



Asian Hotels (North) Limited



40th

Annual Report 2020-21

CORPORATE INFORMATION

BOARD OF DIRECTORS

Shiv Kumar Jatia
Chairman and Managing Director
Lalit Bhasin
Rajeev Uberoi
Preeti Gandhi
Akhilesh Bhuwarka
Amritesh Jatia

CHIEF FINANCIAL OFFICER

Ashish Dhanuka

COMPANY SECRETARY & COMPLIANCE OFFICER

Saumya Goel

AUDITORS

V.V. Kale & Company
Chartered Accountants
16A/20, W.E.A.,
Main Ajmal Khan Road
Karol Bagh, New Delhi – 110 005

BANKERS

Bank of Maharashtra
Axis Bank Limited
IndusInd Bank Limited
Punjab National Bank
Yes Bank Limited
DBS Bank Limited

REGISTRAR & TRANSFER AGENTS

KFin Technologies Private Limited
Selenium Building, Tower-B,
Plot No. 31 & 32,
Financial District Nanakramguda,
Serilingampally
Hyderabad – 500 032
Toll Free No. 1800 309 4001
Website: www.kfintech.com
E-mail: inward.ris@kfintech.com

REGISTERED OFFICE & INVESTOR RELATIONS DEPARTMENT

Bhikaiji Cama Place, M.G. Marg, New Delhi – 110 066

Tel: 91 11 66771225-1226, Fax: 91 11 26791033

Website: www.asianhotelnorth.com E-mail: investorrelations@ahlnorth.com

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ASIAN HOTELS (NORTH) LIMITED

ASIAN HOTELS (NORTH) LIMITED

CIN: L55101DL1980PLC011037

Registered Office: Bhikaiji Cama Place, M. G. Marg,
New Delhi – 110066

Phone: 011 66771225/26; Fax: 011 26791033

Website: www.asianhotelsnorth.com

E-mail: investorrelations@ahlnorth.com

NOTICE

Notice is hereby given that the Fortieth (40th) Annual General Meeting (hereinafter referred to as “the AGM”) of ASIAN HOTELS (NORTH) LIMITED (hereinafter also referred to as “the Company”) will be held on Wednesday, the 29th September, 2021 at 11.00 a.m. Indian Standard Time, through Video Conferencing (VC)/Other Audio Visual Means (OAVM), to transact the following business(es). The venue of the AGM shall be deemed to be the Registered Office of the Company.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company (including Audited Consolidated Financial Statements) for the financial year ended 31st March, 2021 and Auditors' Report and Directors' Report thereon.

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

“**RESOLVED THAT** the audited Stand-alone Financial Statements of the Company for the financial year ended 31st March, 2021, including the Balance Sheet as at 31st March, 2021, and the respective Statement of Profit & Loss and Cash Flow Statement for the financial year ended 31st March, 2021 and Statement of Changes in Equity for the year ended as on that date, and the accompanying Notes thereto, along with the Auditors' Report and Directors' Report thereon, be and are hereby received, considered and adopted.

RESOLVED FURTHER THAT the audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2021, including the Balance Sheet as at 31st March, 2021, the respective Statements of Profit & Loss and Cash Flow Statement for the financial year ended 31st March, 2021 and statement of Changes in Equity for the year ended as on that date, and the accompanying Notes thereto, along with the Auditors' Report thereon, be and are hereby received, considered and adopted.”

2. To appoint a Director in place of Mr. Amritesh Jatia (DIN: 02781300), who retires by rotation at this Annual General Meeting and being eligible has offered himself for re-appointment.

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

“**RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof, for the time being in force), Mr. Amritesh Jatia (DIN: 02781300), who retires by rotation at this Annual General Meeting and being eligible, offers himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.

SPECIAL BUSINESS:

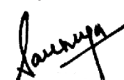
3. To appoint Dr. Rajeev Uberoi (DIN: 01731829) as an Independent Director of the Company

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

“**RESOLVED THAT** pursuant to the recommendation of the Nomination & Remuneration Committee and the Board and subject to the provisions of Sections 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the Companies (Appointment and Qualifications of Directors) Rules, 2014, the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and the Articles of Association of the Company, Dr. Rajeev Uberoi (DIN: 01731829), who was appointed as an additional director of the Company acting in the capacity of Independent Non-Executive Director of the Company with effect from 11th August, 2021 in pursuance of Section 161(1) read with Section 149(6) of the Companies Act, 2013 (the Act), and whose term expires at this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a member proposing his candidature for the office of Independent Director, be and is hereby appointed as an Independent Non-Executive Director of the Company, to hold office for a term of five consecutive years ending 10th August, 2026.

RESOLVED FURTHER THAT the Board or any Committee thereof, be and is hereby authorized to do all such acts, deeds, matters and things, as may be required to give effect to this resolution and to do all things incidental and ancillary thereto.”

By order of the Board of
ASIAN HOTELS (NORTH) LIMITED



Saumya Goel
Company Secretary
Membership No.: ACS 55556

Place: New Delhi
Date: 11th August, 2021

ASIAN HOTELS (NORTH) LIMITED

NOTES:

1. This AGM is being convened and shall be held through Video Conferencing (VC) or Other Audio Visual Means (OAVM) in pursuance of the provisions outlined by the Ministry of Corporate Affairs vide its General Circular No. 20/2020 dated 5th May, 2020, read with General Circular Nos. 14/2020 and 17/2020 dated 8th April, 2020 and 13th April, 2020 respectively, Circular No. 22/2020 dated June 15, 2020, Circular No. 33/2020 dated September 28, 2020, Circular No. 39/2020 dated December 31, 2020 and by General Circular No. 02/2021 dated 13th January, 2021 (MCA Circulars) allowing companies whose AGMs were due to be held in the year 2020 or became due in the year 2021, to conduct their AGMs on or before 31.12.2021, in accordance with the requirements provided in paragraphs 3 and 4 of General Circular No. 20/2020 (herein after collectively referred to as the MCA Circulars) and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 issued by Securities and Exchange Board of India (SEBI) the validity of which has been extended till 31st December, 2021 by SEBI, vide Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021 (herein after collectively referred to as the SEBI Circulars) without the physical presence of the members at a common venue. The detailed instructions for accessing and participating in the AGM through VC/OAVM facility is mentioned in Note No.14 below. In compliance with the general Circular No. 20/2020 issued by the MCA, item mentioned in special business in this AGM Notice are considered unavoidable and forms part of this Notice.

Accordingly, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose names appear in the Register of Members/list of beneficial owners as furnished by the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as at the end of Friday, the 3rd September, 2021, and have their email addresses registered with the Company/Depositories.

Members may note that Notice of the AGM and Annual Report 2020-21 will also be available on the Company's website www.asianhotelsnorth.com, website of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively, and also on the website of the Registrar & Transfer Agent namely KFin Technologies Pvt. Ltd. (RTA) at www.kfintech.com.

2. Since the AGM shall be held through VC/OAVM and the physical attendance of Members has been dispensed with in terms of the MCA Circulars, there is no requirement of appointment of proxies. Accordingly, the facility of appointment of proxies by Members under Section 105 of the Companies Act, 2013 (the Act) will not be available for the AGM. Hence, the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.

Institutional/Corporate Members are advised to appoint their Authorized Representatives in pursuance of Section 113 of the Act for the purposes of exercising remote e-voting, attending the AGM through VC/OAVM and e-Voting during the AGM. Institutional/Corporate Members in tending to appoint their authorized representatives are requested to provide a duly certified copy of the Resolution of its Board or Governing Body under Section 113 of the Act (in PDF Format), authorizing them to exercise remote e-voting, attend the AGM through VC/OAVM and exercise e-Vote at the AGM, and email the same to the Scrutinizer through their registered email at rupesh@cacsindia.com with a copy marked to the Company and the RTA at investorrelations@ahlnorth.com and evoting@kfintech.com respectively.

3. Members attending the AGM through VC/OAVM shall be reckoned for the purposes of the quorum under Section 103 of the Act.
4. An explanatory Statement pursuant to Section 102 of the Act and Regulation 36(5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations) is annexed hereto and forms part of the Notice. The Board of Directors of the Company has considered and decided that Item No. 3 of the Notice is unavoidable in nature as its non-inclusion would have impacted the composition of the Board of Directors.

Additional information pursuant to Regulation 36(3) of the Listing Regulations and Secretarial Standard on General Meetings (SS-2) in respect of the Directors seeking appointment/re-appointment at the AGM, such as brief resume detailing age, qualifications, nature of expertise in specific functional areas, directorships and membership of committees held in other companies, shareholding interest in the Company and inter-se relationship amongst directors/key managerial personnel etc. is appended (please refer page no. 9) and should be construed as a part of this Notice.

5. The Register of Directors and Key Managerial Personnel and their shareholding and the Register of Contracts and Arrangements in which Directors are interested shall be accessible for the inspection by the Members during the continuance of the AGM.

Documents referred to in the accompanying Notice along with the explanatory statements will be open for inspection by the Members in electronic mode during business hours between 10.00 a.m. and 5.00 p.m. on all working days till the date of the AGM, and also during its continuance. The members seeking to inspect such documents can send an email to investorrelations@ahlnorth.com requesting the same. On receiving a valid email request from any member, the Company shall make requisite arrangements for inspection of such documents.

6. Members seeking information or clarification regarding any business placed before the AGM may e-mail their query from their registered e-mail address, mentioning their name, DP-ID and Client-ID/ Folio No. and mobile no. to reach the Company's e-mail address at investorrelations@ahlnorth.com at least 72 hours in advance before the start of the said meeting.
7. Members of the Company are advised to nominate a person pursuant to Section 72 of the Act, in whom the shares held by him/ them shall vest in the unfortunate event of his/their death. Members holding shares in physical form may file nomination in the prescribed Form SH-13 with the Company's RTA. Members holding shares in dematerialized form may file their nomination directly with their respective Depository Participant.

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8. Securities and Exchange Board of India (“SEBI”) has mandated that effective 1st April, 2019, securities of listed companies can be transferred only in dematerialized form, and accordingly, the Company and its RTA has stopped accepting any fresh lodgement of transfer of shares in physical form. Members holding shares in physical form are advised to dematerialize their securities.
9. The Register of Members and Share Transfer Books of the Company will remain closed from the Thursday, 23rd September, 2021 to Wednesday, 29th September, 2021 inclusive of both days.
10. The Company keeps uploading regularly, on its website and also on the website of the Ministry of Corporate Affairs, Government of India (MCA), complete details of unpaid/unclaimed dividends from time to time. Further, in an endeavor to serve its members, the Company has been notifying the members about the dividends which remain unpaid/unclaimed, by sending them individual reminders from time to time.

Any amount described under Section 125(2) of the Act, including dividend, which remains unpaid/unclaimed for a period of seven years is required to be transferred by the Company in accordance with the provisions of Section 124(5) of the Act, to the Investor Education and Protection Fund Authority (IEPF Authority) established by the Central Government. Further, Section 124(6) of the Act requires that all shares in respect of which dividend has been unpaid/unclaimed for a period of seven consecutive years shall also be transferred to IEPF Authority.

Accordingly, during the year under review, the unpaid/unclaimed dividend for the financial year 2012-13 was transferred to the IEPF Authority. Moreover, 17742 equity shares, held by 218 beneficial owners/shareholders of the Company, in respect of which dividend for the relevant financial year ended 31st March, 2013 remained unpaid/unclaimed consecutively for a period of seven years up-to 30th October, 2020, were also transferred to IEPF Authority.

Attention of the members is therefore drawn to the fact that unpaid/unclaimed dividend pertaining to the financial year ended 31st March, 2014 will be due for transfer to the IEPF Authority, and therefore, any claim in respect thereof should be lodged as advised below failing which shares relating thereto shall be liable to be transferred to the IEPF Authority:

Unpaid/Unclaimed Amount*	Due date for transfer to IEPF Authority	Date by which claim should be lodged
Dividend for the financial year ended 31 st March, 2014	20 th October, 2021	31 st October, 2021

*No dividend has been paid by the Company from the FY 2014-15 onwards.

Members are advised to write to the Company or to the Registrar & Transfer Agent requesting for fresh warrants by providing details of their Folio No./Client ID, No. of shares held by them etc. enclosing a signed cancelled cheque, self-attested copy of PAN and proof of address.

Members may note that the unpaid/unclaimed dividend and unclaimed shares transferred to the IEPF Authority can be claimed by following the process available on the IEPF website and the same can be accessed through the link: <http://www.iepf.gov.in/IEPF/refund.html>

11. In compliance with the MCA Circulars and to ensure that this Annual Report 2020-21 and notice for the AGM reaches all members, the Company had published a Notice in “Business Standard” newspaper (published on 24th August 2021) advising the Members who have not registered/updated their e-mail addresses with the Company to register/update their e-mail addresses in the manner described therein.

In continued compliance of Rule 18(3)(i) of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide yet another opportunity to the members to register/update their e-mail addresses by providing the requisite details in the proforma annexed towards the end of the Annual Report.

- a) Members holding shares in physical mode are requested to notify change, if any, in their e-mail address, mailing address including pin code, bank details, residential status etc. to the Company or RTA, quoting their folio number, at investorrelations@ahlnorth.com or einward.ris@kfintech.com respectively.
- b) Members holding shares in electronic form should notify any change in their e-mail address, mailing address including pin code, bank details, residential status etc. directly to their respective Depository Participants.

The Members may contact the Share Department of the Company at the above-mentioned address, telephone numbers and e-mail id or the RTA at their registered office at Selenium Tower B, Plot 31 & 32, Financial District, Nanakramguda, Serilingampally Mandal, Hyderabad – 500 032; Toll Free No. 1800-309-4001; or at the e-mail id: einward.ris@kfintech.com for any assistance/clarification.

12. The Securities and Exchange Board of India has made it mandatory for all Companies to use the bank account details furnished by the depositories for depositing dividend through National Electronic Clearing Service (NECS) to investors wherever requisite bank details are available. **Members holding shares in physical form are also requested to register their mandate for transfer of future dividend, as well as unclaimed/unpaid dividends through NECS so that the same may be deposited directly to the members’ respective bank accounts. The proforma for registration/up-dation of NECS mandate is annexed towards the end of the Annual Report.** In the absence of NECS facilities, the Company prints the bank account details, if available, on the dividend warrant to avoid any fraudulent encashment of warrants.

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13. a) In compliance with the provisions of Section 108 of the Act read with Rule 20 of The Companies (Management & Administration) Rules, 2014, and Regulation 44 of the Listing Regulations, the Company is pleased to provide to the members the facility to exercise their right to vote by electronic means in respect of the business placed at the AGM through remote e-voting platform provided by KFin Technologies Pvt. Ltd.
- b) The members attending the AGM through VC/OAVM who have not cast their vote through remote e-voting shall be provided the opportunity to vote through e-voting.
- c) The members who have cast their vote prior to the AGM through remote e-voting may also attend the said meeting through VC/OAVM. However, such members shall not be entitled to cast their votes again.
- d) In case of joint holders attending the Meeting, only such joint holder whose name appears first in order of joint holders will be entitled to vote at the AGM.

14. General instructions for accessing and participating in the AGM through VC/OAVM:

- a) Members may note that the VC/OAVM facility, provided by RTA allows participation of atleast 1,000 Members on a first-come-first-served basis. However, the large shareholders (i.e. shareholders holding 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, auditors, etc. can attend the AGM without any restriction on account of first-come first-served principle.
- b) The window for joining the meeting through VC/OAVM shall open for the Members from 10.45 a.m. IST i.e. 15 minutes before the scheduled time for the commencement of the AGM and shall remain open throughout the proceedings of the AGM.
- c) Institutional Investors, who are Members of the Company, are encouraged to attend and vote at the AGM through VC/OAVM.
- d) Members may join the AGM through VC/OAVM or view the live webcast at <https://emeetings.kfintech.com> by using their e-voting login credentials.
- e) Members are requested to follow the procedure as set out below:
 - i. Launch internet browser (chrome/firefox/safari) by typing the URL: <https://emeetings.kfintech.com>
 - ii. Enter the login credentials (i.e. User ID and password for e-voting)
 - iii. After logging in, click on "Video Conference" option
 - iv. Then click on camera icon appearing against AGM event of Asian Hotels (North) Limited to attend the Meeting.
- f) Members who do not have User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the procedure given in the E-voting instructions.
- g) Members who would like to express their views or ask questions during the AGM may register themselves by logging on to <https://emeetings.kfintech.com> and clicking on the 'Speaker Registration' option available on the screen after log in. The Speaker Registration will be open during the e-voting period, from Saturday, the 25th September, 2021 to Tuesday, the 28th September, 2021. Only those members who are registered will be allowed to express their views or ask questions. The Company reserves the right to restrict the number of questions and number of speakers, depending upon availability of time as appropriate for smooth conduct of the AGM. Members are requested to remember the same and wait for their turn to be called by the Chairman of the Meeting during the Question and Answer Session. Due to inherent limitation of transmission and coordination during the AGM, the Company may have to dispense with or curtail the Question and Answer Session. Hence, Members are encouraged to send their questions/queries etc.
- h) Members who need assistance before or during the AGM, can contact KFin Technologies Private Limited on emeetings@kfintech.com or call on toll free number 1800 309 4001. Kindly quote your name, DP ID-Client ID / Folio no. and E-voting Event Number in all your communications.
- i) Members are advised to join the AGM using laptops and ensuring internet connectivity with good speed for better sound and video clarity. Those connecting from Mobile Devices or Tablets or through laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any disturbance.

15. Instructions for and other information relating to remote e-voting:

In connection with e-Voting facility provided by Listed Companies, SEBI has issued Circular, bearing No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 9th December, 2020 stating, e-voting process has been enabled to all individual shareholders holding securities in demat mode to vote through their demat account maintained with depositories/websites of depositories/depository participants. Accordingly, the Company is allowing individual shareholders holding securities in Demat mode to vote through their demat account maintained with Depositories and Depository Participants.

Shareholders are advised to update their mobile number and email Id in order to access e-Voting facility in following manner:

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15.1 Login method for remote e-Voting for Individual shareholders holding securities in demat mode is given below:

Individual Shareholders holding securities in demat mode with NSDL	Individual Shareholders holding securities in demat mode with CDSL
<p>1. User already registered for IDeAS facility:</p> <ol style="list-style-type: none"> I. Visit URL: https://eservices.nsd.com II. Click on the “Beneficial Owner” icon under “Login” under ‘IDeAS’ section. III. On the new page, enter User ID and Password. Post successful authentication, click on “Access to e-Voting” IV. Click on the e-Voting service provider name KFINTECH and you will be re-directed to e-Voting service provider website for casting the vote during the remote e-Voting period. 	<p>1. Existing user who have opted for Easi / Easiest</p> <ol style="list-style-type: none"> I. URL: https://web.cdslindia.com/myeasi/home/login or URL: www.cdslindia.com II. Click on New System Myeasi. III. Login with user id and password. IV. Option will be made available to reach e-Voting page without any further authentication. V. Click on e-Voting service provider name to cast your vote.
<p>2. User not registered for IDeAS e-Services</p> <ol style="list-style-type: none"> I. To register click on link : https://eservices.nsd.com II. Select “Register Online for IDeAS” or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp III. Proceed with completing the required fields. IV. Follow steps given in point 1. 	<p>2. User not registered for Easi/Easiest</p> <ol style="list-style-type: none"> I. Option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration II. Proceed with completing the required fields.
<p>3. Alternatively by directly accessing the e-Voting website of NSDL</p> <ol style="list-style-type: none"> I. Open URL: https://www.evoting.nsd.com/ II. Click on the icon “Login” which is available under ‘Shareholder/Member’ section. III. A new screen will open. You will have to enter your UserID (i.e. your sixteen-digit demat account number held with NSDL), Password / OTP and a Verification Code as shown on the screen. IV. Post successful authentication, you will be requested to select the name of the Company and the e-Voting Service Provider name, i.e. KFinTech. V. On successful selection, you will be redirected to KFinTech e-Voting page for casting your vote during the remote e-Voting period. 	<p>3. Alternatively, by directly accessing the e-Voting website of CDSL</p> <ol style="list-style-type: none"> I. URL: www.cdslindia.com II. Provide demat Account Number and PAN No. III. System will authenticate user by sending OTP on registered Mobile & Email as recorded in the demat Account. IV. After successful authentication, user will be provided links for the respective ESP, i.e KFinTech where the e-Voting is in progress..

Individual Shareholders can login through their demat accounts/Website of Depository Participant:

- I. You can also login using the login credentials of your demat account through your DP registered with NSDL /CDSL for e-Voting facility.
- II. Once logged-in, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see e-Voting feature.
- III. Click on options available against company name or e-Voting service provider – KFinTech and you will be redirected to e-Voting website of KFinTech for casting your vote during the remote e-Voting period without any further authentication.

Important note:

Members who are unable to retrieve User ID / Password are advised to use “Forgot user ID” and “Forgot Password” option available on the above-mentioned websites.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository

ASIAN HOTELS (NORTH) LIMITED

Members facing any technical issue - NSDL	Members facing any technical issue - CDSL
Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43.

15.2 Login method for e-Voting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode is given below:

- A. Members whose e-mail IDs are registered with the Company/Depository Participants, on receiving an e-mail from KFin Technologies Pvt. Ltd. should:
- i) Launch internet browser by typing the URL:<https://evoting.kfintech.com> in the address bar and click on “Enter”, where-upon the home screen will be displayed and then, click on ‘Shareholders’ icon.
 - ii) Enter the Log-in Credentials i.e., User ID and initial password as detailed in the e-mail forwarding this Notice of AGM and Annual Report. The E-Voting Event Number + your Folio No./DPID-Client ID will be your User ID. However, if you are already registered with KFin Technologies Pvt. Ltd. for e-voting, you can use your existing User ID and password for casting your vote. If required, please visit <https://evoting.kfintech.com> or contact toll-free number 1800-309-4001 (from 9:00 a.m. to 6:00 p.m.) for your existing password.
 - iii) After entering these details appropriately, click on “LOGIN”.
 - iv) You will now reach password change Menu wherein you are required to compulsorily change your password if you are logging in for the first time. The new password shall comprise of minimum 8 characters with at least one upper case (A-Z), one lower case (a-z), one numeric value (0-9) and a special character (@, #, \$ etc.). The system will prompt you to change your password and update your contact details like mobile number, email ID etc. on first login. You may also enter a secret question and answer of your choice to retrieve your password in case you forget it. It is strongly recommended that you do not share your password with any other person and take utmost care to keep your password confidential.
 - v) You need to log-in again with the new credentials.
 - vi) On successful log-in, the system will prompt you to select the E-Voting Event Number “EVENT” i.e. Asian Hotels (North) Limited.
 - vii) On the voting page, enter the number of shares as on the cut-off date (which represents the number of votes) in respect of each of the resolutions and cast your vote by selecting “FOR/AGAINST” or alternatively, you may partially enter any number in “FOR” and partially in “AGAINST” but the total number in “FOR/AGAINST” taken together should not exceed your total votes. You may also choose the option ABSTAIN. If the shareholder does not indicate either “FOR” or “AGAINST” it will be treated as “ABSTAIN” and the shares held will not be counted under either head.
 - viii) Members holding multiple folios/demat accounts shall choose the voting process separately for each folio/demat account.
 - ix) Voting has to be done for each item of the Notice separately. In case you do not desire to cast your vote on any specific item it will be treated as ABSTAINED.
 - x) You may then cast your vote by selecting an appropriate option and click on “Submit”.
 - xi) A confirmation box will then be displayed. Click “OK” to confirm, else “CANCEL” to modify. Once you confirm, you will not be allowed to modify your vote. During the voting period, members can log-in any number of times till they have voted on the resolutions.
 - xii) Institutional/Corporate Members (i.e. other than Individuals, HUF, NRI etc.) are also required to send scanned certified true copy (PDF Format) of the Resolution passed by their Board or Governing Body, together with attested specimen signature(s) of the duly authorized representative(s), to the Scrutinizer at e-mail ID rupesh@cacsindia.com with a copy marked to the Company and RTA at investorsrelations@ahlnorth.com and evoting@kfintech.com respectively. The scanned image of the above-mentioned documents should be in the naming format “Asian Hotels (North) Limited EVENT NO. _____”
- B. In case of a Member whose e-mail address is not registered/updated with the Company/RTA/Depository Participant(s) including those who acquired shares between Saturday the 4th September, 2021 and Wednesday, the 22nd September, 2021, may please follow the following steps to generate their login credentials:
- (a) Members holding shares in physical mode, who have not registered / updated their email addresses with the Company, are requested to register /update the same by clicking on <https://ris.kfintech.com/clientservices/mobileereg/mobileemailreg.aspx> or by writing to the Company with details of folio number and attaching a self attested copy of PAN card at investorrelations@ahlnorth.com or to RTA at einward.ris@kfintech.com
 - (b) Members holding shares in dematerialised mode who have not registered their e-mail addresses with their Depository Participant(s) are requested to register /update their email addresses with the Depository Participant(s) with whom they maintain their demat accounts.

ASIAN HOTELS (NORTH) LIMITED

- (c) After due verification, the Company / RTA will forward your login credentials to your registered email address.
 - (d) Follow the instructions given at Note no.15.1 to cast your vote.
 - (e) You can also update your mobile number and e-mail address in the user profile details of the folio which may be used for sending further communication(s).
16. Members of the Company holding shares in physical form or in dematerialized form, as at the close of business hours on the cut-off date, being Wednesday, the 22nd September, 2021 shall only be entitled to vote on the proposed resolutions; and their shareholding on such date shall only be reckoned for the purposes of arriving at the results of the remote e-voting and e-voting at the AGM.
- The voting rights of the members shall be in proportion to their shares in the paid-up equity share capital of the Company as at the close of business hours on the cut-off date, i.e. Wednesday, the 22nd September, 2021.
17. The remote e-voting period commences on Saturday, the 25th September, 2021 at 9.30 a.m IST and ends on Tuesday, the 28th September, 2021 at 5.00 p.m IST. Thereafter, the remote e-voting module shall be disabled for voting. E-vote once cast, cannot be altered subsequently.

Members, who could not cast their vote through remote e-voting, shall be provided the opportunity to vote electronically during the AGM, should they attend the AGM through VC/OAVM.

Information and instructions for the electronic voting at the AGM (Insta Poll): Facility to cast vote through Insta Poll will be made available on the VC/OAVM screen and will be activated once the Insta Poll is announced at the AGM.

Members who may cast their vote through remote e-voting are also entitled to attend the AGM through VC/OAVM but shall not be permitted to vote at the meeting through e-Voting (Insta Poll). In case of voting by both the modes, votes cast through remote e-voting shall only be considered valid.

18. In case of any query pertaining to remote e-voting, please visit Help & FAQs section of KFin Technologies Pvt. Ltd. website i.e. <https://evoting.kfintech.com> or contact KFin Technologies Pvt. Ltd. at Telephone No.: 1800 309 4001 (toll-free). The members may also contact the following designated officer at KFin's office:

Mr. D Suresh Babu
KFin Technologies Private Limited
Selenium Tower-B, Plot 31 & 32,
Financial District, Nanakramguda, Serilingampally Mandal,
Hyderabad, 500 032, Telangana
email: evoting@kfintech.com

19. The Board of Directors of the Company, at its meeting held on 11th August, 2021, has appointed Mr. Rupesh Agarwal, failing him Dr. S. Chandrasekaran, failing him Mr. Shashikant Tiwari, Partners, M/s. Chandrasekaran Associates, Company Secretaries, as the Scrutinizer for conducting the remote e-voting process as well as the electronic voting at the AGM(Insta Poll) in a fair and transparent manner. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first unblock and determine the votes cast at the meeting, and there-after unblock the votes cast through remote e-voting, on both occasions in the presence of at least two (2) witnesses not being in the employment of the Company, and prepare within prescribed time, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, and submit the same to the Chairman of the Company or in his absence to Dr. Lalit Bhasin, Independent Non-Executive Director and Chairman, Audit Committee and Nomination and Remuneration Committee, as authorized by the Board, whereupon the Chairman/Dr. Bhasin shall declare the result forthwith. The resolutions, if passed by the requisite majority, shall be deemed to have been passed on the date of the AGM. Once declared, the result shall be notified to the Stock Exchanges and uploaded on the website of the Company and RTA.

By order of the Board
of ASIAN HOTELS (NORTH) LIMITED



Saumya Goel
Company Secretary
Membership No.: ACS 55556

Place: New Delhi
Date: 11th August, 2021

ASIAN HOTELS (NORTH) LIMITED

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 (THE ACT) AND REGULATION 36(3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATION, 2015 (THE LISTING REGULATIONS)

ITEM NO. 3: Appointment of Dr. Rajeev Uberoi (DIN: 01731829) as an Independent Director of the Company:

Dr. Rajeev Uberoi, aged 64, holds degrees in PhD. (Philosophy), L.L.B., and M.A. (Economics) from Bhopal University; Business Administration Diploma from Management Development Institute; Banking & Planning Diploma from Italian Institute of Development, Naples, M.A. (Economics) from McMaster University, Ontario, Canada and MBA degree from MDI, Gurgaon and is currently working as General Counsel & Head – Legal & Audit, Central Legal, Audit & Controls in IDFC Bank Limited. Dr. Uberoi is an astute analyst, strategic thinker and creative problem solver with an experience of about 39 years and have worked with many eminent organisations like, Reserve Bank of India, Standard Chartered Bank, Citibank etc. He offers dynamic, results-driven leadership with years of progressive experience leveraging legal skills and business acumen to drive business growth, minimize risk and assure compliance.

Dr. Uberoi is an astute leader and a visionary with great judgement ability to deal with complexities with elan on significant matters that cut across legal and related areas and have a track record for brokering powerful alliance and cultivating productive relationships with Government agencies, Law Makers, Industry Players etc, with an ability to assemble and lead diverse teams that perform, develop talent and manage effective performance.

Considering the recommendations of the Nomination and Remuneration Committee, the Board in its meeting held on 11th August, 2021, appointed Dr. Rajeev Uberoi as an additional director under Section 161(1) read with Section 149(6) of the Act, in the capacity of Independent Non-Executive Director of the Company. Later, based on the notice received from a shareholder under Section 160 of the Act, and recommendations of the Nomination and Remuneration Committee in the same meeting, he is proposed to be appointed as an Independent Non-Executive Director for a period of five consecutive years effective from 11th August, 2021 to 10th August, 2026. Therefore, the Board has included an appropriate resolution for his appointment, as proposed at Item No. 3 of the accompanying Notice.

A detailed profile of Dr. Rajeev Uberoi is appended to this notice, enumerating inter-alia the directorships held by him and the shareholding interest he holds in the Company.

The Company has received a declaration from Dr. Uberoi that he meets the criteria of independence as specified under Section 149(6) read with Schedule IV of the Act and Regulations 16(1)(b) & 25(8) of the Listing Regulations and his consent to act as an Independent Director. Dr. Uberoi has also confirmed that he is neither disqualified from being appointed as Director in terms of Section 164 of the Act, nor is he debarred from holding the office of Director in pursuance of any order passed by SEBI or any such statutory authority.

In the opinion of the Board of Directors, Dr. Uberoi fulfills the conditions as specified in the Act and the Rules made thereunder. Further, in the opinion of the Board of Directors, Dr. Uberoi is independent of the management.

Except Dr. Uberoi, being an appointee, and his relatives, none of the Directors, Key Managerial Personnel of the Company and their relatives are, in any way, concerned or interested (financially or otherwise) except to the extent of their shareholding in the proposed resolution mentioned at Item No. 3.

Your Directors are of the opinion that it will be in the Company's interest to have his association in the Company, and therefore, recommend to approve the resolution at Item No. 3 of the accompanying Notice as an Ordinary Resolution.

Detailed Profile of Directors seeking appointment/re-appointment in the forthcoming Annual General Meeting, forming part of the Notice convening the said meeting and the accompanying Statement under Section 102 of the Companies Act, 2013 (the Act), and further in compliance with Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which may also be read as part of the Corporate Governance Report

Name of Director & DIN	Expertise in Specific Functional Area	Other Companies in which Directorships/Committee Memberships held
Mr. Amrithesh Jatia DIN : 02781300 (refer Item No. 2 of the accompanying Notice)	Mr. Amrithesh Jatia, aged 35, graduated in Business Management from Babson College, U.S.A., and worked as an Analyst with Ernst & Young LLP, New York. Since returning to India, he has been monitoring execution and progress of various projects initiated by the Jatia Group. Mr. Jatia has about fourteen years' experience. In view of his educational background and experience in the industry, he holds good command over financial and operational functions. He was first appointed to the Board on 11 th November, 2010, and held office of director as a non-executive director under promoter's category until he vacated office on 2 nd November, 2016, in terms of section 167(1)(b) of the Act. Thereafter he was again appointed as additional director under the promoters category in the Board Meeting held on 5 th December,	Leading Hotels Limited* Energy Infrastructure (India) Limited Pergo India Private Limited In addition to the above, he holds directorships in many overseas companies.

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Name of Director & DIN	Expertise in Specific Functional Area	Other Companies in which Directorships/Committee Memberships held
	<p>2016, and as director of the Company, liable to retire by rotation, in 36th Annual General Meeting held on 10th August, 2017. Further, being liable to retire by rotation, he retired and was re-appointed as director of the Company, liable to retire by rotation, in the last two Annual General Meetings (38th and 39th) held on 27th August, 2019, and 24th December, 2020 respectively.</p> <p>Mr. Jatia is liable to retire by rotation at this Annual General Meeting and, being eligible, has consented to be re-appointed. Accordingly, an appropriate resolution is proposed at Item no. 2 of the notice convening the 40th Annual General Meeting.</p> <p>As a Non-Executive Director, Mr. Amritesh Jatia is entitled to sitting fee for attending the meetings of the Board or Committees thereof.</p> <p>Mr. Amritesh Jatia does not hold any shares in the Company in his individual capacity. However, being one of the directors, controlling shareholder and Significant Beneficial Owner in respect of shares held by Finline Holdings Limited (FHL) and Yans Enterprises (H.K.) Limited (Yans), he controls 50.53% equity of the Company. Further, being the son of Mr. Shiv Kumar Jatia, Chairman & Managing Director, he may be considered to have indirect interest in the entire promoters' shareholding of 11264616 equity shares (57.91% of the total equity including the shares held by FHL and Yans) in the Company.</p> <p>Mr. Jatia attended eight Board meetings during the financial year 2020-21.</p>	<p>He is member of the Stakeholders' Relationship Committee and Nomination and Remuneration Committee of the Company and the Chairman of the Nomination and Remuneration Committee of Leading Hotels Limited, a subsidiary of the Company. He is also Chairman of the Nomination and Remuneration Committee of Energy Infrastructure (India) Limited.</p> <p>Mr. Amritesh Jatia does not hold directorship in any other listed company.</p> <p>*For Leading Hotels Limited, an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed on June 25, 2021 for initiating Corporate Insolvency Resolution Process (CIRP)</p>
<p>Dr. Rajeev Uberoi (DIN : 01731829) (refer Item No. 3 of the accompanying notice)</p>	<p>Dr. Rajeev Uberoi, aged 64, holds degrees in PhD. (Philosophy), L.L.B., and M.A. (Economics) from Bhopal University; Business Administration Diploma from Management Development Institute; Banking & Planning Diploma from Italian Institute of Development, Naples, M.A. (Economics) from McMaster University, Ontario, Canada and MBA degree from MDI, Gurgaon. He is an astute analyst, strategic thinker and creative problem solver and has rich experience of 39 years and have worked with eminent organizations like Reserve Bank of India, Standard Chartered Bank, Citi Bank etc. He is a dynamic, result driven leader with years of progressive experience leveraging legal skills and business acumen to drive business growth, minimize risk and assure compliance.</p> <p>Dr. Uberoi is an astute leader and a visionary with great judgement ability to deal with complexities with elan on significant matters that cut across legal and related areas and have a track record for brokering powerful alliance and cultivating productive relationships with Government agencies, Law Makers, Industry Players etc, with ability to assemble and lead diverse teams that perform, develop talent and manage effective performance</p> <p>Considering the recommendations of the Nomination and Remuneration Committee, the Board in its meeting held on 11th August, 2021, appointed Dr. Rajeev Uberoi as an additional director under Section 161(1) read with Section 149(6) of the Act, in the capacity of Independent Non-Executive Director of the Company. Later, based on the notice received from a shareholder under Section 160 of the Act, and recommendations of the</p>	

ASIAN HOTELS (NORTH) LIMITED

Name of Director & DIN	Expertise in Specific Functional Area	Other Companies in which Directorships/Committee Memberships held
	<p>Nomination and Remuneration Committee in the same meeting, he is proposed to be appointed as an Independent Non-Executive Director for a period of five consecutive years up to 10th August, 2026. Therefore, the Board has included an appropriate resolution for his appointment, as proposed at Item No. 3 of the accompanying Notice.</p> <p>Being an Independent Non-Executive Director, he is entitled to remuneration by way of commission on profit in such a manner that the aggregate of commission payable to all non-executive directors does not exceed 1% of the net profit of the Company computed in terms of Section 198 of the Act, with the liberty to the Board to vary the amount or proportion payable to each one of the non-executive directors every year provided that individually none of such directors receives a sum exceeding Rs. 7,50,000/- in respect of any financial year. In addition to the above, he is entitled to sitting fees for the meetings of the Board and the Committees thereof attended by him.</p> <p>Dr. Uberoi does not hold any shares in the Company. He is not related to any Director or Key Managerial Personnel of the Company.</p> <p>Dr. Uberoi has attended the last Board Meeting held on 11th August, 2021 wherein he was appointed.</p> <p>Considering his experience, the Board considered it justified to appoint him as an Independent Director.</p> <p>In the considered opinion of the Board, Dr. Uberoi fulfills the conditions as specified in the Act for an Independent Director.</p>	<p>Shalimar Paints Ltd</p> <p>Jindal Stainless (Hisar) Limited</p> <p>Rishi Construction and Maintenance Pvt. Ltd.</p> <p>IFCI Infrastructure Development Limited</p> <p>MPCON Limited</p> <p>NICDC Haryana Global City Project Limited</p> <p>Among these Shalimar Paints Ltd and Jindal Stainless (Hisar) Limited are listed companies.</p> <p>He is member of Audit Committee, Stakeholders' Relationship Committee, Nomination and Remuneration Committee and Corporate Social Responsibility Committee in Asian Hotels (North) Limited and he is also a Member and Chairperson of Audit committee in IFCI Infrastructure Development Limited</p>

By order of the Board
of **ASIAN HOTELS (NORTH) LIMITED**



Saumya Goel
Company Secretary
Membership No.: ACS 55556

Place: New Delhi
Date: 11th August, 2021

ASIAN HOTELS (NORTH) LIMITED

DIRECTORS' REPORT

To the Members,

Your Directors are pleased to submit their Fortieth (40th) Report together with the Audited Financial Statements for the financial year ended 31st March, 2021.

