

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF UNITECH HOTELS AND PROJECTS LIMITED****Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of **UNITECH HOTELS AND PROJECTS LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's



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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in



our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Goel Garg & Co.
Chartered Accountants
Firm's Registration No: 000397N


(S. C. Garg)



Partner 13370
Membership No:
Place of Signature: Gurgaon
Date: 7th May, 2015

Annexure to the Independent Auditors' Report to the members of Unitech Hotels and Projects Limited on the financial statements for the year ended 31st March 2015 referred to in Paragraph 1 of 'Report on Other Legal and Regulatory Requirements' of our report

- (i) The provisions relating to fixed assets are not applicable to the company.
- (ii) The provisions relating to inventory are not applicable to the company.
- (iii) As per information and explanation provided to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system of the company. The provisions relating to the purchase of fixed assets and inventory are not applicable to the company.
- (v) The company has not accepted any deposits from the public within the meaning of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
- (vi) As per the information and explanations given to us, the Central Government has not prescribed the maintenance of cost record for any of the Company's products under Section 148(1) of the Companies Act.
- (vii)
 - a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is regular in depositing with appropriate authorities undisputed statutory dues including income-tax and other material statutory dues applicable to it. The provisions relating to provident fund, employees' state insurance, sales-tax, wealth-tax, service tax, duty of customs, duty of excise, value added tax and cess are not applicable to the company. No undisputed amounts were outstanding in respect of statutory dues as at March 31st, 2015 for period of more than six months from the date they became payable.
 - b) According to the information and explanation given to us, there are no dues pending on account of any dispute.



Unitech Hotels & Projects Ltd
Balance Sheet as at 31st March'2015

(Amount in ₹)

	Notes	31.03.2015	31.03.2014
		₹	₹
EQUITY AND LIABILITIES			
Shareholders' funds			
Share Capital	2	500,000	500,000
Reserves and surplus	3	(93,880)	(72,487)
		406,120	427,513
Current liabilities			
Other current liabilities	4	14,045	11,236
		14,045	11,236
Total		420,165	438,749
Assets			
Current assets			
Cash and bank balances	5	420,165	438,749
		420,165	438,749
Total		420,165	438,749
Significant accounting policies	1		

The accompanying notes are integral part of the financial statements.

As per our report of even date

For Goel Garg & Co.

Chartered Accountants

FRN: 000397N



For and on behalf of the Board of Directors

Partner **(S. C. Garg)**

Membership No: 13370

Umesh Chandra
Director

DIN: 03583580

Vinod Dixit
Director

DIN: 01105979

Place: Gurgaon

Dated: May 07, 2015

Unitech Hotels & Projects Ltd
Statement of Profit and Loss for the year ended 31st March'2015

(Amount in ₹)

	Notes	31.03.2015	31.03.2014
		₹	₹
Income			
Other income		-	-
Total revenue		-	-
Expenses			
Other expenses	6	21,393	14,649
Total expenses		21,393	14,649
Profit/(Loss)before tax		(21,393)	(14,649)
Tax expense		-	-
Current Tax		-	-
Profit /(Loss) for the year		(21,393)	(14,649)
Earnings per equity share of face value of ₹ 10 each			
Basic	12	(0.43)	(0.29)
Diluted	12	(0.43)	(0.29)
Significant accounting policies	1		

The accompanying notes are integral part of the financial statements.

As per our report of even date

For Goel Garg & Co.

Chartered Accountants

FRN: 000397N



Partner (S. C. Garg)

Membership No: 13370

For and on behalf of the Board of Directors

Umesh Chandra

Director

DIN: 03583580

Vinod Dixit

Director

DIN: 01105979

Place: Gurgaon

Dated: May 07, 2015

UNITECH HOTELS & PROJECTS LIMITED

Notes to the financial statements for the year ended 31st March, 2015

1. SIGNIFICANT ACCOUNTING POLICIES

1. NATURE OF OPERATIONS

Unitech Hotels & Projects Limited (The Company) was incorporated in 2007. The Company's main business is development of Real Estate Projects.

2. BASIS OF PREPARATION

The financial statements have been prepared under historical cost convention on an accrual basis in accordance with the requirements of schedule III and accounting standards prescribed in section 133 of the Companies Act, 2013 (The Act) read with the Rule 7 of the Companies (Accounts) Rules, 2014 as amended from time to time and the provisions of "The Act" to the extent notified.

All assets and liabilities have been classified as current or non-current, wherever applicable as per the operating cycle of the Company as per the guidance as set out in the Schedule III to the Companies Act, 2013.

3. TAXES ON INCOME

Tax expense comprises both current and deferred tax.

Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates and tax laws that are enacted or substantially enacted.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. The tax effect is calculated on the accumulated timing difference at the year-end based on the tax rates and laws enacted or substantially enacted on the balance sheet date. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits. At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

4. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognized in respect of liabilities which can be measured only by using a substantial degree of estimates when:

- a) the company has a present obligation as a result of a past event;
- b) a probable outflow of resources embodying economic benefits will be required to settle the obligation; and
- c) the amount of the obligation can be reliably estimated.



UNITECH HOTELS & PROJECTS LIMITED

Notes to the financial statements for the year ended 31st March, 2015

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent liability is disclosed in the case of:

- a) a present obligation arising from a past event, when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation;
- b) a possible obligation, that arises out of past events and the existence of which will be confirmed only by one or more uncertain future events unless the probability of outflow of resources is remote.

Contingent assets are neither recognized nor disclosed. However, when realization of income is virtually certain, related asset is recognized.

5. CASH & CASH EQUIVALENT

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less. Cash flow statement is prepared using the indirect method.

