	Name of the Company	Current Designation	Date of appointment Details
1	Preetha Investments Private Limited	Director	12/04/1985
2	PPN Holdings Private Limited	Director	03/10/2006
3	Sindoori Software Solutions Private Limited	Director	20/08/1981

He is not a Chairman/Member of any Committee of the Board. He holds 25585 Equity shares at Rs.10/- each of the Company.

Mr. Vijaykumar Reddy is related to Mrs. Sucharitha Reddy, Managing Director of the Company.

Except Mrs. Sucharitha Reddy, Mrs. Suneeta Reddy, Mrs. Sindoori Reddy none of the directors or Key Managerial Personnel (KMP) of the Company is concerned or interested, financial or otherwise in this resolution.

EXPLANATORY STATEMENT

ITEM NO: 5

The Companies Act, 2013 aims to ensure transparency in the transactions while dealings with the related parties of the Company. The provisions of Section 188(1) of the Companies Act, 2013 that govern the Related Party Transactions, requires that for entering into any contract or arrangement with the related party, the Company shall obtain prior approval of the Audit Committee and the Board of Directors and prior approval of the shareholders, if the said transactions are not, in the ordinary course of business and at arm's length price or exceeding the prescribed limits.

Your Company is listed in National Stock Exchange of India Limited (NSE) and as a matter of abundant precaution and good corporate governance, the Board of Directors have proposed to obtain approval of shareholders in this regard although the transactions entered by the Company with the Related Parties are in the ordinary course of business. All the prescribed disclosures / particulars of contracts / arrangements / transactions as required to be given under the provisions of the Companies Act, 2013 and the SEBI (LODR) are given below for kind perusal of the members:

In order to sustain quality standards of the Company, in the best interest of the Company and its shareholders, major transactions of the Company pertaining to services have been since long with Apollo Hospital Enterprises Limited. Considering the prevailing market trend these transactions will continue in the year 2018 and thereafter. A summary of transactions carried out with Apollo Hospital Enterprises Limited during the financial year 2018-19 are as under:

Related party	Nature of transaction	Name of Related party	Transaction value (in Rs)	Turnover %	Projected RPT proposed for approval		
					2018-19	2019-20	2020-21
Apollo Hospital Enterprises Limited	Supply of services (F&B)	Mrs. Suneeta Reddy Mr. Venkatraman. G	13341.46 Lakhs	73.51%	15%	15%	15%

As majority of the company's revenue is from Apollo Hospital Enterprises Limited, we have already entered into an agreement which is renewed each year subject to change in rates or other terms and conditions, if any. The rates charged for Apollo Hospitals is competitive as charged to the other clients. All transactions were at arms length price and at ordinary course of business. Related party shall not vote for the transaction.

None of the Directors, KMP or their relatives is in any way concerned in the proposed resolution except to their interest as a related party. The Board recommends ordinary resolution set out at Item No. 5 of the Notice for approval of shareholders.

ITEM NOS. 6 AND 7

The equity shares of your company are listed and actively traded on NSE. With a view to encourage the participation of small investors by making equity shares of the company affordable, the Board at its meeting held on 28th May 2018 considered and approved the sub-division of one equity share of the company having a face value of Rs.10 (Rupees Ten) each into 2 equity shares of face value of Rs.5 (Rupees Five) each subject to approval of the members and any other statutory and regulatory approvals as applicable. The Record date for the aforesaid subdivision of the equity shares will be fixed after approval of the members is obtained.

Presently, the Authorised Share Capital of your company is Rs.5,00,00,000 (Rupees Five Crores Only) divided into 50,00,000 (Fifty Lakhs) equity shares of Rs.10 (Rupees Ten) each and the Paid-up Share Capital of the company is Rs.1,30,02,000 (One Crore Thirty Lakhs and Two Thousand Only) divided into 13,00,200 (Thirteen Lakhs Two Hundred) equity shares of Rs.10 (Rupees Ten) each fully paid up. There will not be any change in the amount of Authorized and Paid-up share capital but the number of shares will change to 1,00,00,000 (One Crore) and 26,00,400 (Twenty-Six Lakhs Four Hundred) equity shares of Rs.5 (Rupees Five) each in the Authorised and Paid-up Share Capital of the Company, respectively, consequent to sub-division.

The sub division as aforesaid would require consequential amendment to the existing Clause V of the Memorandum of Association of the company on the terms set out in item no.7 of the notice to reflect the change in face value of each equity share of the company from existing Rs.10 (Rupees Ten) each to proposed Rs.5 (Rupees Five) each. As per the provision of the Section 13 of the Companies Act, 2013 any alteration in the Memorandum of Association of the Company shall be effected only after the approval of the members by passing an Ordinary Resolution.

Accordingly, the approval of shareholders is required by way of ordinary resolution for subdivision of equity shares of the company and consequential amendment to the capital clause of Memorandum of Association in pursuance of the provisions of the Companies Act, 2013 and the applicable Rules, Regulations and Laws. None of the Directors, Key Managerial Personnel of the Company or their relative is in any way concerned or interested in the proposed resolutions except to the extent of their shareholdings, if any. The Board recommends the ordinary resolutions set out at Item No.6 and 7 of the Notice for approval by the shareholders.

ITEM NO: 8

As members are aware that the Companies Act, 2013 is now in force which has replaced Companies Act, 1956. The Articles of Association ("AoA") of the Company as presently in force are based on the Companies Act, 1956 and several regulations in the existing AoA contain references to specific sections of the Companies Act, 1956. Further, some regulations in the existing AoA are no longer in conformity with the Companies Act, 2013.

Given this position, it is considered expedient to wholly replace the existing AoA by a new set of Articles. The new AoA to be substituted in place of the existing AoA are based on Table 'F' of the Act which sets out the model

Articles of Association for a company Limited by Shares. The statutory provisions of the Act which permit a company to do some acts “if so authorized by its articles” or provisions which require a company to do acts in a prescribed manner “unless the articles otherwise provide” have been specifically included in the present draft AoA. As per the provision of the Section 14 of the Companies Act, 2013 any alteration in the Articles of Association of the Company shall be effected only after the approval of the members by passing a Special Resolution.

Accordingly, the approval of shareholders is required by way of special resolution for amendment to the Articles of Association by substituting the same by new set of Articles of Association in pursuance of the provisions of the Companies Act, 2013 and the applicable Rules, Regulations and Laws. The proposed draft AoA is available for inspection at the registered office of the company and uploaded on the Company’s website for perusal by the shareholders.

None of the Directors, Key Managerial Personnel of the Company or their relative is in any way concerned or interested in the proposed resolution. The Board recommends the Special Resolution set out at Item No. 8 of the Notice for approval by the shareholders.

ITEM NO: 9

As members are aware that the Companies Act, 2013 is now in force which has replaced Companies Act, 1956. The Articles of Association (“AoA”) of the Company as presently in force are based on the Companies Act, 1956 and several regulations in the existing AoA contain references to specific sections of the Companies Act, 1956. Further, some regulations in the existing AoA are no longer in conformity with the Companies Act, 2013.

Section 197 of the Companies Act, 2013 permits payment of remuneration to Independent Directors of a Company by way of commission and Articles of Association of the Company also authorises payment of remuneration if the Company authorises such payment by way of a resolution of members. Considering the rich experience and expertise brought to the Board by the Independent Directors, it is proposed that, remuneration not exceeding one per cent of the net profits of the Company calculated in accordance with provisions of the Act, be paid and distributed amongst the Independent Directors of the Company in accordance with the recommendations of the Nomination and Remuneration Committee of the Board and approval by the Board of Directors of the Company, from financial year 2017-18. Such payment will be in addition to the sitting fees for attending Board / Committee meetings. Details of commission and sitting fees paid to Independent Directors during the Financial Year 2017-18 is provided in the annexure to the Directors Report.

None of the Directors, Key Managerial Personnel of the Company or their relative except all of the Independent Directors of the Company to whom the resolution relates are in any way concerned or interested in the proposed resolution. The Board recommends the Ordinary Resolution set out at Item No.10 of the Notice for approval by the shareholders.

ITEM NO. 10

The Company was in receipt of request from Ms. Meenakshi. K for re-classification from Promoter category to Public category under Regulation 31A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations, 2015”). She has stated that she has no common objective with other promoter and was classified long back as person acting as concert. She has further stated that she has no intention to act along with the promoters and hence seek to re-classify as non-promoter.

Details of their shareholding in the Company as on 31st March 2018 are as under:

S.No	Name of applicant classified under Promoter group	No. of equity shares held	% of shareholding
1	Meenakshi. K	9200	0.71%

Board has considered the above request and noted that the aforesaid shareholder is leading their occupations independently and are not connected, directly or indirectly, whatsoever, with any activity of the Company. The above referred shareholder does not directly or indirectly, exercise control, over the affairs of the Company. They have also never held at any time, any position of Key Managerial Personnel in the Company. They also do not have any special rights through formal or informal arrangements with the Company or Promoters or any person in the Promoter Group. They are also never privy to any price sensitive information of the Company. Accordingly, it is proposed to re-classify them as non-promoter.

None of the Directors, Key Managerial Personnel and relatives thereof other than Mrs. Sucharitha Reddy, Mr. Vijay-kumar Reddy, Mrs. Suneeta Reddy and Mrs. Sindoori Reddy has any concern or interest, financial or otherwise, in the resolution at Item No. 11 of this Notice. The Board recommends the special resolutions set out at Item No. 11 of the Notice for approval by the shareholders

By Order of the Board,
For Apollo Sindoori Hotels Limited

Place: Chennai
Date: 18/06/2018

Shuganya.K
Company Secretary & Compliance officer
Website: www.apollosindoori.com
Email: secretary@apollosindoori.com

CHAIRMAN'S MESSAGE

Dear Shareholders of Apollo Sindoori Family,

It gives me an immense pleasure to welcome you at the 20th Annual General Meeting and to place before you the Annual Report of your Company for the financial year 2017-18. I am delighted to inform that Apollo Sindoori Hotels Limited continued to pursue our focused strategy which delivered a sustainable growth and returns for shareholders. We remained committed to our vision to be the most successful organization in the Food Service Industry.

The Annual Report for the year ended 31st March 2018 along with AGM Notice, Directors' report and the Audited Financials of the company have already been circulated to you. With your permission, I take them as read. We have tried our best to show consistent performance during the years despite increase in raw material prices and minimum wages to employees.

In a challenging external environment, your company performed well and delivered another year of consistent, competitive and responsible growth. During the year the Company recorded sales of Rs. 140 crores as compared to previous year which is 132 Crores. EBITA for 2017-18 10.25 Crores as compared to 10.45 Crores for FY 2016-17 and Exceptional items were recorded for Rs. 80 Lakhs during the FY 2017-18. PAT increase profit to Rs. 7.02 Crores as compared to profit of Rs. 6.7 Crores for the last financial year.

Apollo Sindoori Share price performance during FY 2018-19



Business Initiatives:-

- Instant Feedback system was implemented successfully across all our units through which now we are to monitor customer's feedback and take remedial action to improve the customer service.
- Focusing on marketing to increase the brand value by participating in conference & exhibitions like., Consortium of Accredited Healthcare Organisation (CAHOCON)
- We are exploring new projects with Alliance Tire Group, Hindustan Aeronautical Limited, National Institute of Fashion Technologies, Bangalore.

- We are also in the process of exploring more business opportunities across various sectors to spread our business wings PAN India.

I wish to place on record the deep appreciation of the valuable contribution of the entire management team and other employees at all levels, without which the progress achieved would have been unattainable. We have a proven track record of success and we believe we are well positioned to capitalize on the growth opportunities in front of us. I am energized by the opportunity ahead as we look to become the number-one Hospitality Company.

We remain committed to you, our shareholders and thank you for your continued confidence and support.

I acknowledge the valuable guidance, support and co-operation received from the Directors on the Board of the Company and thankful to the Banks.

With Warm Regards,

Chairman

MANAGEMENT DISCUSSION & ANALYSIS REPORT

The core business of your company is the catering, management service, hospitality and restaurants

1. Economic scenario

India has emerged as the fastest growing major economy in the world as per Central Statistics Organisation (CSO) and International Monetary Fund (IMF). India will be the fastest growing major economy in 2018, with a growth rate of 7.4 % that rises to 7.8 % in 2019 with medium-term prospects remaining positive. Corporate earnings in India are expected to grow by 15-20 per cent in FY 2018-19 supported by recovery in capital expenditure

The IMF's Asia and Pacific Regional Economic Outlook report said that India was recovering from the effects of demonetization and the introduction of the Goods and Services Tax and "the recovery is expected to be underpinned by a rebound from transitory shocks as well as robust private consumption".

India's ranking in the world has improved to 126 in terms of its per capita GDP, based on purchasing power parity (PPP) as it increased to US\$ 7,170 in 2017, as per data from the International Monetary Fund (IMF).

2. Industry structure and development

As per a report from Ministry of Food Processing Industries of India (MOFPI), EY and the Confederation of Indian Industry (CII) F&B Industries of India is growing at a large scale. India is one of the fastest growing economies in the world, therefore demonstrating a strong business case for the global F&B industry. They can establish presence or plan on expanding operations in India as various segments of the Indian F&B industry will continue to witness tremendous growth in the foreseeable future. Food Safety and Standards Authority of India (FSSAI) aligning itself with Codex Alimentarius (literally, food code) international food standards, and so on. This reflects the government's positive outlook, and a clear intent to develop the sector.

Government initiatives

- The Union Budget for 2018-19 was announced by Mr Arun Jaitley, Union Minister for Finance, Government of India, in Parliament on February 1, 2018.
- This year's budget will focus on uplifting the rural economy and strengthening of the agriculture sector, healthcare for the economically less privileged, infrastructure creation and improvement in the quality of education of the country.
- The World Bank has stated that private investments in India is expected to grow by 8.8 per cent in FY 2018-19 to overtake private consumption growth of 7.4 per cent, and thereby drive the growth in India's gross domestic product (GDP) in FY 2018-19.
GST rates for the restaurant industry were brought down to 5% from 18% in November 2017.
- India's revenue receipts are estimated to touch Rs 28-30 trillion (US\$ 436- 467 billion) by 2019, owing to Government of India's measures to strengthen infrastructure and reforms like demonetisation and Goods and Services Tax (GST).

3. Financial Review

During the year the company recorded sales of 140 crores and PBT for 2017-18 is Rs. 10.25 crores. PAT is recorded for Rs. 7.02 crores for 2017-18. Exceptional items were recorded for Rs. 80 Lakhs during the FY 2017-18

4. Business development

The major development during the year was as under:-

- Implementation of innovation in the marketing efforts of the company. This was instrumental in delivering the sales growth during the year.
- Process improvement initiative with respect to IT Dept.
- Consolidating the sales and distribution operations in the existing geographies.

The major work plan for the current year is as under:-

- The further invest in the organizational capacity and capability of the business.
- To expand the footprint in all the geographies.
- Exploring new opportunity.

5. Opportunities & threats

- Expansion or growth in hospital or health care sectors provides us an opportunity to expand business.
- Major players in the market prefers to outsource F&B services to industrial caterers.
- Few players in the market has the niche of providing customized menu for patients and hospitals.

6. Risks and concern

As organized retail needs to comply with various regulations including FSSAI, APMC and other local regulations, this leads to unfair competition with unorganized retail as the cost of compliance adds additional burden to the low margins. An efficient food supply chain is critical for organized food retail as food products need to be made available fresh and at good quality.

Currently, this is turning out to be expensive due to lack of adequate cold storage / chillers and cost of power.

7. Outlook

The continued efforts to develop the business should stand it in good stead. However, the inflation prevailing within the country and continuous increase in raw materials costs have a significant role to play in the actual performance.

8. Internal controls and their adequacy

The company has proper and adequate internal control system to ensure that all that all the assets are safe guarded and that all transactions are authorized, recorded and reported correctly. Regular internal audits and check are carried out to ensure that the responsibilities are executed systems and procedures to ensure the efficient conduct of business. The audit committee of the board oversees the internal controls within the organization.

9. Human resources

Our employees form the backbone of our organization. your company takes pride in the commitment, competence and dedication shown by its employees in all areas of operation. Industrial relations have remained harmonious throughout the year. your company endeavors to follow best HR practices across all areas. These cover recruitment, induction, development and training and appraisal systems which are tied in with defined key result areas.

DIRECTORS' REPORT

Your Directors are pleased to present the Twentieth Annual Report on the business and operation of the Company together with the Audited Financial Statements for the year ended March 31, 2018

1. Corporate Overview

Apollo Sindoori is a leading hospitality service management and support services company. We manage the entire gamut of hospitality services right from food services to kitchen planning and management. Apollo Sindoori has built its heritage by combining its corporate and professional prowess with experience and expertise in catering and hospitality. We strive constantly to achieve "Excellence in Hospitality".

2. Operations / State of the Company's Affairs

Your Company's revenue from operation has increased from Rs.132.6 Crores to Rs.139.6 Crores. This growth in challenging circumstances is a testimony to the robustness of your Company's business strategy and innovative service offerings that helped capture new markets.

Your Company's net profit before tax for 2017-18 is Rs.10.25 Crores as compared to 2016-17 which was Rs.10.45 Crores.

Particulars	Notes	For the period 01.04.17 to 31.03.18	For the period 01.04.16 to 31.03.17
INCOME:			
Revenue from operations		13,992.60	13,280.43
Other Income		117.22	31.81
Total Income		14,109.82	13,312.24
EXPENDITURE:			
Consumption of Provisions & Stores		4,029.21	4,094.42
Employee benefit expense		7,636.70	6,587.41
Finance Cost		36.64	26.62
Depreciation and amortization expense		93.59	90.88
Other expenses		1,368.55	1,467.57
Total Expenses		13,164.68	12,266.91
Profit before exceptional and extraordinary items and tax	(III - IV)	945.13	1,045.33
Exceptional Items		80.00	--
Profit before extraordinary items and tax (V - VI)		1,025.13	1,045.33
Less: Extraordinary Items		--	--
Profit before tax (VII - VIII)		1,025.13	1,045.33
Tax expense:			
(1) (a) Current tax		385.00	350.00
(b) Previous year tax		22.51	13.24
(2) Deferred tax		(85.07)	4.70
Net Profit(Loss) for the period	(IX-X)	702.70	677.40
Other Comprehensive Income			
(i) Items that will not be reclassified to profit or loss			
Remeasurement of Defined Benefit Obligation (net of tax)		(25.33)	96.01
(i) Items that will be reclassified to profit or loss		-	-
Total Comprehensive Income for the period (XIII + XIV)		728.02	581.39
Earning per equity share:			

Weighted average no. of shares outstanding during the period		13,00,200	13,00,200
Nominal Value per Equity Share (Rs)		10.00	10.00
- Basic & Diluted EPS (Rs)		54.05	52.10

3. Change in nature of business

During the year, the Company has continued with its business and operation and no changes in the business have taken place.

4. Dividend

Your Directors recommends Rs.5/- (Rupees Five) per share as final dividend to equity shareholders of the company for the financial year 2017-18 and is subject to approval of the members in the Annual General Meeting. The Company has initially decided to recommend a dividend of Rs.3/- per shares but looking at overall profitability and with view to ensure the higher returns to shareholders have revised the same to Rs. 5/- per share.

5. Transfer to Reserves

The Company does not propose any amount to be transferred to General Reserves out of the current profits.

6. Fixed Deposits

The Company has not accepted any public deposits and as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the balance sheet.

7. Listing

Your Company is listed on National Stock Exchange of India Limited, Mumbai.

8. Share Capital

The paid up equity share capital as on March 31, 2018 is Rs.1,30,02,000/- and no changes has taken place during the year. During the year under review, your Company has not issue any shares including shares with differential voting rights or sweat equity.

9. Significant or Material Orders Passed by Regulators/Courts

During the year under review, there were no significant or material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

10. Material Changes and Commitment Affecting Financial Position of the Company

There are no material changes and commitments, affecting financial position of the Company which has occurred between the end of the financial year of the Company i.e. March 31, 2018 and the date of this Directors' Report.

11. Corporate Social Responsibility

Your Company has developed and implemented Corporate Social Responsibility initiatives and has spent approximately Rs. 6,50,000/- approved CSR projects during the period under review. Report on Corporate Social Responsibility including details as Per Rule 8 of Companies (Corporate Social Responsibility Policy) Rules, 2014 is enclosed with this report as **Annexure A**

12. Corporate Governance

Compliance with the provisions of Corporate Governance does not apply to your company as paid up equity share capital is not exceeding Rs.10 Crores and Net Worth is not exceeding Rs.25 Crores, as on the last day of the previous financial year as per Regulation 15(2) of SEBI (Listing Obligations & Disclosures Requirement) Regulation, 2015. Your Company shall comply with the provisions on its applicability.

13. Joint venture Company/Associates

Your Company has a joint venture, namely, Faber Sindoori Management Services Private Limited. The joint has been entered based on MOU dated July 14, 2006 with Faber Medi-Serve SDN. BHD ("FMS") whereby FMS and Apollo Sindoori Hotels have agreed to form a joint venture company in Chennai for the purpose of setting up a project upon mutually agreed objectives in the domain of bio-medical engineering (maintenance), facility engineering (maintenance), cleansing, housekeeping, janitorial services and hospital support services (other than catering services) and management information services (other than patient information). Accordingly, the joint venture company Faber Sindoori Management Services Private Limited has been incorporated on 27th August 2007 with FMS holding 51% and Apollo Sindoori Hotels holding 49%.- Details of the same is provided in AOC-1 under **Annexure- B**

14. Subsidiary

Your Company has no subsidiary as on date of this Balance Sheet.

15. Consolidation of Accounts

Your Company has prepared Consolidated Financial Statements in accordance with Ind AS prescribed under Section 133 of the Companies Act, 2013 read with applicable rules. The Consolidated Financial Statements reflect the financial position of the Company and Associates. As required by Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (hereinafter referred to as 'SEBI(LODR) Regulations, 2015'), the Audited Consolidated Financial Statements together with the Independent Auditor's Report thereon are annexed and form part of this Annual Report.

16. Related Party Transaction

All related party transactions entered into during the financial year are in the ordinary course of business and on an arm's length basis and are on similar terms and conditions as applicable to non-related parties. All the related party transactions are pre-approved by the Audit Committee. Disclosure in form AOC-2 has been provided as **Annexure- C** to Directors Report.

The details of the transaction with Related Party are also provided in the accompanying financial statements and may be treated as part of directors report.

17. Extracts of Annual Return

The Extracts of Annual Return forming part of Director's Report is annexed as **Annexure 'D'**.

18. Composition of Board

The Board comprised with optimum combination of Executive and Non-Executive Directors. Board has One Executive Director, Three Non-Executive Director and Three Independent Director duly appointed as per the Provisions of the Companies Act, 2013.

S.No	Name of the Director	Designation	Executive/Non-Executive / Independent
1	Mr. Pottipati Vijaykumar Reddy	Director	Non- Executive
2	Mrs. Sucharitha Reddy	Managing Director	Executive
3	Mrs. Suneeta Reddy	Director	Non- Executive
4	Mrs. Sindoori Reddy	Director	Executive
5	Mr. Venkatraman. G	Director	Independent & Non-Executive
6	Mr. George Eapen	Director	Independent & Non- Executive
7	Mr. Suresh Raj Madhok	Director	Independent & Non- Executive

19. Board Meetings and other Committee Meetings

The Board of Directors met four times during the financial year 2017 -18 on 11th May 2017, 11th August 2017, 14th November 2017 and 12th February 2018.

Audit Committee also met four times during the financial year 2017 -18 on 11th May 2017, 11th August 2017, 14th November 2017 and 12th February 2018.

Meeting of Nomination & Remuneration Committee were held on 11th May 2017 and 12th February 2018. Meeting of Stakeholders Relationship Committee were held on 11th May 2017 and Meeting of CSR Committee were held on 11th August 2017. All members were present during the above meetings.

Details of attendance at the Board meetings and the last Annual General Meeting (AGM):

Name of the Director	Attendance at Board meeting		Attendance at last AGM	Attendance at Audit committee	
	Held	Attended		Held	Attended
Mr. Vijaykumar Reddy	4	1	No	-	-
Mrs. Sucharitha Reddy	4	1	No	-	-
Mrs. Suneeta Reddy	4	2	Yes	-	-
Mrs. Sindoori Reddy	4	2	No	-	-
Mr. Venkatraman. G	4	4	Yes	4	4
Mr. George Eapen	4	3	Yes	4	3
Mr. Suresh Raj Madhok	4	4	Yes	4	4

20. Composition of Audit Committee

Audit Committee of the Board of Directors is entrusted with the responsibility to supervise the Company's internal controls and financial reporting process. The composition, quorum, powers, role and scope are in accordance with Section 177 of the Companies Act, 2013 and the provisions of Regulation 18 and Part C of Schedule V of SEBI (LODR) Regulation, 2015. All members of the Audit Committee are financially literate.

Audit Committee comprises of Mr. G. Venkatraman as the Chairman and Mr. Suresh R Madhok, Mr. George Eapen as the Members. All the members of the Committee are independent directors. More details about the Committee are given in **Annexure 'E'**.

21. Disclosure of Information as required under section 134 (3) (m) of the Companies Act, 2013 (ACT) read with the companies (Accounts) Rules, 2014

(i) Conservation of Energy

The Company values the significance of conservation of energy and hence continuous efforts are made for judicious use of energy at all levels of operations by utilizing energy efficient systems and processes. Towards achievement of this objective, steps have been initiated including use of energy efficient LED lights and energy management systems at our kitchen/offices.

Further, certain initiatives are being implemented for optimization of electricity and LPG usage. Some of the actions planned for next year include replacement of energy intensive pumps with high efficiency systems, replacement of energy intensive fans with energy efficient fans. Operational measures include close monitoring and control of energy consumption and frequent energy audits by the hotel Engineering Department.

Your Company remains focused on giving importance towards conservation of energy, which results in savings of electricity consumption, a significant component of the energy cost, in an ongoing process.

(ii) Technical Absorption

The Company continues to absorb and upgrade modern technologies and advanced hotel management techniques in various guest contact areas, which includes wireless internet connectivity in all the Guest House.

(iii) Foreign Exchange Earnings and outgo

As required under Section 134(3) (m) of the Companies Act, 2013, read with rule 2 of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, the information relating to foreign exchange earnings and outgo is hereunder:

Particulars	March 31, 2018 (Rs.)	March 31, 2017 (Rs.)
Outgo	17,65,432	4,33,392
Earned	--	--

22. Insurance

All insurable interest of the Company including, buildings, furniture and fixtures and other insurable interest are adequate insured.

23. Auditors

(i) Statutory Auditors

M/s. P. Chandrasekhar, Chartered Accountants, Statutory Auditors of the Company hold office until the conclusion of 24th AGM. Their appointment is being placed for ratification before the AGM. Further, due to changes in the Companies Act, 2013 regarding deletion of provisions related to ratification of appointment, Company would not be seeking the ratification from next year onwards.