FINANCIAL RESULTS & THE STATE OF COMPANY'S AFFAIRS

(on a standalone basis)

(Rupees in Crore)

Particulars	FY 2020-21	FY 2019-20
Revenue from Operations (Net)	72.58	252.39
Other Income	1.87	14.56
Total Income	74.45	266.95
Profit/(Loss) before exceptional items and tax	(125.98)	(73.95)
Exceptional Items	569.15	0
Profit/(Loss) before Tax	(695.12)	(73.95)
Provision for Tax (net of write backs) including Deferred Tax Assets (Net)	(0.77)	10.82
Net Profit/(Loss)	(695.14)	(63.13)
Earning per share - Basic & Diluted (Rs.)	(357.34)	(32.45)

Total revenue from operations for the financial year 2020-21 was lower at Rs. 72.58 crore as compared to Rs. 252.39 crore in the prior financial year, showing a decrease of 71.24 % over the prior financial year.

Combined revenue from Food & Beverage including Wines & Liquor registered a significant decrease of 70.73% and the room revenue declined by 73.42 % during the year under review, as compared to the prior financial year.

On a standalone basis, the Total Income for this year was Rs. 74.45 crore, which was lower by 72.11% than the previous year's Total Income of Rs. 266.95 crore. The decline in Total Income is caused primarily due to COVID-19 outbreak. In FY 2020-21, the pandemic landed a severe blow to the hospitality industry and AHNL is no exception. Consequently, the Company reported a Net Loss of Rs.695.14 crore in this year in comparison to the Net Loss of Rs. 63.13 crore for prior financial year.

The lockdown by the Government to curb the spread of COVID-19 gave plenty of time to the authorities to plan accordingly. However the pandemic has severely affected the business of the hospitality sector. With social distancing, quarantine measures, travel bans etc., it is expected that the hospitality sector will take a longer time to revive. This sudden decline in revenues has had an immediate effect on the Company's financials. Even though the Company's revenue has taken a hit due to COVID-19 widespread and subsequent lockdown, the company has shown revival signs post lifting of lockdown and travel restrictions as demand for staycations and domestic travels increases.

Transfer to Reserves/Dividend

In view of the loss suffered by the Company, your Directors are constrained not to recommend any dividend during/for the year under review.

Further, no amount was transferred to the General Reserve for the year under review.

Material changes and commitments if any, affecting the financial position of the Company during the year under review and between the end of the financial year under review to which the financial statements relate and the date of this Report.

During the major part of the year, the business of the Company was significantly impacted due to COVID-19. Hotel was not operating for the first six months on account of restrictions imposed due to lockdowns; with lifting of lockdown restrictions hotel started from second half of the year.

The Company has assessed the impact of COVID-19 on the future cash flow projections. The Company has also prepared a range of scenarios to estimate financing requirements. The Company has also assessed the potential impact of COVID-19 on the carrying value of property, plant & equipment, investments, trade receivables, inventories and other current assets appearing in the financial statements of the Company. Based on the current indicators of future economic conditions, the Company expects to recover the carrying value of these assets. The impact assessment of COVID-19 is a continuous process given the uncertainties associated with its nature and duration and actual results may differ materially from these estimates.

The Covid-19 outbreak and subsequent nationwide lockdown have adversely impacted the business operations of financial year ended March 31, 2021 (and continuing) in terms of room occupancy as well as food, beverages and other income of Hotel "Hyatt Regency Delhi" owned by the Company. Further, Commercial Real Estate Sales ("CRE") activity of the company has also come to halt during this period.

The major reasons for stress, due to outbreak of Covid -19 are:

1. Travel Restriction announced on domestic as well as international travel throughout the globe.
2. Substantial decline in room occupancy level

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3. Substantial decline in F & B and other support services income
4. Decline in income of restaurants
5. Increase in level of Debt due to regular interest application as fixed expenses
6. CRE activity of company also came to halt during pandemic period due to general economic slowdown in the country

As a result of abovementioned reasons, there were severe cash flows mismatch which has impacted the financial performance and liquidity position of the Company. Due to creation of Provision of Diminution in the Value of Investment in the subsidiary, the net worth of the Company has taken a hit. However, the Management has drawn plans for revival and for improving the profitability and cash flows of the Company. Further, majority lenders have invoked the One Time Restructuring (OTR) wherein the Company will get extra leverage for repayment of its existing and future principal and interest obligations. These factors and expected future improvement in business operations will be critical for the Company to continue as a Going Concern.

In respect of Ultimate Subsidiary Company, i.e., Leading Hotels Limited, an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed on June 25, 2021 for initiating Corporate Insolvency Resolution Process (CIRP). Due to the uncertainty related to realization of amount from the Insolvency process the value of investment is fully impaired during the year by creation of provision for diminution in the value of the investment.

The Company will continue to monitor the material changes in future economic conditions and would recognize any significant impact of these changes affecting the Company, in the financial statements, as and when these conditions arise.

Save as otherwise stated above with regard to the adverse impact caused by the COVID-19 pandemic, your Directors would like to inform that no other material changes and commitments have occurred between the end of the financial year under review and the date of this report that may adversely affect the financial position of the Company.

Shopping Arcade

In a significant decision, your Directors in their meeting held on 23rd May, 2020 decided to revoke all existing license agreements in respect of the shops in Hotel Hyatt Regency's shopping arcade. It was felt for a long time that the shopping arcade was operating in a very precarious condition as the licensees had added lots of electric wires which had become a major fire risk endangering the lives of people and loss of property. Your Directors took this decision also to ensure better commercial utilization and operational efficiency, and safety of the area forming the shopping arcade within the premises of Hotel Hyatt Regency Delhi.

In pursuance of the aforesaid decision, revocation notices were issued to all the licensees, and as expected, the licensees moved to the Delhi High Court. The status quo continues as the matter is still pending for adjudication before Honorable Delhi High Court.

Restructuring Plan

As mentioned above, in the wake of the prevailing Covid-19 situation, performance of the Company has been impacted substantially, which has resulted in cash flow constraints.

Based on the recommendation of the Audit committee, the Board of Directors of the Company in its meeting held on 12th November 2020, considered and approved the submission of draft restructuring plan to its bankers.

The company filed application regarding OTR of its credit facilities with all the lenders, subsequently invocation of OTR was done on 9th December 2020 and Inter Creditor Agreement was signed on 23rd December 2020 by all the lenders.

Bank of Maharashtra, being the Lead Bank has completed requisite formalities and circulated to all the lenders through e-mails, respective lenders had approached their sanctioning authority and given the decisions which are summarised as below.

S. No.	Name of Bank	Sanctioned Amount	Outstanding Amount on 01.03.2020	% of shares in total O/S loan	Status of decision	Majority by value	%
1	Punjab National Bank	146.2	140.04	21%	Sanctioned	140.04	21%
2	Yes Bank-I	55	43.94	27%	Sanctioned	181.55	27%
	Yes Bank-II	125	104.61				
	Yes Bank-OD Limit	33	33				
3	IndusInd Bank	100	95.71	15%	Sanction not received		
4	Bank of Maharashtra-I	197.75	192.8	35%	Sanctioned	235.34	35%
	Bank of Maharashtra-II	43.66	42.54				
5	Axis Bank OD limit	13	13	2%	Sanctioned		2%
	Grand Total	717.61	669.64	100%			
Calculation of Majority Decision of all lenders who has signed ICA							
3	60% In Number	75% in value	502.23			556.93	85%

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Lead Banker "Bank of Maharashtra" had issued the letter ref no AT14/AHNL/2021-22/433 dated 7th June 2021 by which they have intimated the Company and other lenders of consortium regarding the approval of one time restructuring of credit facilities availed by the Company.

With reference to the above, your Directors are pleased to announce that Our One-time restructuring plan have been approved and implemented by the consortium of Bankers, and the same has been updated by the Company in its Board meeting held on 5th July 2021.

In addition to the above, the Company had also filed for the extension in SCOD/restructuring for its subsidiary Leading Hotels Ltd to Yes Bank where the bank has declined the extension to Leading Hotels Limited.

Significant and Material Orders passed by the Regulators or Courts or Tribunals

During the year under review or between the end of that financial year and the date of this report, no significant or material orders were passed by the Regulators or Courts or Tribunals which may impact the going concern status and future operations of the Company.

Consolidated Financial Statements and Auditors' Report thereon

In accordance with the provisions of Section 129 of the Companies Act, 2013 ("the Act") read with rules thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations"), your Directors have presented the stand-alone financial statements of the Company and consolidated financial statements, comprising financials of the Company and its subsidiaries for the financial year 2020-21, as part of this Annual Report.

In accordance with the provisions of Section 136 of the Act, individual balance sheet, statement of profit & loss, cash flow statement, statement of changes in equity and notes to accounts together with the report of Board of Directors and report of Auditors of each of the subsidiaries are open for inspection by the Members at the registered office of the Company, copies of which may be furnished, if desired by any Member. Further, these documents are also uploaded on the website of the Company.

Auditors' Report on the Consolidated Financial Statements for the year under review is with modified opinion.

The Statutory Auditors, M/s. V V Kale & Co in their report dated 5th July, 2021, on the Consolidated Financial Statements had expressed modified opinion on the said financial statements stating that with respect to a subsidiary namely Leading Hotels Limited:

- i) The Company has not provided provision of interest liability amounting to Rs. 1518 Lakhs for FY 2020-21 and Rs. 3284.60 Lakhs in aggregate till 31.03.2021, relating to Inter Corporate Deposits and other financial commitments. The non-provisioning of interest has resulted in understatement of CWIP to the extent of Rs. 3284.60 Lakhs as at March 31, 2021.

In response to the above qualification, your Directors clarify that in view of the current financial crunch being faced by the Subsidiary, provisions for interest liability amounting to Rs. 3284.60 Lakhs was not provided. This has, however, no impact on the current profit/(loss) of the Subsidiary as well as on the consolidated financial statements of the Company, since this would have been otherwise formed part of the capital work in progress in respective financial statements.

- ii) The Company has defaulted in making principal and interest payments to its Bankers . Due to the ongoing litigation on tenancy related and other issues and consequent court orders, there is a substantial delay in development of villa, hotel complex and a 18 hole, 72 par championship golf course in its subsidiary "Leading Hotels Limited". This has resulted in shortage of funds in the subsidiary whereby the Company has defaulted in interest repayment obligations amounting to Rs. 842.72 Lakhs for the period September 2020 to February, 2021 and principle amounting to Rs. 280 Lakhs and has not made provision for interest payable on ICD lenders aggregating to Rs. 3284.60 Lakhs (which includes interest payable for the previous year of Rs. 1767.04 Lakhs). The financial statements indicate net current liabilities of this Subsidiary at Rs. 15,213.62 Lakhs as on March 31, 2021. Further on June 25, 2021 an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed for initiating Corporate Insolvency Resolution Process (CIRP). These factors cast a doubt of the ability of the subsidiary to continue as a Going Concern. Since the outcome of the recently commenced insolvency process cannot be estimated as of now, the financial statements are drawn on a reasonable basis which maintains the status-quo of the operations as it is. These events put together indicate a material uncertainty regarding going concern of the said subsidiary Leading Hotels Limited.

In response to the above qualification, your Directors take this opportunity to inform that Insolvency Proceedings have been initiated for the Subsidiary Company, i.e. Leading Hotels Limited vide order dated 25th June 2021 issued under Section 7 of the Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016.

Since the outcome of the recently commenced Insolvency Process cannot be estimated as of now, the financial statements are drawn on a reasonable basis which maintains the status - quo of the operations as it is.

No frauds have been reported under Section 143(12) of the Act by the Auditors of the Company.

Foreign Exchange Receipts

The Company's earnings in foreign exchange for the year under review amounted to Rs. 10.32 crore as compared to Rs. 90.30 crore during the prior financial year.

CAPITAL STRUCTURE

The Authorised Share Capital of the Company is Rs. 70,00,00,000 (Rupees Seventy Crores Only) divided into 4,00,00,000 equity shares of Rs. 10 each and 3,00,00,000 preference shares of Rs. 10 each. The Issued/ Subscribed and Paid up share capital of the Company, as on 31st March, 2021, was Rs. 19,45,32,290 divided into 1,94,53,229 equity shares of Rs. 10 each.

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There is no change in the Company's capital structure since the last report.

During the year under review, the Company has neither issued equity shares with differential rights as to dividend, voting or otherwise, nor has it issued shares to its employees under any scheme (including sweat equity shares). The Company does not have any outstanding warrants/depository receipts/other convertible securities as on 31st March, 2021 or the date of this report.

The shares are actively traded on BSE and NSE and have not been suspended from trading.

Un-claimed Shares

In terms of Para F of Schedule V to the Listing Regulations, the details of Un-claimed Shares are as under:

Particulars	No. of folios wherein shares are marked as un-claimed	No. of shares marked as un-claimed
Status of un-claimed shares at the beginning of the year i.e. 1 st April, 2020	1	1400
Add: No. of claims received during the year	0	0
Less: Number of shares in respect of which dividend entitlements remained unclaimed for seven consecutive years and transferred from the Unclaimed Suspense Account to the IEPF	1	1400
Balance un-claimed shares as at 31.03.2021	0	0

During the year under review, 17742 equity shares, held by 218 beneficial owners/shareholders of the Company, in respect of which dividend for the relevant financial year ended 31st March, 2013, remained unpaid/unclaimed consecutively for a period of seven years up to 30th October, 2020, were transferred to IEPF Authority in accordance with Section 124(6) of the Act read with the Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended or re-stated from time to time.

Further, the unpaid/unclaimed dividend for the financial year 2013-14 also became liable to be transferred to the IEPF Authority on 31st October, 2021, and the Company is in the process of transferring the same to IEPF Authority. Accordingly, based on the unpaid/unclaimed dividend for the year ended 31st March, 2014, which remained unpaid/unclaimed consecutively for a period of seven years up to 31st October, 2021, the Company has also ascertained that 21435 shares are unclaimed, and therefore are liable to be transferred to the IEPF Authority on or before 30th November, 2021.

PROMOTERS

The Company is controlled by the Jatia Group, comprising inter-alia, Mr. Shiv Kumar Jatia, Mr. Amritesh Jatia and in turn the companies controlled by them namely Finline Holdings Ltd., Mauritius, Yans Enterprises (H.K.) Ltd., Mauritius and Asian Holdings Pvt. Ltd. Such persons directly or indirectly own and control various operating companies of the Jatia Group viz. Asian Hotels (North) Limited and Leading Hotels Limited. All the said constituents singularly and collectively, including the operating companies comprise the Jatia Group. Some of the said constituents exercise control over the Company as directors and/or shareholders.

During the year under review, changes occurred in shareholding of the promoters and promoter group due to invocation of pledge of shares. Consequently shareholding of the promoters and promoter group came down to 57.98% of the total paid-up capital as on 31st March, 2021.

Presently, the promoters and promoter group stake stands at 57.91% of the total paid-up capital.

SUBSIDIARIES

Your Company holds 100% equity as well as preference capital in Finline Hospitality and Consultancy Pte. Ltd., Mauritius (FHCPL). FHCPL holds 80% equity stake in Lexon Hotel Ventures Ltd., Mauritius (Lexon), and Lexon in turn holds 99.76% equity stake in Leading Hotels Limited (Leading), an Indian subsidiary.

Thus, FHCPL has 79.81% economic interest in Leading.

Based on the financial statements for the year ended 31st March, 2021, of the above named subsidiaries and the consolidated financial statements of the Company for the year ended as on that date, each one of FHCPL, Lexon and Leading are material subsidiaries of the Company.

Further your Directors take this opportunity to inform you that Insolvency Proceedings have been initiated on the Subsidiary Company, i.e. Leading Hotels Limited vide order dated 25th June 2021 issued under Section 7 of the Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016.

During the year under review, no company became a subsidiary or joint venture or associate of the Company. Similarly, no company ceased to be a subsidiary or joint venture or associate during the year under review.

Performance and financial position of the subsidiaries

For performance and financial position of individual subsidiaries, the members may refer to the Statement containing salient features of the financial statements of Company's subsidiaries in Form AOC-1 pursuant to Section 129(3) of the Act read with Rule 5 of the Companies (Accounts) Rules, 2015, annexed to the financial statements.

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STATUTORY AUDITORS & THEIR REPORT ON STAND-ALONE FINANCIAL STATEMENTS

M/s. V.V. Kale & Company, Chartered Accountants (Firm Registration Number: 000897N), were appointed as the statutory auditors of the Company in the 39th Annual General Meeting to hold office from the conclusion of that meeting till the conclusion of the 44th Annual General Meeting of the Company.

M/s. V.V. Kale & Company, Chartered Accountants have conveyed eligibility for their continued appointment to act as Statutory Auditors of the Company for the financial year 2021-22.

Statutory Auditors' Report on the Stand-alone Financial Statements for the year under review is with un-modified opinion.

No frauds have been reported under Section 143(12) of the Act by the Auditors of the Company.

Internal Financial Controls over Financial Reporting

The Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2021 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.

In the opinion of the Statutory Auditors of the Company, as expressed by them in their report, the Company has adequate internal financial control systems over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2021.

INTERNAL AUDITORS

During the year under review, M/s. S. S. Kothari Mehta & Co., Chartered Accountants (FRN: 000756N), New Delhi, the internal auditors of the Company conducted periodic audits of the Company. The Audit Committee reviews the detailed Internal Audit reports submitted by the Internal Auditors and takes note of the actions taken on the observations of and recommendations made by them.

Your Directors are confident that there are adequate internal control systems and procedures which are being followed and complied with.

The Company has re-appointed M/s. S. S. Kothari Mehta & Co., Chartered Accountants (FRN: 000756N), as Internal Auditors for the financial year 2021-22.

No frauds have been reported under Section 143(12) of the Act by the Auditors of the Company.

SECRETARIAL AUDITORS & THEIR REPORT

M/s. Chandrasekaran Associates, Company Secretaries, the Secretarial Auditors of the Company, have submitted their report for the financial year ended 31st March, 2021 which is annexed as **Annexure 'A'** and forms part of this Report.

Secretarial Auditors' Report for the year under review is with modified opinion.

The Secretarial Auditors in their report dated 7th August, 2021, had expressed modified opinion in respect of the following points:

1. Pursuant to Regulation 24(1) of the Listing Regulations as the Company has not appointed any one of its Independent Directors in each of its overseas material subsidiaries, i.e. FHCPL and Lexon on their respective Board.

Pursuant to the above opinion, your Directors in their meeting held on 19th February, 2021, appointed Ms. Preeti Gandhi, Independent Non-Executive Director, on the respective Board of the abovenamed subsidiaries.

2. The Audited financial results for the year ended March 31, 2020 were due to be submitted to the stock exchanges on 31.07.2020. The Board has approved the Audited financial results on 12.08.2020 and submitted thereafter. The Company has received show cause notice from both the Stock Exchanges i.e. National Stock Exchange of India Ltd. and BSE Ltd., imposing penalty of Rs. 59000/- each for the late submission of the said Audited Financial Results for the year ended 31st March, 2020.

Pursuant to the above opinion, your Director in their meeting held on 13th September, 2020 informed that the Company has paid the fine as levied by both the Stock Exchanges and that they were conscious of the fact that Annual audited financial results are required to be submitted to the Stock Exchanges within 60 days from the financial year end, i.e. 31st May every year, and due to CoVID-19 pandemic, SEBI had extended the time period for submitting the audited financial results for the year ended 31st March, 2020 up to 31st July, 2020. However, the Company could not finalize the said financial results within the stipulated time due to disruption of work caused by the prolonged lock-down enforced to contain the prevailing global pandemic CoVID-19. Even after the lock-down was relaxed, restriction on movement and non availability of public transportation severely impacted the attendance. Moreover, due to the similar reasons, the Auditors' offices were also sparsely operational for a long time due to which audit was also delayed. Consequently, the Board of Directors of the Company could approve the audited financial results for the year ended 31st March, 2020 on 12th August, 2020. Your Directors emphasize that this instance of non-compliance is an odd occurrence under difficult circumstances beyond the control of the Company and that the Company being a law-abiding corporate citizen would ensure that no such instance occurs in the future.

3. The Statutory Auditors of Leading Hotels Limited, material subsidiary of the Company has resigned w.e.f. February 08, 2021. As per the SEBI Circular dated October 18, 2019, the Audit Committee must take note of the resignation and views of the Audit Committee must be disclosed to the stock exchange as soon as possible but not later than twenty four hours after the date of Audit Committee meeting. However, views of the Audit Committee meeting held on February 13, 2021 were not intimated to the Stock Exchange.

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Pursuant to the above opinion, your Director assure that this omission of intimation to the Stock Exchanges was a rare occurrence and the Company will make sure no such omission happens in the future.

4. As required under Regulation 17(9) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Board of Directors has not laid down procedures about risk assessment and minimization procedures.

Pursuant to the above opinion, your Directors are conscious of the need to periodically undertake the risk assessment, and minimization procedures there-for. During the year under review, your Directors had desired to appoint an outside agency to undertake Evaluation of Risk Assessment and Management Systems of the Company as of 31st March, 2021. However, during the year under review, due to the uncertainties caused by the COVID-19 pandemic, the Company could not make an assessment on the subject. Further, your Directors would like to inform you that the Board of Directors in its meeting held on August 11, 2021 have duly adopted the Risk Management Policy.

5. Under Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the following intimation shall be made to stock exchange within 24 hours of such change, however, the same has been made beyond 24 hours:
- Mr. Prakash Chandra Sharma, Chief Financial Officer resigned from the services of the Company w.e.f. 30.06.2020; however, he was relieved from the office of CFO with effect from 12.09.2020. The Company has made intimation to Stock Exchange on 14.09.2020.
 - Credit Rating received by the Company from CRISIL Limited on 31.08.2020 was intimated to Stock Exchange on 30.09.2020.
 - Disclosure to Stock Exchange regarding appointment of Preeti Gandhi, Independent Director of the Company is incomplete as details whether she is not debarred from holding the office of Director by virtue of any order of SEBI or any other such authority as per Circular of the BSE Limited and the National Stock Exchange of India Limited dated June 20, 2018 is missing.
 - Outcome of the meeting including the financial results for the Quarter ended December 31, 2020 were intimated delayed beyond the period of 30 minutes to the Stock exchanges. Board Meeting ended on 11.44 a.m. and intimated to Stock exchange on 12.38 p.m.

In pursuant to above opinions, the delay in filings and fragmentary information disclosed to the exchange were majorly due to disruption in business operation of the Company due to widespread of COVID-19 and subsequent lockdowns. Your Directors will ensure that no such occurrence incur in the future.

In compliance with Section 204 of the Act, the Company has re-appointed M/s. Chandrasekaran Associates, Company Secretaries, as Secretarial Auditors for the financial year 2021-22.

No frauds have been reported under Section 143(12) of the Act by the Auditors of the Company.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In terms of the provisions of the Act and Article of Association of the Company, Mr. Amritesh Jatia (DIN: 02781300) retires by rotation at the ensuing annual general meeting and, being eligible, offers himself for re-appointment. Accordingly, an appropriate resolution is proposed at Item No. 2 of the Notice convening the ensuing annual general meeting.

Your Directors recommend approving the resolution at Item No. 2 of the accompanying Notice as Ordinary Resolution.

Considering the recommendations of the Nomination and Remuneration Committee, the Board in its meeting held on 11th August, 2021, appointed Dr. Rajeev Uberoi as an Additional Director under Section 161(1) of the Act, in the capacity of Independent Non- Executive Director of the Company for a period of five consecutive years up to 10th August, 2026

Based on the notice received from a shareholder under Section 160 of the Act, and recommendations of the Nomination and Remuneration Committee in its meeting held on 11th August, 2021, the Board proposes to appoint him as an Independent Non- Executive Director subject to approval of shareholders at the ensuing annual general meeting in pursuance of Sections 149, 152 and other applicable provisions of the Act read with rules made thereunder. Though he has enrolled with the Institute of Corporate Affairs but has yet to appear for/qualify the online proficiency self-assessment test, the Board is of the opinion that Dr. Rajeev Uberoi fulfills the conditions specified in the Listing Regulations and the Act and is independent of the Management and that he possesses integrity, expertise and experience required for discharging the responsibilities of Independent Director, and therefore, has included an appropriate resolution for his appointment, as proposed at Item No. 3 of the accompanying Notice for the ensuing Annual General Meeting.

Your Directors recommend approving the resolution at Item No. 3 of the accompanying Notice as Ordinary Resolution.

The above proposals has been duly approved and consented to by the Nomination and Remuneration Committee and the Board of Directors of the Company.

During the year under review, Mr. Dipendra Bharat Goenka, Non-Executive Director (DIN: 01969285) resigned from the office of Director of the Company with effect from 30th April, 2020. Further, Ms. Anita Thapar, Executive Director- Administration and Corporate Co-ordination (DIN: 02171074) of the Company, resigned from the said office effective 1st August, 2020.

Mr. Akhilesh Bhuwarka, (DIN: 02764273) was appointed as an Additional Director in the capacity of Non Executive Director by the Board in its meeting held on 18th June, 2020 and at the 39th AGM held on 24th December, 2020 was appointed as a Director liable to retire by rotation.

Mr. Pinaki Misra, Independent Non-Executive Director (DIN: 00568348), resigned before the expiry of his tenure effective 3rd September, 2020 due to his professional preoccupations and confirmed that there was no other material reason whatsoever for his resignation.

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Later, Mr. Ranjan Kishore Bhattacharya, Independent Non-Executive Director (DIN: 00331394) also resigned before the expiry of his tenure effective 7th September, 2020 due to unavoidable personal circumstances and confirmed that there was no other material reason whatsoever for his resignation.

Ms. Preeti Gandhi (DIN-08552404), was appointed as an Additional Director in the capacity of an Independent Non-Executive Director by the Board in its meeting held on 13th September, 2020 to hold the office for a term of two consecutive years w.e.f. 13th September, 2020 to 12th September, 2022 and at the 39th AGM was appointed as an Independent Non Executive Director.

Subsequent to the end of the year under review, Mr. Dinesh Chandra Kothari, Independent Non-Executive Director (DIN: 00195609) resigned from the said office with effect from 10th August, 2021, before the expiry of his tenure due to unavoidable personal circumstances and confirmed that there was no other material reason whatsoever for his resignation.

In the opinion of the Board of Directors of the Company, all the Independent Non-Executive Directors as on 31st March, 2021, namely Dr. Lalit Bhasin, Mr. Dinesh Chandra Kothari and Ms. Preeti Gandhi, fulfilled the conditions specified in the Listing Regulations and the Act and were independent of the Management during the year under review and continue to be independent during their tenure subsequent to the year under review.

All the Directors of the Company have also given declarations affirming that they are not debarred from holding the office of Director by virtue of any order of SEBI or other such statutory authority as required under the Circular dated 20th June, 2018 issued by BSE Limited and National Stock Exchange of India Limited.

Neither the Managing Director nor the whole-time director of the Company receives any remuneration or commission from any of the Company's subsidiaries, except sitting fee to the then whole-time director.

Mr. Prakash Chandra Sharma, Vice President – Corporate Finance and Chief Financial Officer of the Company resigned from the services of the Company on 30th June, 2020, and vacated the said office effective 12th September, 2020.

Based on the recommendations of the Nomination and Remuneration Committee and the Audit Committee, Mr. Dinesh Bhalotia, designated as Director – Finance & Strategy, was appointed as the Chief Financial Officer of the Company with effect from 13th September, 2020. Further, he resigned from the said office with effect from 28th January, 2021

Based on the recommendations of the Nomination and Remuneration Committee, the Board in its meeting held on 13th September, 2020 extended the tenure of Mr. Dinesh Kumar Jain, Vice-President (Corporate Affairs) & Company Secretary by one year effective 1st October, 2020.

Subsequent to the end of the year under review, Mr. Dinesh Kumar Jain, Vice-President (Corporate Affairs) & Company Secretary resigned from the said office with effect from 8th June, 2021

Based on the recommendations of the Nomination and Remuneration Committee and the Audit Committee, Mr. Ashish Dhanuka designated as Manager (Accounts), was appointed as the Chief Financial Officer of the Company with effect from 24th July, 2021.

Based on the recommendations of the Nomination and Remuneration Committee, Ms. Saumya Goel was appointed as the Company Secretary & Compliance Officer of the Company with effect from 11th August, 2021.

DIRECTORS' RESPONSIBILITY STATEMENT UNDER SECTION 134(5) OF THE COMPANIES ACT, 2013

Pursuant to Section 134(5) of the Act, your Directors confirm as under:

- that in the preparation of the annual accounts for the year ended 31st March, 2021, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any;
- that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year under review and of the loss of the Company for that year;
- that the Directors have taken proper and sufficient care for the 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 fraud and other irregularities;
- that the Directors have prepared the annual accounts for the Financial year ended March 31st, 2021 on a going concern basis;
- that the Directors have laid down internal financial controls that are being followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- that the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and are operating effectively.

Significant accounting policies followed by the Company, and the required disclosures are detailed in the Notes to the Financial Statements. Further, applicable Ind AS and related presentation and disclosure norms have been complied with.

INFORMATION REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO

The information required in terms of Section 134(3)(m) of the Act read with Rule 8(3) of the Companies (Accounts) Rules, 2014, pertaining to the conservation of energy, technology absorption and foreign exchange earnings and outgo, to the extent possible in the opinion of your Directors, and forming part of this Report, is given in **Annexure 'B'**.

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PARTICULARS OF EMPLOYEES & DISCLOSURES UNDER SECTION 197(12) OF THE ACT READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

The information pursuant to Section 197(12) of the Act, read with Rules 5(1), 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, in respect of directors, key managerial personnel and employees of the Company is given in **Annexure 'C'** and **Annexure 'D'** respectively, and forms part of this Report.

CORPORATE GOVERNANCE

Save as otherwise stated above, the Company has complied with the requirements of corporate governance as stipulated in the Listing Regulations.

Pursuant to the provisions of the Listing Regulations, the Corporate Governance Report, together with the Auditors' Certificate thereon, is annexed hereto as **Annexure 'E'** and **Annexure 'F'** respectively.

CORPORATE SOCIAL RESPONSIBILITY

Pursuant to Section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company has re-constituted the Corporate Social Responsibility (CSR) Committee of the Board of Directors, which presently comprises of four members viz. Mr. Shiv Kumar Jatia, Managing Director who chairs the Committee meetings, and Dr. Lalit Bhasin, Dr. Rajeev Uberoi and Ms. Preeti Gandhi, Independent Non-Executive Directors.

In compliance with the provisions of Section 135 of the Act read with the Rules framed there-under and Schedule VII thereto, the CSR Policy of the Company has been uploaded on the website of the Company and can be accessed at <http://www.asianhotelsnorth.com/pdf/CorporateSocialResponsibilityPolicyeffective01042019.pdf>

Salient features of the said policy are as under:

- Defines roles and responsibilities of the CSR Committee;
- All designated CSR activities under the policy are permitted activities under Schedule VII to the Act; and
- The policy lays down a detailed execution, monitoring and reporting mechanism.

Further, the Annual Report on CSR activities in pursuance of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, describing inter-alia the details about the policy developed and implemented by the Company on Corporate Social Responsibility initiatives taken during the year by the Company in implementation of its CSR Policy, the reasons for the unspent amount on CSR, if any and Composition of CSR Committee, is enclosed as **Annexure 'G'**, and forms part of this Report.

RISK MANAGEMENT

Your Directors are conscious of the need to periodically undertake the risk assessment, and minimization procedures there-for.

Your Directors had desired to appoint an outside agency to undertake Evaluation of Risk Assessment and Management Systems of the Company as of 31st March, 2021. However, due to the ongoing uncertainties caused by the COVID-19 pandemic, the Company has been advised to wait for an appropriate time to make an assessment on the subject.

The Board of Directors in its meeting held on 11th August, 2021 placed and approved the Risk Management Policy, pursuant to the provisions of Section 134 of the Companies Act, 2013 to identify and evaluate business risks and opportunities for mitigation of the same on a continual basis. This framework seeks to create transparency, minimize adverse impact on business objective and enhance Company's competitive advantage. In your company, risks are carefully mapped and a risk management framework is involved. The Company is faced with different types of risks, each of such risks requires different approaches for mitigation. Risk Management Policy lays down the process for identification and mitigation of risks. The policy is available on the website of the Company under the link <http://www.asianhotelsnorth.com/pdf/RiskManagementPolicy11082021.pdf>.

Further, based on the market capitalization of the Company, the provisions relating to the formation of a Risk Management Committee is not applicable to the Company.

MEETINGS OF THE BOARD OF DIRECTORS

During the year under review, eight Board meetings were held, details of which are given in the Corporate Governance Report annexed to this Report as **Annexure 'E'**.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations. The Company has established a vigil mechanism and the Board of Directors of the Company had approved and adopted a 'Whistle Blower Policy' which is uploaded on the website of the Company and can be accessed at <http://www.asianhotelsnorth.com/pdf/WhistleBlowerPolicyeffective01042019.pdf>

The 'Whistle Blower Policy' provides that all employees and directors of the Company are eligible to make protected disclosures to the competent authority i.e. the Chairman of the Audit Committee with respect to any improper activity concerning the Company. The policy provides for direct access to the Chairman of the Audit Committee. The mechanism provides for adequate safeguards against victimization of employees and directors to avail the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases.

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During the year under review, neither any case was reported under the Whistle Blower Policy nor was anyone denied access to the said competent authority or the Audit Committee.

ANNUAL RETURN

In terms of Section 92(3) of the Act read Section 134(3)(a) thereof, draft Annual Return of the Company for the year ended 31st March, 2021, in the prescribed Form MGT-7 along with draft Certificate there-for issued by M/s. Sunni Gupta & Associates in Form MGT-8, has been uploaded on the website of the Company and can be accessed at <http://www.asianhotelnorth.com/annual-returns.html>

As soon as the aforesaid Annual Return is filed with the Ministry of Corporate Affairs post annual general meeting, the final Form MGT-7 and Form MGT-8 would be uploaded on the Company's website at the above mentioned link.

BOARD EVALUATION

The Board followed the following mechanism for evaluating the performance of the Board, its Committees and individual directors including the Chairman of the Company:

- a. the Independent Directors through their exclusive meeting evaluate the performance of Non- Independent Directors, the Chairman and the Board as a whole;
- b. the Nomination and Remuneration Committee considers the views of the Independent Directors through their exclusive meeting regarding the performance of Non-Independent Directors and based there-upon makes its recommendations to the Board about their performance;
- c. the Nomination and Remuneration Committee evaluates the performance of Independent Directors and makes its recommendations to the Board about their performance; and
- d. the Board finally evaluates the performance of all individual directors, the Chairman, the Board as a whole and Committees thereof. While evaluating the performance of the Board, it considers the views of the Independent Directors through their exclusive meeting.

The Board of Directors of the Company has in place an evaluation criteria for assessment of its own performance, that of the committees of the Board and the individual directors. Leadership abilities, understanding the business dynamics, strategic planning for sustainable growth and protection of minority shareholders' interest, are the essential criteria of the performance evaluation of the Directors.

The Board in its meeting held on 5th July, 2021, has discussed its overall performance on the parameters as laid down in the Nomination, Remuneration and Evaluation Policy and concluded that the Board and its Committees have been performing satisfactorily. Further, based on the aforesaid policy, and the feedback received from fellow directors, the Board also evaluated the performance of the individual directors (including the Chairman) and found it satisfactory.