6. EARNING PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events of bonus issue, a share split and share warrants conversion.

Diluted earnings per share is calculated by adjusting net profit or loss for the period attributable to equity shareholders and the weighted number of shares outstanding during the period for the effect of all dilutive potential equity shares.



Unitech Hotels & Projects Ltd

Notes to the financial statements for the year ended 31st March'2015

	31.03.2015	31.03.2014
Share capital	₹	₹
2 Authorised		
50,000 (50,000) equity shares of ₹ 10/- each	500,000	500,000
	500,000	500,000
Issued, subscribed and fully paid up with voting rights		
50,000 (50,000) equity shares of ₹ 10/- each	500,000	500,000
Total	500,000	500,000
The total issued share capital comprises equity shares only, having face value of ₹ 10 each per share, ranked pari passu in all respect including voting rights and entitlement to dividend		

Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

	31.03.2015		31.03.2014	
	Number	₹	Number	₹
At the beginning of the year	50,000	500,000	50,000	500,000
Outstanding at the end of the year	50,000	500,000	50,000	500,000

Detail of the shareholder holding more than 5%	31.03.2015		31.03.2014	
	Number	% held	Number	% held
Holding Company-Havelock Investments Limited	50,000	100%	50,000	100%
Total	50,000		50,000	

	31.03.2015	31.03.2014
3 Reserves and Surplus		
General reserve	₹	₹
Surplus in the statement of profit and loss		
As per last financial statement	(72,487)	(57,838)
Add: Profit /(Loss) for the year	(21,393)	(14,649)
Total	(93,880)	(72,487)

	31.03.2015	31.03.2014
4 Other current liabilities	₹	₹
Expenses payable	14,045	11,236
Total	14,045	11,236

	31.03.2015	31.03.2014
5 Cash and Bank balances	₹	₹
Cash and cash equivalents		
Balances with banks	416,005	430,499
Cash on hand	4,160	8,250
Total	420,165	438,749



Unitech Hotels & Projects Ltd

Notes to the financial statements for the year ended 31st March'2015

	For the year ended	For the year ended
	31.03.2015	31.03.2014
	₹	₹
6 Other Expenses		
Legal & professional charges	6,067	2,400
Auditors Remuneration - Audit Fee	11,236	11,236
Registration & filing fees	4,090	900
Misc & General Exp	-	-
Bank Charges	-	113
Total	21,393	14,649



UNITECH HOTELS & PROJECTS LIMITED**Notes to the financial statements for the year ended 31st March, 2015**

7. In the opinion of management there is no item which is required to be considered for ascertaining the amount of Deferred Tax Assets/ Liability, therefore, the same is taken at nil.
8. As at March 31, 2015, the Company has no outstanding dues to micro enterprises and Small enterprises/small scale industrial undertaking.
9. Contingent Liability – Nil (Previous Year – Nil).
10. The company is primarily in the business of real estate development etc. Further majority of the business conducted is within the geographical boundaries of India.

In view of the above, in the opinion of the management and based on the organizational and internal reporting structure, the company's business activities as described above are subject to similar risks and returns. Further, since the business activities undertaken by the company are within India, in the opinion of the management, the environment in India is considered to have similar risks and returns. Consequently, the company's business activities primarily represent a single business segment. Similarly this company's operations in India represent a single geographical segment.

11. RELATED PARTY TRANSACTIONS

In accordance with the accounting standard on 'Related Party Disclosures' AS-18, the disclosure in respect of related parties and the transactions with them as identified and certified by the management are as follows:

- (A) Nature of Related Parties and description of relationship:

Ultimate Holding Company - Unitech Limited.

Holding Company - Havelock Investments Limited.

- (B) There is no related party transaction made during the year.

12. EARNING PER SHARE

	Particulars	31.03.2015	31.03.2014
a)	Weighted average number of Equity shares at the beginning and end of the period	50000	50000
b)	Net Profit/(Loss) after tax (₹)	(21,393)	(14,649)
c)	Basic Earnings per Share (₹)	(0.43)	(0.29)
d)	Nominal Value of a Equity Share (₹)	10	10

	Particulars	31.03.2015	31.03.2014
a)	Weighted average number of Equity shares at the beginning and end of the period	50000	50000
b)	Net Profit/(Loss) after tax (₹)	(21,393)	(14,649)
c)	Diluted Earnings per Share (₹)	(0.43)	(0.29)
d)	Nominal Value of a Equity Share (₹)	10	10



UNITECH HOTELS & PROJECTS LIMITEDNotes to the financial statements for the year ended 31st March, 201513. ADDITIONAL INFORMATION :

(Amount in ₹)

Particulars	Current year	Previous year
(a) Value of Imports on CIF Basis	NIL	NIL
(b) Expenditure in foreign currency	NIL	NIL
- Consultancy fees		
- Travelling & Boarding		
(c) Consumption of imported raw material, components and spare parts	NIL	NIL
(d) Earnings in foreign currency	NIL	NIL
(e) Amount remitted in foreign currency towards dividend.	NIL	NIL

14. In the opinion of the Board of Directors and to the best of their knowledge and belief, the aggregate value of current assets and loan and advances on realization in the ordinary course of business will not be less than the amount at which these are stated in the balance sheet.

15. PREVIOUS YEAR FIGURES

Prior year figures have been regrouped, rearranged and reclassified wherever considered necessary.

As per our report of even date

For Goel Garg & Co.
Chartered Accountants
FRN:000397N



(S. C. Garg)
Partner
Membership No. **13370**
Place: Gurgaon
Dated: May 07, 2015

For and on behalf of the Board of Directors

UMESH CHANDRA
Director
DIN:03583580

VINOD DIXIT
Director
DIN:01105979