(ii) Internal Auditor

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and The Companies (Accounts) Rules, 2014, the Company has appointed M/s. Viswanathan & Co, Chartered Accountant as an Internal Auditors to undertake the Internal Audit of the Company.

(iii) Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Gouri Shanker Mishra, Company Secretary in Practice to undertake the Secretarial Audit of the Company. The Report of the Secretarial Auditor is attached.

24. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an internal Control System, commensurate with size, scale and complexity of its operations. The scope and authority of the internal Audit function is well defined in the organization. To maintain its objectivity and independence, the internal Audit function reports to the Chairman of the Audit Committee of the Board.

DIRECTORS SEEKING FOR RE-APPOINTMENT:

In terms of the provisions of Section 152 (6) (d) of the Companies Act, 2013 Mr. Pottipati Vijaykumar Reddy, Director of the Company retire by rotation at this Annual General Meeting as per the provisions of the Articles of Association of Company and being eligible offer themselves for re-election.

The brief resume of these directors proposed to be appointed and re-appointed and other relevant information have been furnished in the Notice convening the AGM. Appropriate resolution for the appointment/re-appointment is being placed for approval of the members at the AGM.

The board, therefore, recommends their re-appointment as Directors of the Company.

INDEPENDENT DIRECTORS DECLARATION:

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013.

APPOINTMENT OF KEY MANAGERIAL PERSONNEL:

During the year, pursuant to resignation of earlier Company Secretary, the Board has appointed Mrs. Shuganya. K, as Company Secretary of the Company with effect from 11th May 2017. Further, Mr. Meyyappan M.SP, has been appointed as Chief Financial Officer of the Company with effect from 11th August 2017. The appointments were made in compliance to the provisions of section 203(1) of the Companies Act, 2013.

25. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

26. VIGIL MECHANISM / WHISTLE BLOWER POLICY

Pursuant to Section 177(9) and (10) of the Companies Act, 2013, the Company has established vigil mechanism for the directors and employees to report genuine concerns.

The Vigil (Whistle Blower) Mechanism aims to provide a channel to the Directors and employees to report genuine concerns about unethical behaviour, actual or suspected fraud or violation of the Codes of Conduct or policy.

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations and in order to maintain these standards, the Company encourages its employees who have genuine concerns about suspected misconduct to come forward and express these concerns without fear of punishment or unfair treatment.

The mechanism provides for adequate safeguards against victimization of Directors and employees to avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases. The said Whistle-Blower Policy has been hosted on the website of the Company at <http://apollosindoori.com/pdf/policy2.pdf>

27. BOARD EVALUATION

As per provisions of the Companies Act 2013 and Regulation 17(10) of the Listing Regulations, the evaluation process for the performance of the Board, its committees and individual Directors was carried out internally. Each Board member submitted a detailed evaluation form on the functioning and overall level of engagement of the Board and its Committees on parameters such as composition, execution of specific duties, quality, quantity and timeliness of flow of information, deliberations at the meeting, independence of judgment, decision making, management actions etc.

A one-on-one meeting of the individual Directors with the Chairman of the Board was also conducted as a part of self-appraisal and peer group evaluation and the engagement and impact of individual Directors was reviewed on parameters such as contribution, attendance, decision making, inter-personal relationship, actions oriented, external knowledge etc. The Directors were also asked to provide their valuable feedback and suggestions on the overall functioning of the Board and its committees and the areas of improvement for a higher degree of engagement with the management. The Independent Directors met on 11th May 2017 to review the performance evaluation of Non-Independent Directors and the entire Board of Directors including the Chairman, while considering the views of the Executive and Non-Executive Directors. The Independent Directors were highly satisfied with the overall functioning of the Board, its various committees and with the performance of other Non-executive and Executive Directors. The Board expressed its satisfaction with the Evaluation results, which reflects the high degree of engagement of the Board and its committees with the company and its Management.

28. Compliance to Secretarial Standard

The company has complied with the Secretarial Standards issued by the Institute of Company Secretaries of India on Board Meetings and General Meetings.

29. Risk Management Policy

Risk Management is an integral part of the business process. The risk management process, inter alia provides for review of the risk assessment and mitigation procedure and timely report to the management and review of the identified risks at periodical interval to assess the progress of control measures.

The Audit committee of the Board reviews the risk management efforts periodically. The Committee had formulated a Risk Management Policy. Risk Management Policy of the Company outlines different kinds of risks and risk mitigating measures. The risks are reviewed for the change in the nature and extent of major risks identified since the last assessment. It also provides control measures for risks and future action plans. Your Board is satisfied that there are adequate systems and procedures in place to identify, assess, monitor and manage risks. The Company believes that the overall risk exposure of present and future risks remains within risk capacity.

30. RECEIPT OF ANY COMMISSION BY MD / WTD FROM COMPANY OR SUBSIDIARY

The Company has not provided any commission to Managing Director/Whole Time Director during the year under review.

31. Human Resources

Your Company takes pride in the commitment, competence and dedication shown by its employees in all areas of its business. It considers people as its biggest assets. It has put concerted efforts in talent management and succession planning practices, strong performance management and learning and training initiatives to ensure that your Company consistently develops inspiring, strong and credible leadership. Your Company has a structured induction process at all its locations and management development programs to upgrade skills of managers.

32. Comments on Auditors' Report

Statutory Auditors Report:

No Qualification / observation has given by Statutory Auditors in their Report.

33. Secretarial Auditors Report:

A detailed Secretarial Auditors Report is provided under **Annexure- F**

The reply to the observation provided in Secretarial Audit Report is as under:

1. The Company has complied with Secretarial Standards as applicable in relation to Board and Committee meetings, however due to oversight certain compliances in certain instances has been missed out. Board has taken a note of it company will endeavor to comply with all applicable related compliances of Secretarial Standards as applicable.
2. The observation regarding Related Party Transaction is as per the statement of fact provided by the Company owing the reason as majority of revenue of the company are from related party. However all related party is charged competitive pricing and same condition applicable to any non related party and all transactions are in arms length and ordinary course of business.
3. Till the last financial year based on the capital and net worth company did not fell under requirement of Corporate Governance as per Regulation 15(2) of SEBI (Listing Obligations & Disclosures Requirement) Regulation, 2015).
4. We understand the disposal of shares has happened Person Acting in Concern. We have been informed that they are in no way associated with present promoters or acting in concert with them. As they are not connected to promoters or PAC, disposal of their shares were not informed to us. They have also requested for re-classification under Regulation 31A and other relevant provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

34. Nomination & Remuneration Committee

The Company strongly believes that human resources which manage the other resources have infinite potential and therefore, their development is the key to organizational effectiveness. We commit ourselves to integrate human resources with organizational growth and development for mutual benefit. The Nomination and R

Remuneration Policy has been formulated in compliance with Section 178 and other applicable provisions of the Companies Act 2013 read with the applicable rules thereto and the provisions of SEBI (LODR) Regulation, 2015.

Nomination and Remuneration Committee comprises of Suresh R Madhokas the Chairman and Mr. G. Venkatraman, Mr. George Eapen as the Members. All the members of the Committee are independent directors. Details of the same is provided under **Annexure- I**

35. Managerial Remuneration

Disclosures pursuant to Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 has been provided in **Annexure D**.

36. Particulars of Employees

The Company has about 3861 employees in its roll. Since employees contribute in achieving the goal of the Company, periodical training programs are carried out to meet the challenges in providing services to the best of Customer Satisfaction.

37. Disclosure on Establishment of a Vigil Mechanism

The Board of Directors have adopted Whistle Blower Policy. The Whistle Blower Policy aims for conducting the affairs in a fair and transparent manner by adopting highest standards of professionalism, honesty, integrity and ethical behavior. Directors and all permanent employees of the Company are covered under the Whistle Blower Policy. A mechanism has been established for directors/ employees to report concerns about unethical behavior, actual or suspected fraud or violation of Code of Conduct and Ethics. It also provides for adequate safeguards against the victimization of directors/ employees who avail of the mechanism and allows direct access to the Chairperson of the audit committee in exceptional cases. A copy of the Whistle Blower Policy is also hosted on the website of the Company.

38. Sexual Harassment of Women at Workplace (prohibition, prevention and redressal) Act, 2013

The Company has a Policy on Prohibition, Prevention and Redressal of Sexual Harassment of Women at Workplace and matters connected therewith or incidental thereto covering all the aspects as contained under The Sexual Harassment of Women at Workplace (Prohibition, Prevention and Redressal) Act, 2013. During the year under review, the Company has not received any complaints under the Policy.

Acknowledgement

Your Directors take this opportunity to thank the Company's customers, shareholders, suppliers, bankers, financial institutions and the Central and State Governments for their unstinted support. The Directors would also like to place on record their appreciation to employees at all levels for their hard work, dedication and commitment.

For and on Behalf of Board of Directors

Place: Chennai
Date: 28/05/2018

Sucharitha Reddy
Managing Director

G. Venkatraman
Director

ANNEXURE- A

Corporate Social Responsibility (CSR)

[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

1. (a) A brief outline of the company's CSR policy:.

As part of the CSR program, the company is presently engaged in several projects which are socially relevant and demanding in the locality surrounding its corporate office area and other locations where the company has branches or other place of business. The company may continue to undertake / fund project, programs or activities of the following nature and also undertake such other activities as may be approved by the board as is falling under Schedule VII of the Act 2013.

(b) Overview of projects undertaken;

The company has undertaken the projects in accordance with the CSR policy, as laid down and approved by the Committee and by the Board in field of education and eradication of hunger & poverty.

(c) Reference to the web-link to the CSR policy and projects or programs:

The CSR policy of the Company is available in the Company's website and Web-link is: -
<http://www.apollosindoori.com/investor.php/policies>

2. The Composition of the CSR Committee- The committee comprises of two Independent Director and one Executive Director as on date of this Report viz.,

Ms. Suneeta Reddy	Director
Ms. Sindoori Reddy	Director
Mr. G. Venkatraman	Independent Director

3. Average net profit of the Company for last three financial years: Rs. 3,36,24,301/-

4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above) Rs. 6,72,486/-

5. Details of CSR spent during the financial year.

a. Total amount to be spent for the financial year: Rs. 6,50,000/-

b. Amount unspent, if any: Rs. 22,486/-

6. Manner in which the amount spent during the financial year is detailed below

CSR Project/Activity	Sector in which the project is identified	State or District where project was undertaken	Amount of outlay (budget) project or program wise	Amount spent on projects or programs	Cummulative expenditure upto reporting period 2017-18	Amount spent Direct/agency
Sri Rangapriya Trusts	Education	Tamilnadu	5,50,000	5,00,000	5,00,000	Direct
Kit Thomas Educational Society Corpus fund	Education	Chennai	1,00,000	1,00,000	1,00,000	Direct
Krishnamariamman Charitable Trust	Poverty & Hunger	Tamilnadu	50,000	50,000	50,000	Direct
Total			7,00,000	6,50,000	6,50,000	

7. Reasons for Unspent CSR Amount:

Company is committed to CSR. It will endeavor to utilize the CSR amount appropriately including that of unspent amount for previous year. The CSR amount during the year could not be spent fully due to non-identification of activities aligned with Company's CSR Policy. To the extent of rightful amount which it could ensure correctly being utilized for the CSR, Company has spent towards CSR.

8. Responsibility statement:

It is hereby confirmed by and on behalf of the Corporate Social Responsibility Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.

For and on **Behalf of Board of Directors**

Place: Chennai
Date: 28/05/2018

Sucharitha Reddy
Managing Director

Ms.Sindoori Reddy
Chairman of CSR Committee

ANNEXURE- B

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of associates/Joint Ventures	Faber Sindoori Management Services Private Limited
1. Latest audited Balance Sheet Date	31.03.2018
2. Shares of Associate/Joint Ventures held by the company on the year end	45,265
Amount of Investment in Associates/Joint Venture	4,52,650
Extend of Holding%	49%
3. Description of how there is significant influence	Joint venture
4. Reason why the associate/joint venture is not consolidated	Accounts has been consolidated
5. Net worth attributable to shareholding as per latest audited Balance Sheet	Rs. 2602.94 Lakhs
6. Profit/Loss for the year	
i. Considered in Consolidation	Rs. 841.24 Lakhs (49% of PBT)
ii. Not Considered in Consolidation	Rs. 1825.41 Lakhs

1. Names of associates or joint ventures which are yet to commence operations.- NIL
2. Names of associates or joint ventures which have been liquidated or sold during the year- NIL

Note: This Form is to be certified in the same manner in which the Balance Sheet is to be certified.

ANNEXURE- C

Particulars of contracts/arrangements made with related parties

[Pursuant to Clause (h) of sub-section (3) of Section 134 of the Companies Act, 2013, and Rule 8(2) of the Companies (Accounts) Rules, 2014 – AOC-2]

This Form pertains to the disclosure of particulars of contracts / arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis

There were no contracts or arrangements or transactions entered into during the year ended March 31, 2018 which were not at arm's length basis.

2. Details of material contracts or arrangement or transactions at arm's length basis

The details of material contracts or arrangement or transactions at arm's length basis for the year ended March 31, 2018 are as follows:

S. No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	Apollo Hospital Enterprises Limited
2	Nature of contracts/arrangements/ transaction	Service agreement entered
3	Duration of the contracts/arrangements/ transaction	1 year
4	Salient terms of the contracts or arrangements or transaction including the value, if any	To provide Food & Beverage and Manpower services
5	Date of approval by the Board	11 th May 2017
6	Amount paid as advances, if any	Nil

The company already existing agreement entered with AHEL its only get renewed every year subject to competitive price which is arms length price and in ordinary course of business.

For and on Behalf of Board of Directors

Place: Chennai
Date: 28/05/2018

Sucharitha Reddy
Managing Director

G. Venkatraman
Director

Annexure - D

EXTRACT OF ANNUAL RETURN

As on the Financial year ended 31.03.2018
(Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies
(Management and Administration) Rules, 2014
FORM NO.MGT-9

I. Registration and other details

CIN	L72300TN1998PLC041360
Registration Date	03.11.1998
Name of the Company	Apollo Sindoori Hotels Limited
Category / Sub – Category of the Company	Company having Share Capital
Address of the Registered office and contact details	No. 16, Apollo Annex Building, 1 st street, Wallace garden, Chennai- 600 006
Whether listed Company	Yes
Name, address and contact details of Registrar and Transfer Agent, if any	Cameo Corporate Services Limited, No.1, Club House Road, Subramanian Building, Chennai-600002. Ph:044 28460390 Mail:cameo@cameoindia.com Web:www.cameoindia.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the Business Activities contributing 10 % or more of the total turnover of the Company shall be Stated:

S.No.	Name and Description of main Products / Services	NIC Code of the Product / Service	% to total turnover of the Company
1.	Food & Beverages	55208	56.71
2.	Man power Services	74930	42.74

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE

S.No.	Name and Address of the Company	CIN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
1.	Faber Sindoori Management Services Private Limited	U85100TN2007PTC064527	Associate /Joint Venture	49%	2(6)

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Shareholding

S No. (I)	Category of shareholders (II)	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
		Demat	Physical	Total	% of total shares	Demat	Physical	Total % of	Total Shares	
(A)	Promoters									
(1)	Indian									
(a)	Individual/Hindu Undivided Family	6,64,561	0	6,64,561	51.11	6,64,561	0	6,64,561	51.11	0
(b)	Central Government	0	0	0	0	0	0	0	0.00	0
(c)	State Government(s)	0	0	0	0	0	0	0	0	0
(d)	Bodies Corporate	1,42,000	0	1,42,000	10.92	1,42,000	0	1,42,000	10.92	0
(e)	Financial Institutions/Banks	0	0	0	0	0	0	0	0	0
(f)	Any Other (Total)	0	0	0	0	0	0	0	0	0
	Directors and their Relative	84,380	0	84,380	6.49	48,580	0	48,580	3.73	(2.75)
	Sub-Total (A)(1)	8,90,941	0	8,90,941	68.52	8,55,141	0	8,55,141	65.76	(2.75)
(2)	Foreign									
(a)	NRI- Individuals									
(b)	Other – Individuals									
(c)	Bodies Corporate	0	0	0	0	0	0	0	0	0
(d)	Bank / Financial Institutions	0	0	0	0	0	0	0	0	0
(e)	Any Other (Total)	0	0	0	0	0	0	0	0	0
	Sub-Total (A)(2)	0	0	0	0	0	0	0	0	0
	Total Shareholding of Promoter and Promoter Group (A)= (A)(1)+(A)(2)	8,90,941	0	8,90,941	68.52	8,55,141	0	8,55,141	65.76	(2.75)
(B)	Public shareholding									
1	Institutions					0	0	0	0	0
(a)	Mutual Funds	0	0	0	0	0	0	0	0	0
(b)	Financial Institutions/Banks	0	0	0	0	0	0	0	0	0
(c)	Central Government	0	0	0	0	0	0	0	0	0
(d)	State Government(s)	0	0	0	0	0	0	0	0	0
(e)	Venture Capital Funds	0	0	0	0	0	0	0	0	0
(f)	Insurance Companies	0	0	0	0	0	0	0	0	0
(g)	Foreign Institutional Investors	0	0	0	0	0	0	0	0	0
(h)	Foreign Venture Capital Investors	0	0	0	0	0	0	0	0	0
(i)	Others (Total)	0	0	0	0	0	0	0	0	0
	Sub-Total (B)(1)	0	0	0	0	0	0	0	0	0
(2)	Non-institutions									
(a)	Bodies Corporate i. Indian	5,446	21,700	27,146	2.08	33,488	21,700	55,188	4.2445	2.1567
	ii. Overseas		0	0	0	0	0	0	0	0
(b)	Individuals - i. Individual Shareholders Holding Nominal Share Capital Up To Rs.1.00 Lakh.	82,295	98,535	1,80,830	13.9078	1,29,179	72,686	2,01,865	15.5256	1.6178
	ii. Individual Shareholders Holding Nominal Share Capital In Excess of Rs.1.00 Lakh	1,26,868	0	1,26,868	9.7575	82,802	0	82,802	6.3684	3.3891

(c)	Others (Specify)									
(c1)	Clearing Members	1	0	1	0	99	0	99	0.0076	0.0075
(c2)	Hindu Undivided Families	1,815	0	1,815	0.1395	11,626	0	11,626	0.8941	0.7545
(c3)	IEPF	0	0	0	0	87,840	0	87,840	6.7558	6.7558
(c4)	Non Resident Indians	499	43,600	44,099	3.3917	2,139	3,500	5,639	0.4337	-2.958
(c5)	Overseas Corporate Bodies	0	28,500	28,500	2.1919	0	0	0	0	-2.1919
(c6)	Other	1	0	1	0	99	0	99	0.0076	0.0075
	Sub-Total (B)(2)	2,16,924	1,92,335	4,09,259	31.4766	3,47,173	97,886	4,45,059	34.2300	2.7534
	Total Public Shareholding (B)= (B)(1)+(B)(2)	2,16,924	1,92,335	4,09,259	31.4766	3,47,173	97,886	4,45,059	34.2300	2.7534
(C)	C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
	GRAND TOTAL (A)+(B)+(C)	11,07,865	1,92,335	13,00,200	100	12,02,314	97,886	13,00,200	100	0

ii) Shareholding of Promoters

S.No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% Change in Shareholding during the year
		No. of Shares	% of total shares of the Company	% of shares pledged / encumbered to total shares	No. of Shares	% of total shares of the Company	% of shares pledged / encumbered to total shares	
1	PRATHAP C REDDY	1,83,630	14.12	0	1,83,630	14.12	0	0
2	SUCHARITHA P REDDY	1,72,130	13.24	0	1,72,130	13.24	0	0
3	SANGITA REDDY	1,51,848	11.68	0	1,51,848	11.68	0	0
4	PCR INVESTMENTS LIMITED	1,42,000	10.92	0	1,42,000	10.92	0	0
5	SHOBANA KAMINENI	79,086	6.08	0	79,086	6.08	0	0
6	MRS SUNEETA REDDY	49,935	3.84	0	49,935	3.84	0	0
7	MR VIJAYAKUMAR REDDY P	25,585	1.97	0	25,585	1.97	0	0
8	MRS MEENAKSHI REDDY	25,000	1.92	0	9,200	0.7075	0	1.2125
9	MRS ROHINI REDDY	25,000	1.92	0	5,000	0.3845	0	1.538
10	MRS PREETHA REDDY	24,432	1.88	0	24,432	1.88	0	0
11	KARTHIK ANAND	5,200	0.4	0	5,200	0.4	0	0
12	MS SINDOORI REDDY	3,500	0.27	0	3,500	0.27	0	0
13	MS UPASANA KAMINENI	3,000	0.23	0	3,000	0.23	0	0
14	MR DWARAKANATH REDDY	585	0.04	0	585	0.04	0	0
15	MR ANIL KAMINENI	10	0	0	10	0	0	0
	Total	8,90,941	68.52	0	8,90,941	68.52	0	0

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

S.No	Name of the Share holder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of shares	% of total shares of the company	No of shares	% of total shares of the company
1	PRATHAP C REDDY				
	At the beginning of the year 01-Apr-2017	1,83,630	14.1232	1,83,630	14.1232
	At the end of the year 31-Mar-2018	1,83,630	14.1232	1,83,630	14.1232
2	SUCHARITHA P REDDY				
	At the beginning of the year 01-Apr-2017	1,72,110	13.2371	1,72,130	13.24
	At the end of the year 31-Mar-2018	1,72,110	13.2371	1,72,130	13.24
3	SANGITA REDDY				
	At the beginning of the year 01-Apr-2017	1,51,848	11.6788	1,51,848	11.6788
	At the end of the year 31-Mar-2018	1,51,848	11.6788	1,51,848	11.6788
4	PCR INVESTMENTS LIMITED				
	At the beginning of the year 01-Apr-2017	1,42,000	10.9213	1,42,000	10.9213
	At the end of the year 31-Mar-2018	1,42,000	10.9213	1,42,000	10.9213
5	SHOBANA KAMINENI				
	At the beginning of the year 01-Apr-2017	79,086	6.0826	79,086	6.0826
	At the end of the year 31-Mar-2018	79,086	6.0826	79,086	6.0826
6	MRS SUNEETA REDDY				
	At the beginning of the year 01-Apr-2017	49,935	3.8405	49,935	3.8405
	At the end of the year 31-Mar-2018	49,935	3.8405	49,935	3.8405
7	MR VIJAYAKUMAR REDDY P				
	At the beginning of the year 01-Apr-2017	25,585	1.9677	25,585	1.9677
	At the end of the year 31-Mar-2018	49,935	3.8405	49,935	3.8405
8	MRS MEENAKSHI REDDY				
	At the beginning of the year 01-Apr-2017	25,000	1.9227	25,000	1.9227
	At the end of the year 31-Mar-2018	9,200	0.7075	9,200	0.7075
9	MRS ROHINI REDDY				
	At the beginning of the year 01-Apr-2017	25,000	1.9227	25,000	1.9227
	Sale 21-Jul-2017	25,000	1.9227	0	0
	Purchase 16-Mar-2018	5,000	0.3845	5,000	0.3845
	At the end of the year 31-Mar-2018	5,000	0.3845	5,000	0.3845
10	MRS PREETHA REDDY				
	At the beginning of the year 01-Apr-2017	24,432	1.879	24,432	1.879
	At the end of the year 31-Mar-2018	24,432	1.879	24,432	1.879
11	KARTHIK ANAND				
	At the beginning of the year 01-Apr-2017	5,200	0.3999	5,200	0.3999
	At the end of the year 31-Mar-2018	5,200	0.3999	5,200	0.3999
12	MS SINDOORI REDDY				
	At the beginning of the year 01-Apr-2017	3,500	0.2691	3,500	0.2691
	At the end of the year 31-Mar-2018	3,500	0.2691	3,500	0.2691
13	MS UPASANA KAMINENI				
	At the beginning of the year 01-Apr-2017	3,000	0.2307	3,000	0.2307
	At the end of the year 31-Mar-2018	3,000	0.2307	3,000	0.2307
14	MR DWARAKANATH REDDY				
	At the beginning of the year 01-Apr-2017	585	0.0449	585	0.0449
	At the end of the year 31-Mar-2018	585	0.0449	585	0.0449
15	MR ANIL KAMINENI				
	At the beginning of the year 01-Apr-2017	10	0.0007	10	0.0007
	At the end of the year 31-Mar-2018	10	0.0007	10	0.0007

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

S.No	Name of the Share holder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of shares	% of total shares of the company	No of shares	% of total shares of the company
1	VIJAYALAKSHMI.S				
	At the beginning of the year 01-Apr-2017	1,15,868	8.91	1,15,868	8.91
	At the end of the Year 31-Mar-2018	72,002	5.53	72,002	5.53
2	MRS SULATHA BEEVI T S				
	At the beginning of the year 01-Apr-2017	31,000	2.38	31,000	2.38
	Sale 01-Dec-2017	31,000	2.38	--	--
At the end of the Year 31-Mar-2018	0	0	0	0	
3	M/S ENUGA ENTERPRISE LTD				
	At the beginning of the year 01-Apr-2017	28,500	2.19	28,500	2.19
	Sale 01-Dec-2017	-28,500	2.19	--	--
At the end of the Year 31-Mar-2018	0	0	0	0	
4	M/S APOLLO SINDHOORI CAPITAL INVEST				
	At the beginning of the year 01-Apr-2017	21,700	1.67	21,700	1.67
At the end of the Year 31-Mar-2018	21,700	1.67	21,700	1.67	
5	MR DAMODARAN SRINIRAM				
	At the beginning of the year 01-Apr-2017	11,000	0.85	10,000	0.85
	Sale 29-Dec-2017	200	0.015	10,800	0.83
At the end of the Year 31-Mar-2018	10,800	0.83	10,800	0.83	
6	MOIZ PANCHA				
	At the beginning of the year 01-Apr-2017	9,600	0.7383	9,600	0.7383
	Sale 12-Jan-2018	-100	0.007	9,500	0.7306
At the end of the Year 31-Mar-2018	9,500	0.7306	9,500	0.7306	
7	MR HAMEED ABDUL KADER N M				
	At the beginning of the year 01-Apr-2017	9,500	0.7306	9,500	0.7306
At the end of the Year 31-Mar-2018	9,500	0.7306	9,500	0.7306	
8	MS. NEHA SUBASH IDNANY				
	At the beginning of the year 01-Apr-2017	7,472	0.5746	7,472	0.5746
At the end of the Year 31-Mar-2018	7,242	0.5569	7,242	0.5569	
9	DR GOPALAKRISHNA N G BHAT M D				
	At the beginning of the year 01-Apr-2017	5,000	0.3845	5,000	0.3845
At the end of the Year 31-Mar-2018	5,000	0.3845	5,000	0.3845	
10	M/S APOLLO HEALTH ASSOCIATION				
	At the beginning of the year 01-Apr-2017	5,000	0.3845	5,000	0.3845
At the end of the Year 31-Mar-2018	5,000	0.3845	5,000	0.3845	

(v) Shareholding of Directors and Key Managerial Personnel:

S.No.	For Each of the Directors and KMP At the beginning of the year	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Mrs.Sucharitha P Reddy	1,72,130	13.24	1,72,130	13.24
2	Mrs Suneeta Reddy	49,935	3.84	49,935	3.84
3	Mr Vijayakumar Reddy P	25,585	1.97	25,585	1.97
4	Ms Sindoori Reddy	3,500	0.27	3,500	0.27
5	Mr.G.Venkatraman	0	0	0	0
6	Mr.George Eapen	0	0	0	0
7	Suresh R Madhok	0	0	0	0
8	Natarajan. C, Chief Executive Officer	0	0	0	0
9	Meyyappan. MSP Chief Financial Officer	0	0	0	0
10	Shuganya.K – Company Secretary	0	0	0	0
	Cumulative Shareholding during the year	NIL	NIL	NIL	NIL

V. INDEBTEDNESS**Indebtedness of the Company including interest outstanding/accrued but not due for payment****(Rs. in Lakhs)**

PARTICULARS	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	659.43	-	-	659.43
ii) Interest due but not paid	0.42	-	-	0.42
iii) Interest accrued but not due		-	-	
Total (i+ii+iii)	659.85	-	-	659.85
Change in Indebtedness during the financial year				
i) Addition				
ii) Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	57.73			57.73
ii) Interest due but not paid	0.08			0.08
iii) Interest accrued but not due	-			-
Total (i+ii+iii)	57.81			57.81

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

S.no.	Particulars of Remuneration	Name of Managing Director	Total Amount(Rs.)
		Mr.Sucharitha Reddy	
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	12,00,000	12,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil
2	Stock Option	NIL	NIL
3	Sweat Equity	NIL	NIL
4	Commission	NIL	NIL
	- as % of profit		
	- others, specify...		
5	Others, please specify	NIL	NIL
	Total (A)	12,00,000	12,00,000
	Ceiling as per the Act		It is in accordance with the ceiling as specified under section 197 of the Companies Act, 2013

B. Remuneration to other directors:

S.No	Particulars of Remuneration	Name of Directors	Total Amount(Rs.)
1	Independent Directors		
	1.Fee for attending board / committee meetings	Mr.G.Venkatraman	2,80,000
		Mr.Suresh R.Madhok	2,80,000
		Mr.George Eapen	2,40,000
	2.Commission	Nil	Nil
	3.Others, please specify	Nil	Nil
	Total (1)		Rs. 8,00,000/-
2	Other Non-Executive Directors		
	1.Fee for attending board / committee meetings	Mr.P.Vijayakumar Reddy	40,000
		Mrs.Suneeta Reddy	1,00,000
		Mrs.Sindoori Reddy	80,000
	2.Commission	Nil	Nil
	3.Others, please specify *Professional Charges	Mrs. Sindoori Reddy	24,00,000
	Total (2)		26,20,000
	Total (B)=(1+2)		34,20,000
	Total Managerial Remuneration(A) + (B)		46,20,000
	Overall Ceiling as per the Act		It is in accordance with the ceiling as specified under section 197 of the Companies Act, 2013

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

S.no.	Particulars of Remuneration	Key Managerial Personnel			Total(Rs.)
		CEO* (Mr. Natarajan.C)	Company Secretary** (Shuganya.K)	Meyyappan.M.SP (Chief Financial Officer)***	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Rs.1,06,55,672	Rs.5,98,255	Rs.15,41,666	Rs.1,27,95,593
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Rs.7,32,951	Rs.21,698	Rs.88,540	Rs.8,43,189
	(c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit	-	-	-	-
	- others, specify	-	-	-	-
	Total	Rs.1,13,88,623	Rs.6,19,953	Rs.16,30,206	1,36,38,782

*Including incentive and previous years' salary arrears

**Mr. Prakash Chandra Panda, Company Secretary resigned and relieved on 10th April 2017.

Mrs. Shuganya. K was appointed as Company Secretary w.e.f 11th April 2017.