There was no action required to be taken during the year under review based on the previous year's observations on the Board Evaluation. Further, no action is proposed to be taken based on the observations on the Board Evaluation for the year under review.

The details of the evaluation criteria are enumerated in the Nomination, Remuneration and Evaluation Policy which can be accessed at: <http://www.asianhotelnorth.com/pdf/NominationRemunerationandEvaluationPolicyeffective01042019.pdf>

DECLARATION BY INDEPENDENT DIRECTORS

During the year under review, all the Independent Non-executive Directors have confirmed and submitted declaration to the effect that they meet the criteria of independence as laid down under Section 149 and 150 of the Act read with rules framed thereunder and other applicable provisions of the Act read with relevant regulations of the Listing Regulations. Independent Non-Executive Directors have also submitted declarations for the financial year 2020-21 confirming that they continue to meet the criteria of independence as laid down under aforesaid provisions.

Further, they have confirmed that they have obtained registration with the Indian Institute of Corporate Affairs as an Independent Director and such registration continues to be valid; and that they shall ensure renewal of such registration within a period of thirty days from the date of its expiry, as applicable; and that they shall pass the Online Proficiency Self-Assessment Test conducted by the abovenamed institute within a period of one year from the date of inclusion of their respective names in the databank, if applicable, in pursuance of Section 150 of the Act read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and the Companies (Creation and Maintenance of Databank of Independent Directors) Rules, 2019.

Further, in terms of Regulation 25(8) of the Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties.

Reliance was placed on these confirmations/declarations while ascertaining the adequacy of number of independent directors for the purposes of compliance with Regulation 17 and other applicable regulations of the Listing Regulations.

All the Independent Directors have also confirmed that they have complied with the Company's code of conduct. In the opinion of the Board, all the independent non-executive directors fulfill the conditions specified under Section 149 of the Act and the Listing Regulations, as amended, and that they are independent of the management. The Board also recommends their continued association with the Company as independent directors. In the opinion of the Board of Directors of the Company, all Independent Directors of the Company have integrity, expertise, experience as prescribed under the Companies (Appointment and Disqualification of Directors) Rules, 2014 read with the Companies (Accounts) Rules, 2014 (including amendment thereof).

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PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All contracts, arrangements or transactions entered in to by the Company during the financial year 2020-21, were in the ordinary course of business and were at an arm's length basis. Relevant Related Party Disclosures under the provisions of the Act and the Listing Regulations, as applicable, are provided in the Note no. 42 to the stand-alone financial statements.

For all foreseeable repetitive related party transactions, prior omnibus approval of the Audit Committee is obtained as per applicable laws, on yearly basis, considering that such approval is in the interest of the Company.

During the year under review, the Company had not entered into any contract, arrangement or transaction with related parties which could be considered material in accordance with the Company's policy on materiality of related party transactions read with the provisions of the Listing Regulations. Accordingly, there are no transactions which are required to be reported in Form AOC-2 in pursuance of Section 188(1) of the Act.

The Policy on the related party transactions is available on the Company's website at http://www.asianhotelnorth.com/pdf/Policy_for_Related_Party_Transactions_effective%2001042019.pdf

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Act, as applicable, are provided in the Note nos. 5, 18 and 21 to the stand-alone financial statements.

NOMINATION, REMUNERATION AND EVALUATION POLICY

The role, responsibilities, powers and terms of reference of the Nomination and Remuneration Committee were in conformity with Section 178 of the Act and Rules made there-under, and Regulation 19 of the Listing Regulations and relevant Schedule thereto, as amended or re-stated from time to time, during the year under review. Moreover, the Board of Directors has ensured that the said policy enumerates the criteria laid down for nomination/selection, appointment, evaluation and remuneration of the directors and key managerial personnel; and determines qualifications, positive attributes and independence of directors and/or key managerial personnel, and is uploaded on the website of the Company at :

<http://www.asianhotelnorth.com/pdf/NominationRemunerationandEvaluationPolicyeffective01042019.pdf>

The salient features of the said policy are as under:

- a) Role of the Nomination and Remuneration Committee
 - Ensure diversity of Board;
 - Formulate criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board their appointment;
 - Identify persons who are qualified to become directors and/or senior management personnel and recommend to the Board their appointment;
 - Recommend to the Board a remuneration policy for the directors, key managerial/senior management personnel; and
 - Specify the manner for effective evaluation of performance of the Board, its committees and each category of directors
- b) Appointment of Directors/KMPs/SMPs as per criteria set-out in the Nomination, Remuneration and Evaluation Policy
- c) Guiding principles for quantum and composition of remuneration, remuneration structure for whole-time directors and non-executive directors
- d) Criteria for evaluation of performance of whole-time directors, non-executive directors and independent non-executive directors

AUDIT COMMITTEE

During the year under review, the Audit Committee comprised of four members namely Dr. Lalit Bhasin, Mr. Dinesh Chandra Kothari and Ms. Preeti Gandhi, Independent Non-executive Directors, and Mr. Shiv Kumar Jatia, Managing Director.

Mr. Dinesh Chandra Kothari, Independent Non-Executive Director, resigned from the office of Director of the Company effective 10th August, 2021 and accordingly, ceased to be member of the Audit Committee. Further, Dr. Rajeev Uberoi was appointed as an Independent Non-Executive Director of the Company on 11th August 2021 and subsequently, on the same day he was co-opted as member of Audit Committee of the Company.

The terms of reference of the Audit Committee and information on the Committee meetings held during the year under review, are detailed in the Corporate Governance Report annexed as **Annexure 'E'** and forms part of this Report.

Further, your Directors would like to inform that all the recommendations made by the Audit Committee during the year under review were duly accepted by the Board.

CHANGE IN THE NATURE OF BUSINESS

During the year under review, there has been no change in the nature of business of the Company.

DEPOSITS

During the year under review, the Company has not invited or accepted deposits covered under Chapter V of the Act and the Rules made thereunder. Further, no deposits are outstanding on the end of financial year 2020-21.

ASIAN HOTELS (NORTH) LIMITED

LISTING ON STOCK EXCHANGES

The equity shares of the Company are listed on The National Stock Exchange of India Limited and BSE Limited. Further, your Directors would like to inform that the Company has paid up to date Annual Listing Fees to the respective Stock Exchanges.

SECRETARIAL STANDARDS

During the year, the Company has complied with the applicable Secretarial Standards issued by the Institute of Companies Secretaries of India (ICSI) and notified by the Ministry of Corporate Affairs.

MANAGEMENT DISCUSSION AND ANALYSIS

Pursuant to Para B of Schedule V to the Listing Regulations, the Management Discussion and Analysis Report is given below:

Industry Structure & Developments and Opportunities & Outlook

The year 2020 was a peculiar year marred by the COVID-19 pandemic and consequent nationwide and worldwide lockdown measures implemented since March, 2020. Economic activities came to a grinding halt during the second quarter of 2020. The global economy contracted by 3.5% in 2020.

India implemented an early and stringent lockdown from late March to May to curb the pace of spread of COVID-19. With the economy brought to a standstill for two complete months, the inevitable effect was a 23.9 % contraction in GDP during Q1: FY 2021 and 7.5 % in Q2: FY 2020-21 due to the stringent lockdown imposed during March-April, 2020. The economy was gradually unlocked since June, 2020 and has experienced a V-shaped recovery since then.

The contact intensive services sector was severely impacted, particularly sub-sectors such as tourism, aviation, and hospitality. The first half of FY 2020-21 saw service sector contract by almost 16% . Gross Value Added (GVA) of service sector is estimated to contract by 8.8 per cent in 2020-21, whereas it grew by 5.5 per cent in 2019-20. It is pertinent to note that while the service sector contracted by over 20 per cent in the Q1 of FY 2020-21, the contraction narrowed to 11.4 per cent in the Q2 of FY 2020-21. This pace of recovery is broadly aligned with high frequency indicators that point to a pick in economic momentum with the measured opening up of the economy from June 2020.

The Economic Survey project India's real GDP to grow by 11% in 2021-22, provided normalisation of economic activities continues and the rollout of COVID-19 vaccines gathers traction. (Source - Economic Survey 2020-21)

The rich and varied culture of India makes it a major travel destination for many international tourists. However, 2020 turned out to be one of the worst years for the country's travel and hospitality sector as a result of the pandemic. Travel restrictions imposed by the Indian government and fears associated with COVID-19 compelled travellers to cancel their business trips, conferences and leisure travels both domestic and international. Summer holiday bookings to destinations within India were cancelled. Most international and domestic flights remained suspended during the two month lockdown from April to May 2020. The latter half of 2020 saw the resumption of domestic leisure travel to many popular leisure destinations and to staycations in primary cities. Despite these positive trends, the Indian hotel industry was staring at a loss of Rs. 90,000 crore in revenue by December 2020 due to the continued curb on travel. The occupancy rate fell to 18%-20% while Revenue Per Available Room (RevPAR) was down by 80%.

With the travel restrictions and limited international travel, the India tourism and hospitality industry is expected to see more of domestic travel and staycations in near future. To boost the sector, travel and hospitality industry has come up with new policies and concepts that prioritise health and hygiene. "Digital" is the new way forward for the industry as many hotels are adopting contactless methods for check-ins, check-outs and payments.

The Indian tourism and hospitality industry has emerged as one of the key drivers of growth among the service sector in India. Tourism in India has significant potential considering the rich cultural and historical heritage, variety in ecology, terrains and places of natural beauty spread across the country. Another factor is India's emergence as a destination to avail world class medical facilities at competitive cost.

Threats, Risks and Concerns

The major threat to the tourism and travel industry is the widespread of COVID-19. Travel restrictions owing to pandemic continue to impact hospitality, travel and tourism sectors within India and around the world. The Indian hospitality industry is undoubtedly one of the biggest casualties of the COVID-19 outbreak as demand has declined to an all-time low. Global travel advisories, suspension of Visas coupled with decline in International tourists even after relaxation in lockdown guidelines has impacted the business of the Company.

Another challenge to the organized hotel industry is the increasing availability of, and guest preference for the serviced apartments for short-term or long-term stay, providing larger rooms and more space with all the luxuries of a premium hotel at a far more competitive rate.

Increased competition in the last few years has eroded the market share of the Company's hotel thus impacting the occupancy levels and room rates. One of the most critical developments shaking up the hospitality industry is the growth of the sharing economy. Airbnb who paved the way in the accommodations sector of the hospitality industry has competition and no longer is the only player.

Talent management is a major challenge for the hospitality sector. Inadequate supply of quality talent and increased competition for talent within the sector and from competing service sectors has made attrition a significant issue to be dealt with.

ASIAN HOTELS (NORTH) LIMITED

Company's strategy for sustained growth in medium to long term

For the sustained growth of an organization, it is imperative that the Company keeps exploring newer opportunities of growth either through expansion or venturing into new projects. In its endeavor for sustained growth, the Board of Directors of the Company is contemplating how to best utilize the additional FAR (Floor Area Ratio) of approx. 30,000 sq. meters which is available to the Company in respect of land where hotel Hyatt Regency Delhi is situated, subject to payment of requisite charges to the authorities concerned.

Review of Operational and Financial performance

The Company achieved aggregate revenue of Rs. 72.58 crore from operations for the year ended 31st March, 2021. The said revenue in the prior year was Rs. 252.39 crore. Detailed discussions are given under 'Financial Results & the State of Company's Affairs' herein-above.

Maintenance of Cost Records

The Company is not required to maintain cost records as per sub-section (1) of Section 148 of the Companies Act, 2013.

Significant Changes in Key Financial Ratios

Key financial ratios for the year under review vis-à-vis prior year are as under:

S.No.	Key Financial Ratio	FY 2020-21	FY 2019-20
i	Operating Profit Margin (%)*	(27.52)	21.75
ii	Net Profit Margin (%)*	(933.70)	(23.65)
iii	Debtors Turnover	4.70	19.66
iv	Inventory Turnover	12.80	24.44
v	Current Ratio#	0.08	0.21
vi	Debt Equity Ratio	2.58	1.43
vii	Interest Coverage Ratio*	(0.38)	0.41
viii	Return on Net Worth (%)*	(187.10)	(9.82)

* During the year under review, the revenue from operations was impacted primarily due to Covid-19 outbreak, resulting in reduced operating profit margin and increased net loss as compared to the prior year. Decrease in profit before interest and depreciation and increase in interest cost has resulted in reduced Interest Coverage Ratio.

#Increased cash loss during the year under review has adversely impacted the Current Ratio.

Segment wise performance

During the year under review, your Company operated an integrated hotel business at only one location i.e. New Delhi. Power generation, the other business segment being pursued by the Company is governed by a different set of risks and returns. Your Company had two Wind Turbine Generators operating in Maharashtra, but the quantum of assets as well as revenue generated was not significant enough for reporting in terms of the applicable Accounting Standard.

Internal Control Systems and their Adequacy

The Company has standard operating procedures for each operational area. It has in place adequate reporting systems in respect of financial performance, operational efficiencies and reporting with respect to compliance of various statutory and regulatory matters. As detailed above, the Internal Auditors have regularly conducted exhaustive audits pertaining to different operational areas and their reports detailing their findings and observations were periodically placed before the Audit Committee. The Audit Committee also takes stock of the actions taken on the observations of and recommendations made by the Internal Auditors.

The Company has in place adequate internal controls and systems and these are operating effectively.

Human Resources and Industrial Relations

An organization's success depends largely on its human resources, its management and good industrial relations. Your Company has always viewed human resource development as a critical activity for achieving its business goals. The Company has maintained cordial industrial relations during the year, and continued to provide comprehensive welfare facilities to its employees to take care of their health, efficiency, economic betterment, etc. and to enable them to give their best at the workplace. It has always supported participative culture in the management of the enterprise through a consultative approach with the collectives, establishing a harmonious relationship for industrial peace leading to higher productivity. Employees' participation is also ensured through information-sharing with collectives and employees on a regular basis while seeking their support, suggestions and cooperation.

The Company has in place a Policy against Sexual Harassment and has also formed an Internal Complaints Committee in compliance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the year under review, no complaint was received in pursuance of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

ASIAN HOTELS (NORTH) LIMITED

The Company enjoys harmonious relationship with its employees. The Company had 577 employees on its rolls as on 31st March, 2021 (previous year end 744)

PROCEEDING UNDER INSOLVENCY AND BANKRUPTCY CODE, 2016

The Company has not made any application or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) ("IBC Code") during the year. Further, at the end of the year, Company does not have any proceedings related to IBC Code.

THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

During the year under review, the Company has not made one time settlement therefore, the same is not applicable

ACKNOWLEDGEMENT

Your Directors place on record their sincere appreciation and gratitude to the Company's valued customers, the Government of India, State Government of Delhi, and the Financial Institutions and Banks for their continued support and confidence in the Company.

Your Directors also place on record their sincere gratitude to Hyatt International for their co-operation and guidance.

Your Directors also commend the sincere efforts put in by the employees at all levels for the growth of the Company.

FOR AND ON BEHALF OF THE BOARD

SHIV KUMAR JATIA
Chairman & Managing Director
DIN: 00006187

Place: New Delhi
Dated : 11th August, 2021

ASIAN HOTELS (NORTH) LIMITED

Form No. MR-3

Secretarial Audit Report

For the Financial Year ended March 31, 2021

[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
Asian Hotels (North) Limited
Bhikaiji Cama Place, M. G. Marg,
New Delhi-110066

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Asian Hotels (North) Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our 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, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended March 31, 2021 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.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2021 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder to the extent of Regulation 76 of Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder 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 (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 to the extent applicable;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; Not Applicable
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; Not Applicable
 - (f) 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 to the extent of securities issued;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; Not Applicable
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; Not Applicable
- (vi) The other laws, as informed and certified by the management of the Company which are specifically applicable to the Company based on their sector/ industry are:
 1. Delhi Eating House Registration Regulation, 1980;
 2. Food Safety & Standard Act, 2006;
 3. The Food Safety and Standard Rules, 2011;and
 4. Delhi Entertainment & Betting Tax Act, 1996.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India and notified by Ministry of Corporate Affairs.
- (ii) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above except delay in filing of few e-forms with the Registrar of Companies and as mentioned below:

1. Pursuant to Regulation 24(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has not appointed Independent Director in each of its overseas material subsidiaries i.e. Finline Hospitality & Consultancy Pte. Ltd., Mauritius and Lexon Hotel Ventures Limited, Mauritius on their respective Board from April 01, 2020 upto February 19, 2021. As confirmed by the Management, the Company has appointed Directors in each of its overseas material subsidiaries i.e. Finline Hospitality and Consultancy Pte. Ltd., Mauritius and Lexon Hotel Ventures Ltd., Mauritius on February 19, 2021

ASIAN HOTELS (NORTH) LIMITED

2. The Audited financial results for the year ended March 31, 2020 were due to be submitted to the stock exchanges on 31.07.2020. The Board has approved the Audited financial results on 12.08.2020 and submitted thereafter. The Company has received show cause notice from both the Stock Exchanges i.e. National Stock Exchange of India Ltd. and BSE Ltd., imposing penalty of Rs. 59000/- each for the late submission of the Audited Financial Results for the year ended 31st March, 2020.
3. The Statutory Auditors of Leading Hotels Limited, material subsidiary of the Company has resigned w.e.f. February 08, 2021. As per the SEBI Circular dated October 18, 2019, the Audit Committee must take note of the resignation and views of the Audit Committee must be disclosed to the stock exchange as soon as possible but not later than twenty four hours after the date of Audit Committee meeting. However, views of the Audit Committee meeting held on February 13, 2021 were not intimated to the Stock Exchange.
4. As required under Regulation 17(9) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Board of Directors the Board of Directors has not laid down procedures about risk assessment and minimization procedures.
5. Under Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the following intimation shall be made to stock exchange within 24 hours of such change, however, the same has been made beyond 24 hours:
 - Mr. Prakash Chandra Sharma, Chief Financial Officer resigned from the services of the Company w.e.f. 30.06.2020; however, he was relieved from the office of CFO with effect from 12.09.2020. The Company has made intimation to Stock Exchange on 14.09.2020.
 - Credit Rating received by the Company from CRISIL Limited on 31.08.2020 was intimated to Stock Exchange on 30.09.2020.
 - Disclosure to Stock Exchange regarding appointment of Preeti Gandhi, Independent Director of the Company is incomplete as details whether she is not debarred from holding the office of Director by virtue of any order of SEBI or any other such authority as per Circular of the BSE Limited and the National Stock Exchange of India Limited dated June 20, 2018 is missing.
 - Outcome of the meeting including the financial results for the Quarter ended December 31, 2020 were intimated delayed beyond the period of 30 minutes to the Stock exchanges. Board Meeting ended on 11.44 a.m. and intimated to Stock exchange on 12.38 p.m.

We 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 (except in cases where meetings were convened at a shorter notice for which necessary approvals obtained as per applicable provisions), 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 at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be.

We 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.

We further report that during the audit period, the Company has following specific events / actions that had a bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.:

1. The Company has received notices from three parties that have moved the National Company Law Tribunal (NCLT) for proceedings under Insolvency and Bankruptcy Code, 2016.
2. The Company has submitted One Time Restructuring Plan and is in discussion with the Bankers. Also, Leading Hotels Limited, material subsidiary has filed for Schedule Commercial Operation Date (SCOD) with Yes Bank Limited.

**For Chandrasekaran Associates
Company Secretaries**

**Shashikant Tiwari
Partner
Membership No. A28994
Certificate of Practice No. 13050
UDIN: A028994C000751518**

**Date: 07.08.2021
Place: Delhi**

ASIAN HOTELS (NORTH) LIMITED

Note:

1. This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.
2. Due to restricted movement amid COVID-19 pandemic, we conducted the secretarial audit by examining the Secretarial Records including Minutes, Documents, Registers and other records etc., and some of them received by way of electronic mode from the Company and could not be verified from the original records. The management has confirmed that the records submitted to us are true and correct. This Report is limited to the Statutory Compliances on laws / regulations / guidelines listed in our report of which, the due date has been ended/expired on or before March 31, 2021 pertaining to Financial Year 2020-21.

Annexure A

The Members

Asian Hotels (North) Limited

Bhikaiji Cama Place, M. G. Marg,
New Delhi-110066

1. 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.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random 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.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. 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 procedures on random test basis.
6. 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.

**For Chandrasekaran Associates
Company Secretaries**

**Shashikant Tiwari
Partner**

**Membership No. A28994
Certificate of Practice No. 13050
UDIN: A028994C000751518**

**Date: 07.08.2021
Place: Delhi**

ASIAN HOTELS (NORTH) LIMITED

ANNEXURE 'B' FORMING PART OF THE DIRECTORS' REPORT

PARTICULARS AS PER SECTION 134 OF THE COMPANIES ACT, 2013 READ WITH RULE 8(3) OF THE COMPANIES (ACCOUNTS) RULES, 2014

A. CONSERVATION OF ENERGY

S.No.	Energy Conservation measures taken/capital investment made during the financial year 2020-21	Impact (Estimated savings during the Financial Year 2020-21)
	<p>Some of the energy conservation measures undertaken during the lockdown in view of COVID 19 across the Company are outlined below:</p> <p>Kitchen undercounter refrigerators were turned off for an approximate period of 3 months due to low demand during lockdown.</p> <p>Seven Kitchen walkin cold rooms were switched off for 3 months completely and material was stocked in other remaining cold rooms.</p> <p>Three guest floors Air Conditioners and lights were disconnected for 3 months during the lockdown in 2020.</p>	<p>This move has resulted into saving approximately Rs 2.4 lacs in 3 months.</p> <p>This move saved about Rs 2.1 lacs in 3 months.</p> <p>The resultant saving was approximately Rs 35 lacs in 3 months.</p>
S.No.	Steps taken by the Company for utilizing alternate sources of energy during the financial year 2020-21	Status
1.	The Company had contract with PTC India Limited and later with APPCPL (Arunachal Pradesh Power Corporation Private Limited) for providing Green power through Open access system. This enables the Company to take power quantum of 1 MW in Open access which has resulted in savings on account of lower units cost as compared to BSES.	Resultant savings during the financial year are approximately Rs. 155 lacs.
S.No.	Additional investment made/proposed during the financial year 2021-22 for 'Sustainability Efforts'	Impact (Estimated savings per annum)
1.	The Company proposed to completely replace the existing cooling towers which are inefficient and old now with new and efficient cooling towers. This replacement would incur an expected capital expenditure of INR 175 lacs. However, due to global pandemic and resultant prolonged lockdowns, the Work could not start so far. If the conditions are conducive, the Company may take up the proposed work to be done in the upcoming winters. Once completed, it will result into major savings towards consumption of energy and water.	The estimated savings, post completion of renovation work, would be approximately Rs. 40 lacs per annum

There is no further proposal for additional investments during the financial year 2021-22.

B. TECHNOLOGY ABSORPTION

In the opinion of the Board, the required particulars, pertaining to technology absorption in terms of Rule 8(3) of the Companies (Accounts) Rules, 2014, are not applicable as hotels form part of the service industry and the Company does not have any significant manufacturing operations.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

- i) The Company has a strong commitment to international business, and is continuously exploring avenues to increase its foreign exchange earnings.
- ii) During the year under review, foreign exchange earnings amounted to Rs.10.32 crore (Rs. 90.30 crore in the prior year) against which the outgo in foreign exchange was equivalent to Rs 0.94 crore (Rs. 22.26 crore in the prior year).
- iii) Details of foreign exchange earnings and outgo are given at Note 39 to the Stand-alone Financial Statements.

ASIAN HOTELS (NORTH) LIMITED

ANNEXURE 'C' FORMING PART OF THE DIRECTORS' REPORT

Disclosure under Section 197(12) of the Companies Act, 2013 (the Act) read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

1. **Ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year ended 31st March,2021:**

Name of the Director	Nature of Directorship	Ratio
Mr. Shiv Kumar Jatia	Chairman & Managing Director	64.76:1
Ms. Anita Thapar*	Executive Director-Administration & Corporate Co-ordination	6.50:1

*Ms. Anita Thapar resigned from the office of Director effective 1st August, 2020

As the Company suffered loss, no commission is payable to the Non-executive Directors for the year under review. Non-executive directors were paid only the sitting fee for attending the meetings of the Board or Committees thereof. Accordingly, the calculation of required ratio, only on the basis of sitting fee paid would not be appropriate.

2. **The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:**

Name of the Director/KMP	Office held	Increase/(Decrease) (%)
Mr. Shiv Kumar Jatia	Chairman & Managing Director	0.00
Ms. Anita Thapar*	Executive Director-Administration & Corporate Co-ordination	(27.99)
Mr. Prakash Chandra Sharma**	Chief Financial Officer	(68.98)
Mr. Dinesh Kumar Jain#	Company Secretary	(27.45)

* Ms.Anita Thapar resigned effective 1st August,2020.

** Mr. Prakash Chandra Sharma resigned effective 12th September,2020.

Mr. Dinesh Kumar Jain resigned effective 8th June, 2021

Mr. Dinesh Bhalotia was appointed as Chief Financial Officer effective 13th September, 2020 and resigned from his office effective 28th January 2021. He received remuneration of Rs. 169493/- during his tenure

Non-executive directors are paid commission on profit as remuneration. Further, they are paid sitting fees for attending the meetings of the Board or Committees thereof. As mentioned above, due to the loss suffered by the Company, no commission is payable to any director in respect of the year under review. Hence, there is no case for increase in remuneration of any non-executive directors.

3. **The percentage increase/(decrease) in the median remuneration of employees in the financial year under review : 7.11%**
4. **The number of permanent employees on the rolls of Company as on 31st March, 2021 : 577**
5. **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:**

Average percentage increase in salary of all employees (other than the Managing Director and Executive Director) during the year under review is 0.2%

There was no increase in the remuneration paid to Mr. Shiv Kumar Jatia, Managing Director, and Ms. Anita Thapar, Executive Director - Administration & Corporate Co-ordination. They were paid their remuneration in accordance with the shareholders' approvals obtained within the limits prescribed under Schedule V to the Act, as applicable. Any component paid in excess is recovered from the concerned person.

6. **Affirmation that the remuneration is as per the remuneration policy of the company:**

The remuneration paid is as per the Nomination, Remuneration and Evaluation Policy of the Company.

ANNEXURE 'D' FORMING PART OF THE DIRECTORS' REPORT

PARTICULARS OF EMPLOYEES PURSUANT TO THE PROVISIONS OF SECTION 197(12) OF THE COMPANIES ACT, 2013, READ WITH RULE 5(2) & 5(3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

S. NO.	NAME	AGE (YRS.)	DESIGNATION/ NATURE OF DUTIES	REMUNERATION (RS.)	QUALIFICATION	EXPERIENCE (YRS.)	DATE OF COMMENCEMENT OF EMPLOYMENT	LAST EMPLOYMENT HELD/DESIGNATION/ PERIOD
TOP TEN EMPLOYEES IN TERMS OF REMUNERATION DRAWN								
1	Shiv Kumar Jatia	68	Chairman and Managing Director	2,33,43,731	B.Com	48	10.04.1981	Industrialist
2	Julian Ayers	55	General Manager	15,957,838	Hotel Management Graduate	21	01.08.2019	Alila Jabal Akhdar Oman Alila Hotels & Resorts – Singapore (6 Yrs 3 months)
3	Ivan Gabriele	49	Executive Chef	5,757,872	Master in Hotel Management	21	10.02.2016	New World Manila Bay Hotel, Philippines, Executive Chef (1 Yr.)
4	Dinesh Kumar Jain	61	Vice President (Corporate Affairs) & Company Secretary	36,72,624	B.Com (H), F.C.S.	42	27.06.2006/ 01.10.2017/ 01.10.2020	RayBan Sun Optics India Limited, Company Secretary & Legal Manager (6 Yrs.)
5	Kunal Dewan	38	Director of Sales & Marketing	3,159,541	Bcom, Post Graduation in International Hospitality	17	22.10.2018	Embassy Group, Head-Luxury Residential Business (4 months)
6	Vipin Vasudeva	58	Vice President - Projects	31,02,228	B.E. (Civil)	35	15.01.2010	Magus Estates and Hotels Limited, Vice President – Projects (5 Yrs.)
7	Deepak Gupta *	44	Group Corporate Finance Head & General Manager-Finance	2,853,574	B.Com (H), A.C.A.	22	01.08.2007	Wel Intertrade Private Limited, Financial Controller (7 Yrs. 8 months)
8	Meenakshi Prabhakar	51	Director of HR	2,579,037	MSc in Clinical Psychology, Diploma in Personal Management and industrial relations.	29	15.03.2017	MDB Group-Delhi, Head Human Resource Corporate (1year)
9	Anil Kumar Khurana	59	Master Indian Chief	2,455,093	B.com, Apprentice Training Maurya Sheraton, AIPT from USA	40	27.08.2004	Hyatt Regency Dubai, Indian Chef (3 months)
10	Vishal Sapra	45	Director of Rooms	2,422,039	IHM, Bachelor of Arts (Tourism Studies)	23	13.11.2017	Hyatt Regency Gurgaon, Director of Rooms (3 years 10 months)
EMPLOYED THROUGHOUT THE YEAR AND IN RECEIPT OF REMUNERATION NOT LESS THAN RS. 102 LAC								
1	Shiv Kumar Jatia	68	Chairman and Managing Director	2,33,43,731	B.Com	48	10.04.1981	Industrialist
2	Julian Ayers	55	General Manager	15,957,838	Hotel Management Graduate	21	01.08.2019	Alila Jabal Akhdar Oman Alila Hotels & Resorts – Singapore (6 Yrs 3 months)
EMPLOYED FOR PART OF THE YEAR AND IN RECEIPT OF REMUNERATION NOT LESS THAN RS. 8.50 LAC PER MONTH								
1	Deepak Gupta	44	Group Corporate Finance Head & General Manager - Finance	2,853,574	B.Com (H), A.C.A.	22	01.08.2007	Wel Intertrade Private Limited, Financial Controller (7 Yrs. 8 months)

Notes:

- Total remuneration comprises Basic Salary, HRA, Special Allowance, Company's contribution to Provident Fund, LTA, Personal pay, Performance incentive, Ex-gratia payment and monetary value of other perquisites, if any, on the basis of Income Tax rules. No commission is payable for the year under review to the Managing Director due to the loss incurred.
- The above named employees are permanent employees of the Company apart from Mr. Shiv Kumar Jatia, Mr. Dinesh Kumar Jain, and Mr. Ivan Gabriele whose appointment is/was on contractual basis.
- None of the above-named employee is a relative of any Director of the Company except Mr. Shiv Kumar Jatia who is the father of Mr. Amritesh Jatia.
- During the year under review, no employee was paid remuneration which was, proportionately in excess of the remuneration paid to the Managing Director.
- Mr. Deepak Gupta resigned with effect from 1st July, 2020.
- Mr. Dinesh Kumar Jain resigned effective 8th June 2021.
- No other employee mentioned herein above, apart from Mr. Shiv Kumar Jatia holds 2% or more equity shares of the Company. Mr. Shiv Kumar Jatia holds 4.41% of the total equity shares of the Company as on 31st March 2021.

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ANNEXURE 'E' FORMING PART OF THE DIRECTORS' REPORT

CORPORATE GOVERNANCE REPORT

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Corporate governance is about commitment to values and ethical business conduct. It implies application of those values and ethics to manage day to day affairs and dealings with all the stakeholders. It is about how an organization is managed. Further, dissemination of timely and accurate information regarding financial position and general state of affairs of the entity is an important part of corporate governance.

The Company is committed to good governance practices while conducting its business and endeavors to uphold the core concept of Corporate Governance. The four pillars, on which the corporate governance rests, are transparency, integrity, accountability and compliance of laws, and Asian Hotels (North) Limited ('the Company'), has imbibed these principles and endeavors to follow these diligently.

Pursuant to the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations), the Company's 'Corporate Governance Report' is given below:

BOARD OF DIRECTORS

In consonance with the requirements of Regulation 17 of the Listing Regulations, the Board of Directors of the Company is constituted of an appropriate mix of executive and non-executive directors on one hand, and an adequate number of independent directors from amongst the non-executive directors, on the other hand, to maintain the Board's independence, and to ensure exercising effective governance and control over its executive functioning. At the beginning of the year under review, the Board had eight directors comprising four independent non-executive directors, two non-executive non-independent directors, and two executive directors – one being the Chairman & Managing Director and the other a whole-time director designated as Executive Director - Administration & Corporate Co-ordination.

During the year under review, there were changes in the composition of Board of Directors of the Company and its constitution was in compliance with the provisions of the Companies Act, 2013 (the Act) and Listing Regulations. The changes in the composition of Board of Directors are given below:

- Mr. Dipendra Bharat Goenka, Non-executive Director resigned from the office of Director of the Company w.e.f. 30th April, 2020;
- Mr. Akhilesh Bhuwalka, was appointed as an Additional Director in the capacity of Non Executive Director by the Board in its meeting held on 18th June, 2020 and at the 39th AGM was appointed as a Director of the Company, liable to retire by rotation;
- Ms. Anita Thapar, Executive Director-Administration & Corporate Co-ordination resigned from the office of Director of the Company effective 1st August, 2020;
- Mr. Pinaki Misra, Independent Non-Executive Director, resigned before the expiry of his tenure from the office of Director of the Company effective 3rd September, 2020 due to his professional preoccupation and confirmed that there was no other material reason whatsoever for his resignation ;
- Mr. Ranjan Kishore Bhattacharya, Independent Non-Executive Director, resigned before the expiry of his tenure from the office of Director of the Company effective 7th September, 2020 due to unavoidable personal circumstances and confirmed that there was no other material reason whatsoever for his resignation-;
- Ms. Preeti Gandhi, was appointed as an Additional Director in the capacity of Non-Executive Independent Director by the Board in its meeting held on 13th September, 2020 to hold office for a term of two consecutive years upto 12th September, 2022 and in the 39th AGM was appointed as an Non-Executive Independent Director of the Company.

At the 39th Annual General Meeting of the Company held on 24th December, 2020, the following resolutions were approved and adopted relating to directorships:

- Mr. Amrithesh Jatia (DIN: 02781300) who retired by rotation, was re-appointed as a director liable to retire by rotation;
- Mr. Akhilesh Bhuwalka (DIN: 02764273), whose term as an Additional Director in the capacity of Non-Executive director expired at the aforesaid meeting, was appointed as a Director of the Company, liable to retire by rotation;
- Ms. Preeti Gandhi (DIN: 08552404), who was appointed as an Additional Director in the capacity of an Independent Non-Executive Director to hold office for a term of two consecutive years from 13th September, 2020 upto 12th September, 2022 and was appointed as an Independent Non-Executive Director of the Company.

The Company follows the prescribed Board procedures and furnishes detailed notes in advance on the businesses to be dealt with at the Board Meetings in terms of Regulation 17 of the Listing Regulations. The Board has been meeting regularly ensuring that the gap between two consecutive meetings does not exceed one hundred and twenty days. The Company was generally in compliance with the requirements of Regulation 17 of the Listing Regulations, as applicable at the relevant time.

During the year under review, eight Board meetings were held respectively on 18th April, 2020; 23rd May, 2020; 18th June, 2020; 18th July, 2020; 12th August, 2020; 13th September, 2020; 12th November, 2020 and 13th February 2021.

Pursuant to the provisions of Para C of Schedule V to the Listing Regulations, the relevant information including the composition of the Board, details of directorships held, committee memberships/chairmanships held, and the attendance of the directors at the Board meetings and the previous Annual General Meeting (AGM) held during the year under review are given below:

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S. No.	Name of the Director & Directors Identification Number @	Category	Board meetings attended vis-à-vis meetings held during their respective tenure including the meeting in which appointed	Last AGM attended: 24 th December, 2020	No. of Directorships held in private companies [^]	No. of Directorships held in public companies [^]	No. of Committee memberships in public companies [^] #	No. of Chairmanship in such Committees [^] #
1.	Mr. Shiv Kumar Jatia (DIN: 00006187)	Executive [Chairman & Managing Director] & Promoter Director	8 of 8	YES	17	3*	4*	1
2.	Dr. Lalit Bhasin (DIN: 00001607)	Independent Non-Executive Director	8 of 8	YES	0	6*	4*	4*
3.	Mr. Dinesh Chandra Kothari (DIN: 00195609)	Independent Non-Executive Director	4 of 8##	YES	5	4	4	1
4.	Mr. Pinaki Misra (DIN: 00568348)	Independent Non-Executive Director	4 of 5~	NO	4	2	3	0
5.	Mr. Ranjan Kishore Bhattacharya (DIN: 00331394)	Independent Non-Executive Director	4 of 5~~	NO	7	1	1	0
6.	Mr. Dipendra Bharat Goenka (DIN: 01969285)	Non-Executive Director	1 of 1\$	NO	0	1	0	0
7.	Mr. Amritesh Jatia (DIN: 02781300)	Non-Executive & Promoter Director	8 of 8	YES	1	3*	1	0
8.	Ms. Anita Thapar (DIN: 02171074)	Executive Director-Administration & Corporate Co-ordination	3 of 4\$\$	NO	3	5	1	0
9.	Mr. Akhilesh Bhuwarka (DIN: 02764273)	Non-Executive Director	5 of 6&	YES	3	1	1	0
10.	Ms. Preeti Gandhi (DIN: 08552404)	Independent Non-Executive Director	3 of 3&&	YES	0	1	2	0

@ Inter-se relationship of directors: Mr. Amritesh Jatia is son of Mr. Shiv Kumar Jatia.

[^] Reflects status as per the latest declarations received from the directors. Includes directorship/membership/chairmanship of the Board/ Committees of Asian Hotels (North) Limited and excludes foreign bodies corporate. Further, directorships include Section 8 companies and companies limited by guarantee.

Only membership and/or chairmanship of Audit Committee and Stakeholders' Relationship Committee in public limited companies have been taken for this purpose. Wherever the director is a chairman of a Committee, it is also reflected in the count for membership of Committees.

~ Mr. Pinaki Misra, Independent Non-Executive Director, resigned from the office of Director of the Company with effect from 3rd September, 2020

~~ Mr. Ranjan Kishore Bhattacharya, Independent Non-Executive Director, resigned from the office of Director of the Company with effect from 7th September, 2020

\$ Mr. Dipendra Bharat Goenka, Non-Executive Director resigned from the office of Director of the Company with effect from 30th April 2020.

\$\$ Ms Anita Thapar, Executive Director-Administration & Corporate Co-ordination resigned from the Office of Director of the Company effective 1st August, 2020

Mr. Dinesh Chandra Kothari, Independent Non-Executive Director, resigned from the office of Director of the Company effective 10th August, 2021.

& Mr. Akhilesh Bhuwarka was appointed as an Additional Director in the capacity of Non Executive Director by the Board in its meeting held on 18th June, 2020 and at the 39th AGM was appointed as a director liable to retire by rotation.

&& Ms. Preeti Gandhi was appointed as an Additional Director in the capacity of Non-Executive Independent director by the Board in its meeting held on 13th September, 2020 to hold the office for a term of two consecutive years ending on 12th September, 2022.

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* Number of Director ships held in public Companies, Number of Committe membership in Public Companies and Number of Chairmanship in such Committees includes Leading Hotels Limited, for which Order under Section 7 of the Insolvency & Bankruptcy Code 2016, has been passed on June 25,2021 for initiating Corporate Insolvency Resolution Process (CIRP).

The number of Directorships, Chairmanships and Committee memberships of each Director is in compliance with the relevant provisions of the Act and the Listing Regulations.

None of the independent non-executive directors is serving as an independent director in more than seven listed companies. Further, none of the directors of the Company holding the position of a whole-time director/Managing Director in any listed company is serving as an independent director in more than three listed companies.

As mandated by the Listing Regulations, none of the Directors of the Company are members of more than ten Board level committees nor are the Chairperson of more than five Board level committees in public limited companies in which they are Directors.

Except Dr. Lalit Bhasin, Mr. Dinesh Chandra Kothari and Mr. Pinaki Misra none of the other Director holds directorship in any other listed company. The detail of directorships held by the aforesaid Directors in other listed companies is given below:

S. No.	Name of Director and Category	Name of the Listed Company where the person is a director * as on 31st March, 2021	Category of Directorship
1.	Dr. Lalit Bhasin, Independent Non-Executive Director	1. Godfrey Phillips India Limited 2. Asian Hotels (West) Limited#	Independent Non- Executive Director Independent Non- Executive Director
2.	Mr. Dinesh Chandra Kothari, Independent Non- Executive Director	Aro Granite Industries Limited	Independent Non- Executive Director
3.	Mr. Pinaki Misra, Independent Non- Executive Director~	W H Brady and Company Limited	Independent Non- Executive Director

* Excludes the Directorship held in Asian Hotels (North) Limited.

~ Mr. Pinaki Misra, Independent Non-Executive Director, resigned from the office of Director of the Company with effect from 3rd September, 2020.

Mr. Lalit Bhasin resigned from the Board of Asian Hotel (West) Limited effective 8th June, 2021.

The Board of Directors have identified the following core skills/expertise/competencies as required in the context of its business for it to function effectively and those actually available with the Board; and the names of the Directors who have/had such skills at the end of the year under review, are tabulated below:

Understanding the business dynamics and global trends	Mr. Shiv Kumar Jatia, Mr. Akhilesh Bhuwalka and Mr. Amritesh Jatia,
Strategic planning for sustainable growth of the Company	Mr. Dinesh Chandra Kothari and Mr. Amritesh Jatia
Governance practices for serving the best interest of all stakeholders	Dr. Lalit Bhasin and Ms. Preeti Gandhi

In the opinion of the Board, all the Independent Non-Executive Directors as on 31st March, 2021, namely Dr. Lalit Bhasin, Mr. Dinesh Chandra Kothari and Ms. Preeti Gandhi fulfilled the conditions specified in the Listing Regulations and the Act and were independent of the Management during the year under review and continue to be independent during their tenure subsequent to the year under review.

Mr. Dinesh Chandra Kothari, Independent Non-Executive Director, resigned before the expiry of his tenure from the office of Director with effect from 10th August, 2021 due to his preoccupations and confirmed that there was no other material reason whatsoever for his resignation.

All the Directors of the Company have affirmed that they are not debarred from holding the office of Director by virtue of any order of SEBI or other such statutory authority.

COMMITTEES OF DIRECTORS

Apart from committees for different operational purposes, the Company's Board has the following Committees constituted in pursuance of various provisions of the Act and the Listing Regulations. All recommendations of the Committees are placed before the Board for approval or information, if required. During the year under review, all the recommendations of/submissions by the Committees which were mandatorily required, were accepted by the Board.

a) Audit Committee:

At the commencement of the year under review, the Committee comprised of four members namely Dr. Lalit Bhasin, Mr. Dinesh Chandra Kothari and Mr. Ranjan Kishore Bhattacharya, Independent Non-executive Directors, and Mr. Shiv Kumar Jatia, Managing Director. During the year under review, Mr. Ranjan Kishore Bhattacharya resigned from the office of Director effective, 7th September, 2020 and accordingly ceased to be member of the Audit Committee. Further, Ms. Preeti Gandhi, was appointed as Independent Non-executive Director of the Company on 13th September, 2020 and Subsequently, on the same day she was co-opted as member of Audit Committee of the Company.

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The Chairman of the Audit Committee also attended the last Annual General Meeting of the Company held on 24th December, 2020.

The Chief Financial Officer of the Company and the Audit Partner/representative(s) of the Statutory Auditors are the permanent special invitees to the committee meetings unless otherwise decided by the Committee.

The terms of reference of the Committee, its role, responsibilities, powers, and terms of reference are in consonance with the provisions of Section 177 and other applicable provisions of the Act and rules made thereunder; Regulation 18 and other applicable provisions of the Listing Regulations and relevant Schedule thereto; and relevant provisions of the SEBI (Prohibition of Insider Trading) Regulations, 2015, as amended or re-stated from time to time.

Major terms of reference of the Audit Committee are extracted below:

- Oversight of financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
- Reviewing with the management the annual financial statements and auditor's report thereon before submission to the Board for approval;
- Evaluation of internal financial controls;
- Reviewing financial statements of unlisted subsidiaries;
- Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
- Reviewing implementation/compliance of the Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of Trading by Insiders (the Insider Trading Code); and
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors to the Company.

Dr. Lalit Bhasin, Independent Non-Executive Director, an eminent lawyer, is the Chairman of the Audit Committee. He is Chairman/member of Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee of several listed and un-listed companies. Mr. Kothari is a Chartered Accountant and has rich experience in financial restructuring. Mr. Kothari is member of Audit Committee and Stakeholders' Relationship Committee of another listed company. Mr. Ranjan Kishore Bhattacharya is a graduate in economics and holds a post graduate diploma in Hotel Management. Mr. Bhattacharya has vast experience in the hospitality industry. Ms. Preeti Gandhi is a Law Graduate, her expertise vest in counseling the management while balancing legal expertise and business judgement. Mr. Shiv Kumar Jatia, Chairman & Managing Director of the Company is an industrialist of high repute and has rich business experience in managing many private as well as public/listed companies.

The Company Secretary acts as Secretary to the Committee.

Mr. Dinesh Chandra Kothari, Independent Non-Executive Director, resigned from the office of Director of the Company effective 10th August, 2021 and accordingly, ceased to be member of the Audit Committee. Further, Dr. Rajeev Uberoi was appointed as Independent Non-Executive Director of the Company on 11th August, 2021 and subsequently, on the same day he was co-opted as member of Audit Committee of the Company.

During the year under review, eight meetings of the Committee were held respectively on 18th April, 2020; 23rd May, 2020; 18th June, 2020; 18th July, 2020; 12th August, 2020; 13th September, 2020; 12th November, 2020 and 13th February 2021 and the gap between two consecutive Audit Committee Meetings did not exceed one hundred and twenty (120) days. The composition of the Committee and attendance of the member directors at the Audit Committee meetings is as under:

<i>Name of the Director</i>	<i>Category</i>	<i>No. of Meetings Attended</i>
Dr. Lalit Bhasin	Independent Non-Executive Director; Chairman of the Committee	8 of 8
Mr. Dinesh Chandra Kothari	Independent Non-Executive Director	6 of 8
Mr. Ranjan Kishore Bhattacharya	Independent Non-Executive Director	4 of 5
Mr. Shiv Kumar Jatia	Executive & Promoter Director	8 of 8
Ms. Preeti Gandhi	Independent Non-Executive Director	2 of 2

b) Stakeholders' Relationship Committee:

The roles, responsibilities, powers and terms of reference of the Stakeholders' Relationship Committee have been as defined in and in conformity with the provisions of Section 178 and other applicable provisions of the Act read with Regulation 20 and other applicable provisions of the Listing Regulations, as amended or re-stated from time to time.

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Major terms of reference of the Stakeholders' Relationship Committee are extracted below:

- Look into various aspects of shareholders' interests;
- Redressal of investors' grievances;
- Ensuring effective measures and initiatives for reducing quantum of unclaimed dividend; and
- Consider and approve issuance of share certificates and transmission etc of shares.

At the commencement of the year under review, the Committee comprised of five members namely Mr. Dinesh Chandra Kothari and Mr. Pinaki Misra, Independent Non-Executive Directors, Mr. Amrutesh Jatia, Non-Executive Director, Mr. Shiv Kumar Jatia, Managing Director and Ms. Anita Thapar, Executive Director-Administration & Corporate Co-ordination. Mr. Dinesh Chandra Kothari continues to act as the chairman of the Committee. The Committee meets once every quarter and the quorum requires presence of at least two members, including an independent non-executive director. During the year under review, Ms. Anita Thapar and Mr. Pinaki Misra resigned from the office of Directors of the Company effective, 1st August, 2020 and 3rd September, 2020, respectively and accordingly ceased to be member of Stakeholders' Relationship Committee. Further, Mr. Akhilesh Bhuwalka, Non – Executive Director and Ms. Preeti Gandhi, Independent Non-executive Director appointed to the Board respectively, on 18th June, 2020 and 13th September, 2020 and Subsequently, Mr. Akhilesh Bhuwalka and Ms. Preeti Gandhi were co-opted as members of Stakeholders' Relationship Committee on 13th September, 2020.

The Chairman of the Stakeholders' Relationship Committee also attended the last Annual General Meeting of the Company held on 24th December, 2020.

The Committee's primary responsibility is to supervise redressal of shareholders' grievances. It acts as a catalyst for matters concerning shareholders and is quite proactive in its approach. There were no complaints which were lying unresolved or unattended at the beginning of the year, the Company received 18 complaints during the year under review, which were appropriately attended and/or resolved. There was no complaint lying unresolved or unattended as at the year end.

The Company Secretary acts as Secretary to the Committee.

Mr. Dinesh Chandra Kothari, Independent Non-Executive Director, resigned from the office of Director of the Company effective 10th August, 2021 and accordingly, ceased to be member of the Stakeholders' Relationship Committee. Further, Dr. Rajeev Uberoi was appointed as Independent Non-Executive Director of the Company on 11th August, 2021 and subsequently, on the same day he was co-opted as member of Stakeholders' Relationship Committee of the Company.

During the year under review, four meetings of the Committee were held respectively on 18th June, 2020; 12th August, 2020; 12th November, 2020 and 13th February, 2021.

The composition of the Committee and attendance of the member directors at the Stakeholders' Relationship Committee meetings is as under:

Name of the Director	Category	No. of Meetings Attended
Mr. Dinesh Chandra Kothari	Independent Non-Executive Director; Chairman of the Committee	1 of 4
Mr. Pinaki Misra	Independent Non-Executive Director	2 of 2
Mr. Shiv Kumar Jatia	Executive & Promoter Director	4 of 4
Mr. Amrutesh Jatia	Non-executive & Promoter Director	4 of 4
Ms. Anita Thapar	Executive Director	1 of 1
Mr. Akhilesh Bhuwalka	Non – Executive Director	1 of 2
Ms. Preeti Gandhi	Independent Non-Executive Director	2 of 2

c) **Nomination and Remuneration Committee:**

The role, responsibilities, powers and terms of reference of the Nomination and Remuneration Committee were in conformity with Section 178 of the Act and Rules made there-under, and Regulation 19 of the Listing Regulations and relevant Schedule thereto, as amended or re-stated from time to time, during the year under review. Moreover, the Board of Directors has ensured that the Nomination, Remuneration and Evaluation Policy of the Company is updated to conform to the aforesaid provisions, which inter-alia details the criteria for performance evaluation of the independent directors.

The Board followed the following mechanism for evaluating the performance of the Board, its Committees and individual directors including the Chairman of the Company:

- a) the Independent Directors through their exclusive meeting evaluate the performance of Non- Independent directors, the Chairman and the Board as a whole;

- b) the Nomination and Remuneration Committee considers the views of the Independent Directors through their exclusive meeting regarding the performance of Non-Independent Directors and based there-upon makes its recommendations to the Board about their performance;
- c) the Nomination and Remuneration Committee evaluates the performance of Independent Directors and makes its recommendations to the Board about their performance; and
- d) the Board finally evaluates the performance of all individual directors, the Chairman, the Board as a whole and Committees thereof. While evaluating the performance of the Board, it considers the views of the Independent Directors through their exclusive meeting.

The Board of Directors of the Company has in place an evaluation criteria for assessment of its own performance, that of the committees of the Board and the individual directors. Leadership abilities, understanding the business dynamics, strategic planning for sustainable growth and protection of minority shareholders' interest, are the essential criteria for the performance evaluation of the directors.

The Board in its meeting held on 5th July, 2021, has discussed its overall performance on the parameters as laid down in the Nomination, Remuneration and Evaluation Policy, as amended and adopted by the Board in its meeting held on 12th February, 2019, and concluded that the Board and its Committees have been performing satisfactorily. Further, based on the aforesaid policy, and the feedback received from fellow directors, the Board also evaluated the performance of the individual directors (including the Chairman) and found it satisfactory.

There was no action required to be taken during the year under review based on the previous year's observations on the Board Evaluation. Further, no action is proposed to be taken based on the observations on the Board Evaluation for the year under review.

The details of the evaluation criteria are enumerated in the Nomination, Remuneration and Evaluation Policy which can be accessed at <http://www.asianhotelsnorth.com/pdf/NominationRemunerationandEvaluationPolicyeffective01042019.pdf>

The salient features of the said policy including the role and responsibility of the Nomination and Remuneration Committee are as under:

- a) Role of the Nomination and Remuneration Committee
 - Ensure diversity of Board;
 - Formulate criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board their appointment;
 - Identify persons who are qualified to become directors and/or senior management personnel and recommend to the Board their appointment;
 - Recommend to the Board a remuneration policy for the directors, key managerial/senior management personnel; and
 - Specify the manner for effective evaluation of performance of the Board, its committees and each category of directors
- b) Appointment of directors/KMPs/SMPs as per criteria set-out in the Nomination, Remuneration and Evaluation Policy
- c) Guiding principles for quantum and composition of remuneration, remuneration structure for whole-time directors and non-executive directors
- d) Criteria for evaluation of performance of whole-time directors, non-executive directors and independent non-executive directors

At the commencement of the year under review, the Committee comprised of three independent non-executive directors as its members, viz. Dr. Lalit Bhasin, as chairman of the Committee, and Mr. Dinesh Chandra Kothari and Mr. Ranjan Kishore Bhattacharya as its members. Any two members form the quorum. During the year under review, Mr. Ranjan Kishore Bhattacharya resigned from the office of Director effective, 7th September, 2020, accordingly ceased to be a member of the Committee, Subsequently, Mr. Amrithesh Jatia, Non – Executive & Promoter Director has been co-opted as a Member of the Nomination and Remuneration Committee vide Circular Resolution No.25/2020-21 dated 11th September, 2020 which was approved on 12th September 2020. Further, Ms. Preeti Gandhi, Independent Non-executive Director was appointed on 13th September, 2020 and subsequently, co-opted as member of Nomination and Remuneration Committee as on 13th September, 2020.

The Chairman of the Nomination and Remuneration Committee also attended the last Annual General Meeting of the Company held on 24th December, 2020.

The Company Secretary acts as the secretary to the Committee

Mr. Dinesh Chandra Kothari, Independent Non-Executive Director, resigned from the office of Director of the Company effective 10th August, 2021 and accordingly, ceased to be member of the Nomination and Remuneration Committee. Further, Dr. Rajeev Uberoi was appointed as Independent Non-Executive Director of the Company on 11th August, 2021 and subsequently, on the same day he was co-opted as member of Nomination and Remuneration Committee of the Company

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During the year under review, four meetings of the Committee were held respectively on 18th June, 2020; 12th August, 2020; 13th September, 2020 and 12th November, 2020. The composition of the Committee and attendance of the member directors at the Nomination and Remuneration Committee meetings is as under:

Name of the Director	Category	No. of Meetings Attended
Dr. Lalit Bhasin	Independent Non-Executive Director; Chairman of the Committee	4 of 4
Mr. Dinesh Chandra Kothari	Independent Non-Executive Director	3 of 4
Mr. Ranjan Kishore Bhattacharya	Independent Non-Executive Director	1 of 2
Ms. Preeti Gandhi	Independent Non-Executive Director	1 of 1
Mr. Amritesh Jatia	Non-executive & Promoter Director	2 of 2

d) Corporate Social Responsibility (CSR) Committee:

At the commencement of the year under review, the CSR Committee, constituted under Section 135 of the Act, comprised Mr. Shiv Kumar Jatia, Managing Director, who chairs the Committee meetings, and Dr. Lalit Bhasin, Mr. Dinesh Chandra Kothari and Mr. Pinaki Misra, Independent Non-executive Directors as its members. The role, responsibilities, powers and terms of reference of the Committee are in consonance with Section 135 of the Act and the rules made there-under. Quorum for the Committee meetings is two members. During the year under review, Mr. Pinaki Misra resigned from the office of Director of the Company effective, 3rd September, 2020 and accordingly ceased to be member of Corporate Social Responsibility Committee, Further, Ms. Preeti Gandhi, Independent Non-executive Director was appointed on 13th September, 2020 and Subsequently, co-opted as member of the Corporate Social Responsibility Committee.

All activities envisaged to be undertaken under the Company's CSR Policy are covered as permitted activities under Schedule VII to the Act.

The Committee is entrusted with the task of ascertaining the amount which the Company is supposed to spend on CSR activities during a particular year in pursuance of Section 135(5) of the Act and recommend how and through which institutions, the permitted activities should be undertaken, and to allocate the amount of expenditure to be incurred on each of such activities. Further, the Committee is entrusted to monitor the progress of the designated projects and ensure that the funds allocated are appropriately utilized for the designated projects/activities.

Salient features of the said policy are as under:

- Defines roles and responsibilities of the CSR Committee;
- All designated CSR activities under the policy are permitted activities under Schedule VII to the Act.; and
- The policy lays down a detailed execution, monitoring and reporting mechanism.

Mr. Dinesh Chandra Kothari, Independent Non-Executive Director, resigned from the office of Director of the Company effective 10th August, 2021 and accordingly, ceased to be member of the Corporate Social Responsibility Committee. Further, Dr. Rajeev Uberoi was appointed as Independent Non-Executive Director of the Company on 11th August, 2021 and subsequently, on the same day he was co-opted as member of Corporate Social Responsibility Committee of the Company

During the year under review, only one meeting of the Committee was held on 12th August, 2020, The composition of the Committee and attendance of the member directors at the CSR Committee meeting is as under:

Name of the Director	Category	No. of Meetings Attended
Mr. Shiv Kumar Jatia	Executive & Promoter Director and Chairman of the Committee	1 of 1
Dr. Lalit Bhasin	Independent Non-Executive Director	1 of 1
Mr. Dinesh Chandra Kothari	Independent Non-Executive Director	1 of 1
Mr. Pinaki Misra	Independent Non-Executive Director	0 of 1
Ms. Preeti Gandhi	Independent Non-Executive Director	N.A.

DIRECTORS' REMUNERATION

The remuneration package of the whole-time directors comprises a fixed component in the form of salary, perquisites and allowances, and in case of adequacy of profit, may include on case to case basis, a variable component of commission on profit.

Non-executive directors, i.e. directors other than the managing director/whole-time director are entitled to remuneration by way of commission on profit. Effective 1st April, 2019, the non-executive directors are entitled to remuneration by way of commission on profit for a period of five years in such a manner that the aggregate of commission payable to all such non-executive directors does not exceed 1% of the net profit of the Company computed in terms of Section 198 of the Act, with the liberty to the Board to vary the amount or proportion payable to each one of the non-executive directors every year provided that individually none of such directors receives a sum exceeding Rs. 7,50,000/- in respect of any financial year. However, in view of the loss suffered by the Company in respect of the year under review, no commission could be provided/paid to the non-executive directors.

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In addition to the above, non-executive directors are entitled to sitting fees for the meetings of the Board and the Committees thereof attended by them and reimbursement of expenses, if any, in connection therewith.

No stock option was offered to the directors or employees of the Company. In fact, the remuneration structure of executive as well as non-executive directors, as detailed above, does not provide for stock options. The notice period and severance fee are governed by the terms and conditions described in the respective resolutions and the Company policy in respect thereof.

Details of remuneration and sitting fees paid/payable to the directors for the year under review are given below:

REMUNERATION & SITTING FEES (In Rs.)				
Name of Director	Salary & Perks	Commission	Sitting Fees[^]	Total
Mr. Shiv Kumar Jatia*	2,33,43,731	0	0	2,33,43,731
Dr. Lalit Bhasin	0	0	7,00,000	7,00,000
Mr. Dinesh Chandra Kothari**	0	0	5,25,000	5,25,000
Mr. Pinaki Misra [§]	0	0	2,75,000	2,75,000
Mr. Ranjan Kishore Bhattacharya ^{\$\$}	0	0	3,50,000	3,50,000
Mr. Amritesh Jatia	0	0	0	0
Mr. Akhilesh Bhuwalka [~]	0	0	1,25,000	1,25,000
Ms. Preeti Gandhi ^{~~}	0	0	2,00,000	2,00,000
Mr. Dipendra Bharat Goenka ^{##}	0	0	0	0
Ms. Anita Thapar [#]	23,42,856	0	0	23,42,856
Grand Total	2,56,86,587	0	21,75,000	2,78,61,587

*Re-appointed for another term of three years from 1st April, 2019 till 31st March 2022 in the 37th annual general meeting.

**Resigned with effect from 10th August 2021.

§ Resigned with effect from 3rd September 2020.

\$\$ Resigned with effect from 7th September 2020

~Appointed with effect from 18th June 2020 as a director.

~~Appointed with effect from 13th September,2020 for a term of two consecutive year ending on 12th September,2022.

Resigned from the office of Director effective 30th April, 2020.

#Resigned with effect from 1st August, 2020.

[^]Excluding Service Tax/GST, as applicable

OTHER BOARD RELATED DISCLOSURES

Exclusive Meeting of the Independent Directors of the Company

Pursuant to Schedule IV to the Companies Act, 2013 and Regulation 25 of the Listing Regulations, during the year under review, an exclusive meeting of the independent directors was held on 12th August, 2020 for the Financial Year 2020-21, inter-alia to review the performance of directors other than independent directors, and the Board as a whole; to review the performance of the Chairperson of the Company; taking into account the views of executive directors and non-executive directors and to assess the quality, quantity and timeliness of flow of information between the Company management and the Board. All Independent Directors namely, Dr. Lalit Bhasin, Mr. Dinesh Chandra Kothari, Mr. Pinaki Misra and Mr. Ranjan Kishore Bhattacharya attended the said meeting.

Familiarization Programme for Independent Directors

The Company, in pursuance of Regulation 25(7) of the Listing Regulations, has in place a Familiarization Programme for its independent directors to familiarize them with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company etc. Such Policy on Familiarization Programme has been uploaded on the website of the Company and can be accessed at :

<http://www.asianhotelnorth.com/pdf/PolicyonFamiliarisationProgrammeforIndependentDirectors.pdf>

During the year under review, a Familiarization Programme was conducted for the benefit of the independent directors on 30th March, 2021. The said Programme was attended by Dr. Lalit Bhasin and Ms. Preeti Gandhi. The details of such Familiarization Programmes have been uploaded on the website of the Company and can be accessed at :

<https://www.asianhotelnorth.com/pdf/PolicyonFamiliarisationProgrammeforIndependentDirectors.pdf>

As mandated, the Company has issued formal letters of appointment to its independent directors. General terms and conditions of appointment of independent directors are available on the website of the Company and can be accessed at :

https://www.asianhotelnorth.com/pdf/detail_of_familiarisation_programme_for_ids_as_on_30032021.pdf

ASIAN HOTELS (NORTH) LIMITED

Shareholding of Non-Executive Directors

As on 31st March, 2021, none of the Non-Executive Directors held any equity share in the Company.

GENERAL BODY MEETINGS

<i>Financial Year</i>	<i>Nature of Meeting</i>	<i>Venue</i>	<i>Date</i>	<i>Time</i>
2017-18	37 th AGM [^]	Hotel Hyatt Regency Delhi, Bhikaiji Cama Place , M.G. Marg, New Delhi- 110066	31.07.2018	11.30 a.m.
2018-19	38 th AGM*	-do-	27.08.2019	10.30 a.m.
2019-20	39 th AGM#	Held through video conferencing or other audio visual means at Hotel Hyatt Regency Delhi, Bhikaiji Cama Place, M.G. Marg, New Delhi- 110066 which was the deemed venue of the meeting.	24.12.2020	11.30 a.m.

[^] Following three businesses were placed before, and were approved by the shareholders as special resolutions:

1. Re-appointment of Mr. Shiv Kumar Jatia (DIN: 00006187) as Managing Director of the Company from 1st April, 2019 to 31st March, 2022 and terms and conditions of such re-appointment including for payment of remuneration;
2. Payment of remuneration to non-executive directors by way of commission on profit not exceeding 1% of the net profit of the Company for the relevant year, such authorisation being for a period of five years effective 1st April, 2019; and
3. Authorisation to give loan; give guarantee or provide security in connection with a loan to any other body corporate or person; and acquire by way of subscription, purchase, or otherwise, the securities of any other body corporate in pursuance of Section 186 of the Companies Act, 2013, not exceeding Rs. 1500 crore.

The business proposed at Item No. 3 above was required to be dealt with through a postal ballot process but it was transacted at the 37th annual general meeting held on 31st July, 2018, as the Company had provided the facility of voting by electronic means including remote e-voting as well as instant electronic voting at that meeting in compliance of proviso to sub-section (1) of Section 110 of the Act. None of the other resolutions were required to be put through postal ballot.

* No special resolution was proposed at the 38th AGM.

During the financial year 2018-19, the Company conducted a postal ballot process as initiated by the Board in its meeting held on 12th February, 2019, inter- alia to secure shareholders' approval for the following businesses by means of separate special resolutions:

1. Continuation of Dr. Lalit Bhasin (DIN: 00001607) as Independent Non-executive Director pursuant to Regulation 17(1A) of the Listing Regulations;
2. Re-appointment of Dr. Lalit Bhasin* (DIN: 00001607) for second term of five consecutive years as an Independent Non-executive Director; and
3. Re-appointment of Mr. Dinesh Chandra Kothari* (DIN: 00195609) for second term of five consecutive years as an Independent Non-executive Director.

*Completed their initial term on the conclusion of the 38th AGM.

The Company, following the due procedure described under the extant rules applicable for postal ballot under the Act, had provided the facility of e-voting to the shareholders through Karvy Fintech Pvt. Ltd. (Karvy) [now known as KFin Technologies Private Limited] in addition to physical voting through postal ballot. The Notice of Postal Ballot dated 12th February, 2019, was sent to the shareholders, whose names appeared in the Register of Members/List of Beneficial Owners as at the close of business hours on Friday, the 15th February, 2019, and accordingly, the voting rights were reckoned on the paid up value of shares registered in the name of the shareholders/beneficial owners as on the said date. Last date of receipt of the Postal Ballot Forms was Tuesday, the 26th March, 2019. Dr. S. Chandrasekaran (FCS 1644, CP No. 715), Senior Partner, and in his absence Mr. Shashikant Tiwari (FCS 28994, CP No. 13050), Partner, M/s Chandrasekaran Associates, Company Secretaries were appointed as the Scrutinizer to conduct the postal ballot process in fair and transparent manner. The Scrutinizers submitted their report on Thursday, the 28th March, 2019.

Ms. Anita Thapar, Executive Director-Administration & Corporate Co-ordination, received the Scrutinizer's Report, as authorized by the Board of Directors, and based upon the said report, announced the results of the postal ballot at the Registered Office of the Company on Thursday, the 28th March, 2019 at 4.00 p.m.

ASIAN HOTELS (NORTH) LIMITED

The voting pattern for the said postal ballot was as under:

Particulars	Resolution No. 1		Resolution No. 2		Resolution No. 3	
	No. of members voted	Votes held by them	No. of members voted	Votes held by them	No. of members voted	Votes held by them
Total No. of Members who voted, and shares held by them	201	1,41,08,654	201	1,41,08,654	201	1,41,08,654
Less: No. of Members, and their Invalid/Rejected Votes	7	526	7	526	7	526
Less: No. of Members, and votes not exercised or partially exercised by them	8*	533	8*	533	6#	479
Total No. of Valid Votes Cast	187*	1,41,07,595	187*	1,41,07,595	189#	1,41,07,649
Valid Votes Cast in favour of the resolution	164	1,41,06,858	164	1,41,06,858	168	1,41,07,439
Valid Votes Cast against the resolution	23	737	23	737	21	210

*One Member who holds 10 shares partially exercised his voting right for 2 shares only and not exercised his voting right for 8 shares.

#One Member who holds 10 shares partially exercised his voting right for 3 shares only and not exercised his voting right for 7 shares.

The result of the said postal ballot was communicated to BSE Limited and The National Stock Exchange of India Limited, where the equity shares of the Company are listed. The said results were displayed on the website of the Company (www.asianhotelsnorth.com) and on the website of Karvy ([www.evoting@karvy.com](mailto:evoting@karvy.com)).

No special resolution was passed at the 39th AGM. During the financial year 2019-20, no postal ballot exercise was undertaken by the Company.

During the year under review, no postal ballot exercise was undertaken by the Company. Further, there is no immediate proposal for passing any resolution through postal ballot. None of the businesses proposed to be transacted at the ensuing Annual General Meeting require passing a resolution through Postal Ballot.

SUBSIDIARY COMPANIES

The Company holds 100% equity as well as preference capital in Finline Hospitality & Consultancy Pte. Ltd., Mauritius (FHCPL). FHCPL holds 80% equity stake in Lexon Hotel Ventures Ltd., Mauritius (Lexon), and Lexon in turn holds 99.76% equity stake in Leading Hotels Limited (Leading), an Indian subsidiary. Thus FHCPL has 79.81% economic interest in Leading.

Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed on June 25, 2021 for initiating Corporate Insolvency Resolution Process (CIRP) for Leading Hotels Limited, the material subsidiary of the Company. IRP has been appointed and CIRP process has been started.

The Audit Committee of the Company reviews financials of its subsidiaries, especially the significant transactions and arrangements including investments made by the subsidiaries, while considering the consolidated accounts. Minutes of the Board meetings of the subsidiaries are periodically placed and taken note of by the Board of the Company.

Based on the financial statements for the year ended 31st March, 2021, of the above named subsidiaries and the consolidated financial statements of the Company for the year ended as on that date, FHCPL, Lexon and Leading are material subsidiaries of the Company.

MATERIAL DISCLOSURES

Code of Conduct

The Board of Directors of the Company had approved and adopted a Code of Conduct, namely 'AHNL Code of Conduct', applicable to all the Board Members and Senior Management Personnel and the same is uploaded on the website of the Company and can be accessed at <http://www.asianhotelsnorth.com/pdf/CodeofConducteffective01042019.pdf>

All concerned have affirmed their compliance with the said Code during the year under review. As required, a declaration to this effect by the Chairman & Managing Director of the Company is annexed to this report as **Annexure I**.

Conflict of Interest

Based on the disclosures received by the Board from the Company's Senior Management Personnel, none of the Senior Management Personnel had any material financial or commercial transactions wherein they had personal interest that could have a potential conflict with the interest of the Company at large.

Independence of Directors

During the year under review, all independent non-executive directors have confirmed and submitted declaration to the effect that they meet the criteria of independence as laid down under Section 149 and 150 and rules framed thereunder and other applicable provisions of the Act read with relevant regulations of the Listing Regulations. Independent non-executive directors have also submitted declarations for the financial year 2021-22 confirming that they continue to meet the criteria of independence as laid down under aforesaid provisions.. Further, they have confirmed that they have obtained registration with the Indian Institute of Corporate Affairs as an Independent Director and such registration continues to be valid; and that they shall ensure renewal of such registration within a period of thirty days from the date of its expiry, as applicable; and that they shall pass the Online Proficiency Self-Assessment Test conducted by the above named institute within a period of two years from the date of inclusion of their respective names in the databank, if applicable, in pursuance of Section 150 of the Act read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and the Companies (Creation and Maintenance of Databank of Independent Directors) Rules, 2019, Further, in terms of Regulation 25(8) of the Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Reliance was placed on these confirmations/declarations while ascertaining the adequacy of number of independent directors for the purposes of compliance with Regulation 17 and other applicable regulations of the Listing Regulations.

In the opinion of the Board, the independent non-executive directors fulfill the conditions specified under Section 149 of the Act and the Listing Regulations, as amended, and that they are independent of the management.

Related Party Transactions

The Board of Directors of the Company had approved and adopted 'Policy for Related Party Transactions', which has been uploaded on the website of the Company and can be accessed at

https://www.asianhotelnorth.com/pdf/Policy_for_Related_Party_Transactions_effective%2001042019.pdf

There were no materially significant related party transactions that may have had potential conflict with the interest of the Company at large. Details of related party transactions i.e. transactions of the Company with its promoters, directors, key managerial personnel or their relatives and subsidiaries of the Company are detailed under Note 42 to the Stand-alone Financial Statements. The Board certifies that these transactions are in the ordinary course of business, and are on an arm's length basis. These transactions have been approved by the Audit Committee and the Board of Directors from time to time. Save as otherwise detailed above, the directors and key managerial personnel had no pecuniary relationship or transactions with the Company during the year under review.

Policy for Determining Material Subsidiaries

In compliance with Regulation 24 of the Listing Regulations, the audit committee of the Company reviews the consolidated financial statements of the Company and the investments made by its unlisted subsidiary companies. The minutes of the Board meetings along with a report on significant developments of the unlisted subsidiary companies are periodically placed before the Board of Directors of the Company.

The Board of Directors of the Company had approved and adopted 'Policy for Determining Material Subsidiaries', which has been uploaded on the website of the Company and can be accessed at

<https://www.asianhotelnorth.com/pdf/PolicyforDeterminingMaterialSubsidiarieseffective01042019.pdf>

Legal Compliances

Timely compliance of multifarious and complex regulatory framework is always a challenge. Compliance status of all applicable laws is reviewed by the Board on quarterly basis. In the opinion of your Directors, there has been no significant non-compliance by the Company during the last three years in general, more-so in terms of Para C(10)(b) of Schedule V to the Listing Regulations.

Further, the Company has generally been in compliance with corporate governance requirements as specified in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the Listing Regulations except few cases of non-compliance which has been mentioned in the Directors Report along with management's reply on the same.

Risk Assessment and Minimization Procedures

The Company's Board is conscious of the need to periodically undertake the risk assessment, and minimization procedures there-for.

The Board of Directors of the Company had desired to appoint an outside agency to undertake Evaluation of Risk Assessment and Management Systems of the Company as of 31st March, 2021. However, due to the ongoing uncertainties caused by the COVID-19 pandemic, the Company has been advised to wait for an appropriate time to make an assessment on the subject.