***Mr. Meyyappan was appointed as CFO w.e.f 21th July 2017.

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
B.DIRECTORS					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
C. OTHER OFFICERS IN DEFAULT					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL

ANNEXURE - E

COMPOSITION OF AUDIT COMMITTEE

S.NO	Name	Designation	Category	Attendance
1.	G.Venkatraman	Non-Executive Director	Independent	4
2.	Suresh R.Madhok	Non-Executive Director	Independent	4
3.	George Eapen	Non-Executive Director	Independent	3

Terms of reference

The terms of reference has been set for the Audit Committee by Board in compliance to the Section 177 of Companies Act, 2013 and Regulation 18(3) & Part C of Schedule II SEBI (LODR) Regulation 2015. Following are inter alia the main terms of reference provided by the Board of Directors to the Audit committee:

1. Regular review of accounts, accounting policies and disclosures.
2. Review the major accounting entries based on exercise of judgment by management and review of significant adjustments arising out of audit.
3. Review any qualifications in the draft audit report.
4. Establish and review the scope of the independent audit including the observations of the auditors and review of the quarterly, half-yearly and annual financial statements before submission to the Board.
5. Upon completion of the audit, attend discussions with the independent auditors to ascertain any area of concern.
6. Establish the scope and frequency of the internal audit, review the findings of the internal auditors and ensure the adequacy of internal control systems.
7. Examine reasons for substantial defaults in payment to depositors, debenture holders, shareholders and creditors.
8. Examine matters relating to the Director's Responsibility Statement for compliance with Accounting Standards and accounting policies.
9. Oversee compliance with Stock Exchange legal requirements concerning financial statements, to the extent applicable.
10. Examine any related party transactions, i.e. transactions of the Company that are of a material nature with promoters or management, their subsidiaries, relatives, etc., that may have potential conflict with the interests of the Company.
11. Appointment and remuneration of statutory and internal auditors.
12. Risk assessment and minimization procedures.
13. Management discussion and analysis of financial condition and results of operations
14. Statement of significant related party transactions (as defined by the audit committee), submitted by management.
15. Management letters / letters of internal control weaknesses issued by the statutory auditors.
16. Internal audit reports relating to internal control weaknesses.

17. The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.

18. Statement of deviations:

- (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
- (b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice in terms of Regulation 32(7).

There were no such incidences where Board has not accepted the recommendation of the Audit Committee during the year.

ANNEXURE-F

Gouri Shanker Mishra

B.Com, MBA, FCS, LLB

Practicing Company Secretary

M: +91 98842 53052; Email: gsmishra.1977@gmail.com

SECRETARIAL AUDIT REPORT

For the Financial Year Ended 31st March 2018

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,

The Members,
Apollo Sindoori Hotels Limited
No. 16, Apollo Annex Building,
2nd Floor, Wallace Garden 1st Street,
Nungambakkam, Chennai - 600006
INDIA

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Apollo Sindoori Hotels Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion there on.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
 - (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

- (e) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- (vi) The list of major heads/ group of Acts, Law and Regulations as applicable to the Company as per management declaration and representation, is mentioned below. In relation to these laws we have relied on the representation made by the Company and its Officers for system and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations as applicable to the Company.

1. Labour Laws:

- i. The Employees Provident Funds And Miscellaneous Provision's Act, 1952.
 - ii. Employees' State Insurance Act, 1948.
 - iii. Minimum Wages Act, 1946.
 - iv. Contract Labour (Regular and Abolition) Act, 1970.
 - v. Inter-State Migrant Workmen (Regulation of Employment and Conditions of Service) Act, 1979.
 - vi. Maternity Benefit Act, 1960.
 - vii. Industrial Disputes Act, 1961.
 - viii. Payment of Bonus Act, 1965.
 - ix. Labour Laws (Exemption from Furnishing Returns and Maintaining Registers by Certain Establishments) Act, 1988.
 - x. Child Labour (Prohibition & Regulation) Act, 1986.
 - xi. Equal Remuneration Act, 1976.
 - xii. Payment of Gratuity Act, 1979.
- 2. Industrial Employment (Standing Orders) Act, 1946
 - 3. The Negotiable Instruments Act, 1881.
 - 4. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

I have also examined compliance with the applicable clauses of Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

1. *Board and Committee Meeting Minutes and attendance not properly maintained in compliance to Secretarial Standard;*
2. *The majority of the revenue of the Company is from related party transaction which as per the representation from the Company is in ordinary course of business and on arms length basis;*
3. *Company was not required to comply with the Corporate Governance requirement as per Regulation 15(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;*
4. *Certain changes had taken place in promoters shareholding during the year, which required disclosure under Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, however, we understand that no such disclosure has been made.*

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions of the Board and Committees were unanimous and the same was captured and recorded as part of the minutes and hence no dissent is recorded in minutes, however, we have been represented that dissent, if any, are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Place: Chennai
Date: 21st May 2018

Gouri Shanker Mishra
FCS No. 6906
C P No.: 13581

Note: This report is to be read with our letter of even date which is annexed as an Annexure and forms an integral part of this report.

Gouri Shanker Mishra
B.Com, MBA, FCS, LLB
Practicing Company Secretary
M: +91 98842 53052; Email: gsmishra.1977@gmail.com

ANNEXURE

To,

The Members,
Apollo Sindoori Hotels Limited
No. 16, Apollo Annex Building,
Wallace garden 1st street,
Nungambakkam,
Chennai - 600 006

Our Secretarial Audit Report of even date is to be read along with this letter.

Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.

Where ever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.

The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Chennai
Date: 21st May 2018

Gouri Shanker Mishra
FCS No. 6906
C P No.: 13581

ANNEXURE – G

I. Information to be furnished as per Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is as under:

- i. The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year; 1:10
- ii. The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer and Company Secretary during the financial year 2017-18:

Employees	Percentage of increase, if any
Chief Executive Officer	20%
Chief Financial Officer	Nil
Company Secretary	Nil

Sl. No.	Name of Directors/KMP and Designation	Remuneration of Directors/ KMP for financial year 2017-18	% increase in Remuneration in the Financial Year 2017-18	Ratio of remuneration of each Director/ to median remuneration of employees	Comparison of the Remuneration of the KMP against the performance of the Company
1.	Mrs. Sucharitha Reddy, Managing Director for the financial year 2017-18	12,00,000	--	--	Profit Before Tax was Rs. 1025.13 Lacs

- iii. The percentage increase in the median remuneration of employees in the financial year: 10%
- iv. There were 3861 employees which includes the permanent staff, FTC's Contracted/outsourced staff/Deputed staff as on March 31, 2018.
- v. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: No increase in managerial remuneration was given to Managing Director or other Directors.
- vi. We confirm that remuneration being granted is as per the remuneration policy of the company.

ANNEXURE- H

II. A statement showing the name of top ten employees in terms of remuneration drawn and name of every employee of the company, who-

- (i) if employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than one crore and two lakh rupees;
- (ii) if employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakh rupees and fifty thousand per month;

Statement showing the name of top ten employees in terms of remuneration drawn;

Name of the employee	Designation	Qualification	Experience	Date of joining	Age	Last employment	Remuneration (in Rs)
Mrs. Sucharitha Reddy	Managing Director	Graduate	32 years	1986	79	--	1,00,000.00
Mr. C.Natarajan	CEO	PGDPM & IR, M.COM, ML, MBA	38 years	21/05/1986	57	Amalgamations Group	7,70,471.00
Mr. N. Suresh	Vice President - Admin	BLM, PGDPM & IR, MLS	26 years	01/11/1992	50	--	2,64,030.00
Mr. Feroz khan	Vice President - Operations	CCHM	21 years	17/03/2016	44	The Leela Palace, Chennai	2,16,000.00
Mr. M.SP. Meyyappan	Chief Financial Officer	ICWA, CA	26 years	21/07/2017	49	PT. IMR Stainless Steel Company	1,65,000.00
Mr. Arul Santhosh.A.P	Executive Chef	DHMCTAN, BBA	20 years	19/10/2015	44	The Park Hotel, Chennai	1,87,200.00
Mr. Aksharsh P.Barot	Sr. Manager	DHMCT	12 years	13/03/2009	32	Sodexo	94,159.00
Mr.Anindya Bhowmik	Regional Commercial Manager	DHMAN	18 years	06/06/2016	42	Feathers Hotel, Chennai	95,040.00
Ms. Sangeeta Bhuwalka	Vice President - Marketing	PUC, DHSc.	7 years	10/02/2011	56	-	82,000.00
Mr.Chinnapparaj.N	DGM - Operations	CC, HM	18 years	28/10/2013	42	Rajdhane Chain Of Restaurants	80,000.00

II. Remuneration to Non-Executive Directors:

The Board, on the recommendation of the NRC, shall review and approve the remuneration payable to the Non-Executive Directors of the Company within the overall limits approved by the shareholders. Board has decided to grant commission not exceeding one percent of net profit as commission subject to approval of members w.e.f. from financial year 2017-18. This has been decided with a view to sufficiently remunerate the Independent Directors for their effective participation. Board recommends approval of the members for same.

Non-Executive Directors are entitled to sitting fees for attending the meeting of the Board and the Committee in addition to the commission that they will be entitled within limit approved by members.

III. Remuneration to other employees:

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be based on various factors such as job profile, skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

ANNEXURE- I

IV. NOMINATION AND REMUNERATION POLICY OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES

PRINCIPLE AND RATIONALE

Section 178 of the Companies Act, 2013 require the Nomination and Remuneration Committee of the Board of Directors of every listed entity, among other classes of companies, to

- formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.
- identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal.
- carry out evaluation of every director's performance.
- formulate the criteria for evaluation of Independent Directors and the Board.

Accordingly, in adherence to the abovesaid requirements and in line with the Company philosophy towards nurturing its human resources, the Nomination and Remuneration Committee of the Board of Directors of Apollo Sindoori Hotels Limited herein below recommends to the Board of Directors for its adoption the Nomination and Remuneration Policy for the directors, key managerial personnel and other employees of the Company as set out below;

COMPANY PHILOSOPHY

Apollo Sindoori is an equal opportunities employer. The organization does not discriminate on grounds of age, gender, colour, race, ethnicity, language, caste, creed, economic or social status or disability. The global workforce spread across continents, which has over the years transformed Apollo Sindoori into a global organisation forms the backbone of the entity. Pay revisions and other benefits are designed in such a way to compensate good performance of the employees of the Company and motivate them to do better in future.

The endeavour of the organisation is to acknowledge the contributions of its directors, key managerial personnel and other employees with best compensation and benefits that appropriately reward performance in line with the regulatory and industry best practices.

GUIDING PRINCIPLES

In the formulation of this Policy, the Nomination and Remuneration Committee has also endeavored to ensure the guiding principles as prescribed u/s 178(4) of the Companies Act, 2013, summarized hereunder:

- a) the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate human resource including directors of the quality required to run the company successfully;
- b) relationship of remuneration to performance is clear and meets appropriate performance benchmarks;
- c) remuneration to directors, key managerial personnel and senior management reflecting short and long term performance objectives appropriate to the working of the company and its goals;
- d) facilitating effective shareholder participation in key Corporate Governance decisions such as the nomination and election of board members;

- e) aligning key executive and board remuneration with the longer term interests of the company and its shareholders;
- f) ensuring a transparent board nomination process with the diversity of thought, experience, knowledge, perspective and gender in the Board.

NOMINATION OF THE DIRECTORS

The Nomination and Remuneration Committee of the Board of Directors is dedicated to ensuring the continuance of a dynamic and forward-thinking Board and recommend to the Board qualified candidates for directorship.

Before recommending a nominee's candidature to the Board for being appointed as a Director, the following criteria set out may be applied as guidelines in considering potential nominees to the Board of Directors.

General Criteria

- The background and qualifications of the Directors considered as a group should provide a significant breadth of experience, knowledge and abilities to assist the Board in fulfilling its responsibilities.
- Directors should be selected so that the Board of Directors should remain as a diverse body, with diversity reflecting gender, ethnic background, country of citizenship and professional experience. Because a mix of viewpoints and ideas enhances the Board's ability to function effectively, the Committee shall consider the diversity of the existing Board when considering potential nominees, so that the Board maintains a body of directors from diverse professional and personal backgrounds.
- Potential nominees shall not be discriminated against on the basis of race, religion, national origin, sex, disability, or any other basis prohibited by law.
- Any nominee should be free of any conflict of interest which would violate any applicable law or regulation or interfere with the performance of the responsibilities of a director.
- Commitment of the nominee to understanding the Company and its industry, embracing the organisation's values to help shape its vision, mission and strategic direction including oversight of risk management and internal control.
- Commitment of the nominee to spending the time necessary to function effectively as a Director, including attending and participating in meetings of the Board and its Committees.

Specific Criteria

- Demonstrated business acumen, experience and ability to use sound judgment and to contribute to the effective oversight of the business and financial affairs of a large, multifaceted, global organisation.
- The nominee reflects the right corporate tone and culture and excels at board-management relationships.
- Experience in strategic planning and managing multidisciplinary responsibilities, the ability to navigate among diverse professional groups and points of view, a track record of communicating effectively in a global environment, and high standards of integrity and professional conduct.
- Nominees understand and endeavour to balance the interests of shareholders and/ or other stakeholders and put the interests of the company or organisation above self-interest. He/ she has demonstrated a commitment to transparency and disclosure.

- He/ she is committed to superior corporate performance, consistently striving to go beyond the legal and/or regulatory governance requirements to enhance, not just protect, shareholder value.
- Nominee contributes to effective governance through superior, constructive relationships with the Executive Directorate and management.

REMUNERATION OF THE DIRECTORS

The Company strives to provide fair compensation to directors, taking into consideration industry benchmarks, Company's performance vis-à-vis the industry, responsibilities shouldered, performance/track record, macro economic review on remuneration packages of heads of other organisation.

The remuneration payable to the directors of the company, shall at all times be determined, in accordance with the provisions of the Companies Act, 2013.

Appointment and Remuneration of Managing Director and Whole-time Director

The terms and conditions of appointment and remuneration payable to a Managing Director and Whole-time Director(s) shall be recommended by the Nomination and Remuneration Committee to the Board for its approval which shall be subject to approval by shareholders at the next general meeting of the Company and by the Central Government in case such appointment is at variance to the conditions specified in Schedule V to the Companies Act, 2013. Approval of the Central Government is not necessary if the appointment is made in accordance with the conditions specified in Schedule V to the Act.

In terms of the provisions of Companies Act, 2013, the Company may appoint a person as its Managing Director or Whole-time Director for a term not exceeding 5 (Five) years at a time.

The executive directors may be paid remuneration either by way of a monthly payment or at a specified percentage of the net profits of the Company or partly by one way and partly by the other.

The break-up of the pay scale, performance bonus and quantum of perquisites including, employer's contribution to P.F., pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and shall be within the overall remuneration approved by the shareholders and Central Government, wherever required.

While recommending the remuneration payable to a Managing/ Whole-time Director, the Nomination and Remuneration Committee shall, inter alia, have regard to the following matters:

- Financial and operating performance of the Company
- Relationship between remuneration and performance
- Industry/ sector trends for the remuneration paid to executive directorate

Annual Increments to the Managing/ Whole-time Director(s) shall be within the slabs approved by the Shareholders.

Increments shall be decided by the Nomination and Remuneration Committee at times it desires to do so but preferably on an annual basis.

Insurance Premium as Part of Remuneration Where any insurance is taken by a company on behalf of its Managing Director, Whole-time Director, Manager, Chief Executive Officer, Chief Financial Officer or Company Secretary for indemnifying any of them against any liability in respect of any negligence, default, misfeasance, breach of duty or breach of trust for which they may be guilty in relation to the company, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel.

However, if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

Remuneration to Directors in other Capacity

The remuneration payable to the directors including Managing or Whole-time Director or Manager shall be inclusive of the remuneration payable for the services rendered by him in any other capacity except the following:

- (a) The services rendered are of a professional nature; and
- (b) In the opinion of the Nomination and Remuneration Committee, the director possesses the requisite qualification for the practice of the profession.

EVALUATION OF THE DIRECTORS

As members of the Board, the performance of the individual Directors as well as the performance of the entire Board and its Committees is required to be formally evaluated annually.

Section 178(2) of the Companies Act, 2013 also mandates the Nomination and Remuneration Committee to carry out evaluation of every director's performance.

In developing the methodology to be used for evaluation on the basis of best standards and methods meeting international parameters, the Board / Committee may take the advice of an independent professional consultant

NOMINATION AND REMUNERATION OF THE KEY MANAGERIAL PERSONNEL (OTHER THAN MANAGING/ WHOLE-TIME DIRECTORS), KEY-EXECUTIVES AND SENIOR MANAGEMENT .

The executive management of a company is responsible for the day to day management of a company. The Companies Act, 2013 has used the term "key managerial personnel" to define the executive management.

The KMPs are the point of first contact between the company and its stakeholders. While the Board of Directors are responsible for providing the oversight, it is the key managerial personnel and the senior management who are responsible for not just laying down the strategies as well as its implementation.

The Companies Act, 2013 has for the first time recognized the concept of Key Managerial Personnel. As per section 2(51) "key managerial personnel", in relation to a company, means:

- (i) The Chief Executive Officer or the Managing Director or the Manager;
- (ii) The Whole-time Director;
- (iii) The Chief Financial Officer;
- (iv) The Company Secretary; and
- (v) Such other officer as may be prescribed.

Among the KMPs, the remuneration of the CEO or the Managing Director and the Whole-time Director(s), shall be governed by the Section on REMUNERATION OF THE DIRECTORS of this Policy dealing with "Remuneration of Managing Director and Whole-time Director".

Apart from the directors, the remuneration of

- All the Other KMPs such as the company secretary or any other officer that may be prescribed under the statute from time to time; and
- “Senior Management” of the Company defined in the Listing Agreement with the Stock Exchanges i.e. personnel who are members of its core management team excluding the Board of Directors.

Senior executives one level below the Board i.e. President cadre shall be determined by the Human Resources Department of the Company in consultation with the Managing Director and/ or the Whole-time Director (Finance).

The remuneration determined for all the above said senior personnel shall be in line with the Company's philosophy to provide fair compensation to key - executive officers based on their performance and contribution to the Company and to provide incentives that attract and retain key executives, instill a long-term commitment to the Company, and develop a pride and sense of Company ownership, all in a manner consistent with share holder interests.

The break-up of the pay scale and quantum of perquisites including, employer's contribution to P.F., pension scheme, medical expenses, club fees etc. shall be decided by the Company's HR department.

Decisions on Annual Increments of the Senior Personnel shall be decided by the Human Resources Department in consultation with the Managing Director and/or the CEO or the Whole-time Director of the Company.

REMUNERATION OF OTHER EMPLOYEES

Apart from the Directors, KMPs and Senior Management, the remuneration for rest of the employees is determined on the basis of the role and position of the individual employee, including professional experience, responsibility, job complexity and local market conditions.

The Company considers it essential to incentivize the workforce to ensure adequate and reasonable compensation to the staff. The Human Resources Department shall ensure that the level of remuneration motivates and rewards high performers who perform according to set expectations for the individual in question.

The various remuneration components, basic salary, allowances, perquisites etc. may be combined to ensure an appropriate and balanced remuneration package.

The annual increments to the remuneration paid to the employees shall be determined based on the annual appraisal carried out by the HoDs of various departments.

Decisions on Annual Increments shall be made on the basis of this annual appraisal.

GENERAL

This Policy shall apply to all future employment of Company's Senior Management including Key Managerial Personnel and Board of Directors.

Any or all the provisions of this Policy would be subject to the revision/ amendment in the Companies Act, 2013, related rules and regulations, guidelines and the Listing Agreement on the subject as may be notified from time to time. Any such amendment shall automatically have the effect of amending this Policy without the need of any approval by the Nomination and Remuneration Committee and/or the Board of Directors.

INDEPENDENT AUDITORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2018

To the members of Apollo Sindoori Hotels Limited

Report on the Standalone Ind AS Financial Statements

1. We have audited the accompanying Standalone Ind AS financial statements of Apollo Sindoori Hotels Limited, ("the Company"), which comprises the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

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

Auditors' Responsibility

4. Our responsibility is to express an opinion on these Standalone Ind AS financial statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit of the Standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Standalone Ind AS financial statements are free from material misstatement.
5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used, and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Standalone Ind AS financial statements.
6. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Ind AS financial statements.

Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards and accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2018, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Other Matters

8. The comparative financial information of the Company for the year ended 31st March 2017 and the transition date opening balance sheet as at 1st April 2016 included in these Standalone Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by another firm of Chartered Accountants and their reports for the year ended 31st March 2017 and 31st March 2016 dated 11th May 2017 and 27th May 2016 respectively, expressing an unmodified opinion on those Standalone financial statements and have been restated to comply with Ind AS. Adjustments made to the previously issued said statutory financial information for the differences in the accounting principles adopted by the Company on transition to the Ind AS have been audited by us. Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") and issued by the Central Government of India in terms of sub-section 11 of Section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.

10. As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and Statement of Changes in Equity dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid Standalone Ind AS financial statements, comply with the Indian Accounting Standards prescribed under Section 133 of the Act;
- (e) On the basis of written representations received from the Directors as on 31st March 2018, and taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March 2018, from being appointed as a Director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements in place and the operating effectiveness of such controls, refer to our separate report in **Annexure B**; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note No.40 to the Standalone Ind AS financial statements.
- ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There was no delay in transferring the required amount to the Investor Education and Protection Fund by the Company during the year.

For P.CHANDRASEKAR, LLP
Chartered Accountants
(Firm Regn. No.000580S/S200066)

Place: Chennai
Date: 28th May 2018

S.SRIRAM
Partner
Membership No. 205496

Annexure A

To Independent Auditors' Report – 31st March 2018 (Referred to in our report of even date)

- i. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
b) As explained to us, these fixed assets have been physically verified by the Management at regular intervals; as informed to us no material discrepancies were noticed on such verification.
c) The Company has no immovable property.
- ii. According to the information and explanations given to us, physical verification of inventory has been conducted at reasonable intervals and no material discrepancies were noticed.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not provided any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
- iv. The Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of investments made by the Company. The Company has not provided any loans or guarantee or security to any company covered under Section 185 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from public.
- vi. According to the information and explanations given to us, the Company is not required to maintain cost records pursuant to the Rules prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Act.
- vii. According to the information and explanations given to us in respect of statutory dues:
 - a) Undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty, Value Added Tax, Goods and Service Tax and Cess have generally been regularly deposited with authorities though there have been delays in a few cases. According to the information and explanations given to us, undisputed amounts payable in respect of Service Tax aggregating to Rs.12.68 lakh were in arrears as at 31st March 2018 for a period of more than six months from the date they became payable.
 - b) Details of statutory dues not deposited as on 31st March 2018 on account of disputes are given below:

Name of the Statute	Nature of the Dues	Amount (Rs. lakh)	Forum where the dispute is pending	Period to which the dues belong to
Income Tax Act, 1961	TDS demand	129.51	CIT (Appeals)	2014-15

- viii. On the basis of verification of records and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
- ix. In our opinion and according to the information and explanations given to us, the Company has not raised monies by way of initial public offer or further public offer (including debt instruments) during the year. The term loans availed were applied for the purposes for which they were raised.