The Board of Directors in its meeting held on 11th August, 2021 placed and approved the Risk Management Policy, pursuant to the provisions of Section 134 of the Companies Act, 2013 to identify and evaluate business risks and opportunities for mitigation of the same on a continual basis. This framework seeks to create transparency, minimize adverse impact on business objective and enhance Company's competitive advantage. In your company, risks are carefully mapped and a risk management framework is involved. The Company is faced with different types of risks, each of such risks requires different approaches for mitigation. Risk Management Policy lays down the process for identification and mitigation of risks.

However, based on the market capitalization of the Company, the provisions relating to the formation of a Risk Management Committee are not applicable to the Company.

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Whistle Blower Policy/Vigil Mechanism

Pursuant to Section 177(9) and 177(10) of the Act and Regulation 22 of the Listing Regulations, the Company has formulated Whistle Blower Policy with vigil mechanism for the Directors and Employees of the Company to report to the management about the genuine concerns, unethical behaviour, fraud or violation of Company's Code of Conduct, leakage, or suspected leakage of Unpublished Price Sensitive Information with respect to the Company. The Board of Directors of the Company had approved and adopted a 'Whistle Blower Policy' which is uploaded on the website of the Company and can be accessed at

<https://www.asianhotelsnorth.com/pdf/WhistleBlowerPolicyeffective01042019.pdf>

The 'Whistle Blower Policy' provides that all employees and directors of the Company are eligible to make protected disclosures to the competent authority i.e. the Chairman of the Audit Committee with respect to any improper activity concerning the Company. The policy provides for direct access to the Chairman of the Audit Committee. During the year under review, neither any case was reported under the Whistle Blower Policy nor was anyone denied access to the said competent authority or the Audit Committee.

The details of establishment of the above vigil mechanism forms part of the Directors' Report.

Code on Insider Trading/Fair Disclosures

The Board of Directors of the Company had approved and adopted code of conduct for prohibition of insider trading, namely 'Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of Trading by Insiders'.

'Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of Trading by Insiders', inter-alia prohibits dealing in securities of the Company by designated persons who are in possession of unpublished price sensitive information in relation to the Company. The said Code lays down the procedures to be followed, and disclosures to be made while dealing in the securities of the Company. Further, in pursuance of Regulation 9A(5) of the SEBI (Prohibition of Insider Trading) Regulations, 2015 (the Insider Trading Regulations), the Board has also approved and adopted 'The Policy for Procedure of Inquiry in case of Leak of Unpublished Price Sensitive Information' which forms part of the said Code. The Company Secretary monitors the implementation and compliance of the same.

To align the said Code with the extant statutory and regulatory framework, the Board of Directors vide circular resolution approved on 25th December, 2019, amended the same and adopted it effective 26th December, 2019, by including the requisite provisions of Chapter IIIA of the Insider Trading Regulations.

'The Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information', as amended, and 'Policy for Determination of Legitimate Purposes', which forms part of the aforesaid Code, is uploaded on the website of the Company and can be accessed at <http://www.asianhotelsnorth.com/pdf/CodeofFairDisclosureeffective01042019.pdf>

Disclosure on Accounting Treatment/Accounting Policies

There has been no change in the accounting policies and practices save as detailed in Notes to the Financial Statements. Further, there is no accounting matter/transaction wherein a treatment different from that prescribed in the extant Accounting Standards has been followed while preparing the financial statements for the year under review.

Disclosure on Commodity Price Risk/Foreign Exchange Risk/Hedging Activities

The Company has not entered into any derivative contract during the year under review.

Details of un-hedged foreign currency exposure of the Company are given in Note 40 to the Stand-alone Financial Statements.

CEO/CFO Certification

A certificate, in accordance with the requirements of Regulation 17(8) read with Part B of Schedule II to the Listing Regulations, duly signed by the Chairman & Managing Director in respect of the financial statements for the year under review was placed before the Board and was taken on record.

*As the office of the Chief Financial Officer was vacant at the time of furnishing this certificate to the Board of Directors, therefore the certificate has been signed by the Chairman & Managing Director only.

The Company has duly appointed Mr. Ashish Dhanuka as CFO with effect from 24th July, 2021.

Total fees paid/payable to the Statutory Auditors

The details of total fees for all services paid/payable by the Company and its subsidiaries, on a consolidated basis, to the Statutory Auditors and all entities in the network firm/network entity of which the Statutory Auditor is a part, are as follows:

Particulars	Amount (Rupees in Lacs including GST)
Fee for the statutory audit and limited reviews for the financial year 2020-21	21.24
Tax Audit Fee for the financial year 2020-21	2.36
Fee for Certification work, advisory & valuation and XBRL filing during the financial year 2020-21	-
Out of pocket expenses during the financial year 2020-21	-
Fees for the statutory audit for the financial year 2020-21 paid/payable by Leading Hotels Limited	1.42
Total	25.02

ASIAN HOTELS (NORTH) LIMITED

Complaints pertaining to sexual harassment

During the year under review, no complaint was received in pursuance of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Credit Ratings

The details of credit ratings obtained by the Company during the year under review are given below:

- Brickwork Ratings India Private Limited vide letter dated 19th August, 2020, has downgraded the credit rating of the Company from BWR BB Negative to BWR B Negative in respect of Term Loan and Cash Credit/Overdraft aggregating Rs. 421.24 crore;
- CRISIL Limited vide Rating Rationale dated 31st August, 2020, has downgraded the credit rating of the Company from CRISIL B/ Stable to CRISIL B-/Stable Issuer not cooperating for Term Loan and Cash Credit/Overdraft aggregating Rs. 410 crore;

Certificate from a Company Secretary in Practice

M/s. Chandrasekaran Associates, Practicing Company Secretaries, has issued a certificate as required under the Listing Regulations, confirming that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as director of companies by the SEBI/Ministry of Corporate Affairs or any such statutory authority.

The aforesaid certificate is enclosed as **Annexure II** to this report.

SHAREHOLDERS' INFORMATION

Profile of Directors seeking appointment/re-appointment

Mr. Amrutesh Jatia, a Non- Executive and Promoter Director retires by rotation at the ensuing annual general meeting and being eligible, is proposed to be re-appointed.

Dr. Rajeev Uberoi (DIN:01731829), who was appointed as Additional Director (categorized as an independent non-executive director) in pursuance of Section 161(1) read with Section 149(6) of the Act on 11th August 2021, is proposed to be appointed as Independent Non-Executive Director for a continuous period of five year effective 11th August 2021 pursuant to Section 149(6) of the Act.

Detailed profiles of the above named Director seeking re-appointment is given on page no. 9, as part of Notice convening the forthcoming annual general meeting in compliance with Regulation 36(3) of the Listing Regulations and Secretarial Standard on General Meetings (SS-2).

Means of Communication

Presently, the quarterly financial results are published in the Business Standard (English and Hindi). All official declarations, notices or news releases are first forwarded to the Stock Exchanges and, if considered necessary, subsequently released to the media. Further, all periodic statutory reports including the quarterly/half yearly/yearly financial results and other official news releases are uploaded on the Company's official website www.asianhotelsnorth.com

Annual General Meeting

Day, Date & Time: Wednesday, the 29th September, 2021 at 11.00 A.M

Venue: The meeting shall be held through video conferencing or other audio visual means and the Company's registered office at Bhikaji Cama Place, M.G. Marg, New Delhi – 110 066 shall be the deemed venue of the meeting

Financial Year/Calendar

The Company follows 1st April to 31st March as its financial year.

The calendar for the current financial year 2021-22 is proposed as under:

Financial Reporting for the quarter ending 30 th June, 2021	On 11 th August, 2021
Financial Reporting for the half year ending 30 th September, 2021	On or before 14 th November, 2021
Financial Reporting for the third quarter ending 31 st December, 2021	On or before 14 th February, 2022
Financial Reporting for the year ending 31 st March, 2022	On or before 30 th May, 2022

Book Closure	From Thursday, the 23rd September,2021 to Wednesday, the 29th September,2021 (inclusive of both days)
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Dividend Payment Date

No dividend is proposed for the year under review.

Listing on Stock Exchanges

BSE Limited

Phiroz Jeejeebhoy Towers
Dalal Street, Mumbai - 400 001; and

The National Stock Exchange of India Limited

Exchange Plaza, 5th Floor, Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E), Mumbai – 400 051

The Company has paid up to date Annual Listing Fees to the respective Stock Exchanges.

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During the year under review, there was no instance of suspension of trading in the Company's shares by the stock exchanges.

Scrip Code/Scrip ID

BSE - 500023/ASIANHOTNR
NSE - 233/ASIANHOTNR

International Securities Identification Number

(ISIN) for Equity shares

INE 363A01022

Stock Market Data

The monthly high and low quotations as well as the volume of shares traded at BSE Limited and The National Stock Exchange of India Limited are as follows:

Month	BSE Limited			The National Stock Exchange of India Limited		
	Month's High Price (Rs.)	Month's Low Price (Rs.)	Volume (In Nos.)	Month's High Price (Rs.)	Month's Low Price (Rs.)	Volume (In Nos.)
Apr 2020	74.95	65.05	103496	74.00	61.25	525631
May 2020	66.15	44.75	294241	68.80	44.20	1748021
Jun 2020	62.10	49.00	77345	63.80	48.10	673432
Jul 2020	62.40	45.00	158776	62.20	51.60	746915
Aug 2020	66.90	47.25	132666	68.90	53.30	829207
Sep 2020	68.40	51.90	68398	64.70	52.75	197248
Oct 2020	65.70	44.25	27851	63.80	47.60	167013
Nov 2020	62.15	50.05	33144	64.70	50.55	177500
Dec 2020	79.00	51.75	110569	86.70	54.25	590307
Jan 2021	79.70	65.00	21264	83.30	64.30	268125
Feb 2021	76.80	67.90	30050	75.80	65.10	129412
Mar 2021	76.95	56.10	50996	77.70	58.00	268040

Source: www.bseindia.com & www.nseindia.com

Share Price performance in comparison to S & P BSE SENSEX & NSE NIFTY 50

MONTH	S & P BSE SENSEX		NSE NIFTY 50	
	HIGH	LOW	HIGH	LOW
Apr 2020	33887.25	27500.79	9889.05	8055.80
May 2020	32845.48	29968.45	9598.85	8806.75
Jun 2020	35706.55	32348.10	10553.15	9544.35
Jul 2020	38617.03	34927.20	11341.40	10299.60
Aug 2020	40010.17	36911.23	11794.25	10882.25
Sep 2020	39359.51	36495.98	11618.10	10790.20
Oct 2020	41048.05	38410.20	12025.45	11347.05
Nov 2020	44825.37	39334.92	13145.85	11557.40
Dec 2020	47896.97	44118.10	14024.85	12962.80
Jan 2021	50184.01	46160.46	14753.55	13596.75
Feb 2021	52516.76	46433.65	15431.75	13661.75
Mar 2021	51821.84	48236.35	15336.30	14264.40

ASIAN HOTELS (NORTH) LIMITED

Category wise shareholding

CATEGORY	As on 31 st March, 2021		As on 31 st March, 2020	
	No. of shares held	% of shareholding	No. of shares held	% of shareholding
A. Promoters Shareholding				
- Indian	1449591	7.45	1704591	8.76
- Foreign	9830025	50.53	9830025	50.53
Total Promoters shareholding	11279616	57.98	11534616	59.29
B. Public Shareholding				
- Mutual Funds/Financial Institutions/Banks and Insurance Companies	25997	0.13	25997	0.13
- FIIIs	1714	0.01	2714	0.01
- NRIs -repatriable basis	1406543	7.23	1100281	5.66
- non-repatriable basis	91991	0.47	55335	0.29
- Bodies Corporate (Domestic)	2447596	12.58	2829674	14.55
- Bodies Corporate (Foreign)	690802	3.55	690802	3.55
- Individuals (Indian Public)	3358208	17.26	2753898	14.16
- Clearing Members	8037	0.04	333389	1.71
Investor Education and Protection Fund	142725	0.73	125123	0.64
Shares in Unclaimed Suspense A/c	0	0.00	#1400	0.01
Total Public shareholding	8173613	42.02	7918613	40.71
GRAND TOTAL*	19453229	100.00	19453229	100.00

#These shares relate to a single shareholder which were transferred from the Unclaimed Suspense Account to IEPF on 28th November, 2020. There was no claim received or settled during the year under review.

Since the shares were transferred to IEPF, the unclaimed account was closed.

*There are no outstanding warrants/depository receipts/convertible instruments which may have impact on the equity.

Share Transfer System

To expedite the transfer of shares in physical form, authority has been delegated at two levels:

- i) Stakeholders' Relationship Committee comprising of Directors; and
- ii) Executive Share Transfer Committee comprising of executives of the Company.

During the year under review, the transfer/transmission of shares and deletion of names etc. received in physical form was given effect to on a weekly basis to ensure compliance with the Listing Regulations.

Securities and Exchange Board of India ("SEBI") has mandated that effective 1st April, 2019, securities of listed companies can be transferred only in dematerialized form, and accordingly, the Company and its RTA has stopped accepting any fresh lodgement of transfer of shares in physical form. Members holding shares in physical form are advised to dematerialize their securities.

Share Transfer Agent

KFin Technologies Private Limited
Selenium Tower B, Plot Number 31 & 32
Financial District, Nanakramguda
Serilingampally Mandal, Hyderabad – 500 032
Toll free number **1- 800-309-4001**
<https://www.kfintech.com> and / or <https://ris.kfintech.com/> e-mail : einward.ris@kfintech.com

Dematerialization of Shares/liquidity

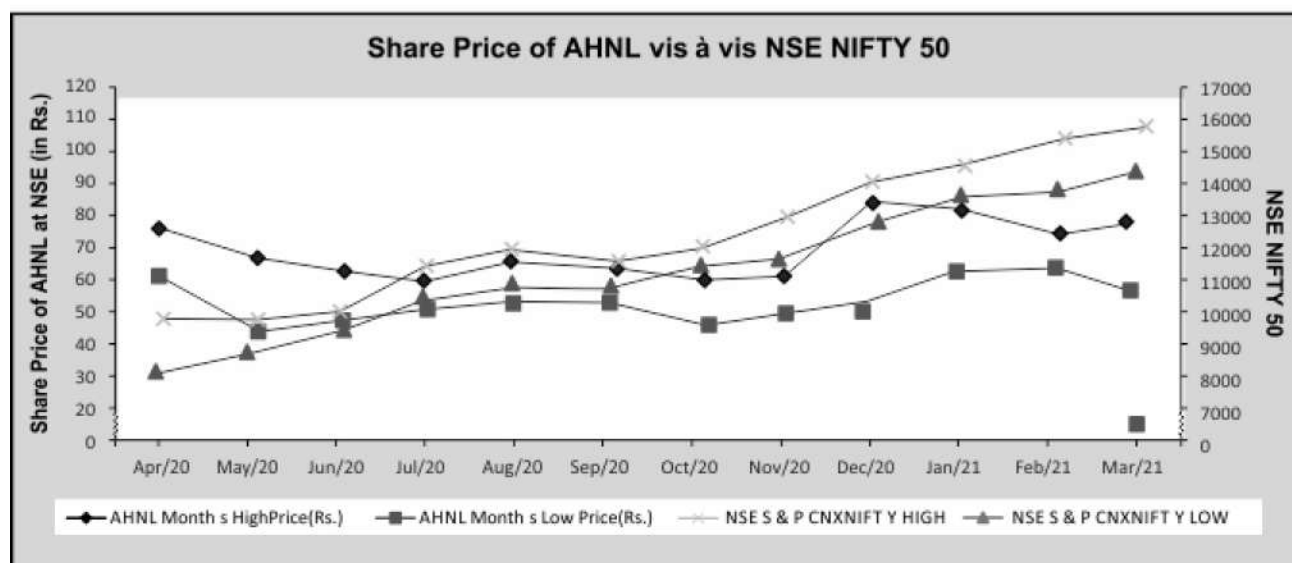
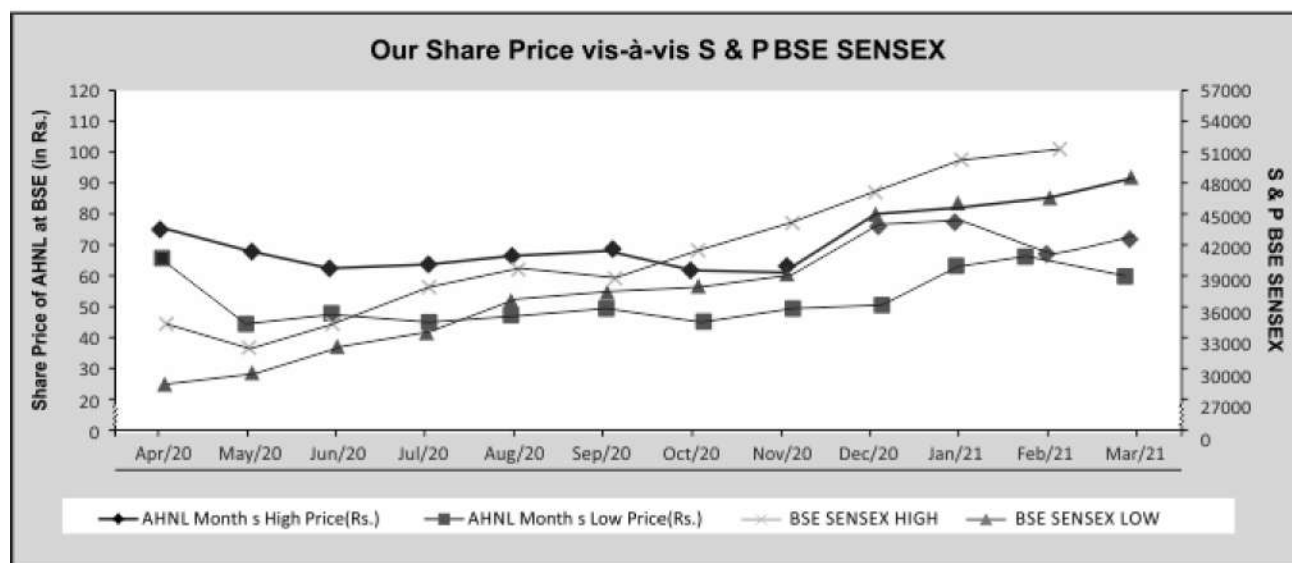
19297807 shares (equivalent to 99.20%) of the total outstanding shares of the Company are held in dematerialized form as on 31st March, 2021. During the year under review, the Company's shares were frequently traded in terms of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

Dividend Information

The Company keeps uploading regularly, on its website as also on the website of the Ministry of Corporate Affairs, Government of India (MCA), complete details of unpaid/unclaimed dividends from time to time. Further, in an endeavor to serve its shareholders, the Company has been notifying the shareholders about the dividends which remain unpaid/unclaimed, by sending them individual reminders from time to time.

ASIAN HOTELS (NORTH) LIMITED

Share Price performance in comparison to S & P BSE SENSEX & NSE NIFTY 50



Distribution of shareholders

Number of equity shares held	As on 31st March, 2021				As on 31st March, 2020			
	No. of Shareholders	% of Total Shareholders	Number of shares held	% Share holding	No. of Shareholders	% of Total Shareholders	Number of shares held	% Share holding
Up-to 500	11397	96.18	660153	3.39	11117	96.19	622857	3.20
501 – 1000	243	2.05	179567	0.92	223	1.93	160644	0.83
1001 – 2000	92	0.78	131758	0.68	89	0.77	125217	0.64
2001 – 3000	31	0.26	79821	0.41	32	0.28	78590	0.40
3001 – 4000	17	0.14	58638	0.30	15	0.13	51954	0.27
4001 – 5000	7	0.06	32176	0.16	4	0.04	18309	0.10
5001 – 10000	14	0.12	112353	0.58	20	0.17	158298	0.81
10001 – above	49	0.41	18198763	93.55	57	0.49	18237360	93.75
TOTAL	11850	100	19453229	100	11557	100	19453229	100

ASIAN HOTELS (NORTH) LIMITED

Any amount described under Section 125(2) of the Act, including dividend, which remains unpaid/unclaimed for a period of seven years from the date of transfer to unclaimed dividend account is required to be transferred by the Company in accordance with the provisions of Section 124(5) of the Act, to the Investor Education and Protection Fund (IEPF) established by the Central Government. Accordingly, during the year under review, the unpaid/unclaimed dividend for the financial year 2012-13 was transferred to the IEPF. Further, Section 124(6) of the Act requires that all shares in respect of which dividend has been unpaid/unclaimed for a period of seven consecutive years shall also be transferred to IEPF Authority.

Accordingly, during the year under review, the unpaid/unclaimed dividend for the financial year 2012-13 was transferred to the IEPF Authority. Moreover, 17742 equity shares, held by 218 beneficial owners/shareholders of the Company, in respect of which dividend for the relevant financial year ended 31st March, 2013 remained unpaid/unclaimed consecutively for a period of seven years up-to 28th November, 2020, were also transferred to IEPF Authority.

The members who have a claim on above dividends and shares may claim the same from IEPF Authority by submitting an online application in the prescribed Form No. IEPF-5 available on the website www.iepf.gov.in and sending a physical copy of the same, duly signed, to the Company along with requisite documents enumerated in the Form No. IEPF-5.

Attention of the members is therefore drawn to the fact that unpaid/unclaimed dividend pertaining to the financial year ended 31st March, 2014 is due for transfer to the IEPF, and therefore, any claim in respect thereof should be lodged as advised below failing which shares relating thereto shall be liable to be transferred to the IEPF Authority:

Unpaid/Unclaimed Amount*	Due date for transfer to IEPF Authority	Date by which claim should be lodged
Dividend for the financial year ended 31st March, 2014	31.10.2021	20.10.2021

*No dividend has been paid by the Company for the FY 2014-15 onwards

Shareholders are advised to write to the Company or to the Registrar & Transfer Agent requesting for fresh warrants by providing details of their Folio No./Client ID, No. of shares held by them etc. enclosing a signed cancelled cheque, self attested copy of PAN and proof of address.

Further, the members' attention is also drawn that shares in respect of which dividend remains unpaid/unclaimed for the financial year ended 31st March, 2014 up to the due date of 31st October, 2021, shall also be liable for transfer to IEPF Authority, in accordance with the aforesaid provisions.

Plant Location

The Company primarily operates in one business segment i.e. Hospitality/Hotel Operations, and presently owns only one five-star deluxe hotel, namely

HOTEL HYATT REGENCY DELHI

Bhikaiji Cama Place,
M. G. Marg, New Delhi -110 066

Address for Correspondence

The investors may forward their queries to the Company at its registered office address given below. However, queries pertaining to shareholding, transfer, transmission, dividend etc., may be addressed directly to the Registrar & Transfer Agent.

Registered Office

ASIAN HOTELS (NORTH) LIMITED

Bhikaiji Cama Place, M. G. Marg,
New Delhi – 110 066
Telephone No.: 91 11 66771225-1226
Fax No.: 91 11 26791033
Email Id.: investorrelations@ahlnorth.com

Adoption of Discretionary Requirements as specified in sub-regulation 1 of Regulation 27 read with Part E of Schedule II to the Listing Regulations	<p>The Company has an Executive Chairperson in Mr. Shiv Kumar Jatia who is Chairman & Managing Director.</p> <p>The Company has so far not implemented the non-mandatory requirement of sending half yearly financial performance including summary of significant events to each household of shareholders, as specified in sub regulation 1 of Regulation 27 read with Part E of Schedule II to the Listing Regulations.</p> <p>The Company is conscious of the modified opinion expressed by its Auditors and Secretarial Auditors, and is making concerted efforts to correct the position.</p> <p>The Internal Auditors of the Company report directly to the Audit Committee and present their reports at its meetings.</p>
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ASIAN HOTELS (NORTH) LIMITED

ANNEXURE I TO THE CORPORATE GOVERNANCE REPORT

Date: 11th August, 2021

The Board of Directors
Asian Hotels (North) Limited
Bhikaji Cama Place
M.G. Marg
New Delhi – 110 066

Subject: Code of Conduct – Declaration under Para D of Schedule V and other applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations)

Dear Sirs/Madam,

This is to certify that pursuant to Para D of Schedule V and other applicable regulations of the Listing Regulations, the Board of Directors has adopted a Code of Conduct for its members and senior management personnel and that all concerned have affirmed having complied with the said Code of Conduct for the financial year ended 31st March, 2021.

SHIV KUMAR JATIA
CHAIRMAN & MANAGING DIRECTOR
DIN: 00006187

ANNEXURE II TO THE CORPORATE GOVERNANCE REPORT

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) read with Schedule V Para C sub clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members,
Asian Hotels (North) Limited
Bhikaji Cama Place, M. G. Marg
New Delhi - 110066

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Asian Hotels (North) Limited and having CIN L55101DL1980PLC011037 and having registered office at Bhikaji Cama Place, M. G. Marg New Delhi - 110066 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status* at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority:

S. No.	Name of Directors	DIN	Date of appointment in Company
1.	Lalit Bhasin	00001607	24/05/2000
2.	Shiv Kumar Jatia	00006187	06/12/1980
3.	Dinesh Chandra Kothari	00195609	12/02/2010
4.	Preeti Gandhi	08552404	13/09/2020
5.	Akhilesh Bhuwalka	02764273	18/06/2020
6.	Amritesh Jatia*	02781300	05/12/2016

***DIN status of Mr. Amritesh Jatia (DIN: 02781300) is deactivated at the MCA portal i.e. www.mca.gov.in due to non-filing of DIR-3 KYC.**

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Chandrasekaran Associates
Company Secretaries

Shashikant Tiwari
Partner
Membership No. A28994
Certificate of Practice No. 13050
UDIN: A028994C000751573

Date: 07.08.2021
Place: Delhi

ASIAN HOTELS (NORTH) LIMITED

ANNEXURE 'F' FORMING PART OF THE DIRECTOR'S REPORT

AUDITORS' CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To the Members of
Asian Hotels (North) Limited,

We have examined the compliance of conditions of Corporate Governance by **Asian Hotels (North) Limited**, for the year ended 31st March, 2021 as per the Regulations 17 to 27 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and amendments thereof.

The compliance of conditions of Corporate Governance is the responsibility of the Company's Management. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (incl. any amendment thereof) read with Uniform Listing Agreement executed by the Company with the Stock Exchanges.

We state that, such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For V.V. Kale and Company,
Chartered Accountants
Firm Registration Number: 000897N

Vijay V. Kale
(Partner)
M.No: 080821

Place:New Delhi
Date: 11th August, 2021
UDIN: 21080821AAABIV4599

ASIAN HOTELS (NORTH) LIMITED

ANNEXURE 'G' FORMING PART OF THE DIRECTORS' REPORT ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. CSR Policy - Brief outline and Overview

The Board of Directors, on recommendation of the CSR Committee, has formulated a CSR Policy. As per the policy statement, an action plan in pursuance of Policy has been formulated, which shall include the following:

- The list of CSR projects or programmes that are approved to be undertaken in areas or subjects specified in schedule VII of the Act;
- The manner of execution of such projects or programmes as specified in the said Rules;
- The modalities of utilization of funds and implementation schedules for the projects or programmes.
- Monitoring and reporting mechanism for the projects or programmes; and
- Details of need and impact assessment, if any, for the projects undertaken by the Company

The brief outline of the Company's CSR Policy forms part of the Directors' Report and the Company's CSR Policy is uploaded on the website of the Company under the web-link

https://www.asianhotelsnorth.com/pdf/CSR_Policy_effective_01.04.2021.pdf

2. Composition of the CSR and Sustainability Committee as on 31st March, 2021:

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Shiv Kumar Jatia (Chairman of the Committee)	Chairman & Managing Director		1
2	Dr. Lalit Bhasin	Independent Non-Executive Director		1
3	Mr. Dinesh Chandra Kothari*	Independent Non-Executive Director	1	1
4	Ms. Preeti Gandhi	Independent Non-Executive Director	0	0

*Resigned from the office of Director effective 10th August 2021

3. Provide the web-link where composition of CSR and Sustainability Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company : https://www.asianhotelsnorth.com/pdf/CSR_Policy_effective_01.04.2021.pdf

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):

Not Applicable.

5. Details of the amount available for set off in pursuance of sub-rule (3) of Rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs.)	Amount required to be set-off for the financial year, if any (in Rs.)
Not Applicable			

6. Average net profit of the company as per section 135(5) :

Not Applicable since the average net profit for the last three financial years (preceding the financial year under review) is negative.

- Two percent of the average net profits of the Company as per Section 135(5) : Not Applicable
- Surplus arising out of the CSR projects or programmes or activities of the previous financial years : Not Applicable
- Amount required to be set off for the financial year, if any : Not Applicable
- Total CSR obligation for the financial year (7a+7b-7c) : Not Applicable

ASIAN HOTELS (NORTH) LIMITED

8. (a) CSR amount spent or unspent for the financial year:

		Amount Unspent (in Rs)				
Total Amount spent for the Financial Year (in Rs)		Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
		Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
Not Applicable		Not Applicable				

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the project		Project duration	Amount allocated for the project (in Rs)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration No
Not Applicable												

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local Area (Yes/No)	Location of the project		Amount Spent for the Project (In Rs)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency (Yes/No)	
				State	District			Name	CSR Registration No
Not Applicable									

(d) Amount spent in Administrative Overheads : Not Applicable

(e) Amount spent on Impact Assessment, if applicable : Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) : Not Applicable

(g) Excess amount for set off, if any : Not Applicable

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	Not Applicable
(ii)	Total amount spent for the Financial Year	Not Applicable
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Not Applicable
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Not Applicable
(v)	Amount available for set off in succeeding financial Years [(iii)-(iv)]	Not Applicable

ASIAN HOTELS (NORTH) LIMITED

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No	Preceding Financial Year	Amount transferred to Unspent CSR Account under Section 135(6) (in Rs)	Amount spent in the reporting Financial Year (in Rs)	Amount transferred to any fund specified under Schedule VII as per Section 135(6), if any			Amount remaining to be spent in succeeding financial years (in Rs)
				Name of the Fund	Amount (in Rs)	Date of transfer	
Not Applicable							

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Amount allocated for the project (in Rs)	Amount spent on the project in the reporting Financial Year (in Rs)	Cumulative amount spent at the end of reporting Financial Year (in Rs)	Status of the project - Completed/ Ongoing
Not Applicable								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).

- (a) Date of creation or acquisition of the capital asset(s) : N.A
- (b) Amount of CSR spent for creation or acquisition of capital asset : N.A
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. : N.A
- (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset). : N.A

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per Section 135(5): Not applicable

For and on behalf of the Board

Amritesh Jatia
Director
DIN: 02781300

Shiv Kumar Jatia
Chairman & Managing Director
Also as Chairman, CSR Committee
DIN: 00006187

Place: New Delhi
Dated:05.07.2021

ASIAN HOTELS (NORTH) LIMITED

Independent Auditor's Report

To the Members of Asian Hotels (North) Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Asian Hotels (North) Limited ("the Company"), which comprises of the balance sheet as at 31st March 2021, and the statement of Profit and Loss (including other comprehensive income), and the Statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs as at 31 March 2021, and its loss, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Emphasis of Matters

We draw attention to the following matters in the Notes to the standalone financial statements:

A. Contingent Liabilities

Refer Note 34 which describes the uncertainty related to the outcome of certain disputes and law-suits filed against the Company. The impact (if any) of these disputes/law-suits on the standalone financial statements of the Company could not be ascertained.

B. Implications owing to COVID-19 Pandemic

Refer Note 41 with reference to implications of Covid-19 pandemic. The COVID-19 outbreak worldwide and subsequent nationwide lockdown coupled with domestic as well as international travel restrictions announced by the Central/State Governments, have adversely impacted the business operations of the year ended March 31, 2021 (and continuing) in terms of room occupancy as well as food, beverages and other income of Hotel "Hyatt Regency Delhi" owned by the Company. The Company has undertaken necessary cost saving measures including rationalization of human resources, initiatives to uplift revenue by resorting to home delivery of food, and to conserve cash. The Company has also assessed the potential impact of COVID-19 on the carrying value of property, plant & equipment, investments, trade receivables, inventories and other current assets appearing in the financial statements of the Company. Based on the current indicators of future economic conditions, the Company expects to recover the carrying value of these assets. The impact assessment of COVID-19 is a continuous process given the uncertainties associated with its nature and duration and actual results may differ materially from these estimates.

C. One Time Restructuring

Refer Note 18 to the Financial Statements relating to long term borrowings. As a fallout of the COVID-19 in India in April 2020, the RBI had issued Resolution Framework for One Time Restructuring. In accordance to the same, the financial institution lenders (5 No.s) entered into a Inter-Creditor Agreement on December 09, 2020 invoking the resolution process. As per the Guidelines, once the resolution is invoked, it needs to be implemented within 6 months, i.e., by June 08, 2021. Accordingly, we received the signed sanction letters under the said invocation from majority lenders, in order to verify the accounting adjustments arising out of the One Time Restructuring.

D. Revaluation of Building

Refer Note 4 to the Financial Statements relating to Revaluation of Building. The Building in New Delhi in which the Hotel business is operated has been valued at Rs. 636.89 crores basis the valuation report dated April 09, 2021. This being a material adjusting subsequent event, the adjustment to the value of building by way of upward revaluation of Rs. 42,289 Lakhs has been recorded on March 31, 2021 in line with the relevant Accounting Standards.

E. Provision for Diminution in Value of Investment

Refer Note 5 to the Financial Statements relating to Provision for Diminution in the Value of Investment. In respect of Ultimate Subsidiary company, i.e., Leading Hotels Limited, an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed on June 25, 2021 for initiating Corporate Insolvency Resolution Process (CIRP). Due to the uncertainty related to realisation of amount from the insolvency process the value of investment is fully impaired during the year by creation of provision for diminution in the value of the investment.

F. Current Status of Business Operations

Refer Note 45 to the Financial Statements relating to the Current Status of Business Operations. The Covid-19 outbreak and subsequent nationwide lockdown have adversely impacted the business operations of financial year ended March 31, 2021 (and

ASIAN HOTELS (NORTH) LIMITED

continuing) in terms of room occupancy as well as food, beverages and other income of Hotel “Hyatt Regency Delhi” owned by the Company. Further, Commercial Real Estate Sales (“CRE”) activity of the company has also come to halt during this period.

As a result of above, there were severe cash flows mismatch which has impacted the financial performance and liquidity position of the company. Due to creation of Provision of Diminution in the Value of Investment in the subsidiary, the net worth of the Company has taken a hit. However, the Management has drawn plans for revival and for improving the profitability and cash flows of the Company. Further, majority lenders have invoked the One Time Restructuring wherein the Company will get extra leverage for repayment of its existing and future principal and interest obligations. These factors and expected future improvement in business operations will be critical for the Company to continue as a Going Concern.