- x. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given to us by the Management, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of Section 197, read with Schedule V to the Companies Act, 2013.
- xii. The Company is not a Nidhi Company and hence compliance with the provisions of the Nidhi Rules is not applicable.
- xiii. In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards.
- xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with him which will come under the purview of Section 192 of the Companies Act, 2013.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For P.CHANDRASEKAR, LLP
Chartered Accountants
(Firm Regn. No.000580S/S200066)

Place: Chennai
Date: 28th May 2018

S.SRIRAM
Partner
Membership No. 205496

Annexure - B to the Independent Auditors' Report - 31st March 2018

(Referred to in our report of even date)

Report on the Internal Financial Controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. We have audited the internal financial controls over financial reporting of Apollo Sindoori Hotels Limited ("the Company") as of 31st March 2018 in conjunction with our audit of the Standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to the financial statements, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were in place and if such controls were operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with reference to Financial Statements

6. A company's internal financial controls with reference to financial statements are designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that

- a) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- b) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and
- c) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

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

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31st March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For P.CHANDRASEKAR, LLP
CHARTERED ACCOUNTANTS
(Firm Regn. No.000580S/
S200066)

S.SRIRAM
Partner
Membership No. 205496
Place: Chennai
Date: 28th May 2018

STANDALONE BALANCE SHEET AS AT 31ST MARCH 2018

(Rs. in Lakhs)

Particulars		Note	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
(I)	Assets				
(A)	Non- Current assets				
	1) Property, Plant and Equipment	2	374.76	381.01	368.58
	2) Intangible assets	2	7.38	16.60	20.46
	3) Financial assets				
	(i) Investments	3	4.53	4.53	4.53
	(ii) Loans	4	76.04	84.15	92.31
	4) Deferred tax assets (Net)	5	279.01	207.54	161.42
	5) Other non-current assets	6	241.25	389.82	550.96
			982.97	1,083.65	1,198.26
(B)	Current Assets				
	1) Inventories	7	78.21	94.61	114.49
	2) Financial Assets				
	(i) Investments		-	-	-
	(ii) Trade receivables	8	3,338.84	3,325.11	2,545.30
	(iii) Cash and cash equivalents	9	823.49	155.99	222.58
	(iv) Bank balances other than (iii) above	10	51.17	48.58	38.73
	(v) Loans	11	71.33	67.84	117.29
	(vi) Other financial assets	12	141.51	225.71	179.30
	3) Other current assets	13	69.43	57.78	74.67
			4,573.98	3,975.62	3,292.36
	Total Assets		5,556.95	5,059.27	4,490.62
(II)	Equity and Liabilities				
(C)	Equity				
	(1) Share capital	14	130.02	130.02	130.02
	(2) Other equity	15	2,467.62	1,770.90	1,205.16
(D)	Non- Current Liabilities				
	(1) Financial liabilities				
	(i) Borrowings	16	26.74	41.36	41.67
	(2) Provisions	17	571.29	511.54	538.95
			3,195.67	2,453.82	1,915.80
(E)	Current Liabilities				
	(1) Financial Liabilities				
	(i) Borrowings	18	-	567.25	265.39
	(ii) Trade payables	19	1,364.08	1,114.81	1,265.15
	(iii) Other financial liabilities	20	458.92	119.19	449.06
	(2) Other current liabilities	21	281.17	368.19	310.43
	(3) Provisions	22	198.86	375.74	284.79
	(4) Current tax liabilities (net)		58.25	60.27	-
			2,361.28	2,605.45	2,574.82
	Total Equity and Liabilities		5,556.95	5,059.27	4,490.62

Significant Accounting Policies and Notes on Accounts 1 to 42

The schedules referred to above and the notes thereon form an integral part of the Balance Sheet.

This is the Balance Sheet referred to in our report of even date.

For P.Chandrasekar LLP
Chartered Accountants
Firm Regn. No.: 000580S/S200066

S.Sriram
Partner
Membership No.: 205496

Place: Chennai
Date: 28/05/2018

For Apollo Sindoori Hotels Limited

Sucharitha Reddy
Managing Director

Suresh R Madhok
Director

G.Venkatraman
Director

C.Natarajan
Chief Executive Officer

Shuganya K
Company Secretary

Meyyappan M.SP.
Chief Financial Officer

Statement of Profit and Loss for the year ended 31st March 2018

(Rs. In Lakhs)

S.No.	Particulars	Notes	Year ended 31 Mar 2018	Year ended 31 Mar 2017
I.	Revenue from operations	23	13,992.60	13,280.43
II.	Other income	24	117.22	31.81
III.	Total Income (I+II)		14,109.82	13,312.24
IV.	Expenses :			
	Consumption of Provisions and Stores	25	4,029.21	4,094.42
	Employee benefits expense	26	7,636.70	6,587.41
	Finance costs	27	36.64	26.62
	Depreciation and Amortization expenses	2	93.59	90.88
	Other expenses	28	1,368.55	1,467.57
	Total Expenses (IV)		13,164.69	12,266.90
V.	Profit/(Loss) before Exceptional items and tax (III - IV)		945.13	1,045.34
VI.	Exceptional Items	29	80.00	-
VII.	Profit/(Loss) before tax (V + VI)		1,025.13	1,045.34
VIII.	Tax expense:			
	(1) Current tax		385.00	350.00
	(2) Previous Year Tax		22.50	13.24
	(3) Deferred tax		(85.07)	4.70
IX.	Profit/(loss) for the period from continuing operations (VII - VIII)		702.70	677.40
X.	Profit/(loss) from discontinued operations		-	-
XI.	Tax expense of discontinued operations		-	-
XII.	Profit/(loss) from discontinued operations (after tax) (X - XI)		-	-
XIII.	Profit/(loss) for the year (IX + XII)		702.70	677.40
XIV.	Other Comprehensive Income			
A	(i) Items that will not be reclassified to profit or loss			
	- Remeasurement of Defined Benefit Obligation (net of tax)		(25.32)	96.01
B	(i) Items that will be reclassified to profit or loss		-	-
XV.	Total Comprehensive Income for the period (XIII + XIV)		728.02	581.39
XVI.	Earnings per equity share:			
	Weighted average no. of shares outstanding during the period		1,300,200	13,00,200
	Nominal value per Equity Share (Rs)		10	10
	- Basic & Diluted EPS (Rs)		54.05	52.10

Significant Accounting Policies and Notes on Accounts 1 to 42

The schedules referred to above and the notes thereon form an integral part of the Statement of Profit & Loss.

This is the Statement of Profit & Loss referred to in our report of even date.

For P.Chandrasekar LLP

Chartered Accountants

Firm Regn. No.: 000580S/S200066

S.Sriram

Partner

Membership No.: 205496

For Apollo Sindoori Hotels Limited**Sucharitha Reddy**
Managing Director**Suresh R Madhok**
Director**G.Venkatraman**
Director**C.Natarajan**
Chief Executive Officer**Shuganya K**
Company Secretary**Meyyappan M.SP.**
Chief Financial OfficerPlace: Chennai
Date: 28/05/2018

Statement of Changes in Equity

(A) Equity Share Capital

	Rs. in Lakhs
As at 1 Apr 2016	130.02
Changes in equity share capital in 2016-17	-
As at 31 Mar 2017	130.02
Changes in equity share capital in 2017-18	-
As at 31 Mar 2018	130.02

(B) Other Equity

		Rs. in Lakhs		
S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Capital Reserve			
	Opening Balance	73.53	73.53	73.53
	Add: Current year transfer	-	-	-
	Less: Written back in current year	-	-	-
	Closing Balance	73.53	73.53	73.53
2	General reserve			
	Opening Balance	106.82	106.82	106.82
	Add: Current year transfer	-	-	-
	Less: Written back in current year	-	-	-
	Closing Balance	106.82	106.82	106.82
3	"Surplus (Balance in Statement of Profit and Loss)"			
	Opening Balance	1,590.55	1,024.81	1,248.26
	Add: Current year surplus	702.70	677.40	(205.12)
	Add: Deferred tax assets not recognized earlier	-	-	18.75
	Less: Remeasurement of defined benefit plan	(25.32)	96.01	37.08
	Less: Dividend paid	26.00	13.00	-
	Less: Tax on Dividend	5.30	2.65	-
	Closing Balance	2,287.27	1,590.55	1,024.81
	Total (1+2+3)	2,467.62	1,770.90	1,205.16

Nature and purpose of Reserves

1. General Reserve is part of retained earnings. This is available for distribution to shareholders.
2. Capital Reserve balance is on account of surplus arising out of amalgamation in 1999-2000.

The schedules referred to above and the notes thereon form an integral part of the Statement of Profit & Loss. This is the Statement of Profit & Loss referred to in our report of even date.

For P.Chandrasekar LLP
Chartered Accountants
Firm Regn. No.: 000580S/S200066

S.Sriram
Partner
Membership No.: 205496

Place: Chennai
Date: 28/05/2018

For Apollo Sindoori Hotels Limited

Sucharitha Reddy
Managing Director

G.Venkatraman
Director

Shuganya K
Company Secretary

Suresh R Madhok
Director

C.Natarajan
Chief Executive Officer

Meyyappan M.SP.
Chief Financial Officer

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2018
Rs. in Lakhs

	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit/(Loss) before tax	1,025.13	1,045.34
	Adjustments for:		
	Dividend received	(22.63)	(15.84)
	Interest received on deposits	(8.07)	(5.40)
	Depreciation	93.59	90.88
	Interest expense	36.64	26.62
	Provision for doubtful debts	24.14	-
	Amortization of deferred cost	2.27	-
	Actuarial gain/(loss)	38.94	(146.82)
	(Profit)/loss on sale of assets	4.77	1.97
	Operating Profit before working capital changes	1194.78	996.75
	(Increase)/Decrease in Trade Receivables	(13.73)	(779.81)
	(Increase)/Decrease in Inventory	16.40	19.88
	(Increase)/Decrease in Other current assets	(11.65)	16.89
	(Increase)/Decrease in Short term loans and advance	(3.48)	49.45
	(Increase)/Decrease in Other financial assets	86.65	(42.47)
	Increase/(Decrease) in Trade payables	249.27	(150.34)
	Increase/(Decrease) in Other financial liabilities	339.74	(329.87)
	Increase/(Decrease) in Other current liabilities	(87.01)	57.75
	Increase/(Decrease) in Employee benefit provisions	(176.88)	90.95
	Increase/(Decrease) in Cash Credit	(567.25)	301.85
	Increase/(Decrease) in Other financial assets/ non-current assets	172.43	248.56
	Increase/(Decrease) in Long term provisions	59.73	(27.42)
	Increase/(Decrease) in Current tax liabilities	-	-
	Cash generated from operations after working capital changes	1258.99	452.19
	Direct taxes paid	(326.75)	(289.71)
	Net Cash flow from Operating activities (A)	932.24	162.48
B	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets	5.56	(106.18)
	Gratuity funded	(105.14)	(110.00)
	Sale of Fixed assets	955.56	4.74
	Dividend received	22.63	15.84
	(Increase)/Decrease in Deposit	(2.59)	(9.85)
	Interest received on deposits	5.62	1.46
	Net Cash flow used in Investing activities (B)	(162.35)	(203.99)
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Term loan received from/paid to Bank (net)	(34.45)	17.19
	Interest paid	(36.64)	(26.62)
	Dividend paid	(26.00)	(13.00)
	Tax on Dividend paid	(5.30)	(2.65)
	Net Cash flow used in Financing activities (C)	(102.39)	(25.08)
	Net Increase/(Decrease) in cash and cash equivalents	667.50	(66.59)
	Cash and cash equivalents at the beginning of the year	155.99	222.58
	Cash and cash equivalents at the close of the year	823.49	155.99

The schedules referred to above and the notes thereon form an integral part of the Cash Flow Statement. This is the Cash Flow Statement referred to in our report of even date.

For P.Chandrasekar LLP
Chartered Accountants
Firm Regn. No.: 000580S/S200066

S.Sriram
Partner
Membership No.: 205496

Place: Chennai
Date: 28/05/2018

For Apollo Sindoori Hotels Limited

Sucharitha Reddy
Managing Director

Suresh R Madhok
Director

G.Venkatraman
Director

C.Natarajan
Chief Executive Officer

Shuganya K
Company Secretary

Meyyappan M.SP.
Chief Financial Officer

Note 1:

CORPORATE INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES

1. Background

Apollo Sindoori Hotels Limited (“the Company”), is a company incorporated under the Companies Act with its registered office at Chennai. The Company is in the business of managing food outlets at hospitals and reputed organisations. The Company also undertakes Outdoor Catering Services, skilled manpower to hospitals etc.

2. Significant Accounting Policies

Statement of compliance

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (“Ind AS”) notified under the Companies (Indian Accounting Standards) Rules, 2015 read with the Companies (Indian Accounting Standards) Amendment Rules, 2016 and comply with all material aspects with all relevant provisions of the act. For all the periods up to 31st March 2017, the financial statements were prepared in accordance with the previous GAAP which included accounting standards notified under the Companies (Accounting Standards) Rules, 2006. These financial statements are the first financial statements prepared in accordance with 1st April 2016 as the date of transition to Ind AS. Refer Note 33 for the details of first-time adoption exemptions availed by the Company.

Basis of preparation and presentation

The standalone financial statements have been prepared on historical cost basis, except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

Significant Accounting Policies

3. Fixed Assets

3.1 Property Plant and equipment

The cost of an item of Property, Plant and equipment (PPE) is recognized as assets if, and only if:

- i) It is probable that future economic benefits associated with the item will flow to the entity.
- ii) The cost of the item can be reliably measured.

3.1.1 The cost of property, plant and equipment at stated at cost, less accumulated depreciation, amortization and cumulative impairment.

3.1.2 The cost of the Property, plant and equipment comprises of purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates and also includes any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

3.2 Intangible assets

3.2.1 Computer software / licenses other than specific software that are integral part of hardware are capitalized as intangible assets and amortized over a period over useful life.

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

3.2.3 Intangible assets with finite lives are amortized over the economic useful life and assessed for impairment whenever there is indication that the intangible assets are impaired. Intangible assets with indefinite useful lives that are acquired separately are carried at cost, less accumulated impairment losses.

3.3 Depreciation/ Amortization

3.3.1 Cost of property, plant and equipment is depreciated on a straight line basis over the useful lives of the assets prescribed in Schedule II of the Companies Act, 2013.

3.3.2 Residual value is generally considered between 0-5 percent of cost of assets.

3.3.3 Gain or losses arising from de-recognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the assets and are recognized in the statements of profits or loss when the assets are derecognized.

3.3.4 Intangible assets are amortized equally over the estimated useful life not exceeding three years.

4. Inventory

Stock of provisions, stores and other consumables are valued at cost (average price) on FIFO basis.

5. Leases

A lease is classified at the inception date as a finance lease or an operating lease, A lease that transfers substantially all the risk and reward of ownership is classified as financial lease.

5.1.1 Operating lease as lessee

Lease rentals are recognized as expenses on a straight line basis with reference to lease term and other conditions except where

- i) Another systematic basis is more representative of the time pattern of the benefit derived from the assets taken or given on lease.
- ii) Contingent rent is recognized as the expenses in the period in which it occurs.

5.1.2 Operating lease as lessor

Rental income from operating lease is recognized on straight line basis over the terms of the relevant lease except where -

- i) Another systematic basis is more representative of the time pattern of the benefit derived from the assets taken or given on lease.
- ii) Contingent rent is recognized as the expenses in the period in which it occurs.

5.2 Financial Lease as a lesse

- i) Under financial lease lessor will recognize the assets as well as liability in their books at the inception date fair value of the lease property or if lower the present value of minimum lease payments, lease payments are apportioned between finance charges and lease liability, finance charges are recognized as finance cost in the Statement of Profit and Loss, unless they are directly attributable to the qualifying assets. Contingent rents are recognized as expenses in the period in which they are incurred.
- ii) A leased asset is depreciated over the useful life of the asset. However, there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the assets are depreciated over shorter of the estimated useful life of the assets and the lease term.

6. Impairment of non-financial assets

At each reporting date the Company makes an assessment, whether there is an indication of impairment either internal or external exist, by which the actual carrying amount of the assets is higher than the recoverable amount of an assets or cash generating units. Recoverable amount is determined for individual assets, unless the assets don't generate cash flow that is largely independent of those from other assets or group of assets. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflect current market assessment of the time value money and the risk specific to the assets.

7. Foreign exchange transactions

- 7.1 The Company's financial statements are presented in Indian rupee (Functional Currency)
- 7.2 Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.
- 7.3 Monetary assets and liabilities denominated in foreign currency are translated at rates of exchange on the balance sheet date.
- 7.4 Non- Monetary items denominated in foreign currencies (such as investments, fixed assets) are valued at the exchange rate prevailing at the end of the reporting period.
- 7.5 Exchange differences arising on foreign currency transactions are recognised in the profit and loss account.

8. Revenue Recognition

Revenue is recognized to the extent it is probable that economic benefit will flow to the entity and the revenue can be reliably measured. Revenue is measured at fair value of the consideration received or receivable taking into account contractual defined terms of payment excluding taxes or duties collected on behalf of the government.

The recognition criteria must be met before recognizing revenue.

8.1 Sale of goods

Revenue is recognized when the goods are transferred to the buyer and all the risk and reward of ownership have been transferred to the buyer. There is no uncertainty regarding the collectability of the revenue. Revenue is measured at the fair value of the consideration received or receivable net of trade discount and volume rebates.

8.2 Rendering of services

Revenue is recognized when it is probable that economic benefit associated with the transaction will flow to the seller and the stage of completion can be measured reliably. Income from various services rendered is recognized on the basis of contract between the parties. Room revenue is recognized on time proportion basis.

8.3 Dividends

Dividend income is recognized when the Company's right to receive the dividend is established.

8.4 Interest Income

Interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instruments or a shorter period.

8.5 Others

Claims (including interest on outstanding) are recognized at cost, when there is reasonable certainty regarding ultimate collection.

9. Taxes on income

9.1 Current Income Tax

Provision under current tax is made as per the provision of the income tax Act, 1961.

Current income tax assets or liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rate and tax laws used to compute the amount are those that are enacted or subsequently enacted at future date.

9.2 Deferred Tax

Deferred tax is recognized under balance sheet method for all taxable temporary differences between the tax bases of assets and liabilities and carrying amounts.

Deferred tax asset is recognized for all temporary differences like Provision for employee benefits, unused tax losses and any unused tax credits.

The tax rate and tax laws used to compute the amount are those that are enacted or subsequently enacted at future date.

10. Earnings Per Share

Basic earnings per share amounts are computed by dividing net profit or loss for the year before comprehensive income attributable to equity shareholders by the weighted average number of shares outstanding during the year. Diluted earnings per share is computed and disclosed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year.

11. Provision contingent liabilities and contingent assets

A provision is recognized when there is present obligation as result of past events for which there is outflow of resources embodying economic benefit is required to settle the obligation and reliable estimate can be made for the obligations. Any provision has been created for the outflow that is required to be made in the subsequent year is discounted using pre tax rate, when discounting is used; the increase in provision due to passage of time is recognized as finance cost.

11.1 Contingent Liabilities

Contingent liabilities are disclosed in the notes when the probability of the occurrence of event is depends on the happening of the event in the future date. When there is possible obligation in respect of which the likelihood of outflow of resources is remote is kept out of the purview of disclosure in notes.

12. Employee Benefits

12.1 Short-term Employee Benefits

Short Term Employee Benefits for Services rendered by employees are recognized as expenses during the period when the services are rendered.

12.2 Post-Employment Benefits

12.2.1 Defined Contribution Plan

The Company makes Provident fund contributions for qualifying employees. Under the Provident Fund scheme, the Company is required to contribute a specified percentage of payroll cost to the Employees Provident Fund Scheme, 1952 to fund the benefits and interest as declared by the Government from time to time accrues to the credit of the employees under the scheme.

12.2.2 Defined Benefit Plan

The Company makes annual contributions to the Employees' Group Gratuity cum - Life Assurance Scheme of an Insurer, a funded defined benefit plan for qualifying employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment. Liability for unavailed leave for qualifying employees is actuarially valued and provided for but is partially funded.

12.3 Termination Benefits

Payment made under Voluntary retirement scheme is charged to statement of profit and loss on incurrence.

12.4 Re measurement of post-employment defined benefit plans

Remeasurement comprises of actuarial gain and losses, the effect of changes in assets ceiling (excluding amount included in the net interest on net defined benefit liability) and the return on plan assets (excluding amounts included in net interest in net defined liability), are recognized immediately in the balance sheet with a corresponding debit or credit to the Other Comprehensive Income (OCI) in the period in which they occur, re measurement are not reclassified to profit and loss accounts subsequently.

13. Current Vs Non- Current classifications

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

13.1 An assets is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle.
- Held primarily for the purpose of trading.
- Expected to be realized within 12 months from the reporting period.
- Cash and cash equivalent unless restricted to be exchanged or used to settle a liability for at least 12 months after the reporting period.

13.2 All other assets will be treated as Non-Current.

14. A liability is current when:

- It is expected to be settled in the normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within 12 months after the reporting period or
- There is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

14.1 The company classifies all other liabilities as non-current.

15. FINANCIAL INSTRUMENTS

A financial instrument is any contract that gives rise to a financial asset of one entity and financial liability of another entity.

15.1 Financial assets

15.1.1 Initial recognition and measurement.

All financial assets are recognized initially at fair value, in case financial assets are not recognized at fair value through profit and loss are recorded at transaction cost that is incurred for acquisition of a financial assets.

15.1.2 Subsequent measurement.

For the purpose of subsequent measurement financial assets are categorized under three categories

- Financial assets amortized at cost.
- Financial assets fair value through profit and loss.
- Financial assets fair value through other comprehensive income.

15.1.3 Financial assets amortized at cost.

Financial assets are amortized at cost if both the following conditions are met

- The assets are held in the business model whose objective is to hold assets for collecting contractual cash flows.
- Contractual terms of the assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- Amortized cost are amount at which the financial assets are measured using initial recognition minus the repayment plus the interest using effective interest rate method, the EIR recognized in the financial income under profit and loss statements. The losses arising out of impairment are recognized in profit and loss.

15.1.4 Debt instrument at FVTOCI

A debt instrument is measured at FVTOCI if both of the following conditions are met. The objective of the business model is achieved by collecting contractual cash flows and selling the financial assets, and The assets contractual cash flows represent slowly payment of principal and interest.

Debt instrument included at FVTOCI category are initially as well as each reporting date at fair value. Fair value movements are recognized under other comprehensive income. However the company recognizes interest income, impairment losses and reversals and foreign exchange gain and losses under profit and loss accounts. On derecognition of the assets, cumulative gain and loss previously recognized in the OCI shall be reclassified to P&L.

15.1.5 Equity instruments at FVTOCI.

A. Equity instruments in JV and associates.

Investments in joint venture and associates are accounted for cost in standalone financial statements.

15.1.6 Debt Instruments and derivatives at FVTPL.

FVTPL is a residual category for debt instruments. Any instrument fails to be categorized under FVTOCI are categorized under FVTPL.

Debt instruments included under the FVTPL category are measured at fair value with all the changes recognized under profit and loss statements, interest element under such instruments are presented under interest income.

15.1.7 Derecognition

A financial instruments (where a part of financial assets or part of group of similar assets) is primarily derecognized when

- The right to receive cash flows are expired, or
- The company transferred the right to receive cash flows without delay, or the company has completely transferred the risk and reward of the assets.

15.1.8 Impairment of financial assets.

The company has applied expected credit loss (ECL) for the measurement and recognition of the impairment loss of the following financial assets and credit exposure.

Financial assets are trade receivable, debt instruments, loans, cash deposit are measured at amortized cost.

15.2 Financial Liabilities.

15.2.1 Financial liabilities are classified at initial recognition at fair value through profit and financial liabilities at amortized cost net of directly attributable amortized cost. The company's financial liabilities include trade payable, other liabilities and borrowings.

15.2.2 Subsequent measurement

The measurement of financial liabilities depends upon their classification:

15.2.2.1 Financial liabilities at fair value through profit or loss

Financial liabilities are recognized at fair value through profit and loss includes financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit and loss.

15.2.2.2 Financial liabilities at amortized cost

Financial liabilities that are not held for trading or designated at initial recognition at fair value through profit and loss are measured at amortized cost at the end of the subsequent accounting period. The carrying amount of financial liabilities that are designated at amortized cost are determined based on effective interest rate method (EIR). Gain and losses are recognized when in profit and loss when the liabilities are derecognized and through the EIR amortization process. Amortization cost is calculated by taking into account any discount or premium on acquisition fees and cost that are integral part of EIR. The EIR amortization is included as finance cost in statement of profit and loss.

15.2.2.3 Derecognition

A financial liability is derecognized when the financial obligation is discharged or cancelled or expires, when the financial liability is replaced by the same lender on subsequently in different terms and the terms of the subsequent liabilities are modified, such an exchange or modification is treated as the original liability and recognition of the new liability. The difference in the respective carrying amount is recognized in statement of profit and loss statements.

Note -- 2 : PROPERTY, PLANT AND EQUIPMENT

Rs. in Lakhs

	Particulars	Temporary constructions	Computers	Electrical Installations	Furniture & Fittings	Kitchen Equipments	Vehicles	Office Equipments	Plant & Machinery	Total
GROSS BLOCK	Gross Block as at 1 st April 2017	-	27.86	46.93	127.49	146.95	100.26	8.05	-	457.54
	Additions during the Year	-	26.75	4.27	12.27	17.19	24.48	2.61	-	87.57
	Disposals/Deductions/Transfers to Held for Sale/Reclassifications	-	-	(2.03)	(10.76)	(6.14)	(2.01)	-	-	(20.94)
	Gross Block as at 31st March 2018	-	54.61	49.17	129.00	158.00	122.73	10.66	-	524.17
DEPRECIATION, AMORTISATION AND IMPAIRMENT	Depreciation reserve as on 01.04.2017	-	10.84	5.00	13.64	43.02	2.61	1.42	-	76.53
	Depreciation and Amortisation during the Year:	-	-	-	-	-	-	-	-	-
	Adjusted in General Reserve	-	-	-	-	-	-	-	-	-
	Charged to statement of profit & Loss a/c	-	12.66	5.16	13.89	36.15	14.67	0.96	-	83.49
	Disposals/Deductions/Transfers to Held for Sale/Reclassifications	-	-	(0.77)	(4.64)	(3.64)	(1.56)	-	-	(10.61)
	Total Depreciation and Amortisation upto 31st March 2018	-	23.50	9.39	22.89	75.53	15.72	2.38	-	149.41
NET BLOCK	AS AT 31st March 2018	-	31.11	39.78	106.11	82.47	107.01	8.28	-	374.76
	AS AT 31 st March 2017	-	17.02	41.93	113.85	103.93	97.65	6.63	-	381.01

Note – 2 : PROPERTY, PLANT AND EQUIPMENT (continued)

Rs. in Lakhs

	Particulars	Temporary constructions	Computers	Electrical Installations	Furniture & Fittings	Kitchen Equipments	Vehicles	Office Equipments	Plant & Machinery	Total
GROSS BLOCK	Gross Block as at 1 st April 2016	-	19.27	45.59	115.52	146.37	34.37	7.47	-	368.58
	Additions during the Year	-	8.59	1.34	11.98	0.58	77.16	0.58	-	100.23
	Disposals/Deductions/Transfers to Held for Sale/Reclassifications	-	-	-	-	-	(11.27)	-	-	(11.27)
	Gross Block as at 31st March 2017	-	27.86	46.93	127.49	146.95	100.26	8.05	-	457.54
DEPRECIATION, AMORTISATION AND IMPAIRMENT	Depreciation reserve as on 01.04.2016	-	-	-	-	-	-	-	-	-
	Depreciation and Amortisation during the Year:	-	-	-	-	-	-	-	-	-
	Adjusted in General Reserve	-	-	-	-	-	-	-	-	-
	Charged to statement of profit & Loss a/c	-	10.84	5.00	13.64	43.02	7.17	1.42	-	81.09
	Disposals/Deductions/Transfers to Held for Sale/ Reclassifications	-	-	-	-	-	(4.56)	-	-	(4.56)
	Total Depreciation and Amortisation upto 31st March 2017	-	10.84	5.00	13.64	43.02	2.61	1.42	-	76.53
NET BLOCK	AS AT 31st March 2017	-	17.02	41.93	113.85	103.93	97.65	6.63	-	381.01
	AS AT 31 st March 2016	-	19.27	45.59	115.51	146.37	34.37	7.47	-	368.58

	Intangible Assets	Software	Total
GROSS BLOCK	Gross Block as at 1 st April 2017	26.40	26.40
	Additions during the Year	0.88	0.88
	Disposals/ Deductions/ Transfers to Held for Sale/ Reclassifications	-	-
	Gross Block as at 31st March 2018	27.28	27.28
DEPRECIATION, AMORTISATION AND IMPAIRMENT	Depreciation and Amortisation as at 1 st April 2017	9.80	9.80
	Depreciation and Amortisation during the Year:		
	Adjusted in General Reserve	-	-
	Charged to statement of profit & Loss a/c	10.10	10.10
	Disposals/Deductions/Transfers to Held for Sale/Reclassifications	-	-
	Total Depreciation and Amortisation upto 31st March 2018	19.90	19.90
	Total Impairment Loss as at 1 st April 2017	-	-
	Impairment Loss during the Year (Note: D)	-	-
	Impairment loss reversed during the Year	-	-
	Total Impairment Loss upto 31st March 2018	-	-
NET BLOCK	AS AT 31st March 2018	7.38	7.38
	AS AT 31 st March 2017	16.60	16.60

	Intangible Assets	Software	Total
GROSS BLOCK	Gross Block as at 1 st April 2016	20.46	20.46
	Additions during the Year	-	-
	Disposals/ Deductions/ Transfers to Held for Sale/ Reclassifications	5.94	5.94
	Gross Block as at 31st March 2017	26.40	26.40
DEPRECIATION, AMORTISATION AND IMPAIRMENT	Depreciation and Amortisation as at 1 st April 2016	-	-
	Depreciation and Amortisation during the Year:		
	Adjusted in General Reserve	-	-
	Charged to statement of profit & Loss a/c	9.80	9.80
	Disposals/Deductions/Transfers to Held for Sale/Reclassifications	-	-
	Total Depreciation and Amortisation upto 31st March 2017	9.80	9.80
	Total Impairment Loss as at 1 st April 2016	-	-
	Impairment Loss during the Year (Note: D)	-	-
	Impairment loss reversed during the Year	-	-
	Total Impairment Loss upto 31st March 2017	-	-
NET BLOCK	AS AT 31st March 2017	16.60	16.60
	AS AT 31 st March 2016	20.46	20.46

Note – 3 : Investments
Rs. in Lakhs

S.No.	Particulars	No. and Particulars	Non-current		
			As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
I	Investments in equity shares at cost (Unquoted) Investment in Joint Venture Companies:				
	Faber Sindoori Management Services (P) Ltd	45,265 Equity Shares of Rs.10 each fully paid	4.53	4.53	4.53
	Total		4.53	4.53	4.53

Note 4: Loans (Non-current)
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Security Deposits	37.52	37.52	37.52
2	Deferred Cost (Rental Deposit) (Unsecured , Considered good)	38.52	46.63	54.79
	Total	76.04	84.15	92.31

Note 5: Deferred tax assets (net)
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
	Deferred Tax liability	-	-	-
	Deferred Tax Assets			
1	Attributable to Depreciation	31.18	12.45	9.37
2	Tax on interest-free loans and advances	1.72	0.91	-
3	Tax on Provision for doubtful debts	8.44	-	-
4	Tax on employee benefit expenses	237.67	194.18	152.05
	Deferred Tax Assets (Net)	279.01	207.54	161.42

Note 6: Other Non-current assets
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
	(Unsecured and considered good)			
1	TDS receivable	241.25	263.62	333.40
2	Claims receivable	-	126.20	217.56
	Total	241.25	389.82	550.96

Note 7: Inventories
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Stock of Provision & Stores @ cost (4) (Valued at average cost price on FIFO basis)	78.21	94.61	114.49
	Total	78.21	94.61	114.49

Note 8: Trade receivables

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Unsecured, considered good			
	From Related Parties	2,973.50	2,930.64	2,031.79
	From Others	389.47	394.47	513.51
	Less: Provision for doubtful debt	(24.13)	-	-
	Total	3,338.84	3,325.11	2,545.30
	Trade receivable from related parties include:			
	Private Ltd. Company in which Directors are Directors	36.81	90.78	31.98
	Private Ltd. Company in which Directors are Members	40.22	13.16	5.87

Note 9: Cash and cash equivalents

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Cash on hand	11.88	8.75	31.96
2	Bank balances with Scheduled Banks:			
	Balance with Bank in Current account	534.94	17.64	190.62
	Balance with Bank in Deposit account	276.67	129.60	-
	Total	823.49	155.99	222.58

Note 10: Other Bank balances

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
	Balance with Bank in Dividend a/c	30.41	27.82	19.37
	Under Lien to Bank towards Bank Guarantees	20.76	20.76	19.36
	Total	51.17	48.58	38.73

Note 11: Loans - Current (Unsecured, considered good)

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Staff Advance	6.75	7.72	41.21
2	Deferred cost (interest-free staff advance and rent deposit)	8.11	8.14	7.53
3	Security Deposits	56.46	51.98	68.55
	Total	71.33	67.84	117.29

Note 12: Other financial assets (Current)

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Claims receivable (Bonus)	90.00	200.00	170.00
2	Advances recoverable in Cash or in kind	45.12	21.77	9.30
3	Interest Accrued but not received	6.39	3.94	-
	Total	141.51	225.71	179.30

Note 13: Other Current assets (Unsecured, considered good)**Rs. in Lakhs**

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Supplier Advance	56.77	54.19	40.32
2	Prepaid Expenses	12.66	3.59	34.35
	Total	69.43	57.78	74.67

Note 14: Equity Share Capital**Rs. in Lakhs**

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Authorized Capital Equity			
	50,00,000 Equity shares of Rs.10/- each	500.00	500.00	500.00
2	Issued, Subscribed & Paid up Capital			
	13,00,200 Equity shares of Rs.10/- each	130.02	130.02	130.02
	Total	130.02	130.02	130.02

Note - A**Reconciliation of number of share at beginning and at the end of the year****Rs. in Lakhs**

Particular	Number of shares	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
Opening Balance	13,00,200	130.02	130.02	130.02
Share Issue during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Closing Balance	13,00,200	130.02	130.02	130.02

Note - B**Rs. in Lakhs**

Details of shareholder holding more than 5% shares	Number of shares	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
Mr. Prathap C Reddy	1,83,630	18.36	18.36	18.36
Mrs. Sucharitha P Reddy	1,72,130	17.21	17.21	17.21
Mrs. Sangita Reddy	1,51,848	15.19	15.19	15.19
M/s PCR Investments Limited	1,42,000	14.20	14.20	14.20
Mrs. Vijayalakshmi S	72,002	7.20	7.20	7.20
Mrs. Shobana Kamineni	79,086	7.91	7.91	7.91
Total	8,00,696	80.07	80.07	80.07

Note 15: Other Equity
Rs. in Lakhs

S. No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Capital Reserve			
	Opening Balance	73.53	73.53	73.53
	Add: Current year transfer	-	-	-
	Less: Written back in current year	-	-	-
	Closing Balance	73.53	73.53	73.53
2	General reserve			
	Opening Balance	106.82	106.82	106.82
	Add: Current year transfer	-	-	-
	Less: Written back in current year	-	-	-
	Closing Balance	106.82	106.82	106.82
3	Surplus (Balance in Statement of Profit and Loss)			
	Opening Balance	1,590.55	1,024.81	1,248.26
	Add: Current year surplus	702.70	677.40	(205.12)
	Add: Deferred tax assets not recognized earlier	-	-	18.75
	Less: Remeasurement of defined benefit plan	(25.32)	96.01	37.08
	Less: Dividend paid	26.00	13.00	-
	Less: Tax on Dividend	5.30	2.65	-
	Closing Balance	2,287.27	1,590.55	1,024.81
	Total (1+2+3)	2,467.62	1,770.90	1,205.16

Note 16: Long term borrowings
Rs. in Lakhs

S.No	Particulars	Note No	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Secured Loans				
	Vehicle Loan from Bank (1)	1	13.83	33.03	-
	Term Loan (2)	2	-	8.33	41.67
	Vehicle Loan from Financial Institution	3	12.91	-	-
	Total		26.74	41.36	41.67
	Current maturities of long term borrowings		30.99	50.83	33.33

Note 1

The vehicle loan from Bank carries interest at the rate of 9.5% p.a and is repayable in 36 equal installments from December 2016. Loan is secured against hypothecation of the vehicle.

Note 2

Term loan is repayable in 12 equal quarterly instalments of Rs 8.33 Lakh each. Interest is payable @ 11.85% p.a. The loan is secured by

- Exclusive charge on current & fixed assets of the Company.
- Exclusive charge on the fixed assets (of Centralised kitchen unit) funded from the loan.
- Letter of Comfort from Apollo Hospitals Enterprises Ltd.

Note 3

The Vehicle loan from Financial Institution carries interest at the rate of 9.50% p.a and is repayable in 60 equal instalments from May 2017. Loan is secured against hypothecation of the vehicle.

Note 17: Long term provisions

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Provision for employee benefits:			
	Provision for Leave encashment	206.39	171.16	131.57
	Provision for Gratuity	364.90	340.38	407.38
	Total	571.29	511.54	538.95

Note 18: Short term borrowings

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Cash Credit with Bank	-	567.25	265.39
	Total	-	567.25	265.39

The Cash credit facility is secured by exclusive charge over Inventory, Trade Receivables and all the fixed assets of the Company.

Note 19: Trade payables

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Creditors for Operations	1,031.91	920.53	997.45
2	Creditors for Expenses	332.17	194.28	267.70
	Total	1,364.08	1,114.81	1,265.15

Note 20: Other financial liabilities

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Current maturities on Term/vehicle loan (refer note 16)	30.99	50.83	33.33
2	Employee Dues	394.29	37.27	393.09
3	Unpaid Dividend	30.41	27.82	19.37
4	Security Deposit	3.23	3.27	3.27
	Total	458.92	119.19	449.06

Note 21: Other current liabilities

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Statutory dues	258.89	312.07	303.74
2	Advance receipts	0.20	-	1.12
3	Other liabilities	22.08	56.12	5.57
	Total	281.17	368.19	310.43

Note 22: Short term provisions

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Provision for Bonus	166.48	332.63	258.50
2	Provision for Gratuity	23.99	36.39	20.68
3	Provision for Leave Encashment	8.39	6.72	5.61
	Total	198.86	375.74	284.79

Note 23: Revenue from operations

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
A	Catering & Management Service:		
	Sale of Food & Beverage	7,933.91	7,855.76
	Management Service Charges	5,980.65	5,320.19
	Room Revenue	78.04	85.58
B	Other operating Revenue		
	Reimbursable Expenses	-	18.90
	Total (A+B)	13,992.60	13,280.43

Note 24: Other income

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
1	Interest on Deposits with Bank	8.07	5.40
2	Dividend from Joint Venture	22.63	15.84
3	Interest recd on tax refund	28.19	5.54
4	Creditors/Provision written Back	10.44	-
5	Profit on sale of asset	0.01	-
6	Miscellaneous Income	47.87	5.03
	Total	117.22	31.81

Note 25: Consumption of provision and stores

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
	Opening Stock	94.61	114.49
	Add:Purchases	4,012.81	4,074.54
	Less: Closing Stock	78.21	94.61
	Total	4,029.21	4,094.42

Note 26: Employee benefits expense

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
1	Salaries, wages and bonus	6,420.53	5,671.60
2	Director's Remuneration	12.00	12.00
3	Contribution to provident and other funds	1,112.57	772.51
4	Staff welfare expenses	91.60	131.30
	Total	7,636.70	6,587.41

Note 27: Finance costs

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
1	Interest on Cash Credit with Bank	28.20	10.10
2	Interest on Bill discounting	-	7.89
3	Interest on Term Loan	2.92	6.94
4	Interest on Car Loan	5.52	1.69
	Total	36.64	26.62

Note 28: Other expenses

Rs. in Lakhs

S.No.	Particulars	"Year ended 31 Mar 2018"	"Year ended 31 Mar 2017"
1	Advertisement & Business Promotion	28.11	19.48
2	Bank Charges	11.18	10.13
3	Communication Expense	16.16	22.62
4	CSR Activity Expense*	6.72	-
5	Professional & Consultancy fee	220.76	88.69
6	Power & Fuel	317.80	337.76
7	Hiring charges	10.25	10.96
8	House keeping Expenses	63.96	141.16
9	Interest on Delayed Remittance	10.03	23.69
10	Kitchen Utensils	6.08	26.84
11	Miscellaneous Expenditure	16.66	36.69
12	Listing fees	2.18	2.39
13	Loss on sale of asset	4.77	1.97
14	Office Expenses	0.71	0.20
15	Printing and Stationery	26.95	27.02
16	Rates & Taxes	35.62	28.05
17	Rent	239.55	269.84
18	Remuneration to auditors		
	- Statutory Audit	7.59	7.59
	- Taxation Audit	1.00	2.00
	- Limited Review	1.00	1.00
	- Reimbursement expenses	0.18	0.46
19	Repairs & Maintenance - Others	33.61	37.78
20	Service Charges	14.60	55.44
21	Security Charges	28.22	32.66
22	Sitting Fee	10.85	6.80
23	Sitting Fee - Service Tax	-	0.29
24	Travelling & Conveyance	128.67	118.27
25	Transport Charges	47.37	26.52
26	Training Expenses	0.67	0.21
27	VAT expenses	42.62	97.40
28	Bad Debts W/off	34.68	-
	Total	1,368.55	1,467.57

*Amount to be spent is Rs. 0.22 lakhs

Note 29: Exceptional items

Exceptional item represents income by way of amount received from the erstwhile landlord of the premises against claims which were written off.

Note 30: Capital management

The Company's objective of capital management is to maximise the return to its shareholders through optimal mix of debt and equity.

The Company determines the amount of capital required on the basis of annual and long-term operating plans. The funding requirements are met through equity and long term/short term borrowings. The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

The following table summarises the capital of the Company:

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Equity	2,597.64	1,900.92	1,335.18
2	Debt	57.73	659.43	340.39
3	Cash and cash equivalents	(823.49)	(155.99)	(222.58)
4	Net debt (2+3)	(765.76)	503.44	117.81
5	Total capital (Equity + Net debt)	1,831.88	2,404.36	1,452.99
	Net debt to Capital ratio	(0.42)	0.21	0.08

Note 31: Fair values

1. Level 1 items fair value measurement hierarchy are as follows:

- Level 1 item of fair valuation based on market price quotation at each reporting date
- Level 2 items of fair valuation is based on significant observable input like PV of future cash flows, MTM valuation, etc.
- Level 3 item of fair valuation is based upon significant unobservable inputs where valuation is done by independent valuer.

2. The carrying amounts of trade receivables, trade payables, cash and cash equivalents and other current financial assets and are considered to be the same as their fair values, due to their short-term nature.

3. For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values. The fair value of the financial assets and financial liabilities is the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Method and assumption

The following methods and assumption were used to estimate the fair value at the reporting date:

Loans to employees, security deposit paid and security deposit received are valued using discounted cash flow using rates currently available for items on similar terms, credit risk and maturities.

Note 32: Financial instruments and Risk factors

Financial Risk factors

The Group's financial liabilities comprise of short term and long term borrowings, trade payables, employees dues, unpaid dividend and security deposit, the main purpose of financial liabilities to support the companies financial operations. The company's financial assets includes security deposit, investments, trade receivable, staff advance, cash and cash equivalent, Bank balance etc that derive directly from the operations. To ensure alignment of risk management system with the corporate and operational objective and to improve upon the existing procedure, the company oversees various risk factor for managing of these risks.

Interest rate risk

The Company is exposed to interest rate risk from the possibility that the inflow in the interest rate will affect future cash flows of a financial instruments. The Company's interest rate mix management includes to maintain a mix between fixed or floating rate based on liquidity.

Credit risk

Customer credit risk is managed according to the Company's policy, procedure and control relating to customers' credit risk management. Outstanding receivables are monitored regularly. MIS prepared by the management time to time is according to varieties of customer and services. Sales to walk-in customers are made by way of Cash, PayTM and debit/credit payments. Food sold to others is on credit basis.

Liquidity risk

The Company monitors its risk of shortage of funds using detailed cash flow projections which is monitored closely on a daily basis. The Company has been sanctioned cash credit limit of Rs.10 Crores by a scheduled bank for meeting working capital requirement of the Company. The cash credit facility is secured by exclusive charge over inventory, trade receivables and all the fixed assets of the Company.

The table below summarizes, the maturity profile of the Company's financial liabilities based on the contractual maturities:

Rs. in Lakhs

Particulars	On Demand	< 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
31.03.2018						
Borrowings - Cash Credit	-	-	-	-	-	-
Term Loan	-	8.33	-	-	-	8.33
Trade Payables	-	731.06	619.70	13.32	-	1,364.08
Other financial liabilities	-	5.47	19.73	24.20	-	49.40
31.03.2017						
Borrowings - Cash Credit	567.25	-	-	-	-	567.25
Borrowings -Term Loan	-	8.33	25.00	8.33	-	41.67
Trade Payables	-	418.66	672.38	23.77	-	1,114.81
Other financial liabilities	-	4.19	13.29	33.05	-	50.53
01.04.2016						
Borrowings - Cash Credit	265.39	-	-	-	-	265.39
Borrowings -Term Loan	-	8.33	25.00	41.67	-	75.00
Trade Payables	-	527.66	713.73	23.77	-	1,265.16
Other financial liabilities	-	-	-	-	-	-

Note 33: Transition to Ind AS

These are the Company's first financial statements prepared in accordance with Ind AS, notified under Section 133 of the Companies Act, 2013 read with the Rules made thereunder.

The accounting policies set out in Note 1 have been applied in preparing the financial statements for the year ended 31st March 2018, the comparative information presented in these financial statements for the year ended 31st March 2017 and in the preparation of opening Ind AS balance sheet as at 1st April 2016 (the Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the Accounting Standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position and financial performance is set out below:

Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

Ind AS optional exemptions:

1. Deemed cost - Property, Plant and Equipment and Intangible assets

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38. Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at previous GAAP carrying value.

2. Deemed cost - Investment in Joint venture and associates

Ind AS 101 permits a first-time adopter to elect to measure the investment in subsidiaries, associates and joint ventures at cost determined in accordance with Ind AS 27 or deemed cost. Deemed cost for the purpose transition shall mean fair value of the investment at the entity's date of transition to Ind AS or previous GAAP carrying amount at that date. Accordingly, the Company has elected to measure the investment in joint venture and associates previous GAAP amount as at the transition date.

3. Designation of previously recognised financial instruments

Ind AS 101 allows an entity to designate investment in equity instruments at FVOCI on the basis of the facts and circumstances at the date of transition to Ind AS.

The Company has elected to apply this exemption and accordingly, opted to:

- Designate financial assets at FVTPL as per Ind as 109 based on fact and circumstances at the transition date.
- Designate investment in equity shares at FVOCI as per Ind AS 109 based on facts and circumstances at the transition date.

Ind AS mandatory exceptions:

1. Estimates

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at 1st April 2016 are consistent with estimates as at the same date made in conformity with previous GAAP.

2. Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of facts and circumstances that exist at the date of transition to Ind AS.

Financial assets such as loans to employees, security deposit paid or received have been classified and measured at amortized cost on the basis of facts and circumstances at the date of transition to Ind AS.

Reconciliation of total comprehensive income for the year ended 31 March 2017

Particulars	Notes	Year ended 31 Mar 2017 (Rs. in lakhs)
Net Profit as per previous GAAP		601.73
Add:		
Others	a	5.03
Creation of deferred tax assets on actuarial loss on defined benefit plan	c	0.91
Less:		
Remeasurement of defined benefit plan taken to OCI (net of tax)	b	96.01
Others	a	7.53
Other adjustments (Deferred tax)	c	18.75
Net profit for the year as per Ind AS		485.38
Other comprehensive income (net of tax)		96.01
Total comprehensive income for the year under Ind AS		581.39

Reconciliation of equity

Rs. in Lakhs

Particulars	As at 1 Apr 2016	As at 31 Mar 2017
Equity as per Indian GAAP	1,316.43	1,902.51
Add:		
Recognition of deferred tax assets	18.75	0.91
Others	-	5.03
Less:		
Others	-	7.53
Equity as per Ind AS	1,335.18	1,900.92

Note a - Others

Others includes fair valuation of certain financial instruments carrying nil rate of interest.

Note b - Remeasurement of post employment defined benefit plan

Under previous GAAP the Company recognised cost related to post employment defined benefit plan (gratuity) to profit and loss immediately on occurrence. Under Ind AS, actuarial gain and losses are considered as part of Other Comprehensive Income.

Note c - Deferred taxes

The various transitional adjustments led to temporary differences. Under Ind AS, such transitional differences have to be adjusted under retained earnings or separate component of equity based on the original transactions are recorded. The deferred tax has been recognized for all temporary differences on substantially enacted rate.

Note 34: RELATED PARTY DISCLOSURE

List of Related Parties as identified by the Management:

Nature of Relation	Name of Related Party
Promoter	Dr. Pratap.C.Reddy Mr. P.VijayaKumar Reddy Mrs. Suneeta Reddy Mrs. Shobana Kamineni Mrs. Sucharitha Reddy Mrs. Sindoori Reddy
Key Management Personnel	Mrs. Sucharitha Reddy Mr. C.Natarajan Mr. M.SP.Meyyappan Ms. Shuganya
Joint Venture	M/s Faber Sindoori Management Services (P) Ltd
Enterprise over which promoter or Key Management Personnel exercise significant influence	M/s Apollo Hospitals Enterprises Ltd M/s Apollo Gleneagles Hospitals Ltd M/s.Apollo Health & Lifestyle Ltd M/s.Apollo Hospital International Limited M/s Imperial Cancer Hospital & Research Center Ltd M/s Lifetime Wellness Rx International Ltd M/s PPN Power Generating Company Private Limited

The Company's related party transaction are summarized as follows:

(Rs. in Lakhs)

Name of the Related Party	Joint Venture		Enterprise over which promoter or Key Management Personnel exercise significant influence	
	2017-2018	2016-2017	2017-2018	2016-2017
Salary	-	-	-	-
Sale of goods & services	98.41	133.26	13,243.05	12,499.31
Purchase of goods	-	-	-	-
Balance Outstanding	72.20	90.78	2,901.30	2,839.85

Key Management Personnel

A. Whole Time director/Managing Director, Chief Executive Officer, Chief Financial Officer and Company Secretary For the year ended 31.03.2018

(Rs. in Lakhs)

* Salary - Key Managerial Personnel	Short term Employee Benefits	Post employee Benefits	Other long term benefits	Termination Benefits	TOTAL
Mrs. Sucharitha Reddy	12.00	1.00	-	-	13.00
Mr.C.Natarajan*	88.60	7.33	17.95	-	113.89
Mr. M.SP.Meyyappan	13.47	0.89	1.95	-	16.30
Ms. Shuganya	5.50	0.22	0.48	-	6.20
Mr.Prakash Chandra Panda**	0.25	0.02	-	-	0.26

*Including incentive and previous years' salary arrears

**Mr.Prakash Chandra Panda has resigned on 10.04.2017

For the year ended 31.03.2017

(Rs. in Lakhs)

* Salary - Key Managerial Personnel	Short term Employee Benefits	Post employee Benefits	Other long term benefits	Termination Benefits	TOTAL
Mrs. Sucharitha Reddy	12.00	1.00	-	-	13.00
Mr.C.Natarajan	58.86	3.00	2.35	-	64.21
Mr.Prakash Chandra Panda	8.14	0.54	0.20	-	8.88

B. Independent Directors For the year ended 31.03.18

(Rs. in Lakhs)

*-Sitting fees to directors	Sitting fee	TOTAL
Mr. G.Venkatraman	2.94	2.94
Mr.Suresh R Madhok	2.94	2.94
Mr.George Eapan	2.54	2.54

Note 35 : LEASES

OPERATING LEASE:

The Company has taken various premises on lease for its operations under operating lease or under leave and licence agreements. These lease are generally not non-cancellable and have an average life of 12 months to three years and are renewable by mutual consent.

Lease payments are recognized in profit and loss account under the head "Rent".

Lease payments under non-cancellable lease agreements.