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

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter Description	Response to Key Audit Matter
<p>A. Assessment of recoverability of Deferred Tax Assets recognized on tax losses (Refer Note 8 to the Financial Statements.)</p> <ul style="list-style-type: none"> - The Company has recognised deferred tax assets on unabsorbed depreciation and deductions based on actual payments (together hereinafter referred to as “tax losses”) carried forward from the previous years as well as current year losses. The assets have been recognised on the basis of the Company’s assessment of availability of future taxable profit to offset such tax losses based on business projections for the future years. - The recoverability of the deferred tax assets depends upon factors such as the projected taxable profitability of business and the period considered for such projections, the rate at which those profits will be taxed and the period over which tax losses will be available for recovery. This was considered as a key audit matter as the amount is material to the financial statements and significant judgement in key assumptions was required by the Company’s Management in the preparation of forecasts of future taxable profits based on the underlying business plans. 	<p>Principal Audit Procedures</p> <p>Our procedures included, amongst others, the following:</p> <ul style="list-style-type: none"> (i) Evaluation of the design and testing pertaining to effectiveness of Company’s controls relating to taxation and the assessment of carrying amount of deferred tax assets relating to unabsorbed tax losses; (ii) Assessing the reasonableness of the period of projections used in the deferred tax asset recoverability assessment considering that the Company operates in a highly competitive industry which is subject to disruptions through changing macro scenario; (iii) Comparing the Company’s performance for the year with the approved budget to assess the reasonableness of the assumptions; (iv) Comparing the Company’s projections of future taxable profit to the approved business plans; (v) Testing, whether projections prepared were consistent with our understanding and knowledge of current business and the general economic environment in which the Company operates and whether the tax losses can be utilized within the forecast recoupment period; (vi) Testing the assumptions used by analyzing the impact on taxable profit using different growth rates and profit margins; (vii) Reviewing the adequacy of disclosures made in the financial statements with regard to deferred taxes. <p>Based on the above procedures performed, our testing did not identify any material exceptions with respect to the reasonability of the assumptions and estimates used by the management in assessing the recoverability of Deferred Tax Asset recognised in respect of tax Losses.</p>

<p>B. Assessment of ability to continue as Going Concern</p> <ul style="list-style-type: none"> - The Company has incurred operational losses during FY 2020-21 on account of COVID-19 situation. - As described in Emphasis of Matter para, the creation of provision for diminution in the value of investment in the Subsidiary Company, the Net Worth of the Company has taken a hit. - The Company has also approached the lenders for One Time Restructuring and that majority lenders have invoked the One Time Restructuring plan in line with RBI Resolution Framework. - The Management has drawn business plans drawn by the Management by way of revival of Hotel Operations and Commercial Real Estate Sales which had been impacted during FY 2020-21. - The ability of the Company to continue to achieve the above and revive its operations will be critical in its continuation as a Going Concern. <p>This was considered as a key audit matter as the ability to continue as a going concern is material to the preparation of financial statements.</p>	<p>Our procedures included, amongst others, the following:</p> <ul style="list-style-type: none"> (i) Evaluation of the design and testing pertaining to effectiveness of Company's controls relating to evaluation of Going Concern Assumption; (ii) Assessing the reasonableness of the period of projections used in One Time Restructuring Proposals submitted to the lenders under RBI Resolution Framework for resolution of stressed assets on account of COVID-19 situation; (iii) Comparing the Company's performance for the year with the Financial forecasts submitted to the lenders under the said One Time Restructuring to assess the reasonableness of the assumptions; (iv) Comparing the Company's projections of future taxable profit to the approved business plans; (v) Evaluation of Financial Results of Companies operating in Comparable segments / industries and impact of COVID-19 thereon (vi) Reviewing the adequacy of disclosures made in the financial statements with regard to Status of Business Operations. <p>Based on the above procedures performed, our testing did not identify any material exceptions with respect to the reasonability of the usage of Going Concern assumption as at March 31, 2021. However, the same will be subject to on-going review and assessment during FY 2021-22 as the ability of the Company to continue as a Going Concern will be greatly dependent on the realization of business plan prepared by the Management.</p>
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Other Matters

The Company has total MSME dues as at March 31, 2021 amounting to INR 148.45 Lakhs which are outstanding for a period beyond 45 days as stipulated in the Micro, Small and Medium Enterprises Act, 2006. As per Section 16 of the said Act, the Company is required to pay interest on such delayed payments amounting to INR 16.39 Lakhs. As per the Company, the delay in payments is on account of temporary financial difficulties which have increased on account of COVID-19 situation affecting the Hospitality Industry in particular and that it will clear all MSME dues at the earliest.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of 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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

ASIAN HOTELS (NORTH) LIMITED

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") 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 the paragraph 3 and 4 of the order, to the extent applicable.
 - (A) 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;

ASIAN HOTELS (NORTH) LIMITED

- 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 Indian 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 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2021 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B";
- (B) 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 has disclosed the impact, wherever necessary, of pending litigations on its financial position in its financial statements - Refer Note 33 to the financial statements;
 - ii. the Company has made provision, as required under the applicable law or Indian Accounting Standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- (C) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:
- In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

For V V KALE & CO.
Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale
Partner
Membership Number: 080821

Place: New Delhi
Dated : 05/07/2021
UDIN : 21080821AAABEE9446

ASIAN HOTELS (NORTH) LIMITED

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of Asian Hotels (North) Limited ("the Company") on the standalone financial statements for the year ended 31st March 2021, we report that:

- (i) a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. The Company has not carried out regular program of physical verification of its fixed assets during the year.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) As explained to us, the inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. Discrepancies noticed on physical verification of inventory as compared to book records were not material.
- (iii) As informed to us, the Company has not granted 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 ('the Act') except certain advance for expenses/trade receivables recoverable in the normal course of business and therefore, the provisions of clauses (iii)(a), (iii)(b) & (iii)(c) of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits covered by the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) (a) The Company has been generally irregular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, Goods and Service Tax and any other statutory dues with the appropriate authorities except stray cases of deposition of GST, TDS, PF and VAT.
According to the information and explanations given to us, in our opinion no undisputed amount payable in respect of statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Value Added Tax, Central Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess, Goods and Service Tax and other statutory dues applicable to it were in arrears as at the balance sheet date for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and records of the company examined by us, the following dues of income tax and duty of excise as at March 31st 2021 which have not been deposited by the Company on account of any disputes.

Nature of Statute	Year to which it relates	Amount unpaid (excluding interest) (Rs. in Lakhs)	Forum where disputes is pending
Finance Act, 1994 (Service Tax)	2002-2007	214.62 Lakhs	Hon'ble Supreme Court of India

- (viii) Based on our audit procedures and the information and explanations given by the management, considering the effect of One Time Restructuring carried out by the Banks in line with RBI Resolution Framework for resolution of distressed loans arising out of COVID-19 situation in India, we are of the opinion that the company has not defaulted in repayment of loans or borrowings to any financial institution, banks and government. There are no debenture holders of the company.
- (ix) The Company didn't raise any money by way of initial public offer or further public offer (including debt instruments) and in our opinion and according to the information and explanation given to us, the term loans were applied for the purposes for which loans were raised.
- (x) Based upon the audit procedures performed and according to the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Ind AS.

ASIAN HOTELS (NORTH) LIMITED

- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the years.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For V V KALE & CO.

Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale

Partner
Membership Number: 080821

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABEE9446

ASIAN HOTELS (NORTH) LIMITED

Annexure - B to the Auditors Report

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

We have audited the internal financial controls over financial reporting of Asian Hotels (North) Limited ("the Company") as of 31st March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 standalone financial statements, whether due to fraud or error.

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 system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process 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 control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, 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 V V KALE & CO.

Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale

Partner
Membership Number: 080821

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABEE9446

ASIAN HOTELS (NORTH) LIMITED

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH 2021

	Note No.	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
ASSETS			
NON-CURRENT ASSETS			
(a) Property, Plant and Equipment	4	1,50,322.64	1,09,619.18
(b) Capital Work in Progress	4	148.60	147.83
(c) Financial Assets			
(i) Investments	5	142.54	57,361.16
(ii) Loans	6	29.10	46.89
(iii) Others	7	405.05	457.54
(d) Deferred Tax Assets (Net)	8	3,857.37	3,857.37
(e) Other Non-Current Assets	9	412.93	1,473.85
		<u>1,55,318.23</u>	<u>1,72,963.82</u>
CURRENT ASSETS			
(a) Inventories	10	581.58	1,032.85
(b) Financial Assets			
(i) Trade Receivables	11	1,544.82	1,276.35
(ii) Cash and Cash Equivalents	12	97.53	193.63
(iii) Bank Balance other than (ii) above	13	71.37	4.55
(iv) Others	14	276.00	3,654.68
(c) Other Current Assets	15	193.96	250.87
		<u>2,765.26</u>	<u>6,412.93</u>
TOTAL ASSETS		<u>1,58,083.49</u>	<u>1,79,376.75</u>
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	16	1,945.32	1,945.32
(b) Other Equity	17	35,207.61	62,366.22
		<u>37,152.93</u>	<u>64,311.54</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	18	84,684.58	81,526.31
(ii) Other Financial Liabilities	19	1,525.47	1,532.58
(b) Provisions	20	336.57	421.36
		<u>86,546.62</u>	<u>83,480.25</u>
CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	21	11,199.00	10,475.21
(ii) Trade Payables	22	9,336.80	8,230.36
(iii) Other Financial Liabilities	23	3,007.13	2,180.90
(b) Other Current Liabilities	24	10,503.17	10,385.77
(c) Provisions	25	337.84	312.72
		<u>34,383.94</u>	<u>31,584.96</u>
TOTAL EQUITY & LIABILITIES		<u>1,58,083.49</u>	<u>1,79,376.75</u>

Corporate Information, Basis of Preparation & Significant Accounting Policies 1-3

The accompanying notes 1 to 46 are an integral part of the Standalone Financial Statements

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants

Firm Registration No. 000897N

Vijay V. Kale

Partner

Membership Number: 080821

SHIV KUMAR JATIA

Chairman & Managing

Director

DIN: 00006187

DR. LALIT BHASIN

Director & Chairman of

Audit Committee

DIN: 00001607

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABCN7489

ASIAN HOTELS (NORTH) LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

	Note No.	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
INCOME			
Revenue from operations	26	7,258.30	25,239.39
Other income	27	186.67	1,455.99
TOTAL INCOME		7,444.97	26,695.38
EXPENSES			
Consumption of provisions, beverages, smokes and others	28	1,135.54	3,672.19
Employee benefits expense	29	3,603.90	6,912.36
Finance Costs	30	9,105.43	12,546.50
Depreciation and amortization expenses	4	1,681.97	1,793.24
Other expenses	31	4,516.23	9,166.24
TOTAL EXPENSES		20,043.07	34,090.53
Profit/(Loss) before exceptional items and tax		(12,598.10)	(7,395.15)
Exceptional items			
Provision for impairment of Investment in subsidiary	33	56,914.72	-
Profit/(Loss) before tax		(69,512.81)	(7,395.15)
Tax items			
Current tax		-	-
Earlier years tax provisions (written back)		(0.77)	-
Deferred tax asset / (liability)		-	1,082.00
Total tax items		(0.77)	1,082.00
Profit/(Loss) for the year		(69,513.58)	(6,313.15)
Other Comprehensive Income / (Loss)			
Items that will not be re-classified to Profit or Loss			
Re-measurement gains/ (losses) on post employment benefit plans		65.89	11.25
Changes in revaluation surplus		42,289.08	-
Other Comprehensive Income for the year / (Loss)		42,354.97	11.25
Total Comprehensive Income/ (Loss) for the year		(27,158.61)	(6,301.90)
Earning Per Equity Share (Basic and Diluted) (In Rs.)	32	(357.34)	(32.45)

Corporate Information, Basis of Preparation & Significant Accounting Policies 1-3

The accompanying notes 1 to 46 are an integral part of the Standalone Financial Statements

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants

Firm Registration No. 000897N

Vijay V. Kale

Partner

Membership Number: 080821

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAAABCN7489

SHIV KUMAR JATIA

Chairman & Managing

Director

DIN: 00006187

DR. LALIT BHASIN

Director & Chairman of

Audit Committee

DIN: 00001607

ASIAN HOTELS (NORTH) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021

	2020-21 Rs. In Lakhs	2019-20 Rs. In Lakhs
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (loss) Before Tax	(69,512.81)	(7,395.15)
Adjustments for:		
Depreciation and amortization	1,681.97	1,793.24
Interest and finance charges	9,105.43	12,546.50
Interest income	(63.01)	(2.05)
(Gain)/Loss on fixed assets sold/ discarded (net)	2.88	(731.87)
Provision for impairment of Investment in subsidiary	56,914.72	
Net unrealized (gain)/loss on foreign currency transaction and translation (relating to other heads)	303.90	1,214.47
Bad debts / advances written off	49.02	-
Provision for bad & doubtful debts/advances (written back)	32.77	6.45
Excess Provisions / Liability no longer required written back	(80.63)	(44.62)
Non-operating Income	-	-
Operating Profit before Working Capital Changes	(1,565.77)	7,386.97
Adjustments for changes in working capital :		
(Increase)/decrease in trade receivables, loans & advances and other assets	3,137.80	409.28
(Increase)/decrease in inventories	451.27	93.95
Increase/(decrease) in trade payables, other liabilities and provisions	1,579.45	2,805.57
Cash Generated from Operations	3,602.75	10,695.77
Income taxes (paid)/refund received	1,057.72	196.46
Net Cashflow from Operating Activities	4,660.48	10,892.23
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(110.01)	(152.94)
Additions in capital work in progress	(0.77)	(53.14)
Proceeds from sale of fixed assets	10.79	2,365.14
Investments in bank deposits (with original maturity over 3 months)	(68.95)	-
Proceeds from bank deposits (with original maturity over 3 months)	-	-
Interest received	63.01	2.05
Investment in shares	-	-
Non-operating Income	-	-
Net Cashflow from Investing Activities	(105.93)	2,161.10

ASIAN HOTELS (NORTH) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021.....contd.

	2020-21 Rs. In Lakhs	2019-20 Rs. In Lakhs
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings		
Receipts	-	150.00
Payments	(472.89)	(3,124.21)
Proceeds from short term borrowings		
Receipts	191.22	4,886.39
Payments	(3,088.83)	(3,094.00)
Interest and finance charges	(1,280.14)	(12,184.28)
Net Cashflow from Financing Activities	(4,650.64)	(13,366.10)
Net Increase/(Decrease) in Cash and Cash Equivalents	(96.09)	(312.77)
Cash and bank balances at the beginning of the year	193.63	506.40
Cash and bank balances at the end of the year	97.53	193.63

NOTES:

- 1) The above cash flow statement has been prepared as per the "Indirect method" set out in the Indian Accounting Standard (Ind AS) - 7 Statement of Cash Flows
- 2) Figures in bracket indicate cash outflow.
- 3) Previous year figures have been regrouped and recast wherever necessary to confirm to current year's classification.

Cash and cash equivalents at the end of the year consist of cash on hand, cheques, draft on hand and balance with banks as follows:

DETAIL OF CASH AND CASH EQUIVALENTS	As at 31-03-2021 Rs. In Lakhs	As at 31-03-2020 Rs. In Lakhs
	Balances with banks	
In current accounts	2.27	175.89
In Bank OD	84.82	7.28
Cash on hand	10.44	10.46
Cheque on hand	-	-
	97.53	193.63

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.
Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale
Partner
Membership Number: 080821

Place: New Delhi
Dated : 05/07/2021
UDIN : 21080821AAAACN7489

SHIV KUMAR JATIA
Chairman & Managing
Director
DIN: 00006187

DR. LALIT BHASIN
Director & Chairman of
Audit Committee
DIN: 00001607

ASIAN HOTELS (NORTH) LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2021

(A) EQUITY SHARE CAPITAL

For the year ended 31st March, 2021 (Rs. In Lakhs)

Balance as at 1st April 2020	Changes during the year	Balance as at 31st March, 2021
1,945.32	-	1,945.32

For the year ended 31st March, 2020 (Rs. In Lakhs)

Balance as at 1st April 2019	Changes during the year	Balance as at 31st March, 2020
1,945.32	-	1,945.32

(B) OTHER EQUITY

For the year ended 31st March, 2021

Particulars	Capital Reserve	General Reserve	Capital Redemption Reserve	Security Premium Account	Revaluation Reserve	Retained Earnings	FVOCI Reserve	Total Equity
Balance as at 1st April, 2020	1.41	8,863.57	990.00	32,994.83	-	18,953.78	562.63	62,366.22
Profit/(Loss) for the year	-	-	-	-	-	(69,513.58)	-	(69,513.58)
Transfer from / to	-	-	-	-	-	-	-	-
Other Comprehensive income/(loss) for the year	-	-	-	-	42,289.08	-	-	42,289.08
Remeasurements gain/(loss) on defined benefit plans	-	-	-	-	-	-	65.89	65.89
Balance as at 31st March, 2021	1.41	8,863.57	990.00	32,994.83	42,289.08	(50,559.80)	628.52	35,207.61

For the year ended 31st March, 2020

Particulars	Capital Reserve	General Reserve	Capital Redemption Reserve	Security Premium Account	Revaluation Reserve	Retained Earnings	FVOCI Reserve	Total Equity
Balance as at 1st April, 2019	1.41	8,863.57	990.00	32,994.83	-	25,266.93	551.38	68,668.12
Profit/(Loss) for the year	-	-	-	-	-	(6,313.15)	-	(6,313.15)
Transfer from / to	-	-	-	-	-	-	-	-
Other Comprehensive income/(loss) for the year	-	-	-	-	-	-	-	-
Remeasurements gain/(loss) on defined benefit plans	-	-	-	-	-	-	11.25	-
Balance as at 31st March, 2020	1.41	8,863.57	990.00	32,994.83	-	18,953.78	562.63	62,366.22

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale
Partner
Membership Number: 080821

SHIV KUMAR JATIA
Chairman & Managing
Director
DIN: 00006187

DR. LALIT BHASIN
Director & Chairman of
Audit Committee
DIN: 00001607

Place: New Delhi
Dated : 05/07/2021
UDIN : 21080821AAABCN7489

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

1. CORPORATE INFORMATION

Asian Hotels (North) Limited ("the Company") is a public limited company domiciled in India and is listed on the National Stock Exchange (NSE) and the Bombay Stock Exchange (BSE). The Company is operating a Five Star Deluxe Hotel, namely Hyatt Regency in Delhi since 1982.

2. BASIS OF PREPARATION

For the year ended 31st March 2021, the Company has prepared its financial statements in accordance with the Indian Accounting Standards notified under Section 133 of the companies Act 2013, read together with Companies (Accounts) Rules 2014 (Ind AS). The financial statements have been prepared on historical cost basis, except certain financial assets and liabilities which have been measured at fair value, defined benefits plans and contingent consideration. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purposes of current / non-current classification of assets and liabilities.

Current versus non-current classification

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

An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is current when:

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

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

2A. USE OF ESTIMATES

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the group's accounting policies. This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be adjusted due to estimates and assumptions turning out to be different from those originally assessed. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

Critical estimates and judgments

The areas involving critical estimates or judgments are:

- a) Estimation of current tax expense and payable – Refer accounting policies - 3.9
- b) Estimated useful life of property, plant & equipment and intangible assets – Refer accounting policies - 3.1
- c) Estimation of defined benefit obligation – Refer accounting policies - 3.8
- d) Estimation of fair values of contingent liabilities - Refer accounting policies - 3.12
- e) Recognition of revenue - Refer accounting policies - 3.4

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

- f) Recognition of deferred tax assets for carried forward tax losses – Refer accounting policies - 3.9
- g) Impairment of financial assets – Refer accounting policies - 3.2 & 3.5

Estimates and judgments are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the group and that are believed to be reasonable under the circumstances.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Property, Plant and Equipment:

Property, Plant and Equipment are stated at original cost (including any revalued amount) net of tax / duty credit availed, less accumulated depreciation, and accumulated and accumulated impairment losses, if any. Costs include financing costs of borrowed funds attributable to acquisition or construction of fixed assets, up to the date the assets are put-to-use. When significant parts of property, plant and equipment are required to be replaced at intervals, the Company derecognizes the replaced part, and recognizes the new part with its own associated useful life and it is depreciated accordingly. Where components of an asset are significant in value in relation to the total value of the asset as a whole, and they have substantially different economic lives as compared to principal item of the asset, they are recognized separately as independent items and are depreciated over their estimated economic useful lives. All other repair and maintenance costs are recognized in the statement of profit and loss as incurred unless they meet the recognition criteria for capitalization under Property, Plant and Equipment

Tangible Fixed Assets:

- (a) Depreciation is charged using straight line method on the basis of the expected useful life as specified in Schedule II to the Act. A residual value of 5% (as prescribed in Schedule II to the Act) of the cost of the assets is used for the purpose of calculating the depreciation charge. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. However, management reviews the residual values, useful lives and methods of depreciation of property, plant and equipment at each reporting period end and any revision to these is recognized prospectively in current and future periods.
- (b) Depreciation on leasehold improvements is being charged equally over the period of the lease.
- (c) Depreciation on the increased amount of assets due to revaluation is computed on the basis of residual life of the assets as estimated by the valuer on straight line method and charged to Revaluation Reserve and credited to the Other Comprehensive Income based on guidance provided by "Application Guide on the Provisions of Schedule II to the Companies Act, 2013" issued by the Institute of Chartered Accountants of India read with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2016 as amended by the Companies (Indian Accounting standards) (Amendment) Rules, 2016.
- (d) No depreciation is charged on the assets sold/ discarded during the year.
- (e) On transition to Ind AS, the Company had elected to measure its Property, Plant and Equipment at cost as per Ind AS. Further, as per the requirement of paragraph 11 of Ind AS 101, outstanding amount in the revaluation reserve is transferred to retained earning account. This is because after transition, the Company is no longer applying the revaluation model of Ind AS 16, instead it has elected to apply the cost model approach.

Intangible Assets:

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

An item of intangible asset initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset [calculated as the difference between the net disposal proceeds and the carrying amount of the asset] is included in the income statement when the asset is derecognized. Intangible fixed assets are amortized on straight line basis over their estimated useful economic life.

Capital Work- in- progress

Capital work- in- progress represents directly attributable costs of construction to be capitalized. All other expenses including interest incurred during construction period are capitalized as a part of the construction cost to the extent to which these expenditures are attributable to the construction as per Ind AS-23 "Borrowing Costs". Interest income earned on temporary investment of funds brought in for the project during construction period are set off from the interest expense accounted for as expenditure during the construction period.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

3.2 Impairment of non-financial assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the Company measures it on the basis of discounted cash flow projections estimated based on current prices. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased.

In respect of the subsidiaries assets at each balance sheet date, the impairment testing is based on the realizable value of underlying assets as tested by the Board of Directors of the subsidiary.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

Impairment losses of continuing operations, including impairment on inventories, are recognized in profit and loss section of the statement of profit and loss, except for properties previously revalued with the revaluation taken to other comprehensive Income (the 'OCI'). For such properties, the impairment is recognized in OCI up to the amount of any previous revaluation.

3.3 Foreign Currency Transactions

The Company's financial statements are presented in INR, which is also the Company's functional currency.

Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction.

Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items, which are measured in terms of historical costs denominated in foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements including receivables and payables which are likely to be settled in foreseeable future, are recognized as income or as expenses in the year in which they arise. All other exchange differences are recognized as income or as expenses in the period in which they arise.

The gain or loss arising on translation of non-monetary items is recognized in line with the gain or loss of the item that give rise to the translation difference (i.e. translation difference on items whose gain or loss is recognized in other comprehensive income or the statement of profit and loss is also recognized in other comprehensive income or the statement of profit and loss respectively).

3.4 Revenue recognition

Effective 01 April 2018, the Company has adopted Indian Accounting Standard 115 (Ind AS 115) - 'Revenue from contracts with customers' using the cumulative catch-up transition method, applied to contracts that were not completed as on the transition date i.e. 01 April 2018. Accordingly, the comparative amounts of revenue and the corresponding contract assets / liabilities have not been retrospectively adjusted. The effect on adoption of Ind-AS 115 was insignificant. Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services. The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money.

- (i) Revenue from rendering of hospitality services is recognized when the related services are performed and billed to the customer or the agreed milestones are achieved and are net of service tax and Goods and Service Tax (GST), wherever applicable.
- (ii) For all debt instruments measured either at amortized cost or at fair value through other comprehensive income [OCI], 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 instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortized cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

financial instrument [for example, prepayment, extension, call and similar options] but does not consider the expected credit losses.

- (iii) Dividend income from investments is recognized when the Company's right to receive payment is established which is generally when shareholders approve the dividend.
- (iv) Income from generation of electricity is recognized when the actual generated units are transferred and billed to the buyer.
- (v) Income from hiring of vehicles is recognized on accrual basis on the basis of agreed rate.

3.5 Financial Instruments

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

A. Financial Assets

a. Initial recognition and measurement:

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place [regular way trades] are recognized on the settlement date, trade date, i.e., the date that the Company settle commits to purchase or sell the asset.

b. Subsequent measurement:

For purposes of subsequent measurement, financial assets are classified in four categories:

i. Debt instruments at amortized cost:

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- The asset is held with an objective of collecting contractual cash flows
- Contractual terms of the asset give rise on specified dates to cash flows that are "solely payments of principal and interest" [SPPI] on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate [EIR] method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the Statement of Profit and Loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables.

ii. Debt instruments at fair value through other comprehensive income [FVTOCI]:

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- The asset is held with objective of both - for collecting contractual cash flows and selling the financial assets
- The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income [OCI]. However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified from the equity to Statement of Profit and Loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

iii. Debt instruments, derivatives and equity instruments at fair value through profit or loss [FVTPL]:

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL. Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

iv. Equity instruments measured at fair value through other comprehensive income [FVTOCI]:

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognized by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

election to present in other comprehensive income subsequent changes in the fair value. The Company has made such election on an instrument by- by instrument basis. The classification is made on initial recognition and is irrevocable. If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to Statement of Profit and Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

c. Derecognition:

A. financial asset is primarily derecognized when:

- i. The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement~ and either [a] the Company has transferred substantially all the risks and rewards of the asset, or [b] the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.
- ii. the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership.

d. Impairment of financial assets:

In accordance with Ind AS 109, the Company applies expected credit loss [ECL] model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a. Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, deposits, trade receivables and bank balance
- b. Trade receivables or any contractual right to receive cash
- c. Financial assets that are debt instruments and are measured as at FVTOCI
- d. Lease receivables under Ind AS 17
- e. Financial guarantee contracts which are not measured as at FVTPL

The Company follows 'simplified approach' for recognition of impairment loss allowance on Point c and d provided above. The application of simplified approach requires the company to recognize the impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date. ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive [i.e., all cash shortfalls], discounted at the original EIR.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

ECL impairment loss allowance [or reversal] recognized during the period is recognized as income/ expense in the statement of profit and loss. The balance sheet presentation for various financial instruments is described below:

- a. Financial assets measured as at amortized cost, contractual revenue receivables and lease receivables: ECL is presented as an allowance which reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

- b. Debt instruments measured at FVTOCI: Since financial assets are already reflected at fair value, impairment allowance is not further reduced from its value. Rather, ECL amount is presented as 'accumulated impairment amount' in the OCI.

B. Financial liabilities:

a. Initial recognition and measurement:

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

b. Subsequent measurement:

The measurement of financial liabilities depends on their classification, as described below:

i. Financial liabilities at fair value through profit or loss:

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognized in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied for liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ losses are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

ii. Loans and borrowings:

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

iii. Financial guarantee contracts:

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognized less cumulative amortization.

c. Derecognition:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

C. Reclassification of financial assets:

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognized gains, losses [including impairment gains or losses] or interest.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

D. Offsetting of financial instruments:

Financial assets and financial liabilities are offset, and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

3.6 Fair Value Measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. 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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- a. In the principal market for the asset or liability, or
- b. In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted [unadjusted] market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

3.7 Inventories

Inventories are valued at the lower of cost or net realizable value. The cost is determined by weighted average method. The net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs necessary to make the sale.

Operating equipment in circulation is valued at weighted average cost less estimated diminution in value on account of usage.

3.8 Retirement benefits

Retirement benefit costs for the year are determined on the following basis:

- (i) All employees are covered under contributory provident fund benefit of a contribution of 12% of salary. There is no obligation other than the contribution payable to the respective fund.
- (ii) The Company also provides for retirement benefits in the form of gratuity and compensated absences/ Leave encashment in pursuance of the Company leave rules. The Company's liability towards such defined benefit plans are determined based on valuations as at the Balance Sheet date made by independent actuaries. The classification of the Company's net obligation into current and non-current is as per the actuarial valuation report.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Re-measurements are not classified to the statement of profit and loss in subsequent periods.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset

3.9 Taxes on Income

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 and tax laws prevailing in the respective tax jurisdictions where the Company operates. Current tax items are recognized in correlation to the underlying transaction either in P&L, OCI or directly in equity.

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized on the basis of reasonable certainty that the company will be having sufficient future taxable profits and based on the same the DTA has been recognized in the books.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates [and tax laws] that have been enacted or substantively enacted at the reporting date. Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities.

Minimum Alternate Tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e. the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement". The Company reviews the "MAT Credit Entitlement" asset at each reporting date and writes it down to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period and utilize the MAT Credit Entitlement.

3.10 Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

Borrowing costs which are not specifically attributable to the acquisition, construction or production of a qualifying asset, the amount of borrowing costs eligible for capitalization is determined by applying a weighted average capitalization rate. The weighted average rate is taken of the borrowing costs applicable to the outstanding borrowings of the company during the period, other than borrowings made specifically for the purpose of obtaining a qualifying asset. The amount of borrowing costs capitalized cannot exceed the amount of borrowing costs incurred during that period.

3.11 Earnings per equity share

Basic earnings per share is calculated by dividing the net profit or loss from continuing operation and total profit, both attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period.

3.12 Provisions, Contingent Liabilities and Contingent Assets:

Provision is recognized when the Company has a present obligation (legal or constructive) as a result of past events and it is probable that the outflow of resources will be required to settle the obligation and in respect of which reliable estimates can be made.

A disclosure for contingent liability is made when there is a possible obligation, that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision/ disclosure is made. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are not recognized in the financial statements. Provisions and contingencies are reviewed at each balance sheet date and adjusted to reflect the correct management estimates.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets. Provisions, contingent liabilities, contingent assets and commitments are renewed at each balance sheet date.

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

3.13 Cash and Cash Equivalents

Cash and cash equivalent comprise cash on hand and demand deposits with banks which are short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

3.14 Leases

The determination of whether an arrangement is [or contains] a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

- A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.
- Lease other than finance lease are operating lease and these leased assets are not recognized in the company's statement of financial position but are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. The Company is both a lessee and a lessor under such arrangements. Payments and receipts under such leases are charged or credited to the Statement of Profit and Loss on a straight-line basis over the primary period of the lease unless another systematic basis is more representative of the time pattern of the user's benefit.

3.15 Exceptional items

Certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the Company is such that its disclosure improves the understanding of the performance of the Company, such income or expense is classified as an exceptional item and accordingly, disclosed in the notes accompanying to the financial statements.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

*4 PROPERTY, PLANT AND EQUIPMENT

(Rs. In Lakhs)

	Freehold land	Buildings	Furniture, Fixtures and Furnishing	Plant and Equipments	Office Equipment	Computers	Vehicles	Total	Capital work-in progress
Cost:									
As at 31st March, 2019	80,074.28	27,672.16	7,785.73	15,342.09	53.64	480.51	1,158.92	1,32,567.32	94.69
Additions	-	-	25.59	87.70	1.71	37.93	-	152.94	53.14
Disposals / transfers	-	1,264.11	75.36	295.05	-	50.30	406.38	2,091.19	-
As at 31st March, 2020	80,074.28	26,408.05	7,735.97	15,134.74	55.35	468.15	752.54	1,30,629.07	147.83
Additions	-	-	-	38.01	1.50	-	70.50	110.01	0.77
Revaluation of Assets*	-	42,289.08	-	-	-	-	-	42,289.08	-
Revaluation adjustment	-	(5,008.13)	-	-	-	-	-	-	-
Disposals / transfers	-	-	-	-	-	-	37.35	37.35	-
As at 31st March, 2021	80,074.28	63,689.00	7,735.97	15,172.75	56.85	468.15	785.69	1,72,990.82	148.60
Accumulated depreciation:									
As at 31st March, 2019	-	4,218.22	6,029.07	8,494.02	40.95	427.22	465.11	19,674.59	-
Depreciation charged during the year	-	438.65	418.73	828.48	4.61	15.38	87.39	1,793.24	-
Disposals / transfers	-	87.37	32.29	84.25	-	47.78	206.25	457.93	-
As at 31st March, 2020	-	4,569.50	6,415.52	9,238.25	45.56	394.82	346.25	21,009.90	-
Depreciation charged during the year	-	438.62	327.57	799.62	3.37	22.88	89.90	1,681.96	-
Revaluation adjustment	-	(5,008.13)	-	-	-	-	-	-	-
Disposals / transfers	-	-	-	-	-	-	23.68	23.68	-
As at 31st March, 2021	-	(0.00)	6,743.09	10,037.87	48.93	417.70	412.47	22,668.19	-
Net book value									
As at 31st March, 2020	80,074.28	21,838.55	1,320.45	5,896.49	9.79	73.33	406.29	109,619.18	147.83
As at 31st March, 2021	80,074.28	63,689.00	992.88	5,134.88	7.92	50.44	373.23	1,50,322.63	148.60

* The Building in New Delhi on which the Hotel business is operated has been valued at Rs. 636.89 crores on the basis of the valuation report dated April 09, 2021. This being a material adjusting subsequent event, the adjustment to the value of building by way of upward revaluation of Rs. 42,289.08 Lakhs has been recorded on March 31, 2021 in line with the relevant Accounting Standards.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

4. PROPERTY, PLANT AND EQUIPMENT....contd.

(a) Vehicles includes those financed:

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Gross value	529.71	647.56
Net value	280.78	391.00

(b) Land (freehold) and Plant and Equipments includes assets relating to the business of generation of electricity (Refer Note 36 on Segment Reporting)

Land (freehold)

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Gross value	34.00	34.00
Net value	34.00	34.00

Plant and Equipments

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Gross value	1,857.02	1,857.02
Net value	754.27	827.76

(c) Capital Work in Progress consists of :

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Balance at the beginning of the year	147.83	94.69
Building under construction	-	0.84
Technical and consultancy fees	0.60	4.50
Kitchen Equipments	0.17	4.75
Plumbing and sanitation	-	-
Air conditioning under installation	-	-
Furniture and Fixtures	-	40.44
Office, Housekeeping and other equipments	-	0.25
Expenditure during construction {Refer Note (d) below}	-	2.35
	148.60	147.83
Less: Capitalized during the year	-	-
Balance at the end of the year	148.60	147.83

(d) All other expenses specifically attributable to construction have been accounted for as expenditure during construction. The Company has prepared the following Statement of Expenditure during construction:

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
STATEMENT OF EXPENDITURE DURING CONSTRUCTION		
Legal and professional charges (Including loan processing and arranging fees)	-	-
Miscellaneous expenses	-	2.35
	-	2.35

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

5. NON - CURRENT FINANCIAL ASSETS - INVESTMENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unquoted investments :		
a. Investment in equity instruments		
i) Subsidiary companies	54,653.62	54,653.62
Less: provision for impairment on the value of investment	(54,653.62)	(5,119.60)
	0.00	49,534.02
ii) Others companies	142.54	142.54
b. Investment in preference shares		
Subsidiary companies	7,380.70	7,684.60
Less: provision for impairment on the value of investment	(7,380.70)	
	142.54	57,361.16
Aggregate amount of unquoted investments	142.54	57,361.16
Aggregate provision for diminution on value of investments	62,034.32	5,119.60

Details of Investments

	Face value per unit in Rs unless otherwise specified	No. of shares/units As at 31-03-2021	Value	
			As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unquoted Investments:				
Investment in equity instruments				
Investment in subsidiary company				
Par value of equity shares				
1. Finline Hospitality & Consultancy Pte Ltd, Mauritius (FHCPL)	No par value	9,42,95,582	54,653.62	54,653.62
Less: Provision for Impairment on the value of investment			(54,653.62)	(5,119.60)
			-	49,534.02
Investment in other companies				
2. Sandhya Hydro Power Projects Balagha Pvt. Ltd. *	Rs. 10	14,25,390	142.54	142.54
Investment in preference shares				
Investment in subsidiary company				
Fully paid up 5% Cumulative Redeemable Preference Shares				
Finline Hospitality & Consultancy Pte Ltd, Mauritius (FHCPL) #	USD 1	1,01,93,679	7,380.70	7,684.60
Less: Provision for Impairment on the value of investment			(7,380.70)	
Total			142.54	57,361.16

The change in value is solely on account of change in exchange rate on the stated foreign currency amount invested.

* Pursuant to the Power Purchase Agreement (PPA), investment has been made which will entitle the company to consume power, equivalent to a maximum capacity of 1.97 MW

Notes:

(a) The Company presently holds 100% interest in Finline Hospitality & Consultancy Pte Ltd. (FHCPL), which in turn holds 80% stake in Lexon Hotels Venture Ltd., Mauritius (Lexon); and Lexon in turn holds 99.76% interest in Leading Hotels Limited (Leading). Leading is developing an all Villa Hotel Complex at Goa and an 18 hole, 72 par Championship Golf Course. The said project will be under the management of Four Seasons, a world famed hotel chain and hospitality management company.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

5. NON - CURRENT FINANCIAL ASSETS - INVESTMENTS...contd.

(b) In respect of Ultimate Subsidiary company, i.e., Leading Hotels Limited, an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed on June 25, 2021 for initiating Corporate Insolvency Resolution Process (CIRP). Due to the uncertainty related to realisation of amount from the insolvency process the value of investment is fully impaired during the year by creation of provision for diminution in the value of the investment.