(Rs. in Lakhs)

Future lease payments	As at 31 Mar 2018	As at 31 Mar 2017
Not Later than 1 Year	60.08	65.63
Later than 1 Year but before 5 Years	62.73	60.08
Total	122.81	125.71

Note 36: FOREIGN CURRENCY EARNINGS/EXPENDITURE:

(Rs. in Lakhs)

Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
Expenditure in Foreign currency	17.65	4.33
Earnings in Foreign currency	-	-

Note 37: EMPLOYEE BENEFITS

i. Defined Benefit Plan: a) Gratuity

(Rs. in Lakhs)

Period Covered	31-Mar-18	31-Mar-17
Assumptions	Rs.	Rs.
Discount Rate	7.5% p.a.	7.8% p.a.
Expected Return On Plan Assets	8% p.a.	8% p.a.
Mortality	Indian Assured Lives Mortality (1994 -96) (modified) Ultimate Table	
Future Salary Increases	5 %p.a.	5 %p.a.
Disability	Nil	Nil
Attrition	2% p.a.	2% p.a.
Retirement	58 yrs	58 yrs
Method	Projected Unit Credit	

Changes in the Present Value of the Obligation and in the Fair Value of the Assets

(Rs. in Lakhs)

	31-Mar-18	31 Mar-17
Present Value Of obligation at the beginning of the period	644.45	428.06
Interest Cost	48.30	33.36
Current Service Cost	113.50	94.09
Past Service Cost	14.45	-
Benefits Paid	(8.71)	(58.18)
Actuarial (gain)/loss on Obligation	(36.52)	147.11
Present Value Of obligation at the end of the period	775.46	644.45
Fair value of plan assets at the beginning of the period	267.68	146.01
Investment Income	20.06	11.38
Contributions	105.13	110.00
Benefits Paid	(8.71)	-
Return on plan assets, excluding amount recognised in net interest expense	2.42	0.29
Fair value of plan assets at the end of the period	386.58	267.68
Total actuarial gain (loss) to be recognized	38.94	(146.82)
Balance Sheet Recognition		
Present Value Of Obligation	775.46	644.45
Fair Value Of Plan Assets	(386.58)	(267.68)
Liability (assets)	388.89	376.77
Unrecognised Past Service Cost	-	-
Liability (asset) recognised in the Balance Sheet	388.89	376.77

Profit & Loss – Expenses**(Rs. in Lakhs)**

Current Service Cost	113.50	94.09
Interest Cost	48.30	33.36
Expected Return On plan assets	(20.06)	(11.38)
Net Actuarial (gain)/loss recognised in the year	(38.94)	146.82
Past Service Cost	14.45	-
Expenses Recognised in the statement of Profit & Loss	117.25	262.90
Actual Return On Plan Assets		
Expected Return on plan assets	20.06	11.38
Actuarial gain/(Loss) on plan assets	2.42	0.29
Actual Return On Plan Assets	22.48	11.67
Movement in the net Liability recognised in the Balance Sheet		
Opening net Liability	376.77	282.05
Expenses	117.25	262.90
Contribution	(105.13)	(168.18)
Closing Net Liability	388.89	376.77

Other Comprehensive Income**(Rs. in Lakhs)**

Particulars	31-Mar-18	31-Mar-17
Actuarial (gain) and losses	(36.52)	147.11
Past Service Cost	-	-
Return on plan assets, excluding amount recognised in net interest expense	(2.42)	(0.29)
Re-measurement (or Actuarial) (gain)/loss arising because of change in effect of asset ceiling	-	-
Net Actuarial (gain)/loss	(38.94)	146.82

Leave Encashment**(Rs. in Lakhs)**

Period Covered	31-Mar-18	31-Mar-17
Assumptions	Rs.	Rs.
Discount Rate	7.8% p.a.	7.5% p.a.
Expected Return On Plan Assets	-	-
Mortality	Indian Assured Lives Mortality (as % of IALM 2006-08 - 100%)	
Future Salary Increases	5 %p.a.	5 %p.a.
Disability	Nil	Nil
Withdrawal rate	2% p.a.	2% p.a.

Changes in the Present Value of the Obligation and in the Fair Value of the Assets
(Rs. in Lakhs)

	31-Mar-18	31-Mar-17
Present Value Of obligation at the beginning of the period	177.88	137.18
Interest Cost	13.33	10.69
Current Service Cost	47.40	40.76
Past Service Cost	-	-
Benefits Paid	-	(2.19)
Actuarial (gain)/loss on Obligation	(23.84)	(8.55)
Present Value Of obligation at the end of the period	214.78	177.88
Total actuarial gain (loss) to be recognized	23.84	8.55
Balance Sheet Recognition		
Present Value Of Obligation	214.78	177.88
Fair Value Of Plan Assets	-	-
Liability (assets)	214.78	177.88
Unrecognised Past Service Cost	-	-
Liability (asset) recognised in the Balance Sheet	214.78	177.88

Profit & Loss – Expenses
(Rs. in Lakhs)

Current Service Cost	47.40	40.76
Interest Cost	13.33	10.69
Expected Return On plan assets	-	-
Net Actuarial (gain)/loss recognised in the year	(23.84)	(8.55)
Past Service Cost	-	-
Expenses Recognised in the statement of Profit & Loss	36.90	42.89
Movement in the net Liability recognised in the Balance Sheet		
Opening net Liability	177.88	137.18
Expenses	36.90	42.89
Contribution	-	(2.19)
Closing Net Liability	214.78	177.88

Note 38: EARNINGS PER SHARE
(Rs. in Lakhs)

Particulars	2017-18	2016-17
Net Profit as P&L	702.70	677.40
Weighted average no. of shares o/s	13,00,200	13,00,200
Nominal Value Per Share	10	10
Earnings Per Share		
- Basic and Diluted	54.05	52.10

Note 39 Segment Reporting:

Statement Showing Segment results for the financial year 2017-18

(Rs. in Lakhs)

Particulars	Year	Outsourced Services	Other Operations	Total
Segment Revenues	2017-2018	14,031.78	78.04	14,109.82
	2016-2017	13,226.66	85.58	13,312.24
Expenses	2017-2018	12,964.16	70.29	13,034.45
	2016-2017	12,077.88	71.51	12,149.39
Segment Results	2017-2018	1,017.38	7.74	1,025.13
	2016-2017	1,031.28	14.07	1,045.34
Income before depreciation interest taxes and exceptional items	2017-2018	1,067.62	7.74	1,075.37
	2016-2017	1,148.78	14.07	1,162.85
Interest	2017-2018	36.64	-	36.64
	2016-2017	26.62	-	26.62
Depreciation	2017-2018	93.59	-	93.59
	2016-2017	90.88	-	90.88
Exordinary Items	2017-2018	80.00	-	80.00
	2016-2017	-	-	-
Tax Expenses	2017-2018	322.43	-	322.43
	2016-2017	367.93	-	367.93
Profit/(Loss) after Taxation	2017-2018	694.96	7.74	702.70
	2016-2017	663.34	14.07	677.41
Segment Assets	2017-2018	4,405.51	21.00	4,426.51
	2016-2017	4,432.67	24.08	4,456.76
Segment Assets (Unallocated)	2017-2018	-	-	1,130.44
	2016-2017	-	-	602.51
Total Assets	2017-2018	4,405.51	21.00	5,556.95
	2016-2017	4,432.67	24.08	5,059.27
Segment Liabilities	2017-2018	5,313.22	21.83	5,335.05
	2016-2017	4,819.50	21.64	4,841.14
Unallocated Liabilities	2017-2018	-	-	221.90
	2016-2017	-	-	218.13
Total Liabilities	2017-2018	5,313.22	21.83	5,556.95
	2016-2017	4,819.50	21.64	5,059.27
Capital Expenditure Incurred	2017-2018	88.45	-	88.45
	2016-2017	106.18	-	106.18
Segment Depreciation	2017-2018	93.59	-	93.59
	2016-2017	90.88	-	90.88
Non cash expenses other than depreciation	2017-2018	12,964.16	70.29	13,034.45
	2016-2017	12,077.88	71.51	12,149.39

There are no reportable geographical segments as the Company's operations are not confined to only one geographical location.

Note 40 Contingent Liability

Claim against the Company/disputed liabilities not acknowledged as debts - Rs.129.51 Lakhs (Previous Year -Rs.13.93 Lakhs).

Note 41 :

Based on the records, available information and explanation provided, amounts due to Micro, Small and Medium Enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006 are as follows:

(Rs in Lakhs)

SUPPLIER NAME	OUTSTANDING AS AT 31.03.2018	OUTSTANDING AS AT 31.03.2017
GS Farm Taaza Produce Pvt. Ltd.	37.87	24.94

Note 42 :

Figures for the previous year have been regrouped or rearranged wherever necessary. Figures have been rounded off to the nearest rupees, except otherwise indicated.

As per our Report of even date

For P.Chandrasekar LLP

Chartered Accountants

Firm Regn. No.: 000580S/S200066

S.Sriram

Partner

Membership No.: 205496

Place: Chennai

Date: 28/05/2018

For Apollo Sindoori Hotels Limited

Sucharitha Reddy
Managing Director

Suresh R Madhok
Director

G.Venkatraman
Director

C.Natarajan
Chief Executive Officer

Shuganya K
Company Secretary

Meyyappan M.SP.
Chief Financial Officer

INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

To the members of Apollo Sindoori Hotels Limited

Report on the Consolidated Ind AS Financial Statements

1. We have audited the accompanying Consolidated Ind AS financial statements of Apollo Sindoori Hotels Limited, ("the Parent Company") and its associate (the Parent and its associate together referred to as "the Group"), which comprise of the Consolidated Balance Sheet as at 31st March 2018, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Ind AS Financial Statements

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

Auditors' Responsibility

4. Our responsibility is to express an opinion on these Consolidated Ind AS financial statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit of the Consolidated Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated Ind AS financial statements are free from material misstatement.
5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Consolidated Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used, and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Consolidated Ind AS financial statements.
6. We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors in terms of their reports referred to in "Other Matters" is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Ind AS financial statements.

Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards and accounting principles

generally accepted in India, of the state of affairs of the Company as at 31st March 2018, and its profit total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Other Matters

8. We did not audit the financial statements of the associate company Faber Sindoori Management Services Private Limited, whose financial statements reflect total assets of Rs.7,716.15 lakh, total revenue Rs.15,667.14 lakh, total net profit after tax of Rs.1716.82 lakh and total comprehensive income of Rs.1,745.26 lakh for the year ended 31st March 2018. The financial statements of the associate company have been audited by another firm of Chartered Accountants whose reports have been furnished to us by the Parent Company's Management and our opinion on the financial results to the extent they have been derived from such financial statements is based solely on the report of such other firm of Chartered Accountants.
9. The comparative financial information of the Company for the year ended 31st March 2017 and the transition date opening balance sheet as at 1st April 2016 included in these Consolidated Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by another firm of Chartered Accountants and their reports for the year ended 31st March 2017 and 31st March 2016 dated 11th May 2017 and 27th May 2016 respectively, expressing an unmodified opinion on those Consolidated Financial Statements and have been restated to comply with Ind AS. Adjustments made to the previously issued said statutory financial information for the differences in the accounting principles adopted by the Company on transition to the Ind AS have been audited by us. Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

10. As required by Section 143(3) of the Act, we report, to the extent applicable that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors;
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;
 - (d) In our opinion, the aforesaid Consolidated Ind AS financial statements, comply with the Indian Accounting Standards prescribed under Section 133 of the Act and the Rules made thereunder;
 - (e) On the basis of written representations received from the Directors of the Parent Company as on 31st March 2018, and taken on record by the Board of Directors of the Parent Company, none of the Directors of the Group is disqualified as on 31st March 2018, from being appointed as a Director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements in place and the operating effectiveness of such controls, refer to our separate report in Annexure A; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to explanations given to us:
 - i. The group has disclosed the impact of pending litigations on its financial position in its financial statements Refer Note No.40 to the Consolidated Ind AS financial statements.

- ii. The Group did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There was no delay in transferring the required amount to the Investor Education and Protection Fund by the Company during the year.

For P.CHANDRASEKAR, LLP
Chartered Accountants
(Firm Regn. No.000580S/S200066)

Place: Chennai
Date: 28th May 2018

S.SRIRAM
Partner
Membership No. 205496

Annexure - A

To the Independent Auditors' Report - 31st March 2018
(Referred to in our report of even date)

Report on the Internal Financial Controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. We have audited the internal financial controls over financial reporting of Apollo Sindoori Hotels Limited ("the Parent Company") as of 31st March 2018 in conjunction with our audit of the Consolidated Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Parent Company and its associate company, which are companies incorporated in India are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to the financial statements, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were in place and if such controls were operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with reference to Financial Statements

6. A company's internal financial controls with reference to financial statements are designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that
 - a) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

- b) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and
- c) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

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

Opinion

- 8. In our opinion, the Parent Company and its associate company, which are companies incorporated in India, have, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31st March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

- 9. Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements so far it relates to Faber Sindoori Management Services Private Limited (associate company), which is a company incorporated in India, is based on the corresponding report of the auditors of such company incorporated in India.

For P.CHANDRASEKAR, LLP
Chartered Accountants
(Firm Regn. No.000580S/S200066)

Place: Chennai
Date: 28th May 2018

S.SRIRAM
Partner
Membership No. 205496

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2018
Rs. In Lakhs

Particulars		Note	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
(I)	Assets				
(A)	Non- Current assets				
	1) Property, Plant and Equipment	2	374.76	381.01	368.58
	2) Intangible assets	2	7.38	16.60	20.46
	3) Financial Assets				
	(i) Investments	3	2,174.26	1,341.72	852.89
	(ii) Loans	4	76.04	84.15	92.31
	4) Deferred tax assets (Net)	5	279.01	207.54	161.43
	5) Other non-current assets	6	241.25	389.82	550.96
	Sub Total		3,152.70	2,420.84	2,046.63
(B)	Current Assets				
	1) Inventories	7	78.21	94.61	114.49
	2) Financial Assets				
	(i) Investments		-	-	-
	(ii) Trade receivables	8	3,338.84	3,325.11	2,545.30
	(iii) Cash and cash equivalents	9	823.49	155.99	222.58
	(iv) Bank balances other than (iii) above	10	51.17	48.58	38.73
	(v) Loans	11	71.33	67.84	117.29
	(vi) Other financial assets	12	141.51	225.71	179.30
	3) Other current assets	13	69.43	57.78	74.67
	Sub Total		4,573.98	3,975.62	3,292.36
	Total Assets		7,726.68	6,396.46	5,338.99
(II)	Equity & Liabilities				
(C)	Equity				
	(1) Share Capital	14	130.02	130.02	130.02
	(2) Other equity	15	4,637.35	3,108.08	2,053.52
(D)	Non- Current Liabilities				
	(1) Financial Liabilities				
	(i) Borrowings	16	26.74	41.36	41.67
	(2) Provisions	17	571.29	511.54	538.95
	Sub Total		5,365.40	3,791.00	2,764.16
(E)	Current Liabilities				
	(1) Financial Liabilities				
	(i) Borrowings	18	-	567.25	265.39
	(ii) Trade payables	19	1,364.08	1,114.81	1,265.15
	(iii) Other financial liabilities	20	458.92	119.19	449.06
	(2) Other current liabilities	21	281.17	368.19	310.44
	(3) Provisions	22	198.86	375.74	284.79
	(4) Current tax liabilities (net)		58.25	60.28	-
	Sub Total		2,361.28	2,605.46	2,574.83
	Total Equity and Liabilities		7,726.68	6,396.46	5,338.99

Significant Accounting Policies and Notes on Accounts 1 to 43

The schedules referred to above and the notes thereon form an integral part of the Consolidated Balance Sheet.

This is the Consolidated Balance Sheet referred to in our report of even date

For P.Chandrasekar LLP

Chartered Accountants

Firm Regn. No.: 000580S/S200066

S.Sriram

Partner

Membership No.: 205496

For Apollo Sindoori Hotels Limited
Sucharitha Reddy
 Managing Director

Suresh R Madhok
 Director

G.Venkatraman
 Director

C.Natarajan
 Chief Executive Officer

Shuganya K
 Company Secretary

Meyyappan M.SP.
 Chief Financial Officer

 Place: Chennai
 Date: 28/05/2018

Consolidated Statement of Profit and Loss for the year ended 31st March 2018
Rs. In Lakhs

S.No.	Particulars	Notes	Year ended 31 Mar 2018	Year ended 31 Mar 2017
I.	Revenue from operations	23	13,992.60	13,280.43
II.	Other income	24	94.59	15.97
III.	Total Income (I+II)		14,087.19	13,296.40
IV.	Expenses :			
	Consumption of Provisions and Stores	25	4,029.21	4,094.42
	Employee benefits expense	26	7,636.70	6,587.41
	Finance costs	27	36.64	26.62
	Depreciation and Amortization expenses	2	93.59	90.88
	Other expenses	28	1,368.55	1,467.57
	Total Expenses (IV)		13,164.69	12,266.90
V.	Profit / (Loss) before Exceptional items and tax (III - IV)		922.50	1,029.49
VI.	Share of profits of Joint Venture / Associate		841.24	549.13
VII.	Exceptional Items	29	80.00	-
VIII.	Profit / (Loss) before tax (V+VI+VII)		1,843.74	1,578.62
IX.	Tax expense:			
	(1) Current tax		385.00	350.00
	(2) Previous Year Tax		22.51	13.24
	(3) Deferred tax		(85.07)	4.70
X.	Profit / (loss) for the period from continuing operations (VIII - IX)		1,521.30	1,210.68
XI.	Profit / (loss) from discontinued operations		-	-
XII.	Tax expense of discontinued operations		-	-
XIII.	Profit / (loss) from Discontinued operations(after tax) (X - XI-XII)		-	-
XIV.	Profit / (loss) for the period (X + XII)		1,521.30	1,210.68
XV.	Other Comprehensive Income			
A	(i) Items that will not be reclassified to profit or loss			
	- Remeasurement of Defined Benefit Obligation (Net of Tax)		39.26	(140.48)
B.	(i) Items that will be reclassified to profit or loss		-	-
XVI.	Total Comprehensive Income for the period (XIV + XV)		1,560.56	1,070.20
XVII.	Profit, Other Comprehensive Income and Total Comprehensive Income attributable to owners - 100% (both 2017-18 and 2016-17)			
	Earnings per equity share:			
	Weighted average no. of shares outstanding during the period		13,00,200	13,00,200
	Nominal Value per Equity Share (Rs)		10.00	10.00
	- Basic & Diluted EPS (Rs)		117.01	93.12

Significant Accounting Policies and Notes on Accounts 1 to 43

The schedules referred to above and the notes thereon form an integral part of the Consolidated Statement of Profit and Loss.

This is the Consolidated Statement of Profit and Loss referred to in our report of even date

For P.Chandrasekar LLP

Chartered Accountants

Firm Regn. No.: 000580S/S200066

S.Sriram

Partner

Membership No.: 205496

For Apollo Sindoori Hotels Limited
Sucharitha Reddy
 Managing Director

Suresh R Madhok
 Director

G.Venkatraman
 Director

C.Natarajan
 Chief Executive Officer

 Place: Chennai
 Date: 28/05/2018

Shuganya K
 Company Secretary

Meyyappan M.SP.
 Chief Financial Officer

Statement of Changes in Equity

Equity Share Capital

As at 1 Apr 2016	130.02
Changes in equity share capital in 2016-17	
As at 31 Mar 2017	130.02
Changes in equity share capital in 2017-18	
As at 31 Mar 2018	130.02

Other Equity

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Capital Reserve			
	Opening Balance	73.53	73.53	73.53
	Add: Current year transfer	-	-	-
	Less: Written back in current year	-	-	-
	Closing Balance	73.53	73.53	73.53
2	General reserve			
	Opening Balance	148.73	148.73	148.73
	Add: Current year transfer	-	-	-
	Less: Written back in current year	-	-	-
	Closing Balance	148.73	148.73	148.73
3	Surplus (Balance in Consolidated Statement of Profit and Loss)			
	Opening Balance	2,885.82	1,831.26	1,729.22
	Add: Current year surplus	1,521.30	1,210.68	116.05
	Add: Deferred tax assets not recognized earlier	-	-	18.75
	Add: Remeasurement of defined benefit plan	39.26	(140.48)	(32.76)
	Less: Dividend paid	26.00	13.00	-
	Less: Tax on Dividend	5.29	2.64	-
	Closing Balance	4,415.09	2,885.82	1,831.26
	Total (1+2+3)	4,637.35	3,108.08	2,053.52

Nature and purpose of Reserves

1. General Reserve is part of retained earnings. This is available for distribution to shareholders.
2. Capital Reserve balance is on account of surplus arising out of amalgamation in 1999-2000.

The schedules referred to above and the notes thereon form an integral part of the Statement of Changes in Equity. This is the Consolidated Statement of Changes in Equity referred to in our report of even date.

For P.Chandrasekar LLP

Chartered Accountants
Firm Regn. No.: 000580S/S200066

S.Sriram

Partner
Membership No.: 205496

Place: Chennai
Date: 28/05/2018

For Apollo Sindoori Hotels Limited

Sucharitha Reddy
Managing Director

Suresh R Madhok
Director

G.Venkatraman
Director

C.Natarajan
Chief Executive Officer

Shuganya K
Company Secretary

Meyyappan M.SP.
Chief Financial Officer

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018
Rs. in Lakhs

Particulars		Year ended 31 Mar 2018	Year ended 31 Mar 2017
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit/(Loss) before tax	1,843.74	1,578.62
	Dividend received	0.00	0.00
	Interest received on deposits	(8.07)	(5.40)
	Depreciation	93.59	90.88
	Interest expense	36.64	26.62
	Actuarial gain/(loss)	38.94	(146.82)
	(Profit) / loss on sale of assets	4.76	1.97
	Operating Profit before working capital changes	2,009.60	1,545.87
	(Increase) / Decrease in Trade receivables	(13.73)	(779.81)
	(Increase) / Decrease in Inventory	16.40	19.88
	(Increase) / Decrease in Other current assets	(11.65)	16.89
	(Increase) / Decrease in Short term loans and advance	(3.48)	49.45
	(Increase) / Decrease in Other financial assets	84.20	(42.47)
	Increase / (Decrease) in Trade payables	249.27	(150.34)
	Increase / (Decrease) in Other financial liabilities	339.74	(329.87)
	Increase / (Decrease) in Other current liabilities	(87.01)	57.75
	Increase / (Decrease) in Employee benefit provisions	(176.88)	90.95
	Increase / (Decrease) in Cash Credit	(567.25)	301.85
	(Increase) / Decrease in Other financial assets / non-current assets	212.76	359.02
	Increase / (Decrease) in Long term provisions	59.75	(27.41)
	Cash generated from operations after working capital changes	2,111.72	1,111.76
	Direct taxes paid	(326.75)	(289.71)
	Net Cash Flow from Operating activities (A)	1,784.97	822.05
B	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets	(88.47)	(106.17)
	Gratuity Funded	(105.14)	(110.00)
	Sale of Fixed Assets	5.58	4.74
	(Increase) / Decrease in Investments	(832.54)	(643.73)
	(Increase) / Decrease in Deposit	(2.59)	(9.85)
	Interest received on deposits	8.07	1.46
	Net Cash flow used in Investing activities (B)	(1,015.09)	(863.55)
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Term Loan received from / (paid to) Bank	(34.45)	17.19
	Interest Paid	(36.64)	(26.62)
	Dividend Paid	(26.00)	(13.00)
	Tax on Dividend paid	(5.29)	(2.65)
	Net Cash flow from Financing activities (C)	(102.38)	(25.08)
	Net Increase / (Decrease) in cash and cash equivalents	667.50	(66.58)
	Cash and cash Equivalent at the beginning	155.99	222.57
	Cash and cash Equivalent at the close	823.49	155.99

The schedules referred to above and the notes thereon form an integral part of the Consolidated Cash Flow Statement.
This is the Cash Flow Statement referred to in our report of even date.

For P.Chandrasekar LLP
Chartered Accountants
Firm Regn. No.: 000580S/S200066

S.Sriram
Partner
Membership No.: 205496

Place: Chennai
Date: 28/05/2018

For Apollo Sindoori Hotels Limited

Sucharitha Reddy
Managing Director

G.Venkatraman
Director

Shuganya K
Company Secretary

Suresh R Madhok
Director

C.Natarajan
Chief Executive Officer

Meyyappan M.SP.
Chief Financial Officer

Note 1:

CORPORATE INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES - CONSOLIDATED

1. Background

Apollo Sindoori Hotels Limited (“the Company”), is a company incorporated under the Companies Act with its registered office at Chennai. The Company is in the business of managing food outlets at hospitals and reputed organisations. The Company also undertakes Outdoor Catering Services, skilled manpower to hospitals etc.

2. Significant Accounting Policies

Statement of compliance

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (“Ind AS”) notified under the Companies (Indian Accounting Standards) Rules, 2015 read with the Companies (Indian Accounting Standards) Amendment Rules, 2016 and comply with all material aspects with all relevant provisions of the act. For all the periods up to 31st March 2017, the financial statements were prepared in accordance with the previous GAAP which included accounting standards notified under the Companies (Accounting Standards) Rules, 2006. These financial statements are the first financial statements prepared in accordance with 1st April 2016 as the date of transition to Ind AS. Refer Note 33 for the details of first-time adoption exemptions availed by the Company.

Basis of preparation and presentation

The standalone financial statements have been prepared on historical cost basis, except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

Significant Accounting Policies

3. Fixed Assets

3.1. Property Plant and equipment

The cost of an item of Property, Plant and Equipment (PPE) is recognized as assets if, and only if:

- i) It is probable that future economic benefits associated with the item will flow to the entity.
- ii) The cost of the item can be reliably measured.

3.1.1 The cost of property, plant and equipment at stated at cost, less accumulated depreciation, amortization and cumulative impairment.

3.1.2 The cost of the Property, plant and equipment comprises of purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates and also includes any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

3.2. Intangible assets

3.2.1 Computer software/licenses other than specific software that are integral part of hardware are capitalized as intangible assets and amortized over a period over useful life.

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

3.2.3 Intangible assets with finite lives are amortized over the economic useful life and assessed for impairment whenever there is indication that the intangible assets are impaired. Intangible assets with indefinite useful lives that are acquired separately are carried at cost, less accumulated impairment losses.

3.3. Depreciation / Amortization

3.3.1 Cost of property, plant and equipment is depreciated on a straight line basis over the useful lives of the assets prescribed in Schedule II of the Companies Act, 2013.

3.3.2 Residual value is generally considered between 0-5 percent of cost of assets.

3.3.3 Gain or losses arising from de-recognition of property, plant, equipment are measured as the difference between the net disposal proceeds and the carrying amount of the assets and are recognized in the statements of profits or loss when the assets are derecognized.

3.3.4 Intangible assets are amortized equally over the estimated useful life not exceeding three years.

4. Inventory

Stock of provisions, stores and other consumables are valued at cost (average price) on FIFO basis.

5. Leases

A lease is classified at the inception date as a finance lease or an operating lease, A lease that transfers substantially all the risk and reward of ownership is classified as financial lease.

5.1.1 Operating lease as lessee

Lease rentals are recognized as expenses on a straight line basis with reference to lease term and other conditions except where

- i) Another systematic basis is more representative of the time pattern of the benefit derived from the assets taken or given on lease.
- ii) Contingent rent is recognized as the expenses in the period in which it occurs.

5.1.2 Operating lease as lessor

Rental income from operating lease is recognized on straight line basis over the terms of the relevant lease except where -

- i) Another systematic basis is more representative of the time pattern of the benefit derived from the assets taken or given on lease.
- ii) Contingent rent is recognized as the expenses in the period in which it occurs.

5.2. Financial Lease as a lessee

- i) Under financial lease lessor will recognize the assets as well as liability in their books at the inception date fair value of the lease property or if lower the present value of minimum lease payments, lease payments are apportioned between finance charges and lease liability, finance charges are recognized as finance cost in the Statement of Profit and Loss, unless they are directly attributable to the qualifying assets. Contingent rents are recognized as expenses in the period in which they are incurred.
- ii) A leased asset is depreciated over the useful life of the asset. However, there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the assets are depreciated over shorter of the estimated useful life of the assets and the lease term.