6. NON - CURRENT FINANCIAL ASSETS - LOANS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Others:		
Loans to employees	29.10	46.89
	29.10	46.89

7. NON - CURRENT FINANCIAL ASSETS - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unsecured, considered good, unless otherwise stated		
Security deposits	405.05	457.54
	405.05	457.54

8. TAXATION - DEFERRED TAX

I. Income tax related items charged or credited directly to profit or loss during the year

Particulars	2020-21	2019-20
Statement of profit or loss		
Current income tax	-	-
Prior year income tax / (reversal)	-	-
Deferred tax expense / (benefit)	-	(1,082.00)
Total	-	(1,082.00)

II. Income Tax Expense

Reconciliation		
Accounting profit / loss before tax	(12598.10)	(7,395.15)
Applicable tax rate	26.00%	26.00%
Computed tax expense	(3275.51)	(1,922.74)

III. Deferred Tax relates to the following:

Particulars	Balance Sheet		Recognized in statement of profit or loss (Expense / (Income))	
	As at 31-03-2021	As at 31-03-2020	2020-21	2019-20
Expense allowable on payment basis	(321.54)	(321.54)	-	852.36
Unused tax losses / depreciation	6,958.20	6,958.20	-	(964.81)
Minimum alternate tax (MAT) credit	778.15	778.15	-	-
Depreciation timing difference	(5,154.77)	(5,154.77)	-	(969.55)
Others	1,597.32	1,597.32	-	-
Earlier years tax provisions (written back)	-	-	-	-
Deferred tax asset / (liability) reversals	-	-	-	-
Deferred tax asset / (liability)	3,857.36	3,857.36	-	(1,082.00)

Note :- Deferred Tax Asset is not recognised during the financial year on additional business loss / unabsorbed depreciation following the concept of prudence. Deferred Tax Assets created till March 31, 2020 have not been reversed as the Management has drawn plans for improving profitability including increase of profitability through business lines such as Commercial Real Estate Sales and revival of normal Hotel operations which had taken a hit on account of COVID-19 situation in India during the past several months. Accordingly, recognition of any additional Deferred Tax Asset in future shall be dependent on achieving / improving profitability in line with the relevant Accounting Standards. In case the standard is not met, the amount of Deferred Tax Asset outstanding in the books of account shall be reversed.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

9. NON - CURRENT ASSETS - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Capital advances		
Considered good	23.89	23.88
Considered doubtful	-	-
	23.89	23.88
Less: Provision for doubtful advances	-	-
	23.89	23.88
Advance income tax/TDS (net of provision for taxation)	389.04	1,449.97
	412.93	1,473.85

10. INVENTORIES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
(valued at lower of cost and net realizable value)		
Wines and liquor	186.11	262.08
Provisions, other beverages and smokes	51.66	204.84
Crockery, cutlery, silverware, linen etc.	314.96	474.97
General stores and spares	28.85	90.96
	581.58	1,032.85

- As per inventory taken and valued by the Management

11. TRADE RECEIVABLES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unsecured		
Other debts		
Considered good	1,544.82	1,276.35
Considered doubtful	-	-
	1,544.82	1,276.35
Less: Provision for doubtful debts	-	-
	1,544.82	1,276.35
Trade receivables includes:		
Debts related to generation of electricity business (See segment reporting note)	161.94	13.78

12. CASH AND CASH EQUIVALENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Balances with banks		
In current accounts	2.27	175.89
In bank overdraft accounts	84.82	7.28
Cash in hand	10.44	10.46
	97.53	193.63

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

13. BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Other balances		
Earmarked balances with banks for:		
Unpaid dividends #	2.42	4.55
Bank deposits *	68.95	-
	<u>71.37</u>	<u>4.55</u>

There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund as at 31st March, 2021

# includes excess deposit due to rounding-off of dividend payable on fractional shares	0.09	0.09
*includes as margin money deposit against borrowings from banks	-	-
*under lien against guarantee given for loan taken by the company	-	-
*against bank guarantee given to BSES Rajdhani Power Limited for electricity supply	68.95	-

14. CURRENT FINANCIAL ASSETS - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Advances recoverable in cash or kind	276.00	3,654.68
Others	-	-
	<u>276.00</u>	<u>3,654.68</u>

15. CURRENT ASSETS - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unsecured, considered good, unless otherwise stated		
Prepaid expenses	189.27	243.35
Unbilled Revenue*	4.69	7.52
	<u>193.96</u>	<u>250.87</u>

*Related to generation of electricity business (See segment reporting note)

16. SHARE CAPITAL

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Authorized:		
40,000,000 Equity Shares of Rs. 10 each (40,000,000 Equity Shares of Rs. 10 each as on 31st March, 2021)	4,000.00	4,000.00
30,000,000 Preference Shares of Rs. 10 each (30,000,000 Preference Shares of Rs. 10 each as on 31st March, 2021)	3,000.00	3,000.00
Issued, Subscribed and paid-up:		
19,453,229 Equity Shares of Rs. 10 each fully paid up (19,453,229 Equity Shares of Rs. 10 each fully paid up as on 31st March, 2021)	1,945.32	1,945.32

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

16. SHARE CAPITAL....cotnd.

Notes:

(a) Reconciliation of the number of shares outstanding at the beginning at the end of the year:

Authorized Share Capital	As at 31-03-2021		As at 31-03-2020	
	No. of shares	Rs. (Lakhs)	No. of shares	Rs. (Lakhs)
(1) Equity Shares				
Balance at the beginning of the year	4,00,00,000	4,000.00	4,00,00,000	4,000.00
Balance at the end of the year	4,00,00,000	4,000.00	4,00,00,000	4,000.00
(2) Preference Shares				
Balance at the beginning of the year	3,00,00,000	3,000.00	3,00,00,000	3,000.00
Balance at the end of the year	3,00,00,000	3,000.00	3,00,00,000	3,000.00
Issued, subscribed and paid-up capital				
(1) Equity Shares				
Balance at the beginning of the year	1,94,53,229	1,945.32	1,94,53,229	1,945.32
Add: Shares issued during the year	-	-	-	-
Less: Shares bought back during the year	-	-	-	-
Balance at the end of the year	1,94,53,229	1,945.32	19,453,229	1,945.32

(b) Terms / rights attached to equity shares:

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. For the year ended 31st March, 2021, the amount of per share dividend proposed as distribution to equity shareholders is Nil (31st March, 2020: Rs. Nil).

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

(c) Details of shareholders holding more than 5 % shares in the Company

	As at 31-03-2021	No. of shares	As at 31-03-2020	No. of shares
	%		%	
Equity Shares of Rs. 10 each fully paid up				
Fineline Holdings Limited, (an overseas promoter entity)	23.10	44,93,145	23.10	44,93,145
Yans Enterprises (H.K.) Limited, (an overseas promoter entity)	27.43	53,36,880	27.43	53,36,880
Mr. Shiv Kumar Jatia (Chairman & Managing Director & Promoter)	4.41	8,58,027	5.72	11,13,027
Asian Holdings Private Limited (a domestic promoter entity)	3.04	5,91,564	3.04	5,91,564

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

17. OTHER EQUITY

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Capital Reserve		
Opening balance	1.41	1.41
Additions during the financial year	-	-
Deductions during the financial year	-	-
Closing balance	<u>1.41</u>	<u>1.41</u>
Capital Redemption Reserve for redeemed NCPS		
Opening balance	990.00	990.00
Additions during the financial year	-	-
Deductions during the financial year	-	-
Closing balance	<u>990.00</u>	<u>990.00</u>
Securities Premium		
Opening balance	32,994.83	32,994.83
Additions during the financial year	-	-
Deductions during the financial year	-	-
Closing balance	<u>32,994.83</u>	<u>32,994.83</u>
General Reserve		
Opening balance	8,863.57	8,863.57
Additions during the financial year	-	-
Adjusted to FVTOCI reserve on transition to Ind AS	-	-
Closing balance	<u>8,863.57</u>	<u>8,863.57</u>
Revaluation Reserve		
Opening balance	-	-
Additions during the financial year	42,289.08	-
Deductions during the financial year	-	-
Transferred to Surplus of Profit and Loss *	-	-
Closing balance	<u>42,289.08</u>	<u>-</u>
Surplus in Statement of Profit and Loss		
Opening balance	18,953.78	25,266.93
Transferred from Revaluation Reserve	-	-
Profit / (loss) during the year	(69,513.58)	(6,313.15)
Closing balance	<u>(50,559.80)</u>	<u>18,953.78</u>
Fair Value through Other Comprehensive Income [FVTOCI] Reserve		
Opening balance	562.63	551.38
Adjusted from surplus in statement of profit and loss		
- Re-measurement gains / (losses) on employee benefits	65.89	11.25
Closing balance	<u>628.52</u>	<u>562.63</u>
Total of other equity - as at 31st March, 2021	<u>35,207.61</u>	<u>62,366.22</u>

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

18. NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Secured Term Loans		
From Banks		
<i>External commercial borrowings</i>		
DBS Bank Limited	23,274.73	22,366.08
USD 321.45 Lakhs (Previous Year USD 296.69 Lakhs)		
<i>Other Term Loans</i>		
Bank of Maharashtra - Rupee Loan	22,924.75	22,200.02
Yes Bank Limited-Rupee loan	13,481.80	14,855.01
Punjab National Bank-Rupee loan	13,750.57	14,004.57
IndusInd Bank-Rupee loan	9,020.92	9,570.85
	82,452.77	82,996.53
Less: Adjustment of transaction costs as per Ind AS 109	(2,020.41)	(1,945.83)
	80,432.36	81,050.70
<i>Funded Interest Term Loans (FITL)*</i>		
Bank of Maharashtra - Rupee Loan	1,449.12	-
Yes Bank Limited-Rupee loan	1,824.94	-
Punjab National Bank-Rupee loan	903.00	-
<i>For acquisition of /secured against vehicles</i>		
ICICI Bank Limited- Rupee loan	11.03	29.85
HDFC Bank Limited- Rupee loan	13.92	22.87
From Financial Institution		
Genesis Finance Company Limited - Rupee loan		
<i>For business of generation of electricity</i>		
<i>(Refer Note on Segment Reporting)</i>	-	347.83
<i>For acquisition of /secured against vehicles</i>		
Kotak Mahindra Prime Limited - Rupee loan	42.49	63.56
Toyota Financial Services - Rupee loan	7.72	11.50
	84,684.58	81,526.31

* As a fallout of the COVID-19 in India in April 2020, the RBI had issued Resolution Framework for One Time Restructuring ("OTR"). In accordance to the same, the financial institution lenders (5 No.s) entered into a Inter-Creditor Agreement on December 10, 2020 invoking the resolution process. As per the Guidelines, once the resolution is invoked, it needs to be implemented within 6 months, i.e., by June 09, 2021. The OTR is for obtaining extension in repayment of principal, reduction in interest rates and conversion of accrued interest into Funded Interest Term Loans ("FITL"). Summary of Revised Interest Rates & Repayment terms are summarized below.

Nature of security and terms of repayment for secured current financial liabilities-borrowings:

- (a) DBS Bank Limited -External commercial borrowings (carried interest @ 4.50% p.a. plus LIBOR) are secured by first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi, first pari passu charge on movable fixed assets (Excluding vehicles, windmills and power saving equipment), first pari passu charge on current assets (Present and Future), personal guarantee of Chairman & Managing Director and pledge of shares representing Company's investment in foreign subsidiary company. External commercial borrowings are repayable as under: (i) USD 154.18 Lakhs is payable in 16 unequal half yearly instalments till March, 2030; (iii) USD 167.27 Lakhs is payable in 11 unequal half yearly instalments till March, 2030.

During the year FY 2020-21 USD 24.76 Lakhs Interest Capitalized in the DBS Bank Limited External commercial borrowings.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

18. NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS....cotnd.

(b) Bank of Maharashtra - Rupee Loan

Particulars	Terms of Repayment
- Bank of Maharashtra (Term Loan I) of Rs. 20,343 Lakhs (carried interest @ 9.80 % per annum)	The loan is repayable in 41 unequal quarterly instalments starting from March, 2022 till March, 2032.
- Bank of Maharashtra (Term Loan II) of Rs. 4,488.75 Lakhs (carried interest @ 9.80 % per annum)	The loan is repayable in 41 unequal quarterly instalments starting from March, 2022 till March, 2032.
- Bank of Maharashtra (FITL I) of Rs. 1,187.15 Lakhs (carried interest @ 10.00 % per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 2022 till March, 2027.
- Bank of Maharashtra (FITL II) of Rs. 261.96 Lakhs (carried interest @ 10.00 % per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 2022 till March, 2027.
All the Above mentioned Loans (Both Term Loans & FITL) are secured by:-	
<ul style="list-style-type: none"> - First pari passu charge of land & building of Hotel Hyatt Regency Delhi - Pari passu charge of unsold area of New Tower Block A in Hyatt Regency Delhi (1st to 6th Floor except 3000 sq ft at 6th Floor) & Cash Flow there on - First pari passu charge on movable fixed assets (Excluding Wind Mills, vehicles and power saving equipment), first pari passu charge on current assets (Present and Future) - Personal guarantee of Chairman & Managing Director & Non-Executive Director (Mr. Amritesh Jatia) - Pledge of shares representing Company's investment in foreign subsidiary company on pari passu basis. 	

(c) Yes Bank Limited - Rupee Loan

Particulars	Terms of Repayment
- Yes Bank Limited (Term Loan III) of Rs. 4,389.30 Lakhs (carried interest @ 9.80% - 10.65% per annum)	The loan is repayable in 43 unequal quarterly instalments starting from March, 31 2022 till September, 2032.
- Yes Bank Limited (Term Loan IV) of Rs. 10468.60 Lakhs (carried interest @ 9.80% - 11.10% per annum)	The loan is repayable in 45 unequal quarterly instalments starting from March, 31 2022 till March, 2033.
- Yes Bank Limited - FITL - I of Rs. 282.58 Lakhs (carried interest @ 10% per annum)	The loan is repayable in 43 unequal quarterly instalments starting from March, 31 2022 till September, 2032.
- Yes Bank Limited - FITL - II of Rs. 269.35 Lakhs (carried interest @ 10% per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 30 2022 till March, 2027.
- Yes Bank Limited - FITL - III of Rs. 700.78 Lakhs (carried interest @ 10% per annum)	The loan is repayable in 45 unequal quarterly instalments starting from March, 31 2022 till March, 2033.
- Yes Bank Limited - FITL - IV of Rs. 658.12 Lakhs (carried interest @ 10 % per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 30 2022 till March, 2027.
All the Above mentioned Loans (Both Term Loans & FITL) are secured by:-	
<ul style="list-style-type: none"> - First pari passu charge of land & building of Hotel Hyatt Regency Delhi - First pari passu charge of unsold area of New Tower Block A in Hyatt Regency Delhi (1st to 6th Floor except 3000 sq ft at 6th Floor) & Receivable from the sale/lease. - First pari passu charge on movable fixed assets (Excluding vehicles and power saving equipment), first pari passu charge on current assets - Personal guarantee of Chairman & Managing Director & Non-Executive Director (Mr. Amritesh Jatia) - Pledge of shareholding of Chairman & Managing Director, his associates, Asian Holding Private Limited & Other group Companies (total amounting to 7.2%) in the Company. - First pari passu Pledge of shares representing Company's investment in foreign subsidiary company. - Charge over two power generation units of 3MW (including its Cashflows) situated at Maharashtra. 	

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

18. NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS....cotnd.

(d) Punjab National Bank - Rupee Loan

Particulars	Terms of Repayment
- Punjab National Bank - Term Loan of Rs. 14,884.57 Lakhs (carried interest @ 9% per annum)	The loan is repayable in 41 unequal quarterly instalments starting from March, 2022 till March, 2032.
- Punjab National Bank - FITL of Rs. 903 Lakhs (carried interest @ 10% per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 30 2022 till March, 2027.
All the Above mentioned Loans (Both Term Loan & FITL) are secured by:-	
<ul style="list-style-type: none"> - First pari passu charge of land & building of Hotel Hyatt Regency Delhi - First pari passu charge of unsold area of New Tower Block A in Hyatt Regency Delhi - First pari passu charge on Cashflows of the Company. - First pari passu charge on movable fixed assets (Excluding vehicles and power saving equipment), first pari passu charge on current assets (Present and Future) - Personal guarantee of Chairman & Managing Director & Non-Executive Director (Mr. Amritesh Jatia) - Pledge of shareholding of Chairman & Managing Director, his associates, Asian Holding Private Limited & Other group Companies (total amounting to 7.2%) in the Company. - First pari passu Pledge of shares representing Company's investment in foreign subsidiary company. 	

- (e) Indusind Bank Limited - Rupee loan of Rs. 9570.85 Lakhs (carried interest @ 10.40% per annum) is secured by first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi, first pari passu charge on movable fixed assets (Excluding vehicles and power saving equipment), first pari passu charge on current assets (Present and Future), personal guarantee of Chairman & Managing Director and pledge of shares representing Company's investment in foreign subsidiary company. The loan is repayable in 17 unequal half yearly instalments till March, 2030.
- (f) ICICI Bank-Rupee loan (carried interest @ 9.35% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to September, 2021.
- (g) ICICI Bank-Rupee loan (carried interest @ 8.51% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to December, 2021.
- (h) ICICI Bank-Rupee loan (carried interest @ 8.02% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to December, 2022.
- (i) ICICI Bank-Rupee loan (carried interest @ 8.25% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to January, 2023.
- (j) ICICI Bank-Rupee loan (carried interest @ 8.01% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to December, 2022.
- The aggregate values of the vehicle loans from ICICI Bank aggregate to Rs. 29.38 Lakhs.
- (k) Kotak Mahindra Prime Limited -Rupee loan for acquisition of vehicles (carries interest @ 8.60% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to March 2022.
- (l) Kotak Mahindra Prime Limited -Rupee loan for acquisition of vehicles (carries interest @ 10.25% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to July 2021.
- (m) Kotak Mahindra Prime Limited -Rupee loan for acquisition of vehicles (carries interest @ 7.78% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to April 2023.
- The aggregate values of the vehicle loans outstanding from Kotak Mahindra Prime Ltd aggregates to Rs. 83.31 Lakhs
- (n) HDFC Bank Ltd - Rupee loan of Rs. 7.10 Lakhs for acquisition of a vehicle (carried interest @ 11.00% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to May 2021.
- (o) HDFC Bank Ltd - Rupee loan of Rs. 21.48 Lakhs for acquisition of a vehicle (carried interest @ 8.40% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to November, 2023.
- (p) Toyota Financial Services India Ltd - Rupee loan of Rs.2.84 Lakhs for acquisition of a vehicle (carried interest @ 9.05% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to November 2021.
- (q) Toyota Financial Services India Ltd - Rupee loan of Rs.6.82 Lakhs for acquisition of a vehicle (carried interest @ 7.74% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to March, 2023.

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NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

18. NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS....cotnd.

- (r) Toyota Financial Services India Ltd - Rupee loan of Rs.7.14 Lakhs for acquisition of a vehicle (carried interest @ 7.74% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to April, 2023. The details of repayment of long term borrowings as at 31st March, 2021 are as follow:

Particulars	Up to 1 year (Rs. In Lakhs)	1 to 5 years (Rs. In Lakhs)	Above 5 years (Rs. In Lakhs)	Total (Rs. In Lakhs)
Secured term loans				
From banks	5,052.93	31,638.33	54,977.44	91,668.70
From financial institution			-	-
Other Secured Loans				
From banks	33.01	24.96	-	57.97
From financial institution	49.90	50.21	-	100.12
	5,135.85	31,713.49	54,977.44	91,826.78

19. NON - CURRENT - OTHER FINANCIAL LIABILITIES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Security Deposits	1,525.47	1,532.58
	1,525.47	1,532.58

The above includes Rs. 1,500 Lakhs (Previous Year: Rs. 1,500 Lakhs) received as refundable interest free security deposit for parking space in Serviced Apartment Tower and Rs. 27.28 Lakhs (Previous Year: Rs. 27.28 Lakhs) received as refundable interest free security deposit for Service Apartment.

20. NON - CURRENT PROVISIONS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Provision for employee benefit		
Gratuity	288.91	348.75
Leave Encashment	47.66	72.61
	336.57	421.36

21. CURRENT FINANCIAL LIABILITIES - BORROWINGS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Secured		
From Banks		
<i>Other Term Loans</i>		
Bank of Maharashtra - Rupee Loan	1,907.00	1,333.73
Punjab national Bank - Rupee Loan	1,134.00	-
Indusind Bank Ltd - Rupee Loan	549.93	-
Yes Bank Limited - Rupee Loan	1,462.00	-
<i>Funded Interest Term Loans (FITL)</i>		
IndusInd Bank Ltd -FITL	23.14	-

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

21. CURRENT FINANCIAL LIABILITIES - BORROWINGS...contd.

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
<i>For acquisition of /secured against vehicles</i>		
ICICI Bank Limited- Rupee loan	18.35	48.33
HDFC Bank Limited- Rupee loan	14.66	24.09
<i>Overdraft Facilities</i>		
Yes Bank Limited	3,432.71	3,890.73
DBS Bank Ltd	-	-
Axis Bank Limited	1,154.08	999.13
IndusInd Bank	520.72	739.57
	10,216.59	7,035.58
From Financial Institution		
SREI Equipment Finance Ltd - Equipment Loan	-	25.21
<i>For acquisition of /secured against vehicles</i>		
Kotak Mahindra Prime Limited - Rupee loan	40.82	47.85
Toyota Financial Services - Rupee loan	9.09	9.90
	49.91	82.96
Unsecured		
Others		
Intercompany Deposits* (carry interest @ 10% to 17%)	932.50	3,356.67
	932.50	3,356.67
	11,199.00	10,475.21

*Intercompany Deposits of Rs. 932.50 Lakhs is due for repayment (as on 31st March, 2021).

Nature of security and terms of repayment for secured current financial liabilities-borrowings:

- (a) Yes Bank Limited -Overdraft facilities (carried interest @ 9.80% - 11.40% per annum) is secured by :-
- First pari passu charge of land & building of Hotel Hyatt Regency Delhi
 - First pari passu charge of unsold area of New Tower Block A in Hyatt Regency Delhi (1st to 6th Floor except 3000 sq ft at 6th Floor) & Receivable from the sale/lease.
 - First pari passu charge on movable fixed assets (Excluding vehicles and power saving equipment), first pari passu charge on current assets
 - Personal guarantee of Chairman & Managing Director & Director (Mr. Amritesh Jatia)
 - Pledge of shareholding of Chairman & Managing Director, his associates, Asian Holding Private Limited & Other group Companies (total amounting to 7.2%) in the Company.
 - First pari passu Pledge of shares representing Company's investment in foreign subsidiary company.
 - Charge over two power generation units of 3MW (including its Cashflows) situated at Maharashtra.
- (b) Axis Bank Limited - Overdraft facilities (carried interest @ 9.00% - 11.45% per annum) and is secured by :
- first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi,
 - first pari-passu charge on the Land and Building pertaining to the existing Hotel complex.
 - first pari passu charge on movable fixed assets (Excluding vehicles, windmills and power saving equipment), first pari passu charge on current assets (Present and Future),
 - personal guarantee of Chairman & Managing Director & Non-Executive Director (Mr. Amritesh Jatia),
 - pledge of shares representing Company's investment in foreign subsidiary company

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

21. CURRENT FINANCIAL LIABILITIES - BORROWINGS...contd.

- (c) Indusind Bank Limited - Overdraft facilities (carried interest @ 9.35% - 10.40% per annum) and is secured by first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi, first pari passu charge on movable fixed assets (Excluding vehicles, windmills and power saving equipment), first pari passu charge on current assets (Present and Future), personal guarantee of Chairman & Managing Director, pledge of shares representing Company's investment in foreign subsidiary company.
- (d) Indusind Bank Limited - FITL (carried interest @ 9.65% per annum) and is secured by first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi, first pari passu charge on movable fixed assets (Excluding vehicles, windmills and power saving equipment), first pari passu charge on current assets (Present and Future), personal guarantee of Chairman & Managing Director, pledge of shares representing Company's investment in foreign subsidiary company. The loan is repayable in 3 equal monthly instalments starting from January, 2021 to March, 2021. The same is under restructuring and revised payment terms are awaited.

22. CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Due to micro and small enterprises	148.45	73.13
Due to other than micro and small enterprises	9,188.35	8,157.23
	9,336.80	8,230.36

The disclosure pursuant to the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act") is as under:

DISCLOSURE UNDER MSMED ACT, 2006

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
(a) Principal amount due to suppliers under MSMED Act, 2006	148.45	73.13
(b) Interest accrued and due to suppliers under MSMED Act on the above amount, unpaid	-	-
(c) Payment made to suppliers (other than interest) beyond the appointed day, during the year	-	-
(d) Interest paid to suppliers under MSMED Act (other than Section 16)	-	-
(e) Interest paid to suppliers under MSMED Act (Section 16)	-	-
(f) Interest due and payable towards suppliers under MSMED Act for payments already made	-	-
(g) Interest accrued and remaining unpaid at the end of each of the year to suppliers under	-	-

The information has been given in respect of such vendors to the extent they could be identified as micro and small enterprises on the basis of information available with the company.

23. CURRENT - OTHER FINANCIAL LIABILITIES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Security deposits*	404.48	418.49
Interest accrued but not due on borrowings	1,681.33	1,131.06
Interest accrued but & due but not paid on borrowings	93.35	-
Payables for capital goods	110.27	188.30
Employee Dues	684.53	416.36
Other payables	30.84	22.23
Unpaid/unclaimed dividend	2.33	4.46
	3,007.13	2,180.90

*The above includes Rs. 180.12 Lakhs (Previous Year: Rs. 180.12 Lakhs) received as refundable interest free security deposits against leave and license agreements relating to the shops in Hotel Hyatt Regency and Rs. 52.96 Lakhs (Previous Year: Rs. 52.96 Lakhs) received as refundable interest free security deposit for Service Apartment.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

24. OTHER CURRENT LIABILITIES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Advance from customers *	5,797.12	6,071.16
Advance for Sale of Fixed Assets#	341.88	-
Statutory liabilities	1,489.25	1,774.06
Other liabilities	2,874.92	2,540.55
	10,503.17	10,385.77

* Advance includes amount received upon execution of agreements related to apartments amounting to Rs.4,851.15 Lakhs (Previous year ended March 31, 2020: Rs.5,288.72 Lakhs)

Advance for Sale of Fixed Assets includes Rs. 321.88 lakhs (Previous Year Nil) received for the Sale of Windmills Assets Located in Maharashtra

25. SHORT TERM PROVISIONS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Provision for employee benefit		
Gratuity	323.97	292.85
Leave Encashment	13.88	19.87
	337.84	312.72

26. REVENUE FROM OPERATIONS

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
ROOMS, FOOD, BEVERAGES AND OTHER SERVICES		
Room income	2,435.76	9,165.88
Wines and liquor	641.31	2,475.67
Food, other beverages, smokes and banquets	2,837.22	9,407.87
Communications	2.57	12.51
Others*	1,341.44	4,177.46
	7,258.30	25,239.39
*Includes related to generation of electricity business	150.35	212.12

27. OTHER INCOME

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Interest Received/Receivable		
From banks	1.05	-
From others	61.96	2.05
Excess provisions / credit balances no longer required written back	80.63	44.62
Net gain on sale of fixed assets	-	731.87
Net gain on foreign currency transaction and translation (other than finance cost)	-	633.50
Miscellaneous income	43.03	43.95
	186.67	1,455.99

28. CONSUMPTION OF PROVISIONS, BEVERAGES, SMOKES & OTHERS

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
WINES AND LIQUOR		
Opening Stock	356.95	442.71
Add : Purchases	66.91	886.11
	423.86	1,328.82
Closing Stock	(186.11)	(356.95)
	237.75	971.87

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

28. CONSUMPTION OF PROVISIONS, BEVERAGES, SMOKES & OTHERS...contd.

PROVISIONS, OTHER BEVERAGES AND SMOKES

Opening Stock	109.97	212.24
Add : Purchases	839.48	2,598.05
	949.45	2,810.29
Closing Stock	(51.66)	(109.97)
	897.79	2,700.32
Excise duty expense	-	-
	1,135.54	3,672.19
Percentage of total consumption between:		
Indigenous 81.17% (Previous Year 73.53%)	921.72	2,700.32
Imported 18.83% (Previous Year 26.47%)	213.82	971.87

29. EMPLOYEE BENEFITS EXPENSES

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Salaries and wages	2,718.72	4,655.11
Contribution to provident and other funds	165.46	253.38
Contract labour and services	343.53	1,395.47
Staff welfare expense	370.49	571.64
Recruitment and training	5.70	36.76
	3,603.90	6,912.36

30. FINANCE COSTS

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Interest expenses	9,555.29	10,019.47
Other borrowing costs (including bank charges)	469.16	1,155.27
Applicable net loss / (gain) on foreign currency transactions and translation {Refer Note 3.10 on borrowing costs}	(919.02)	1,371.76
	9,105.43	12,546.50

31. OTHER EXPENSES

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
OPERATING, ADMINISTRATION AND GENERAL EXPENSES		
Linen, room, catering and other supplies/services	715.06	1,000.97
Operating equipment and supplies written off	161.45	259.35
Power, fuel and light (net)	1,145.10	1,571.56
Repairs, maintenance and refurbishing *	511.77	863.62
Rent	-	817.05
Rates and taxes	292.33	464.10
Insurance	95.98	127.09
Data processing charges	223.83	303.64
Legal and professional charges	365.12	303.31
Payment to the auditors**	20.00	33.05
Stationery and printing	37.07	90.03
Travelling and conveyance	58.15	378.25
Guest transportation	17.93	210.37
Communication (including telephones for guests)	92.36	90.82
Technical services	13.71	832.73
Advertisement, publicity and business promotion	209.45	419.61

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

31. OTHER EXPENSES...contd.

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Commission and brokerage	275.10	914.44
Charity and donation	0.73	-
Bad debts / advances written off	49.02	-
Provision for doubtful debts / advances	32.77	6.45
Loss on Fixed Assets sold/discarded (net)	2.88	-
Exchange Fluctuation loss	108.29	382.38
Miscellaneous	88.13	97.42
	4,516.23	9,166.24
* includes:		
Repairs to buildings	135.08	195.96
Repairs to machinery	266.00	511.73
**Payments to the auditors for		
- statutory audit	18.00	25.00
- tax audit fee	2.00	4.00
- limited review fees	-	3.00
- certification work	-	0.07
- out of pocket expenses	-	0.98
	20.00	33.05

32. EARNINGS PER EQUITY SHARE

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Profit/(loss) available for equity shareholders	(69,513.58)	(6,313.15)
Weighted average numbers of equity shares outstanding	19,453,229	19,453,229
Nominal value per equity share (in Rupees)	10.00	10.00
Earnings /(loss) Per Equity Share- Basic and Diluted (in Rupees)	(357.34)	(32.45)

33. EXCEPTIONAL ITEMS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
- Provision for impairment of Investment in subsidiary (Refer Sub Notes to Note 5)	56,914.72	-
	56,914.72	-

34. CONTINGENT LIABILITIES AND COMMITMENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
(a) Claims against the Company not acknowledged as debts* *pertains to cases filed by certain employees of the Company	-	-
(b) Service tax demand not provided for *	250.00	250.00
* pertains to a demand raised by Service Tax Authorities amounting to Rs. 401.10 Lakhs which includes penalty demand of Rs. 250.00 Lakhs and excluding interest for earlier years up to 2007, against which the Company has filed an appeal with Customs, Excise and Service Tax Appellate Tribunal (CESTAT), New Delhi on 11th March 2014. Since the Company had already deposited the service tax payable, as determined by the tax authorities, before issuance of the show cause notice for levy of the penalty, it is contesting before the above appellate authorities that it is not liable to pay any penalty and interest.		
*An appeal has been filed by AHNL before Supreme Court against Customs, Excise and Service Tax Appellate Tribunal (CESTAT) demand for Rs. 2,14,61,690/-	214.62	214.62

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

34. CONTINGENT LIABILITIES AND COMMITMENTS...contd.

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
(c) Additional bonus liability for the financial year 2014-15 owing to amendment made in "The Payment of Bonus Act, 1965" w.r.e.f. 1st April, 2014, has not been provided for as the matter is subjudice before various High Courts in the country.	-	-
(d) Relating to an accident in the hotel premises, a writ petition has been filed with Delhi High Court by a relative of the injured person, and the Company has been made one of the respondents. The same relative has also filed a consumer complaint/petition, before the National Consumer Dispute Redressal Commission (NCDRC), against the Hyatt Hotels Corporation, Chicago and Hotel Hyatt Regency, Delhi, seeking compensation for the above injured person on various counts. Any consequence on the outcome of the above writ petition and the Consumer complaint before the NCDRC can not be ascertained.		
(e) The Company has, on February 11th, 2020 received a demand Notice dated 05.02.2020 from the Asstt. Assessor & Collector (HQ), South Delhi Municipal Corporation, New Delhi (SDMC), on account of Property Tax (including interest and penalty) for the years 2016-17 to 2019-20 assessed in terms of assessment order dated 27.1.2020. The matter of Property Tax in the case of Company and many other similarly situated entities is sub-judice before the Hon'ble High Court of Delhi. The Company has been depositing Property Tax as per order dated 23.5.2014 of the Hon'ble High Court. The Company has been advised that the said demand notice is contrary to the prior orders passed by the Hon'ble High Court, and therefore Company is in the process of taking appropriate legal recourse in the said matter.	3,725.29	3,725.29
(f) Termination of Space Buyer Agreeemnt (SBA) The Company has received Rs. 1,89,00,000/- under the SBA for Property- Unit number 1005 admeasuring approximately 750 sq. ft. super area situated on the 1 st Floor of the Block A-New Tower situated at District Centre, Bhikaji Cama Place, R. K. Puram, New Delhi. The Company has called upon for balance payment i.e. Rs. 47,25,000/- but party defaulted for such payment & Company terminated SBA. Party has filed suit for specific performance seeking relief for value of Rs. 2,36,25,000/- case is pending in Delhi High Court	189.00	-
(g) The Company has let out the commercial property Premises unit No. 404, 405 & 406 on 4th floor of Block-A "Hyatt Regency Complex" situated at District Centre, Bhikaji Cama Place, R. K. Puram, New Delhi. The tenant was defaluted in rent payment & demanding its security deposit of Rs. 54,70,206/-. The Tenant has moved to the Hon'be Delhi Hgh Court for refund of security deposit along with interest @18% p.a. The Company has made counter claim for Rs. 2,60,51,560/-.	54.70	-
(h) TDS related dues appearing on TRACES portal (subject to reconciliation and adjustment)	8.50	8.05

Notes:

- 1 It is not practicable to estimate the timing of cash outflows, if any, in respect of matters stated above, pending resolution of the proceedings.

COMMITMENTS

(a) Estimated amount of contracts remaining to be executed on capital account and not provided for:	189.80	240.09
(b) Future commitments in respect of assets acquired under Finance Schemes:		
Minimum instalments payable within one year	92.66	174.05
later than one year but not later than five years	78.60	136.75
Present value of minimum payable within one year	82.92	155.37
instalments		
later than one year but not later than five years	75.17	127.78

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

35. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 17 LEASES OPERATING LEASE COMMITMENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
(a) Future minimum lease amounts receivable by the Company in respect of non-cancellable operating leases (other than land) for shops and apartments entered into by the Company :		
Not later than one year	-	61.47
Later than one year and not later than five years	-	86.14
More than five years		
(b) Future minimum lease amounts payable by the Company in respect of non-cancellable operating leases (other than land) for other services (including rented premises) entered into by the Company :		
Not later than one year	-	918.77
Later than one year and not later than five years	-	4,092.62
More than five years	-	1,856.84

36. SEGMENT REPORTING

The Company operates only in one reportable segment, i.e. Hospitality/Hotel Business at one location, namely New Delhi (India). The other business segment, i.e. power generation, though governed by different sets of risks and returns, however, is not a reportable segment as defined under the Indian Accounting Standard Ind AS - 108 "Operating Segments", and therefore, no separate disclosures have been made. The assets, liabilities and revenues relating to the said power generation business have, however, been disclosed in the accounts separately. The above treatment is in accordance with the guiding principles enunciated in the said Ind AS.

37. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 19 EMPLOYEE BENEFITS

The Company has classified the various benefits provided to employees as under:-

(a) Defined contribution plans

- Provident fund

The Company has recognized the following amounts in the statement of profit and loss:

Employers' contribution to provident fund :- Current Year Rs. 155.61 Lakhs (Previous Year Rs. 232.13 Lakhs)

(b) Defined benefit plans

- Gratuity
- Compensated absences - Earned leave

In accordance with Indian Accounting Standard 19, actuarial valuation was done in respect of the aforesaid defined benefit plans based on the following assumptions-

Economic Assumptions

The discount rate and salary increases assumed are the key financial assumptions and should be considered together; it is the difference or 'gap' between these rates which is more important than the individual rates in isolation.

Discount Rate

The discounting rate is based on the gross redemption yield on medium to long term risk free investments. The estimated term of the benefits/obligations works out to zero years. For the current valuation a discount rate of 6.91% p.a. (Previous Year 6.92% p.a.) compound has been used.

Salary Escalation Rate

The salary escalation rate usually consists of at least three components, viz. regular increments, price inflation and promotional increases. In addition to this any commitments by the management regarding future salary increases and the Company's philosophy towards employee remuneration are also to be taken into account. Again a long-term view as to trend in salary increase rates has to be taken rather than be guided by the escalation rates experienced in the immediate past, if they have been influenced by unusual factors.

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NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

37. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 19 EMPLOYEE BENEFITS...cotnd.