6. Impairment of non-financial assets

At each reporting date the Company makes an assessment, whether there is an indication of impairment either internal or external exist, by which the actual carrying amount of the assets is higher than the recoverable amount of an assets or cash generating units. Recoverable amount is determined for individual assets, unless the assets don't generate cash flow that is largely independent of those from other assets or group of assets. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflect current market assessment of the time value money and the risk specific to the assets.

7. Foreign exchange transactions

- 7.1 The Company's financial statements are presented in Indian rupee (Functional Currency)
- 7.2 Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.
- 7.3 Monetary assets and liabilities denominated in foreign currency are translated at rates of exchange on the balance sheet date.
- 7.4 Non- Monetary items denominated in foreign currencies (such as investments, fixed assets) are valued at the exchange rate prevailing at the end of the reporting period.
- 7.5 Exchange differences arising on foreign currency transactions are recognised in the profit and loss account.

8. Revenue Recognition

Revenue is recognized to the extent it is probable that economic benefit will flow to the entity and the revenue can be reliably measured. Revenue is measured at fair value of the consideration received or receivable taking into account contractual defined terms of payment excluding taxes or duties collected on behalf of the government.

The recognition criteria must be met before recognizing revenue.

8.1 Sale of goods

Revenue is recognized when the goods are transferred to the buyer and all the risk and reward of ownership have been transferred to the buyer. There is no uncertainty regarding the collectability of the revenue. Revenue is measured at the fair value of the consideration received or receivable net of trade discount and volume rebates.

8.2 Rendering of services

Revenue is recognized when it is probable that economic benefit associated with the transaction will flow to the seller and the stage of completion can be measured reliably. Income from various services rendered is recognized on the basis of contract between the parties, Room revenue is recognized on time proportion basis.

8.3 Dividends

Dividend income is recognized when the Company's right to receive the dividend is established.

8.4 Interest Income

Interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instruments or a shorter period.

8.5 Others

Claims (including interest on outstanding) are recognized at cost, when there is reasonable certainty regarding ultimate collection.

9. Taxes on income

9.1 Current Income Tax

Provision under current tax is made as per the provision of the income tax Act, 1961. Current income tax assets or liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rate and tax laws used to compute the amount are those that are enacted or subsequently enacted at future date.

9.2 Deferred Tax

Deferred tax is recognized under balance sheet method for all taxable temporary differences between the tax bases of assets and liabilities and carrying amounts.

Deferred tax asset is recognized for all temporary differences like Provision for employee benefits, unused tax losses and any unused tax credits. The tax rate and tax laws used to compute the amount are those that are enacted or subsequently enacted at future date.

10. Earnings Per Share

Basic earnings per share amounts are computed by dividing net profit or loss for the year before comprehensive income attributable to equity shareholders by the weighted average number of shares outstanding during the year. Diluted earnings per share is computed and disclosed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year.

11. Provision contingent liabilities and contingent assets

A provision is recognized when there is present obligation as result of past events for which there is outflow of resources embodying economic benefit is required to settle the obligation and reliable estimate can be made for the obligations. Any provision has been created for the outflow that is required to be made in the subsequent year is discounted using pre tax rate, when discounting is used; the increase in provision due to passage of time is recognized as finance cost.

11.1 Contingent Liabilities

Contingent liabilities are disclosed in the notes when the probability of the occurrence of event is depends on the happening of the event in the future date. When there is possible obligation in respect of which the likely hood of outflow of resources is remote is kept out of the purview of disclosure in notes.

12. Employee Benefits

12.1 Short-term Employee Benefits

Short Term Employee Benefits for Services rendered by employees are recognized as expenses during the period when the services are rendered.

12.2 Post -Employment Benefits

12.2.1 Defined Contribution Plan

The Company makes Provident fund contributions for qualifying employees. Under the Provident Fund scheme, the Company is required to contribute a specified percentage of payroll cost to the Employees Provident Fund Scheme, 1952 to fund the benefits and interest as declared by the Government from time to time accrues to the credit of the employees under the scheme.

12.2.2 Defined Benefit Plan

The Company makes annual contributions to the Employees' Group Gratuity cum - Life Assurance Scheme of an Insurer, a funded defined benefit plan for qualifying employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment. Liability for unavailed leave for qualifying employees is actuarially valued and provided for but is partially funded.

12.3 Termination Benefits

Payment made under Voluntary retirement scheme is charged to statement of profit and loss on incurrence.

12.4 Remeasurement of post-employment defined benefit plans

Remeasurement comprises of actuarial gain and losses, the effect of changes in assets ceiling (excluding amount included in the net interest on net defined benefit liability) and the return on plan assets (excluding amounts included in net interest in net defined liability), are recognized immediately in the balance sheet with a corresponding debit or credit to the Other Comprehensive Income (OCI) in the period in which they occur, remeasurement are not reclassified to profit and loss accounts subsequently.

13. Current Vs Non- Current classifications

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

13.1 An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle.
- Held primarily for the purpose of trading.

- Expected to be realized within 12 months from the reporting period.
- Cash and cash equivalent unless restricted to be exchanged or used to settle a liability for at least 12 months after the reporting period.

13.2 All other assets will be treated as Non-Current.

14. A liability is current when:

- It is expected to be settled in the normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within 12 months after the reporting period or
- There is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

14.1 The company classifies all other liabilities as Non-Current.

15. FINANCIAL INSTRUMENTS

A financial instrument is any contract that gives rise to a financial asset of one entity and financial liability of another entity.

15.1 Financial assets

15.1.1 Initial recognition and measurement.

All financial assets are recognized initially at fair value, in case financial assets are not recognized at fair value through profit and loss are recorded at transaction cost that is incurred for acquisition of a financial assets.

15.1.2 Subsequent measurement.

For the purpose of subsequent measurement financial assets are categorized under three categories

- Financial assets amortized at cost.
- Financial assets fair value through profit and loss.
- Financial assets fair value through other comprehensive income.

15.1.3 Financial assets amortized at cost.

Financial assets are amortized at cost if both the following conditions are met

- The assets are held in the business model whose objective is to hold assets for collecting contractual cash flows.
- Contractual terms of the assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- Amortized cost are amount at which the financial assets are measured using initial recognition minus the repayment plus the interest using effective interest rate method, the EIR recognized in the financial income under profit and loss statements. The losses arising out of impairment are recognized in profit and loss.

15.1.4 Debt instrument at FVTOCI

A debt instrument is measured at FVTOCI if both of the following conditions are met. The objective of the business model is achieved by collecting contractual cash flows and selling the financial assets, and the assets contractual cash flows represent slowly payment of principal and interest. Debt instrument included at FVTOCI category are initially as well as each reporting date at fair value. Fair value movements are recognized under other comprehensive income. However the company recognizes interest income, impairment losses and reversals and foreign exchange gain and losses under profit and loss accounts. On derecognition of the assets, cumulative gain and loss previously recognized in the OCI shall be reclassified to P&L.

15.1.5 Equity instruments at FVTOCI.

A. Equity instruments in JV and associates

Investments in joint venture and associates are accounted for cost in standalone financial statements.

15.1.6 Debt Instruments and derivatives at FVTPL.

FVTPL is a residual category for debt instruments. Any instrument fails to be categorized under FVTOCI are categorized under FVTPL. Debt instruments included under the FVTPL category are measured at fair value with all the changes recognized under profit and loss statements, interest element under such instruments are presented under interest income.

15.1.7 Derecognition

A financial instruments (where a part of financial assets or part of group of similar assets) is primarily derecognized when

- The right to receive cash flows are expired, or
- The company transferred the right to receive cash flows without delay, or the company has completely transferred the risk and reward of the assets.

15.1.8 Impairment of financial assets.

The company has applied expected credit loss (ECL) for the measurement and recognition of the impairment loss of the following financial assets and credit exposure.

Financial assets are trade receivable, debt instruments, loans, cash deposit are measured at amortized cost.

15.2 Financial Liabilities.

15.2.1 Financial liabilities are classified at initial recognition at fair value through profit and financial liabilities at amortized cost net of directly attributable amortized cost The company's financial liabilities include trade payable, other liabilities and borrowings.

15.2.2 Subsequent measurement

The measurement of financial liabilities depends upon their classification:

15.2.2.1 Financial liabilities at fair value through profit or loss

Financial liabilities are recognized at fair value through profit and loss includes financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit and loss.

15.2.2.2 Financial liabilities at amortized cost

Financial liabilities that are not held for trading or designated at initial recognition at fair value through profit and loss are measured at amortized cost at the end of the subsequent accounting period. The carrying amount of financial liabilities that are designated at amortized cost are determined based on effective interest rate method (EIR). Gain and losses are recognized when in profit and loss when the liabilities are derecognized and through the EIR amortization process. Amortization cost is calculated by taking into account any discount or premium on acquisition fees and cost that are integral part of EIR. The EIR amortization is included as finance cost in statement of profit and loss.

15.2.2.3 Derecognition

A financial liability is derecognized when the financial obligation is discharged or cancelled or expires, when the financial liability is replaced by the same lender on subsequently in different terms and the terms of the subsequent liabilities are modified, such an exchange or modification is treated as the original liability and recognition of the new liability. The difference in the respective carrying amount is recognized in statement of profit and loss statements.

Note – 2 : PROPERTY, PLANT AND EQUIPMENT

Rs. in Lakhs

	Particulars	Temporary constructions	Computers	Electrical Installations	Furniture & Fittings	Kitchen Equipments	Vehicles	Office Equipments	Plant & Machinery	Total
GROSS BLOCK	Gross Block as at 1 st April 2017	-	27.86	46.93	127.49	146.95	100.26	8.04	-	457.54
	Additions during the Year	-	26.75	4.27	12.27	17.19	24.48	2.61	-	87.57
	Disposals / Deductions / Transfers to Held for Sale / Reclassifications	-	-	(2.03)	(10.76)	(6.14)	(2.01)	-	-	(20.94)
	" Gross Block as at 31st March 2018 "	-	54.61	49.17	129.00	158.00	122.73	10.66	-	524.17
DEPRECIATION, AMORTISATION AND IMPAIRMENT	Depreciation reserve as on 01.04.2017	-	10.84	5.00	13.64	43.02	2.61	1.42	-	76.53
	Depreciation and Amortisation during the Year: Adjusted in General Reserve	-	-	-	-	-	-	-	-	-
	Charged to statement of Profit & Loss a/c	-	12.65	5.16	13.89	36.15	14.67	0.96	-	83.49
	Disposals / Deductions / Transfers to Held for Sale / Reclassifications	-	-	(0.77)	(4.64)	(3.64)	(1.56)	-	-	(10.61)
	Total Depreciation and Amortisation upto 31st March 2018	-	23.50	9.39	22.89	75.53	15.72	2.38	-	149.41
NET BLOCK	AS AT 31st March 2018	-	31.11	39.78	106.11	82.47	107.01	8.28	-	374.76
	AS AT 31 st March 2017	-	17.02	41.93	113.86	103.93	97.65	6.63	-	381.01

Note – 2 : PROPERTY, PLANT AND EQUIPMENT (continued)

		Rs. in Lakhs									
	Particulars	Temporary constructions	Computers	Electrical Installations	Furniture & Fittings	Kitchen Equipments	Vehicles	Office Equipments	Plant & Machinery	Total	
GROSS BLOCK	Gross Block as at 1 st April 2016	-	19.27	45.59	115.51	146.37	34.37	7.47	-	368.58	
	Additions during the Year	-	8.59	1.34	11.98	0.58	77.16	0.58	-	100.23	
	Disposals / Deductions / Transfers to Held for Sale / Reclassifications	-	-	-	-	-	(11.27)	-	-	(11.27)	
	" Gross Block as at 31st March 2017 "	-	27.86	46.93	127.49	146.95	100.26	8.04	-	457.54	
DEPRECIATION, AMORTISATION AND IMPAIRMENT	Depreciation reserve as on 01.04.2016	-	-	-	-	-	-	-	-	-	
	Depreciation and Amortisation during the Year:	-	-	-	-	-	-	-	-	-	
	Adjusted in General Reserve	-	-	-	-	-	-	-	-	-	
	Charged to statement of Profit & Loss a/c	-	10.84	5.00	13.64	43.02	7.17	1.42	-	81.09	
	Disposals / Deductions / Transfers to Held for Sale / Reclassifications	-	-	-	-	-	(4.56)	-	-	(4.56)	
	Total Depreciation and Amortisation upto 31st March 2017	-	10.84	5.00	13.64	43.02	2.61	1.42	-	76.53	
NET BLOCK	AS AT 31st March 2017	-	17.02	41.93	113.85	103.93	97.65	6.63	-	381.01	
	AS AT 31 st March 2016	-	19.27	45.59	115.51	146.37	34.37	7.47	-	368.58	

	Intangible Assets	Software	Total
GROSS BLOCK	Gross Block as at 1 st April 2017	26.40	26.40
	Additions during the Year	0.88	0.88
	Disposals / Deductions / Transfers to Held for Sale / Reclassifications	-	-
	Gross Block as at 31st March 2018	27.28	27.28
DEPRECIATION, AMORTISATION AND IMPAIRMENT	Depreciation and Amortisation as at 1 st April 2017	9.80	9.80
	Depreciation and Amortisation during the Year:		
	Adjusted in General Reserve	-	-
	Charged to statement of Profit & Loss a/c	10.10	10.10
	Disposals / Deductions / Transfers to Held for Sale / Reclassifications	-	-
	Total Depreciation and Amortisation upto 31st March 2018	19.90	19.90
	Total Impairment Loss as at 1 st April 2017	-	-
	Impairment Loss during the Year (Note: D)	-	-
Impairment loss reversed during the Year	-	-	
Total Impairment Loss upto 31st March 2018	-	-	
NET BLOCK	AS AT 31st March 2018	7.38	7.38
	AS AT 31 st March 2017	16.60	16.60

	Intangible Assets	Software	Total
GROSS BLOCK	Gross Block as at 1 st April 2016	20.46	20.46
	Additions during the Year	-	-
	Disposals / Deductions / Transfers to Held for Sale / Reclassifications	5.94	5.94
	" Gross Block as at 31st March 2017 "	26.40	26.40
DEPRECIATION, AMORTISATION AND IMPAIRMENT	Depreciation and Amortisation as at 1 st April 2016	-	-
	Depreciation and Amortisation during the Year:		
	Adjusted in General Reserve	-	-
	Charged to statement of profit & Loss a/c	9.80	9.80
	Disposals / Deductions / Transfers to Held for Sale / Reclassifications	-	-
	Total Depreciation and Amortisation upto 31st March 2017	9.80	9.80
	Total Impairment Loss as at 1 st April 2016	-	-
	Impairment Loss during the Year (Note: D)	-	-
Impairment loss reversed during the Year	-	-	
Total Impairment Loss upto 31st March 2017	-	-	
NET BLOCK	AS AT 31st March 2017	16.60	16.60
	AS AT 31 st March 2016	20.46	20.46

Note 3 : Investments
Rs. in Lakhs

S.No.	Particulars	No. and Particulars	Non-current		
			As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Investments in equity shares at cost (Unquoted) Investment in Joint Venture Companies: Faber Sindoori Management Services (P) Ltd	45,265 Equity Shares of Rs.10 each fully paid	4.53	4.53	4.53
	ADD: Share of other equity (Inclusive of OCI)		2,169.73	1,337.19	848.36
	Total		2,174.26	1,341.72	852.89

Note 4: Loans (Non-current)
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Security Deposits	37.52	37.52	37.52
2	Deferred Cost (Rental Deposit) (Unsecured, Considered good)	38.52	46.63	54.79
	Total	76.04	84.15	92.31

Note 5: Deferred tax assets (net)
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
	Deferred Tax Liability	-	-	-
	Deferred Tax Assets			
1	Attributable to Depreciation	31.18	12.45	9.38
2	Tax on Interest free loans & advances	1.72	0.91	-
3	Tax on Provision for doubtful debts	8.43	-	-
4	Tax on Employee Benefit Expenses	237.67	194.18	152.05
	Deferred Tax Assets (Net)	279.01	207.54	161.43

Note 6: Other Non-current assets
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	TDS receivable	241.25	263.62	333.40
2	Claims receivable	-	126.20	217.56
	Total	241.25	389.82	550.96

Note 7: Inventories
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Stock of Provision & Stores (Valued at average cost price on FIFO basis)	78.21	94.61	114.49
	Total	78.21	94.61	114.49

Note 8: Trade receivables
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Unsecured, considered good			
	From Related Parties	2,973.50	2,930.64	2,031.79
	From Others	389.47	394.47	513.51
	Less: Provision for bad debts	(24.13)	-	-
	Total	3,338.84	3,325.11	2,545.30
	Trade receivable from related parties include:			
	Private Ltd. Company in which Directors are Directors	36.81	90.78	31.98
	Private Ltd. Company in which Directors are Members	40.22	13.16	5.87

Note 9: Cash and cash equivalents
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Cash on hand	11.88	8.75	31.96
2	Bank balances with Scheduled Banks:			
	Balance with Bank in Current account	534.94	17.64	190.62
	Balance with Bank in Deposit account	276.67	129.60	-
	Total	823.49	155.99	222.58

Note 10: Other Bank balances
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Balance with Bank in Dividend account	30.41	27.82	19.37
2	Under Lien to Bank towards Bank Guarantees	20.76	20.76	19.36
	Total	51.17	48.58	38.73

Note 11: Loans - Current (Unsecured, considered good)
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Staff Advance	6.75	7.72	41.21
2	Deferred cost (staff advance & Rent deposit)	8.11	8.14	7.53
3	Security Deposits	56.46	51.98	68.55
	Total	71.33	67.84	117.29

Note 12: Other financial assets (Current)
Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Claims receivable (Bonus)	90.00	200.00	170.00
2	Advances recoverable in Cash or in kind	45.12	21.77	9.30
3	Interest Accrued but not received	6.39	3.94	-
	Total	141.51	225.71	179.30

Note 13: Other Current assets (Unsecured, considered good)

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Supplier Advance	56.77	54.19	40.32
2	Prepaid Expenses	12.66	3.59	34.35
	Total	69.43	57.78	74.67

Note 14: Equity Share Capital

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Authorized Capital Equity			
	50,00,000 Equity shares of Rs.10/- each	500.00	500.00	500.00
2	Issued, Subscribed & Paid up Capital			
	13,00,200 Equity shares of Rs.10/- each	130.02	130.02	130.02
	Total	130.02	130.02	130.02

Note - A: Reconciliation of number of share at beginning and at the end of the year

Rs. in Lakhs

Particular	Number of shares	31-Mar-18	31-Mar-17	1-Apr-16
Opening Balance	13,00,200	130.02	130.02	130.02
Share Issue during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Closing Balance	13,00,200	130.02	130.02	130

Note - B

Rs. in Lakhs

Details of shareholder holding more than 5% shares	Number of shares	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
Mr. Prathap C Reddy	1,83,630	18.36	18.36	18.36
Mrs. Sucharitha P Reddy	1,72,130	17.21	17.21	17.21
Mrs. Sangita Reddy	1,51,848	15.19	15.19	15.19
M/s PCR Investments Limited	1,42,000	14.20	14.20	14.20
Mrs. Vijayalakshmi S	72,002	7.20	7.20	7.20
Mrs. Shobana Kamineni	79,086	7.91	7.91	7.91
Total	8,00,696	80.07	80.07	80.07

Note 15: Other Equity

Rs. in Lakhs

S. No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Capital Reserve			
	Opening Balance	73.53	73.53	73.53
	Add: Current year transfer	-	-	-
	Less: Written back in current year	-	-	-
	Closing Balance	73.53	73.53	73.53
2	General reserve			
	Opening Balance	148.73	148.73	148.73
	Add: Current year transfer	-	-	-
	Less: Written back in current year	-	-	-
	Closing Balance	148.73	148.73	148.73
3	Surplus (Balance in statement of profit and loss)			
	Opening Balance	2,885.82	1,831.26	1,729.22
	Add: Current year surplus	1,521.30	1,210.68	116.05
	Add: Deferred tax assets not recognized earlier	-	-	18.75
	Add: Remeasurement of defined benefit plan	39.26	(140.48)	(32.76)
	Less: Dividend paid	26.00	13.00	-
	Less: Tax on Dividend	5.29	2.64	-
	Closing Balance	4,415.09	2,885.82	1,831.26
	Total	4,637.35	3,108.08	2,053.52

Note 16: Long term borrowings

Rs. in Lakhs

S.No.	Particulars	Note No	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Secured Loans				
	Vehicle Loan from Bank	1	13.83	33.03	-
	Term Loan	2	-	8.33	41.67
	Vehicle Loan from Financial Institution	3	12.91	-	-
	Total		26.74	41.36	41.67
	Current maturities of long term borrowing		30.99	50.83	33.33

Note 1

The vehicle loan from Bank carries interest at the rate of 9.5% p.a and is repayable in 36 equal installments from December 2016. Loan is secured against hypothecation of the vehicle.

Note 2

Term loan is repayable in 12 equal quarterly instalments of Rs 8.33 lakhs each. Interest is payable @ 11.85% p.a. The loan is secured by
 (i) exclusive charge on current & fixed assets of the Company,
 (ii) exclusive charge on the fixed assets (of Centralised kitchen unit) funded from the loan,
 (iii) Letter of Comfort from Apollo Hospitals Enterprises Ltd.

Note 3

The Vehicle loan from Financial Institution carries interest at the rate of 9.50% p.a and is repayable in 60 equal instalments from May 2017. Loan is secured against hypothecation of the vehicle.

Note 17: Long term provisions

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Provision for employee benefits			
	Provision for Leave Encashment	206.39	171.16	131.57
	Provision for Gratuity	364.90	340.38	407.38
	Total	571.29	511.54	538.95

Note 18: Short term borrowings

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Cash Credit with Bank	-	567.25	265.39
	Total	-	567.25	265.39

The Cash credit facility is secured by exclusive charge over Inventory, Trade Receivables and all the fixed assets of the Company.

Note 19: Trade payables

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Creditors for Operations	1,031.91	920.53	997.45
2	Creditors for Expenses	332.17	194.28	267.70
	Total	1,364.08	1,114.81	1,265.15

Note 20: Other financial liabilities

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Current maturities on Term/vehicle loan (refer note 5)	30.99	50.83	33.33
2	Employee Dues	394.29	37.27	393.09
3	Unpaid Dividend	30.41	27.82	19.37
4	Security Deposit	3.23	3.27	3.27
	Total	458.92	119.19	449.06

Note 21: Other current liabilities

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Statutory dues	258.89	312.07	303.74
2	Advance receipts	0.20	-	1.13
3	Other liabilities	22.08	56.12	5.57
	Total	281.17	368.19	310.44

Note 22: Short term provisions

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Provision for Bonus	166.48	332.63	258.50
2	Provision for Gratuity	23.99	36.39	20.68
3	Provision for Leave Encashment	8.39	6.72	5.61
	Total	198.86	375.74	284.79

Note 23: Revenue from operations

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
	Catering & Management Service:		
1	Sale of Food & Beverage	7,933.91	7,855.76
2	Management Service Charges	5,980.65	5,320.19
3	Room Revenue	78.04	85.58
	Other operating Revenue		
4	Reimbursable Expenses	-	18.90
	Total	13,992.60	13,280.43

Note 24: Other income

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
1	Interest on Deposits with Bank	8.07	5.40
2	Interest recd on tax refund	28.19	5.54
3	Creditors/Provision written Back	10.44	-
4	Profit on sale of asset	0.02	-
5	Miscellaneous Income	47.87	5.03
	Total	94.59	15.97

Note 25: Consumption of provision and stores

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
1	Opening Stock	94.61	114.49
2	Add:Purchases	4,012.81	4,074.54
3	Less: Closing Stock	78.21	94.61
	Total	4,029.21	4,094.42

Note 26: Employee benefits expense

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
1	Salaries, wages and bonus	6,420.53	5,671.60
2	Director's Remuneration	12.00	12.00
3	Contribution to provident and other funds	1,112.57	772.51
4	Staff welfare expenses	91.60	131.30
	Total	7,636.70	6,587.41

Note 27: Finance cost

Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
1	Interest on Cash Credit with Bank	28.20	10.10
2	Interest on Bill discounting	-	7.89
3	Interest on Term Loan	2.92	6.94
4	Interest on Car Loan	5.52	1.69
	Total	36.64	26.62

Note 28: Other expenses
Rs. in Lakhs

S.No.	Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
1	Advertisement & Business Promotion	28.11	19.48
2	Bank Charges	11.18	10.13
3	Communication Expense	16.16	22.62
4	CSR Activity Expense*	6.72	-
5	Professional & Consultancy fee	220.76	122.35
6	Power & Fuel	317.80	337.76
7	Hiring charges	10.25	10.96
8	House keeping Expenses	63.96	141.16
9	Interest on Delayed Remittance	10.03	23.69
10	Kitchen Utensils	6.08	26.84
11	Miscellaneous Expenditure	16.66	36.69
12	Listing fees	2.18	2.39
13	Loss on sale of asset	4.77	1.97
14	Office Expenses	0.71	0.20
15	Printing and Stationery	26.95	27.02
16	Rates & Taxes	35.62	28.05
17	Rent	239.55	269.84
18	Remuneration to auditors	-	-
	- Statutory Audit	7.59	7.59
	- Taxation Audit	1.00	2.00
	- Other Services	1.00	1.00
	- Reimbursement expenses	0.18	0.46
19	Repairs & Maintenance - Others	33.61	37.78
20	Service Charges	14.60	55.44
21	Security Charges	28.22	32.66
22	Sitting Fee	10.85	6.80
23	Sitting Fee - Service Tax	-	0.29
24	Travelling & Conveyance	128.67	118.27
25	Transport Charges	47.38	26.53
26	Training Expenses	0.67	0.21
27	VAT expenses	42.62	97.40
28	Bad Debts W/off	34.68	-
	Total	1,368.55	1,467.57

*Amount to be spent is Rs. 0.22 lakhs

Note 29: Exceptional items

Exceptional item represents income by way of amount received from the erstwhile landlord of the premises against claims which were written off.

Note 30: Capital management

The Group's objective of capital management is to maximise the return to its shareholders through optimal mix of debt and equity.

The Group determines the amount of capital required on the basis of annual and long-term operating plans. The funding requirements are met through equity and long term/short term borrowings. The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

The following table summarises the capital of the Group:

Rs. in Lakhs

S.No.	Particulars	As at 31 Mar 2018	As at 31 Mar 2017	As at 1 Apr 2016
1	Equity	4,767.36	3,238.10	2,183.55
2	Debt	57.73	659.43	340.39
3	Cash and cash equivalents	(823.49)	(155.99)	(222.58)
4	Net debt (2+3)	(765.76)	503.44	117.81
5	Total capital (Equity + Net debt)	4,001.60	3,741.53	2,301.36
	Net debt to Capital ratio	(0.19)	0.13	0.05

Note 31: Fair values

1. Level 1 items fair value measurement hierarchy are as follows:

- Level 1 item of fair valuation based on market price quotation at each reporting date
- Level 2 items of fair valuation is based on significant observable input like PV of future cash flows, MTM valuation etc.
- Level 3 item of fair valuation is based upon significant unobservable inputs where in valuation done by independent valuer.

2. The carrying amounts of trade receivables, trade payables, cash and cash equivalents and other current financial assets and are considered to be the same as their fair values, due to their short-term nature.

3. For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values. The fair value of the financial assets and financial liabilities is the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Method and assumption

The following methods and assumption were used to estimate the fair value at the reporting date:

Loans to employees, security deposit paid and security deposit received are valued using discounted cash flow using rates currently available for items on similar terms, credit risk and maturities.

Note 32: Financial Instruments and Risk factors

Financial Risk factors

The Group's financial liabilities comprise of short term and long term borrowings, trade payables, employees dues, unpaid dividend and security deposit, the main purpose of financial liabilities to support the companies financial operations. The company's financial assets includes security deposit, investments, trade receivable, staff advance, cash and cash equivalent, Bank balance etc that derive directly from the operations. To ensure alignment of risk management system with the corporate and operational objective and to improve upon the existing procedure. The Group oversees various risk factor for managing of these risks.

Interest rate risk

The Group is exposed to interest rate risk from the possibility that the inflow in the interest rate will affect future cash flows of a financial instruments. The Group's interest rate mix management includes to maintain a mix between fixed or floating rate based on liquidity.

Credit Risk

Customer credit risk is managed according to the company's policy, procedure and control relating to customers credit risk management. Outstanding receivables are monitored regularly. MIS prepared by the management on time to time basis according to verities of customer and services. Sale to walk in customers are made by way of Cash, Paytm, Card payments. The goods sold to others on credit basis.

Liquidity Risk

The Group monitors its risk of shortage of funds using detailed cash flow projections which is monitored closely on a daily basis. The Group has access to bank finance for meeting working capital requirement.

The table below summarizes, the maturity profile of the company's financial liabilities based on contractual maturities

Rs. in Lakhs

Particulars	On Demand	< 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
31.03.2018						
Borrowings - Cash Credit	-	-	-	-	-	-
Term Loan	-	8.33	-	-	-	8.33
Trade Payables	-	731.06	619.70	13.32	-	1,364.08
Other financial liabilities	-	5.47	19.73	24.20	-	49.40
31.03.2017						
Borrowings - Cash Credit	567.25	-	-	-	-	567.25
Borrowings -Term Loan	-	8.33	25.00	8.33	-	41.66
Trade Payables	-	418.66	672.38	23.77	-	1,114.81
Other financial liabilities	-	4.19	13.29	33.05	-	50.52
01.04.2016						
Borrowings - Cash Credit	265.39	-	-	-	-	265.39
Borrowings -Term Loan	-	8.33	25.00	41.67	-	75.00
Trade Payables	-	527.66	713.73	23.77	-	1,265.16
Other financial liabilities	-	-	-	-	-	-

Note 33: Transition to Ind AS

These are the Company's first financial statements prepared in accordance with Ind AS, notified under Section 133 of the Companies Act, 2013 read with the Rules made thereunder.

The accounting policies set out in Note 1 have been applied in preparing the financial statements for the year ended 31st March 2018, the comparative information presented in these financial statements for the year ended 31st March 2017 and in the preparation of opening Ind AS balance sheet as at 1st April 2016 (the Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the Accounting Standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position and financial performance is set out below:

Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

Ind AS optional exemptions:

1. Deemed cost - Property, Plant and Equipment and Intangible assets

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38. Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at previous GAAP carrying value.

2. Deemed cost - Investment in Joint venture and associates

Ind AS 101 permits a first-time adopter to elect to measure the investment in subsidiaries, associates and joint ventures at cost determined in accordance with Ind AS 27 or deemed cost. Deemed cost for the purpose transition shall mean fair value of the investment at the entity's date of transition to Ind AS or previous GAAP carrying amount at that date. Accordingly, the Company has elected to measure the investment in joint venture and associates previous GAAP amount as at the transition date.

3. Designation of previously recognised financial instruments

Ind AS 101 allows an entity to designate investment in equity instruments at FVOCI on the basis of the facts and circumstances at the date of transition to Ind AS. The Company has elected to apply this exemption and accordingly, opted to:

- Designate financial assets at FVTPL as per Ind as 109 based on fact and circumstances at the transition date.
- Designate investment in equity shares at FVOCI as per Ind AS 109 based on facts and circumstances at the transition date.

Ind AS mandatory exceptions:

1. Estimates

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at 1st April 2016 are consistent with estimates as at the same date made in conformity with previous GAAP.

2. Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of facts and circumstances that exist at the date of transition to Ind AS. Financial assets such as loans to employees, security deposit paid or received have been classified and measured at amortized cost on the basis of facts and circumstances at the date of transition to Ind AS.

Reconciliation of profit and loss accounts for the year ended 31 March 2017.

Particulars	Notes	Year ended 31.03.2017 (Rs. in Lakhs)
Net Profit as per previous (Indian GAAP)		1,114.77
Add:		
Others	1	5.02
Creation of deferred tax assets on actuarial loss on defined benefit plan	b	(0.68)
Less:		
Remeasurement of defined benefit plan taken to OCI (Net of tax)	2	(140.48)
Others	1	7.53
Other adjustments (Deferred tax)	3	18.75
Divident recd		22.63
Net profit for the period as per IND AS (A)		1,210.68
Other comprehensive income net of tax		(140.48)
Total comprehensive income for the period under IND AS		1,070.20

Reconciliation of equity

(Rs. in Lakhs)

Particulars	As at 01-04-2016	As at 31-Mar-17
Equity as per indian GAAP	2,573.98	3,673.10
Add:		
Recognition of deferred tax assets	18.75	0.91
Others	5.49	5.03
Less:		
Security Premium of the joint venture	414.68	414.68
Others	-	26.26
Equity as per IND AS	2,183.54	3,238.10

Notes-1- Others

Others includes fair valuation of certain financial instruments carrying nil rate of interest.

Notes-2- Remeasurement of post employment defined benefit plan

Under Indian GAAP the company recognizes cost related to post employment defined benefit plan (gratuity) debited to profit and loss immediately on occurrence, under IND As actuarial gain and losses are considered as part of OCI under below the line of profit and loss account net of taxes, as a result of this treatment the expenditure on employee benefit cost has been reduced to the extent of actuarial gain or loss.

Notes-3- Deferred taxes

The various transitional adjustments lead to temporary differences, under Ind As such transitional differences have to be adjusted under retained earnings or separate component of equity based on the original transactions are recorded. The deferred tax has been recognized for all temporary differences on substantially enacted rate.

Note 34: RELATED PARTY DISCLOSURE

List of Related Parties as

Nature of Relation

Promoter

Name of Related Party

Dr. Pratap.C.Reddy
Mr. P.VijayaKumar Reddy
Mrs. Suneeta Reddy
Mrs. Shobana Kamineni
Mrs. Sucharitha Reddy
Mrs. Sindoori Reddy

Key Management Personnel

Mrs. Sucharitha Reddy
Mr. C.Natarajan
Mr. M.SP.Meyyappan
Ms. Shuganya

Joint Venture

M/s Faber Sindoori Management Services (P) Ltd

Enterprise over which promoter or Key Management Personnel exercise significant influence

M/s Apollo Hospitals Enterprises Ltd
M/s Apollo Bangalore Cradle Limited
M/s Apollo Gleneagles Hospitals Ltd
M/s Apollo Health & Lifestyle Ltd
M/s Apollo Hospital International Limited
M/s Apollo Reach Hospitals Enterprises Limited
M/s Apollo Speciality Hospitals Private Limited
M/s Imperial Cancer Hospital & Research Center Ltd
M/s Lifetime Wellness Rx International Ltd
M/s PPN Power Generating Company Private Limited

Relative of Key Management Personnel

Mr.Aditya Reddy

The Company's related party transactions are summarized as follows:

(Rs. in Lakhs)

Name of the Related Party	Key Management Personnel		Relative of KMP		Joint Venture		Enterprise over which promoter or Key Management Personnel exercise significant influence	
	2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017
Salary	149.65	86.09	112.12	95.93	-	-	-	-
Sale of goods & services	-	-	-	2.56	98.41	133.26	25,519.48	24,366.35
Balance Outstanding (Receivable)	-	-	-	0.41	72.20	90.78	5,359.75	5,131.81
Provision for Bad Debts	-	-	-	-	-	-	15.14	30.13

2. Key Management Personnel

A. Whole Time Director / Managing Director, Chief Executive Officer, Chief Financial Officer and Company Secretary for the year ended 31.03.2018

(Rs. in Lakhs)

* Salary - Key Managerial Personnel	Short term Employee Benefits	Post employee Benefits	Other long term benefits	Termination Benefits	TOTAL
Mrs. Sucharitha Reddy	12.00	1.00	-	-	13.00
Mr.C.Natarajan*	88.60	7.33	17.95	-	113.89
Mr. M.SP. Meyyappan	13.47	0.89	1.95	-	16.30
Ms. Shuganya	5.50	0.22	0.48	-	6.20
Mr.Prakash Chandra Panda**	0.25	0.02	-	-	0.26

*Including incentive and previous years' salary arrears

**Mr.Prakash Chandra Panda has resigned on 10.04.2017

For the year ended 31.03.2017

(Rs. in Lakhs)

* Salary - Key Managerial Personnel	Short term Employee Benefits	Post employee Benefits	Other long term benefits	Termination Benefits	TOTAL
Mrs. Sucharitha Reddy	12.00	1.00	-	-	13.00
Mr.C.Natarajan	58.86	3.00	2.35	-	64.21
Mr.Prakash Chandra Panda	8.14	0.54	0.20	-	8.88

B. Independent Directors For the year ended 31.03.18

(Rs. in Lakhs)

*-Sitting fees to directors	Sitting fee	TOTAL
Mr. G.Venkatraman	2.94	2.94
Mr.Suresh R Madhok	2.94	2.94
Mr.George Eapan	2.54	2.54

Note 35: LEASES

OPERATING LEASE:

The Group has taken various premises on lease for its operations under operating lease or under leave and licence agreements. These lease are generally not non-cancellable and have an average life of 12 months to three years and are renewable by mutual consent.

Lease payments are recognized in profit and loss account under rent in Note 28:Other Expenses

Lease payments under non-cancellable lease agreements.

(Rs. in Lakhs)

Future lease payments	As at 31 Mar 2018	As at 31 Mar 2017
Not Later than 1 Year	60.08	65.63
Later than 1 Year but before 5 Years	62.73	60.08
Total	122.81	125.71

Note 36: FOREIGN CURRENCY EARNINGS / EXPENDITURE

(Rs. in Lakhs)

Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
Expenditure in Foreign currency	17.65	4.33
Earnings in Foreign currency	Nil	Nil

Particulars	Year ended 31 Mar 2018	Year ended 31 Mar 2017
Royalty Fee paid during the year	250.33	151.94
CMMIS Fees	17.05	11.18
Dividend paid	23.56	16.49
Directors' Sitting Fees	0.25	-

Note 37: EMPLOYEE BENEFITS (Apollo Sindoori Hotels Limited)**i. Defined Benefit Plan:****a) Gratuity**

(Rs. in Lakhs)

Period Covered	31-Mar-18	31-Mar-17
Assumptions	Rs.	Rs.
Discount Rate	7.5% p.a.	7.8% p.a.
Expected Return On Plan Assets	8% p.a.	8% p.a.
Mortality	Indian Assured Lives Mortality (1994 -96) (modified) Ultimate Table	
Future Salary Increases	5 %p.a.	5 %p.a.
Disability	Nil	Nil
Attrition	2% p.a.	2% p.a.
Retirement	58 yrs	58 yrs
Method	Projected Unit Credit	

Changes in the Present Value of the Obligation and in the Fair Value of the Assets

(Rs. in Lakhs)

	31-Mar-18	31-Mar-17
Present Value Of obligation at the beginning of the period	644.45	428.06
Interest Cost	48.30	33.36
Current Service Cost	113.50	94.09
Past Service Cost	14.45	-
Benefits Paid	(8.71)	(58.18)
Actuarial (gain)/loss on Obligation	(36.52)	147.11
Present Value Of obligation at the end of the period	775.46	644.45
Fair value of plan assets at the beginning of the period	267.68	146.01
Investment Income	20.06	11.38
Contributions	105.13	110.00
Benefits Paid	(8.71)	-
Return on plan assets, excluding amount recognised in net interest expense	2.42	0.29
Fair value of plan assets at the end of the period	386.58	267.68
Total actuarial gain (loss) to be recognized	38.94	(146.82)
Balance Sheet Recognition	-	-
Present Value Of Obligation	775.46	644.45
Fair Value Of Plan Assets	(386.58)	(267.68)
Liability (assets)	388.89	376.77
Unrecognised Past Service Cost	-	-
Liability (asset) recognised in the Balance Sheet	388.89	376.77

Profit & Loss – Expenses
(Rs. in Lakhs)

Current Service Cost	113.50	94.09
Interest Cost	48.30	33.36
Expected Return On plan assets	(20.06)	(11.38)
Net Actuarial (gain) / loss recognised in the year	(38.94)	146.82
Expenses Recognised in the statement of Profit & Loss	117.25	262.90
Actual Return On Plan Assets		
Expected Return on plan assets	20.06	11.38
Actuarial gain/(Loss) on plan assets	2.42	0.29
Actual Return On Plan Assets	22.48	11.67
Movement in the net Liability recognised in the Balance Sheet		
Opening net Liability	376.77	282.05
Expenses	117.25	262.90
Contribution	(105.13)	(168.18)
Closing Net Liability	388.89	376.77

Other Comprehensive Income
(Rs. in Lakhs)

Particulars	31-Mar-18	31-Mar-17
Actuarial (gain) and losses	(36.52)	147.11
Past Service Cost	-	-
Return on plan assets, excluding amount recognised in net interest expense	(2.42)	(0.29)
Re-measurement (or Actuarial) (gain) / loss arising because of change in effect of asset ceiling	-	-
Net Actuarial (gain)/loss	(38.94)	146.82

b) Leave Encashment
(Rs. in Lakhs)

Period Covered	31-Mar-18	31-Mar-17
Assumptions	Rs.	Rs.
Discount Rate	7.8% p.a.	7.5% p.a.
Expected Return On Plan Assets	-	-
Mortality	Indian Assured Lives Mortality (as % of IALM 2006-08 - 100%)	
Future Salary Increases	5 %p.a.	5 %p.a.
Disability	Nil	Nil
Withdrawal rate	2% p.a.	2% p.a.

Changes in the Present Value of the Obligation and in the Fair Value of the Assets
(Rs. in Lakhs)

	31-Mar-18	31-Mar-17
Present Value Of obligation at the beginning of the period	177.88	137.18
Interest Cost	13.33	10.69
Current Service Cost	47.40	40.76
Past Service Cost	-	-
Benefits Paid	-	(2.19)
Actuarial (gain)/loss on Obligation	(23.84)	(8.55)
Present Value Of obligation at the end of the period	214.78	177.88
Total actuarial gain (loss) to be recognized	23.84	8.55
Balance Sheet Recognition	-	-
Present Value Of Obligation	214.78	177.88
Fair Value Of Plan Assets	-	-
Liability (assets)	214.78	177.88
Unrecognised Past Service Cost	-	-
Liability (asset) recognised in the Balance Sheet	214.78	177.88

Profit & Loss – Expenses

(Rs. in Lakhs)

Current Service Cost	47.40	40.76
Interest Cost	13.33	10.69
Expected Return On plan assets	-	-
Net Actuarial (gain)/loss recognised in the year	(23.84)	(8.55)
Past Service Cost	-	-
Expenses Recognised in the statement of Profit & Loss	36.90	42.89
Actual Return On Plan Assets		
Expected Return on plan assets	-	-
Actuarial gain/(Loss) on plan assets	-	-
Actual Return On Plan Assets	-	-
Movement in the net Liability recognised in the Balance Sheet		
Opening net Liability	177.88	137.18
Expenses	36.90	42.89
Contribution	-	(2.19)
Closing Net Liability	214.78	177.88

B) Employee benefits of Joint Venture
i) Gratuity

(Rs. in Lakhs)

Particulars	31-Mar-18	31-Mar-17
Average Age	31.78	31.19
Average Past Service	3.30	2.87
Discount Rate	7.69%	8.00%
Salary Escalation Rate	6%	6%
Mortality Rate	100% of IALM 2006-08	100% of IALM 2006-08
Attrition rate	10%	10%
Actuarial Results		
Value of current year obligation	138.20	106.72
Present Value of Non-current year Obligation	623.43	505.14
Present Value of Obligation	761.63	611.86
Fair Value of the Assets	395.36	328.66
Net Asset/(Liability) Recognised	(366.27)	(283.21)

ii) Earned Leave

(Rs. in Lakhs)

Particulars	31-Mar-18	31-Mar-17
Average Age	34.37	33.57
Average Past Service	23.64	24.43
Discount Rate	7.69%	8.00%
Salary Escalation Rate	6.00%	6.00%
Mortality Rate	100% of IALM 2006-08	100% of IALM 2006-08
Attrition rate	10.00%	10.00%
Actuarial Results		
Value of current year obligation	5.10	5.10
Present Value of Non-current year Obligation	39.78	39.78
Present Value of Obligation	44.88	44.88
Net Asset/(Liability) Recognised	(44.88)	(44.88)

Note 38: EARNINGS PER SHARE

(Rs. in Lakhs)

Particulars	2017-18 Amt in Lakhs	2016-17 Amt in Lakhs
Net Profit as P&L	1,521.30	1,210.68
Weighted average no. of shares o/s	13,00,200	13,00,200
Nominal Value Per Share	10	10
Earnings Per Share		
- Basic and Diluted	117.01	93.12

Note 39: Segment Reporting:

Statement Showing Segment results for the financial year 2017-2018

(Rs. in Lakhs)

Particulars	Year	Outsourced Services	Other Operations	Unallocated	Joint Venture	Total
Segment Revenues	2017-2018	14,009.15	78.04	-	-	14,087.19
	2016-2017	13,210.82	85.58	-	-	13,296.40
Expenses	2017-2018	12,964.16	70.29	-	-	13,034.45
	2016-2017	12,077.90	71.51	-	-	12,149.41
Segment Results	2017-2018	994.76	7.74	-	841.24	1,843.74
	2016-2017	1,015.42	14.07	-	549.13	1,578.62
Income before depreciation interest, taxes and exceptional items	2017-2018	1,044.99	7.74	-	841.24	1,893.97
	2016-2017	1,132.93	14.07	-	549.13	1,696.13
Interest	2017-2018	36.64	-	-	-	36.64
	2016-2017	26.62	-	-	-	26.62
Depreciation	2017-2018	93.59	-	-	-	93.59
	2016-2017	90.88	-	-	-	90.88
Exceptional Items	2017-2018	80.00	-	-	-	80.00
	2016-2017	-	-	-	-	-
Tax Expenses	2017-2018	322.44	-	-	-	322.44
	2016-2017	367.94	-	-	-	367.94
Profit / (Loss) after Taxation	2017-2018	672.32	7.74	-	841.24	1,521.30
	2016-2017	647.48	14.07	-	549.13	1,210.68
Segment Assets	2017-2018	4,405.52	21.00	-	2,169.72	6,596.24
	2016-2017	432.69	24.08	-	1,337.18	5,793.95
Segment Assets (Unallocated)	2017-2018	-	-	1,130.44	-	1,130.44
	2016-2017	-	-	602.51	-	602.51
Total Assets	2017-2018	4,405.52	21.00	1,130.44	2,169.72	7,726.68
	2016-2017	4,432.69	24.08	602.51	1,337.18	6,396.46
Segment Liabilities	2017-2018	5,313.23	21.83	-	-	5,335.06
	2016-2017	4,819.51	21.64	-	-	4,841.15
Unallocated Liabilities	2017-2018	-	-	221.90	2,169.72	2,391.62
	2016-2017	-	-	218.13	1,337.18	1,555.31
Total Liabilities	2017-2018	5,313.23	21.83	221.90	2,169.72	7,726.68
	2016-2017	4,819.51	21.64	218.13	1,337.18	6,396.46
Capital Expenditure Incurred	2017-2018	88.45	-	-	-	88.45
	2016-2017	106.18	-	-	-	106.18
Segment Depreciation	2017-2018	93.59	-	-	-	93.59
	2016-2017	90.88	-	-	-	90.88
Non cash expenses other than depreciation	2017-2018	12,964.16	70.29	-	-	13,034.45
	2016-2017	12,077.90	71.29	-	-	12,149.41

There are no reportable geographical segments as the Group's operations are not confined to only one geographical location.

Note 40:Contingent Liability

(Rs in Lakhs)

Particulars	As at 31 Mar 2018	As at 31 Mar 2017
Claims against the Company / disputed liabilities not acknowledged as debts	129.51	13.93
Performance guarantee by Bank	321.10	264.31
Disputed Income Tax liability not provided for	210.59	210.59
Disputed Service Tax liability not provided for	159.17	159.17

Note 41:**Apollo Sindoori Hotels Ltd**

Based on the records, available information and explanation provided, amounts due to Micro, Small and Medium Enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006 are as follows:

(Rs in Lakhs)

SUPPLIER NAME	OUTSTANDING AS AT 31.03.2018	OUTSTANDING AS AT 31.03.2017
GS Farm Taaza Produce Pvt. Ltd.	37.87	24.94

Faber Sindoori Management Services Private Limited

Based on the records, available information and explanation provided, amounts due to Micro, Small and Medium Enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006 are as follows:

(Rs in Lakhs)

SUPPLIER NAME	OUTSTANDING AS AT 31.03.2018	OUTSTANDING AS AT 31.03.2017
Klean&Klear Solution	3.18	0.67
Electro Meter Corporation	-	0.38
Northlab (India) Pvt. Ltd.	0.25	0.95
Prompt Solution P Ltd	0.91	1.00
R M Uniforms	-	0.23
Sakthi Enterprises	0.23	0.06
Spacereach	0.69	0.20
Sri Balaji Associates	0.33	0.02
Sunshine Biomedical Solutions	21.65	1.64
Suntron Enterprises	0.34	0.34
Tii Techno Testing Services P Ltd	0.17	0.01
British Clean	0.25	0.04
LUB DUB Medical Technologies Private Limited	1.75	-
Biometric Cables	0.20	-
Blog Garments	1.28	-
B.L.LifeSciences Pvt. Ltd	0.29	-
N.D. International	0.08	-
Pace Industries	0.51	-
Raysonic Imaging Solutions	0.08	-
Smith & Nephew Health Care Pvt Ltd	0.02	-

Note 42:**Details of Net Assets and Share of Profit of Joint Ventures:**

(Rs in Lakhs)

Joint Venture - Faber Sindoori Management Services Pvt Ltd		
(As per Consolidation Method)		
Particulars	As at 31 Mar 2018	As at 31 Mar 2017
Net Asset (Total asset minus Liabilities)	2,169.72	1,337.18
Net Asset of consolidated FS	4,767.36	3,238.10
% on consolidated Net assets	46%	41%
Share of Profits / (Losses)	841.24	549.13
Consolidated profit / (Losses)	1,521.30	1,210.68
% on consolidated profit	55%	45%

Note 43:

Figures for the previous year have been regrouped or rearranged wherever necessary. Figures have been rounded off to the nearest rupees except otherwise indicated.

As per our Report of even date

For P.Chandrasekar LLP

Chartered Accountants

Firm Regn. No.: 000580S/S200066

S.Sriram

Partner

Membership No.: 205496

Place: Chennai

Date: 28/05/2018

For Apollo Sindoori Hotels Limited

Sucharitha Reddy
Managing Director

Suresh R Madhok
Director

G.Venkatraman
Director

C.Natarajan
Chief Executive Officer

Shuganya K
Company Secretary

Meyyappan M.SP.
Chief Financial Officer



Form No. MGT-11

Proxy Form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

APOLLO SINDOORI HOTELS LIMITED

CIN:L72300TN1998PLC041360

Registered Office: #16 Apollo Annex Building II floor
Wallace Garden 1st Street Chennai – 600 006.

20th Annual General Meeting - 31st July 2018

Name of the member (s) :

E-mail Id:

Registered address :

Folio No/Client Id:

DP ID:

I/We, being the member (s) of shares of the above named company, hereby appoint

1. Name : E-mail Id :

Address :

Signature :....., or failing him

2. Name : E-mail Id :

Address:

Signature:....., or failing him

3. Name : E-mail Id:

Address:

Signature:....., or failing him



As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 20th Annual General Meeting of the Company, to be held on the 31st of July 2018 at 12:00 P.M. at Narada Gana Sabha - Mini Hall, 314 (Old No.254), TTK Road, Alwarpet, Chennai - 600018 and at any adjournment there of in respect of such resolutions as are indicated below :



Resolution No	Resolution	Vote (Optional, see Note 2) (Please mention no of Shares)		
		For	Against	Abstain
Ordinary Business				
1	Adoption of i) The Audited Financial Statements of the Company for the Financial Year Ended 31 st March, 2018, and the Report of the Directors and Auditors thereon ii) The Audited Consolidated Financial Statements of the Company for the Financial Year Ended 31 st March, 2018 and the Report of the Directors and Auditors thereon.			
2	To declare dividend to the shareholders of the company for the financial year 2017-18			
3	Appointment of a director in place of Mr. Vijay kumar Reddy Director who retires by rotation and being eligible, offer himself for re-appointment			
4	To ratify the appointment of auditors of the company and to fix their remuneration			
Special Business				
5	Approval on material related party transaction			
6	Approval for the Alteration of the Capital Clause in the Memorandum of Association of the Company			
7	Approval for Sub-Division of Company's Equity Share of Facevalue of Rs.10 each into 2 Equity Shares of Facevalue of Rs.5 each			
8	Approval for Alteration of the Article of Association of the Company			
9	Payment of Commission to Independent Directors			
10	Reclassification of the Promoter of the Company			



Affix
Re.0.15
Revenue
Stamp

Signed _____ day of _____ 2018

Name of the Member/Proxy

Signature of the Member/Proxy

Notes :

1. The firm, in order to be effective, should be duly stamped, completed, signed and deposited at the Registered Office of the Company, not less than 48 Hours before the commencement of the meeting.
2. It is optional to indicate your preference. If you leave the for, against or abstain column blank against any or all resolutions, your proxy will be entitled to vote in the manner as he/she may deem appropriate.





ATTENDANCE SLIP

APOLLO SINDOORI HOTELS LIMITED

CIN:L72300TN1998PLC041360

Registered Office: #16 Apollo Annex Building II floor
Wallace Garden 1st Street Chennai – 600 006.

Registered Folio no./DP ID no./Client ID no.

No. of shares held:

I certify that I am a member / proxy for the member of the Company.

I hereby record my presence at the 20th Annual General Meeting of the Company at Narada Gana Sabha- Mini Hall, 314 (Old no.254), T.T.K.Road, Alwarpet, Chennai-600 018 on Friday the 31st of July 2018 at 12:00 P.M.

Name of the Member / Proxy

Signature of the Member / Proxy



Note:

Please fill up this attendance slip and hand it over at the entrance of the meeting hall. Members are requested to bring their copies of the Annual Report to the AGM.



Route Map to Narada Gana Sabha