The assumptions used are summarized in the following table:

	Gratuity (Unfunded)		Compensated Absences Earned Leave (Unfunded)	
	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Discount rate(per annum)	6.91%	6.92%	6.91%	6.92%
Future salary increase	5.00%	5.00%	5.00%	5.00%
Expected rate of return on plan assets	NA	NA	NA	NA
Mortality Rates	100% of IALM (2012 - 14)	100% of IALM (2012 - 14)	100% of IALM (2012 - 14)	100% of IALM (2012 - 14)
Retirement age	58 Years	58 Years	58 Years	58 Years
Withdrawal rates				
- Up to 30 years	3.00%	3.00%	3.00%	3.00%
- From 31 to 44 years	2.00%	2.00%	2.00%	2.00%
- Above 44 years	1.00%	1.00%	1.00%	1.00%
	Gratuity (Unfunded)		Compensated Absences Earned Leave (Unfunded)	
	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Change in present value of the defined benefit obligation during the year				
Present value of obligation as at the beginning of the year	641.60	604.78	92.48	119.19
Interest Cost	44.40	46.33	6.40	9.13
Current Service Cost	38.74	41.68	22.15	17.68
Benefits Paid	(45.97)	(39.93)	(11.64)	(40.76)
Actuarial (Gain)/Loss on arising from Change in Demographic Assumption	0.00	0.38		
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	0.22	20.02	0.04	6.06
Actuarial (Gain)/Loss on arising from Experience Adjustment	(66.12)	(30.89)	(47.91)	(18.82)
Present value of obligation as at the end of the year	612.88	641.60	61.53	92.48
Change in fair value of plan assets during the year				
Fair Value of plan assets at the beginning of the year	NA	NA	NA	NA
Interest Income	NA	NA	NA	NA
Contributions by the employer	NA	NA	NA	NA
Benefits paid	NA	NA	NA	NA
Return on plan assets	NA	NA	NA	NA
Fair Value of plan assets at the end of the year	NA	NA	NA	NA
Net Asset/ (Liability) recorded in the Balance Sheet				
Present value of obligation as at the end of the year	(612.88)	(641.60)	(61.53)	(92.48)
Net Asset/ (Liability)-Current	(323.97)	(292.85)	(13.88)	(19.87)
Net Asset/ (Liability)-Non-Current	(288.91)	(348.75)	(47.65)	(72.61)

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

37. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 19 EMPLOYEE BENEFITS...cotnd.

	Gratuity (Unfunded)		Compensated Absences Earned Leave (Unfunded)	
	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Expenses recorded in the Statement of Profit & Loss during the year				
Interest Cost	44.40	46.33	6.40	9.13
Current & Past Service Cost	38.74	41.68	22.15	17.68
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	-	-	0.04	6.06
Actuarial (Gain)/Loss on arising from Experience Adjustment	-	-	(47.91)	(18.82)
Total expenses included in employee benefit expenses	83.14	88.01	28.55	26.81
Recognized in Other Comprehensive Income during the year				
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	0.00	(0.38)	-	-
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	0.22	20.02	-	-
Actuarial (Gain)/Loss on arising from Experience Adjustment	(66.12)	(30.89)	-	-
Recognized in Other Comprehensive Income	(65.89)	(11.25)	-	-
Maturity profile of defined benefit obligation				
Within 12 months of the reporting period	323.97	292.85	13.88	19.87
Between 2 and 5 years	120.50	129.93	21.84	15.76
6 Years and onwards	168.41	218.82	25.82	56.85
Quantitative sensitivity analysis for significant assumption is as below:				
Increase/ (decrease) on present value of defined benefit obligation at the end of the year				
Half percentage point increase in discount rate	(10.85)	(13.98)	(2.10)	(4.18)
Half percentage point decrease in discount rate	11.67	15.05	2.29	4.57
Half percentage point increase in salary increase rate	11.83	15.26	2.32	4.63
Half percentage point decrease in salary increase rate	(11.09)	14.30	(2.15)	(4.27)
Expected contribution to the defined benefit plan for the next reporting period				
			2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Expected contribution to the defined benefit plan for the next reporting period (Gratuity)			77.63	83.24
Expected contribution to the defined benefit plan for the next reporting period (Compensated Absences Earned Leave)			24.89	18.49

38. CORPORATE SOCIAL RESPONSIBILITY

Pursuant to the provisions of section 135(5) of the Companies Act, 2013 (the Act), the Company has formed its Corporate Social Responsibility (CSR) Committee. As per the relevant provisions of the Act read with Rule 2(1)(f) of the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company is required to spend at least 2% of the average net profits determined under section 198 of the Companies Act 2013 during the immediately three financial years. However, due to inadequacy of profits as per Section 198 of the Companies Act, 2013, the company is not required to spend any amount on CSR activities for Financial Year 2020-21

Gross amount required to be spent by the Company during the year: Rs. NIL (Previous year - Rs. NIL)

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NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

39. EARNINGS AND EXPENDITURE IN FOREIGN CURRENCY

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
(a) Value of imports calculated on CIF basis		
Food and beverages	2.62	187.83
Stores and spares	-	44.93
Capital goods	-	23.70
Beverages - through canalizing agencies	-	816.80
(b) Expenditure in foreign currency		
Technical services (Royalty)	6.22	6.23
Technical services (Professional and consultation fees)	6.26	11.49
Interest	-	979.26
Others		
- Advertisement and publicity	0.52	56.41
- Commission and brokerage	37.44	63.95
- Recruitment and training	-	-
- Miscellaneous	40.96	35.64
(c) Earning in foreign currency		
Revenue from operations (As reported by the management of the Company and certified by an independent Chartered Accountant)	1032.23	9,029.69
(d) Details of dividends paid to Non-Resident Shareholders holding shares on repatriation basis:		
Final Dividend - Equity		
(i) Financial Year to which dividend relates	-	-
(ii) Number of non-resident shareholders	-	-
(iii) Number of shares held by them	-	-
(iv) Rupees (in Lakhs) equivalent of amount paid in foreign currency	-	-
(v) (Amount in Rupees (in Lakhs) remitted to banks /addresses in India for which the company does not have information as to the extent to which remittance in foreign currencies have been made by or on behalf of the non-resident shareholders	-	-

40. DERIVATIVE INSTRUMENTS

The amount of foreign currency exposures that are not hedged by a derivative instrument or otherwise as at 31st March, 2021 and 31st March, 2020 are as under:

	As at 31st March, 2021		As at 31st March, 2020	
	Foreign Currency	(Rs. In Lakhs)	Foreign Currency	(Rs. In Lakhs)
Receivables				
Loans and advances given				
(in USD)	10,420	7.54	1,048	0.79
(in GBP)	-	-	-	-
Investment in CRPS (in USD)	-	-	1,01,93,679	7,684.60
Other Receivable				
(in USD)	438,279	317.33	10,000	7.54
Payables				
Trade payables				
(in USD)	71,90,627	52,06.34	56,65,106	4,270.69
(in SEK)				
Payable for capital goods				
(in USD)	-	-	-	-
(in SEK)			28,667	2.15

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

40. DERIVATIVE INSTRUMENTS...contd.

The amount of foreign currency exposures that are not hedged by a derivative instrument or otherwise as at 31st March, 2021 and 31st March, 2020 are as under:

	As at 31st March, 2021		As at 31st March, 2020	
	Foreign Currency	(Rs. In Lakhs)	Foreign Currency	(Rs. In Lakhs)
External Commercial Borrowings (ECBs) (in USD)	32,145,374	23,274.73	2,96,68,787	22,366.08
Interest on ECBs (in USD)	7,13,231	516.41	7,30,289	550.53

41. COVID 19 IMPLICATIONS

During the year, the business of the Company was significantly impacted due to COVID-19. Hotel was not operating for the first six months on account of restrictions imposed due to lockdowns; with lifting of lockdown restrictions hotel started operating from second half of the year.

Presently, various state Governments have imposed restrictions due to the resurgence of COVID-19 cases, which has significantly impacted business of the Company.

The Company has assessed the impact of COVID-19 on the future cash flow projections. The Company has also prepared a range of scenarios to estimate financing requirements. The Company has also assessed the potential impact of COVID-19 on the carrying value of property, plant & equipment, investments, trade receivables, inventories and other current assets appearing in the financial statements of the Company. Based on the current indicators of future economic conditions, the Company expects to recover the carrying value of these assets. The impact assessment of COVID-19 is a continuous process given the uncertainties associated with its nature and duration and actual results may differ materially from these estimates.

The Company will continue to monitor the material changes in future economic conditions and would recognize any significant impact of these changes affecting the Company, in the financial statements, as and when these conditions arise.

42. RELATED PARTY DISCLOSURES AS PER INDIAN ACCOUNTING STANDARD-24

(a) Related Parties

- Subsidiaries	Fineline Hospitality & Consultancy Pte Limited Lexon Hotel Ventures Limited Leading Hotels Limited	
- Key Management Personnel	Mr. Shiv Kumar Jatia Ms. Anita Thapar (Resigned w.e.f August 01, 2020) Mr. Amrithesh Jatia Mr. Dipendra B Goenka (Resigned w.e.f April 30, 2020) Mr. Akhilesh Bhuwalka (Appointed w.e.f June 18, 2020) Mr. Dinesh Kumar Jain (Resigned w.e.f June 08, 2021) Dr. Lalit Bhasin Mr. Dinesh Chandra Kothari Ms. Preeti Gandhi (Appointed w.e.f September 13, 2020) Mr. Pinaki Misra (Resigned w.e.f September 03, 2020) Mr. Ranjan k. Bhattacharya (Resigned w.e.f September 07, 2020) Mr. Prakash Chandra Sharma (Resigned w.e.f September 12, 2020) Mr. Dinesh Bhalotia (Appointed w.e.f September 13, 2020 & (Resigned w.e.f January 28, 2021)	Chairman & Managing Director Whole Time Director Non-Executive Director Non-Executive Director Non-Executive Director Company Secretary Independent Director Independent Director Independent Director Independent Director Independent Director Chief Financial Officer Chief Financial Officer

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

42. RELATED PARTY DISCLOSURES AS PER INDIAN ACCOUNTING STANDARD-24...contd.

-	Relative of Key Management Personnel	Mr. Amritesh Jatia Mrs. Archana Jatia Mr. Ramesh Jatia Mr. Raj Kumar Jatia	Director and son of Mr. Shiv Kumar Jatia Wife of Mr. Shiv Kumar Jatia Brother of Mr. Shiv Kumar Jatia Brother of Mr. Shiv Kumar Jatia
-	Entities controlled by Directors or their relatives (with whom transactions entered into during the financial year)	Bhasin & Co. Energy Infrastructure (I) Limited Experimental Restaurants Private Limited	

(b) Transactions with related parties:

	Subsidiaries		Key Management Personnel and their relatives		Entities controlled by Directors or their relatives		Total	
	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Room, Food, Beverages and other services	-	-	3.20	72.11	-	24.56	3.20	96.67
Day to day operations and Technical assistance services	-	-	-	-	4.16	33.88	4.16	33.88
Remuneration	-	-	306.27	343.89	-	-	306.27	343.89
Professional Charges	-	-	-	-	2.62	3.87	2.62	3.87
Purchases	-	-	-	-	0.11	55.34	0.11	55.34
Director's Sitting fees	-	-	21.75	19.50	-	-	21.75	19.50

Balance Outstanding

	Payable		Receivable	
	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Subsidiaries	-	-	6.89	6.89
Key Management Personnel and their relatives	223.68	147.70	92.79	0.85
Entities controlled by Directors or their relatives	17.93	24.78	48.36	40.08
Total	241.62	172.48	148.03	47.82

Note:

- The above related party transactions have been reviewed periodically by the Board of Directors of the Company vis-à-vis the applicable provisions of the Companies Act, 2013, and justification of the rates being charged/ terms thereof and approved the same.
- The details of guarantees and collaterals extended by the related parties in respect of borrowings of the Company have been given at the respective notes.

(c) Disclosure in respect of related party-wise transactions

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Room, Food, Beverages and other services		
Leading Hotels Limited	-	-
Energy Infrastructure (I) Limited	-	-
Bhasin & Co.	-	-
Experimental Restaurants Private Limited	-	24.56
Mr. Ranjan K. Bhattacharya	1.06	15.83
Mr. Pinaki Misra	1.39	55.52
Dr. Lalit Bhasin	0.60	0.76
Mr. Dinesh Jain	0.14	-

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

42. RELATED PARTY DISCLOSURES AS PER INDIAN ACCOUNTING STANDARD-24...contd.

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Day to Day Services		
Experimental Restaurants Private Limited	4.16	33.88
Remuneration		
Mr. Shiv Kumar Jatia*	231.58	215.42
Ms. Anita Thapar*	22.96	30.16
Mr. Dinesh Kumar Jain*	35.88	50.62
Mr. Prakash Chandra Sharma*	14.34	47.68
Mr. Dinesh Kumar Bhalotia	1.51	
Professional Charges		-
Bhasin & Co.	2.62	3.87
Purchases		
Energy Infrastructure (I) Limited	-	9.00
Experimental Restaurants Private Limited	0.11	46.34
Director's Sitting fees		
Mr. Ranjan K. Bhattacharya	3.50	5.50
Dr. Lalit Bhasin	7.00	5.50
Mr. Pinaki Misra	2.75	4.50
Mr. Dinesh Chandra Kothari	5.25	4.00
Ms. Preeti Gandhi	2.00	-
Mr. Akhilesh Bhulwalkha	1.25	-
Balance Outstanding		

	Payable		Receivable	
	As at	As at	As at	As at
	31-03-2021 (Rs. In Lakhs)	31-03-2020 (Rs. In Lakhs)	31-03-2021 (Rs. In Lakhs)	31-03-2020 (Rs. In Lakhs)
Experimental Restaurants Private Limited	17.93	17.89	44.36	40.08
Leading Hotels Limited	-	-	6.89	6.89
Energy Infrastructure (I) Limited	-	6.89	4.00	-
Bhasin & Co.	-	-	92.25	0.32
Mr. Shiv Kumar Jatia	166.83	112.36	-	-
Mr. Amritesh Jatia	8.13	8.13	-	-
Mr. Ramesh Jatia	1.89	1.89	-	-
Mr. Raj Kumar Jatia	8.61	8.61	-	-
Mr. Dinesh Kumar Jain	1.69	-	-	-
Mr. Dinesh Chandra Kothari	12.99	8.13	-	-
Mr. Dipendra K Goenka	0.05	0.05	-	-
Mr. Pinaki Misra #	0.69	-	0.53	0.52
Mr. Ranjan Kishore Bhattacharya	3.24	-	0.01	-
Mr. Akhilesh Bhuwalka	1.16	-	-	-
Ms. Preeti Gandhi	0.69	-	-	-
Dr. Lalit Bhasin	17.72	8.53	-	-

Note: The above transactions excludes changes due to exchange rate fluctuation.

* These include Provident Fund paid / payable by the employer.

Amounts have been subsequently paid

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

43. FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

1. Fair values of cash and short term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short-term maturities of these instruments.
2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on the evaluation, allowances are taken to account for the expected losses of these receivables.

The company uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation technique:

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Other techniques for which all inputs which have a significant effects on the recorded fair value are observable, either directly or indirectly.

Level 3 : Techniques which use inputs that have a significant effects on the recorded fair value that are not based on observable market data.

I. Figures as at March 31, 2021

Financial Instrument	Carrying Amount				Fair value				
	FVTPL	FVOCI	Total Fair Value	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
Non Current Assets									
Financial Assets									
(i) Investments	-	142.54	142.54	-	142.54	-	-	142.54	142.54
(ii) Loans	-	-	-	29.10	29.10	-	-	29.10	29.10
(iii) Others	-	-	-	-	-	-	-	-	-
Current Assets									
Financial Assets									
(i) Trade Receivables	-	-	-	1,544.82	1,544.82	-	-	-	-
(ii) Cash and Cash Equivalents	-	-	-	97.53	97.53	-	-	-	-
(iii) Bank Balance other than (ii) above	-	-	-	71.37	71.37	-	-	-	-
(iv) Others	-	-	-	276.00	276.00	-	-	-	*
	-	142.54	142.54	2,018.82	2,161.36	-	-	171.64	171.64
Non Current Liabilities									
Financial Liabilities									
(i) Borrowings	-	-	-	84,684.58	84,684.58	-	-	-	-
(ii) Others	-	-	-	1,525.47	1,525.47	-	-	1,525.47	1,525.47
Current Liabilities									
Financial Liabilities									
(i) Borrowings	-	-	-	11,199.00	11,199.00	-	-	-	-
(ii) Trade Payables	-	-	-	9,336.80	9,336.80	-	-	-	-
(iii) Other Financial Liabilities	-	-	-	3,007.13	3,007.13	-	-	-	-
	-	-	-	1,09,752.98	1,09,752.98	-	-	1,525.47	1,525.47

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NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

43. FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS...contd.

II. Figures as at March 31, 2020

Financial Instrument	Carrying Amount				Fair value				
	FVTPL	FVOCI	Total Fair Value	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
Non Current Assets									
Financial Assets									
(i) Investments	-	142.54	142.54	57,218.62	57,361.16	-	-	142.54	142.54
(ii) Loans	-	-	-	46.89	46.89	-	-	46.89	46.89
(iii) Others	-	-	-	-	-	-	-	-	-
Current Assets									
Financial Assets									
(i) Trade Receivables	-	-	-	1,276.35	1,276.35	-	-	-	-
(ii) Cash and Cash Equivalents	-	-	-	193.63	193.63	-	-	-	-
(iii) Bank Balance other than (ii) above	-	-	-	4.55	4.55	-	-	-	-
(iv) Others	-	-	-	3,654.68	3,654.68	-	-	-	-
	-	142.54	142.54	62,394.72	62,537.26	-	-	189.43	189.43
Non Current Liabilities									
Financial Liabilities									
(i) Borrowings	-	-	-	81,526.31	81,526.31	-	-	-	-
(ii) Others	-	-	-	1,532.58	1,532.58	-	-	1,532.58	1,532.58
Current Liabilities									
Financial Liabilities									
(i) Borrowings	-	-	-	10,475.21	10,475.21	-	-	-	-
(ii) Trade Payables	-	-	-	8,230.36	8,230.36	-	-	-	-
(iii) Other Financial Liabilities	-	-	-	2,180.90	2,180.90	-	-	-	-
	-	-	-	1,03,945.36	1,03,945.36	-	-	1,532.58	1,532.58

During the reporting period ending March 31, 2021 and March 31, 2020, there were no transfers between Level 1 and Level 2 fair value measurements.

44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The company's financial risk management policy is set by the Managing Board.

Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loan borrowings.

The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Senior Management and the Audit Committee. The activities of this department include management of cash resources, implementing hedging strategies for foreign currency exposures, borrowing strategies, and ensuring compliance with market risk limits and policies.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES...contd.

Interest rate risk

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to optimize the company's position with regards to the interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

The company is not exposed to significant interest rate risk as at the specified reporting date.

Refer Note 19 and Note 22 for interest rate profile of the Company's interest-bearing financial instrument at the reporting date.

Foreign currency risk

The Company operates locally, however, the nature of its operations requires it to transact in several currencies and consequently the Company is exposed to foreign exchange risk in various foreign currencies.

The Company evaluates exchange rate exposure arising from foreign currency transactions and the Company follows established risk management policies.

I. Foreign Currency Exposure

Refer Note 39 for foreign currency exposure as at March 31, 2021 and March 31, 2020 respectively.

II. Foreign Currency Sensitivity

1% increase or decrease in foreign exchange rates will have the following impact on the profit before tax

Currency	2020-21		2019-20	
	1% Increase	1% Decrease	1% Increase	1% Decrease
USD	(286.73)	286.73	(274.05)	274.05
Euro	-	-	-	-
GBP	-	-	0.00	0.00
SGD	-	-	-	-
SEK	-	-	(0.02)	0.02
Total	(286.73)	286.73	(274.07)	274.07

Credit risk

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual risk limits are set accordingly.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is significant increase in credit risk the company compares the risk of a default occurring on the asset at the reporting date with the risk of default as the date of initial recognition. It considers reasonable and supportive forwarding-looking information such as:

- (i) Actual or expected significant adverse changes in business,
- (ii) Actual or expected significant changes in the operating results of the counterparty.
- (iii) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligation,
- (iv) Significant increase in credit risk on other financial instruments of the same counterparty.
- (v) Significant changes in the value of the collateral supporting the obligation or in the quality of third-party guarantees or credit enhancements.

Financial assets are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Company. The Company categorizes a loan or receivable for write off when a debtor fails to make contractual payments greater than 2 years past due. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized in profit or loss.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Contd.)

I. Financial assets for which loss allowance is measured using 12 months Expected Credit Losses (ECL)

Particulars	As at 31-03-2021 (Rs. in lakhs)	As at 31-03-2020 (Rs. in lakhs)
Non-current financial assets - Loans	29.10	46.89
Current financial assets - loans	-	-
Total (A)	29.10	46.89

II. Financial assets for which loss allowance is measured using 12 months Life Time Expected Credit Losses (ECL)

Particulars	As at 31-03-2021 (Rs. in lakhs)	As at 31-03-2020 (Rs. in lakhs)
Trade Receivables	1,544.82	1,276.35
Total (B)	1,544.82	1,276.35
Grand Total (A+B)	1,573.92	1,323.24

Balances with banks are subject to low credit risks due to good credit ratings assigned to these banks.

III. The ageing analysis of these receivables (gross of provision) has been considered from the date the invoice falls due

Particulars	As at 31-03-2021 (Rs. in lakhs)	As at 31-03-2020 (Rs. in lakhs)
Up to 3 months	870.61	772.64
3 to 6 months	5.09	151.89
More than 6 months	669.12	351.82
Total	1,544.82	1,276.35

IV. Provision for expected credit losses again "II" and "III" above

The company has assets where the counter- parties have sufficient capacity to meet the obligations and where the risk of default is very low. Hence based on historic default rates, the Company believes that, no impairment allowance is necessary in respect of above mentioned financial assets.

Liquidity Risk

Liquidity Risk is defined as the risk that the company will not be able to settle or meet its obligations on time or at reasonable price. The company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Management monitors the company's net liquidity position through rolling forecast on the basis of expected cash flows.

Maturity profile of financial liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

Particulars	As at 31-03-2021			As at 31-03-2020		
	Less than 1 year	1 to 5 years	Total	Less than 1 year	1 to 5 years	Total
Non-current financial liabilities - Borrowings	-	84,684.58	84,684.58	-	81,526.31	81,526.31
Non-current financial liabilities - Others	-	1,525.47	1,525.47	-	1,532.58	1,532.58
Current financial liabilities - Borrowings	11,199.00	-	11,199.00	10,475.21	-	10,475.21
Current financial liabilities - Trade Payables	9,336.80	-	9,336.80	8,230.36	-	8,230.36
Current financial liabilities - Others	3,007.13	-	3,007.13	2,180.90	-	2,180.90
Total	23,542.93	86,210.05	1,09,752.98	20,886.47	83,058.89	1,03,945.36

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Contd.)

Capital Management

For the purposes of the Company's capital management, capital includes issued capital and all other equity reserves. The primary objective of the Company's Capital Management is to maximize shareholder value. The company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirement of the financial covenants.

The company monitors capital using gearing ratio, which is total debt divided by total capital plus debt.

Particulars	As at 31-03-2021	As at 31-03-2020
Total Debt	95,883.58	92,001.52
Equity	37,152.93	64,311.54
Capital and net debt	133,036.51	156,313.06
Gearing ratio	72.07%	58.86%

45. Current State of Business Operations

The Covid-19 outbreak and subsequent nationwide lockdown have adversely impacted the business operations of financial year ended March 31, 2021 (and continuing) in terms of room occupancy as well as food, beverages and other income of Hotel "Hyatt Regency Delhi" owned by the Company. Further, Commercial Real Estate Sales ("CRE") activity of the company has also come to halt during this period. The major reasons for stress, due to outbreak of Covid -19 are:

1. Travel Restriction announced on domestic as well as international travel throughout the globe.
2. Substantial decline in room occupancy level
3. Substantial decline in F & B and other support services income
4. Decline in income of restaurants
5. Increase in level of Debt due to regular interest application as fixed expenses
6. CRE activity of company also came to halt during pandemic period due to general economic slowdown in the country

As a result of above, there were severe cash flows mismatch which has impacted the financial performance and liquidity position of the company. Due to creation of Provision of Diminution in the Value of Investment in the subsidiary, the net worth of the Company has taken a hit. However, the Management has drawn plans for revival and for improving the profitability and cash flows of the Company. Further, majority lenders have invoked the One Time Restructuring wherein the Company will get extra leverage for repayment of its existing and future principal and interest obligations. These factors and expected future improvement in business operations will be critical for the Company to continue as a Going Concern.

46. Regrouped, Recast, Reclassified

Figures of the earlier year have been regrouped or reclassified to confirm to Ind AS presentation requirements.

The accompanying notes are integral part of the financial statements

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants

Firm Registration No. 000897N

Vijay V. Kale

Partner

Membership Number: 080821

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABCN7489

SHIV KUMAR JATIA

Chairman & Managing

Director

DIN: 00006187

DR. LALIT BHASIN

Director & Chairman of

Audit Committee

DIN: 00001607

ASIAN HOTELS (NORTH) LIMITED

FORM AOC-1

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

STATEMENT CONTAINING SALIENT FEATURES OF THE FINANCIAL STATEMENTS OF SUBSIDIARIES

Name of Subsidiary	Fineline Hospitality & Consultancy Pte Ltd		Lexon Hotel Ventures Limited		Leading Hotels Limited
	18.10.2010		29.01.2013		29.01.2013
Date since acquired	INR in Lakhs	USD in Lakhs	INR in Lakhs	USD in Lakhs	INR in Lakhs
1. Reporting Period	31st March, 2021		31st March, 2021		31st March, 2021
2. Share Capital	76,804.52	1,044.89	1.21	0.02	2,087.69
3. Other Equity	-3,304.89	-44.96	13,960.25	189.92	7,314.55
4. Total Assets	73,504.70	1,000.00	15,070.98	205.03	42,245.04
5. Total Liabilities	5.07	0.07	1,109.52	15.09	32,842.80
6. Investments	73,504.70	1,000.00	15,070.42	205.03	0.00
7. Turnover	0.00	0.00	0.00	0.00	0.00
8. Profit / (Loss) before taxation	68.44	0.92	-6.18	-0.08	-350.17
9. Provision for taxation	0.00	0.00	0.00	0.00	0.00
10 Profit / (Loss) after taxation	68.44	0.92	-6.18	-0.08	-350.17
11. Total Comprehensive Income	0.00	0.00	0.00	0.00	0.00
12. Proposed Dividend	-	-	-	-	-
13. % of shareholdings	100.00		80.00		79.81

Notes :

- i) Converted into Indian Rupees at the closing exchange rate USD 1 = INR 73.5047 and average rate USD 1 = INR 74.201
- ii) These Financial statements of Subsidiaries (other than Leading Hotels Limited) have been audited by the auditors other than the Statutory Auditors of the Company, i.e, V.V. Kale & Co.
- iii) Leading Hotels Limited's financial information have not been signed as of the date of financial statement as the Order under section 7 of Insolvency & Bankruptcy Code 2016, has been passed on June 25, 2021 for initiating Corporate Insolvency Resolution Process (CIRP). As a result the Board of the Company has dissolved and financial statements have not been executed. Hence, numbers as per unexecuted financials are used for preparation of consolidated financial statements.
- iv) The Company has not divested its interest in any subsidiary during the year under review.

ON BEHALF OF THE BOARD OF DIRECTORS

SHIV KUMAR JATIA
Chairman & Managing
Director
DIN: 00006187

DR. LALIT BHASIN
Director & Chairman of
Audit Committee
DIN: 00001607

Place: New Delhi
Dated : 05/07/2021

ASIAN HOTELS (NORTH) LIMITED

INDEPENDENT AUDITOR'S REPORT

To the Members of Asian Hotels (North) Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Asian Hotels (North) Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), comprising of the consolidated Balance Sheet as at March 31, 2021, the consolidated Statement of Profit and Loss including other comprehensive income, the consolidated Cash Flow Statement, the consolidated Statement of Changes in Equity for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Subject to foregoing, in our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31 March 2021, and its consolidated loss, total consolidated comprehensive income, its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

Basis for Qualified Opinion

- Attention is invited to Note No. 4(e) for non-provision of interest liability amounting to Rs. 1518 Lakhs for FY 2020-21 and Rs. 3284.60 Lakhs in aggregate till 31.3.2021 by the Company, relating to Inter Corporate Deposits and other financial commitments. The non-provisioning of interest has resulted in understatement of CWIP to the extent of Rs. 3284.60 Lakhs as at March 31, 2021.*
- One of the Subsidiary Company, i.e., M/s Leading Hotels Limited has defaulted in making principal and interest payments to its Bankers. Due to the ongoing litigation on tenancy related and other issues and consequent court orders, there is a substantial delay in development of villa, hotel complex and a 18 hole, 72 par championship golf course in its subsidiary "Leading Hotels Limited". This has resulted in shortage of funds in the subsidiary whereby the Company has defaulted in interest repayment obligations amounting to Rs. 842.72 Lakhs for the period September 2020 to February, 2021 and principle amounting to Rs. 280 Lakhs and has not made provision for interest payable on ICD lenders aggregating to Rs. 3284.59 Lakhs (which includes interest payable for the previous year for Rs. 1767.04 Lakhs). The financial statements indicate net current liabilities of this Subsidiary at Rs. 15,213.62 Lakhs as on March 31, 2021. Further on June 25, 2021 an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed for initiating Corporate Insolvency Resolution Process (CIRP). These factors cast a doubt of the ability of the subsidiary to continue as a Going Concern. Since the outcome of the recently commenced insolvency process cannot be estimated as of now, the financial statements are drawn on a reasonable basis which maintains the status-quo of the operations as it is.*

These events put together indicate a material uncertainty regarding going concern of the said subsidiary Leading Hotels Limited.

Our opinion is qualified in respect of the above matters.

Emphasis of Matter

We draw attention to the following matters in the Notes to the consolidated financial statements:

A. Contingent Liabilities

Refer Note 35 which, describe the uncertainty related to the outcome of certain disputes and law-suits filed against the Company. The impact (if any) of these disputes/law-suits on the standalone financial statements of the Company could not be ascertained.

B. Implications owing to COVID-19 Pandemic

Refer Note 42 with reference to implications of Covid-19 pandemic. Presently, various state Governments have imposed restrictions due to the resurgence of COVID-19 cases, which has significantly impacted business of the Company. The Company has assessed the impact of COVID-19 on the future cash flow projections. The Company has also prepared a range of scenarios to estimate financing requirements. The Company has also assessed the potential impact of COVID-19 on the carrying value of property, plant & equipment, investments, trade receivables, inventories and other current assets appearing in the financial statements of the Company. Based on the current indicators of future economic conditions, the Company expects to recover the carrying value of these assets. The impact assessment of COVID-19 is a continuous process given the uncertainties associated with its nature and duration and actual results may differ materially from these estimates. The Company will continue to monitor the material changes in future economic conditions and would recognize any significant impact of these changes affecting the Company, in the financial statements, as and when these conditions arise.

C. One Time Restructuring

Refer Note 18 to the Financial Statements relating to long term borrowings. As a fallout of the COVID-19 in India in April 2020, the RBI had issued Resolution Framework for One Time Restructuring. In accordance to the same, the financial institution lenders (5 No.s) entered into a Inter-Creditor Agreement on December 09, 2020 invoking the resolution process. As per the Guidelines, once the resolution is invoked, it needs to be implemented within 6 months, i.e., by June 08, 2021. Accordingly, we received the signed sanction letters under the said invocation from majority lenders, in order to verify the accounting adjustments arising out of the One Time Restructuring.

D. Revaluation of Building

Refer Note 4 to the Financial Statements relating to Revaluation of Building. The Building in New Delhi in which the Hotel business is operated has been valued at Rs. 636.89 crores on basis of the valuation report dated April 09, 2021. This being a material adjusting subsequent event, the adjustment to the value of building by way of upward revaluation of Rs. 42,289 Lakhs has been recorded on March 31, 2021 in line with the relevant Accounting Standards.

E. Provision for Diminution in Value of Investment

Refer Note 46 to the Financial Statements relating to Provision for Diminution in the Value of Investment. In respect of Ultimate Subsidiary company, i.e., Leading Hotels Limited, an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed on June 25, 2021 for initiating Corporate Insolvency Resolution Process (CIRP). Due to the uncertainty related to realisation of amount from the insolvency process the value of investment is fully impaired during the year by creation of provision for diminution in the value of the investment.

F. Current Status of Business Operations

Refer Note 47 to the Financial Statements relating to current status of Business Operations. The Covid-19 outbreak and subsequent nationwide lockdown have adversely impacted the business operations of financial year ended March 31, 2021 (and continuing) in terms of room occupancy as well as food, beverages and other income of Hotel "Hyatt Regency Delhi" owned by the Company. Further, Commercial Real Estate Sales ("CRE") activity of the company has also come to halt during this period.

As a result of above, there were severe cash flows mismatch which has impacted the financial performance and liquidity position of the company. Due to creation of Provision of Diminution in the Value of Investment in the subsidiary, the net worth of the Company has taken a hit. However, the Management has drawn plans for revival and for improving the profitability and cash flows of the Company. Further, majority lenders have invoked the One Time Restructuring wherein the Company will get extra leverage for repayment of its existing and future principal and interest obligations. These factors and expected future improvement in business operations will be critical for the Company to continue as a Going Concern.

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

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

Other Matters

The consolidated Financial Results include the audited Financial Results of two subsidiaries located outside India, whose Financial Statements/Financial Results/ financial information reflects Group's share of total assets of Rs. 0.57 lakhs as at March 31, 2021, Group's share of total revenue of NIL and NIL and Group's share of total net profit/(loss) after tax of Rs. (6.18) Lakhs and Rs. 68.44 lakhs for the quarter and year ended March 31, 2021, as considered in the consolidated Financial Results, which have been audited by their respective independent auditors.

The independent auditors' reports on financial statements/ Financial Results/financial information of this entity has been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of this entity, is based solely on the report of such auditors.

Also included in the consolidated results is the financial result of Ultimate Indian Subsidiary, i.e., M/s Leading Hotels Limited whose financial information have not been executed as of the date of this report. This is as Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed on June 25, 2021 for initiating Corporate Insolvency Resolution Process (CIRP). As a result the Board of the Company has dissolved and financial statements have not been executed. Hence, we have considered the unexecuted numbers for issuing our report on the consolidated financial statements.

ASIAN HOTELS (NORTH) LIMITED

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the financial year ended March 31, 2021. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated financial statements. The results of our audit procedures performed by us, including those procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated financial statements.

Key Audit Matter Description	Response to Key Audit Matter
<p>A. Assessment of recoverability of Deferred Tax Assets recognized on tax losses (Refer Note 8 to the Financial Statements.)</p> <ul style="list-style-type: none"> - The Company has recognised deferred tax assets on unabsorbed depreciation and deductions based on actual payments (together hereinafter referred to as "tax losses") carried forward from the previous years as well as current year losses. The assets have been recognised on the basis of the Company's assessment of availability of future taxable profit to offset such tax losses based on business projections for the future years. - The recoverability of the deferred tax assets depends upon factors such as the projected taxable profitability of business and the period considered for such projections, the rate at which those profits will be taxed and the period over which tax losses will be available for recovery. <p>This was considered as a key audit matter as the amount is material to the financial statements and significant judgement in key assumptions was required by the Company's Management in the preparation of forecasts of future taxable profits based on the underlying business plans.</p>	<p>Principal Audit Procedures</p> <p>Our procedures included, amongst others, the following:</p> <ul style="list-style-type: none"> (i) Evaluation of the design and testing pertaining to effectiveness of Company's controls relating to taxation and the assessment of carrying amount of deferred tax assets relating to unabsorbed tax losses; (ii) Assessing the reasonableness of the period of projections used in the deferred tax asset recoverability assessment considering that the Company operates in a highly competitive industry which is subject to disruptions through changing macro scenario; (iii) Comparing the Company's performance for the year with the approved budget to assess the reasonableness of the assumptions; (iv) Comparing the Company's projections of future taxable profit to the approved business plans; (v) Testing, whether projections prepared were consistent with our understanding and knowledge of current business and the general economic environment in which the Company operates and whether the tax losses can be utilized within the forecast recoupment period; (vi) Testing the assumptions used by analyzing the impact on taxable profit using different growth rates and profit margins; (vii) Reviewing the adequacy of disclosures made in the financial statements with regard to deferred taxes. <p>Based on the above procedures performed, our testing did not identify any material exceptions with respect to the reasonability of the assumptions and estimates used by the management in assessing the recoverability of Deferred Tax Asset recognised in respect of tax Losses.</p>
<p>B. Evaluation of uncertain tax matters</p> <p>The Group has a material uncertain income tax litigations going on. The matters are presently disputed and is being contested at appropriate tax forums.</p> <p>Considering the significance and uncertainty involved in the matters, we have considered this to be a key audit matter.</p>	<p>Principal Audit Procedures</p> <p>We have performed the following audit procedures:</p> <ol style="list-style-type: none"> 1. Obtained details of assessment notice / order. 2. Obtained necessary details from the tax consultant regarding on going tax litigations 3. Verified whether the Group has taken appropriate steps to defend itself before the appellate authorities and has filed necessary appeal as per the prescribed process within the given timelines.

ASIAN HOTELS (NORTH) LIMITED

Key Audit Matter Description	Response to Key Audit Matter
<p>C. Non-Payment/belated payment of Interest to Bankers / Lenders in case of Subsidiary Company, Leading Hotels Limited</p> <p>Company has not paid/paid belatedly interest amount to Bankers / Lenders. Payment of interest to Bankers / Lenders in time reflects on the health of the company apart from the need for us to report on such issues to the members.</p> <p>We have, therefore, considered payment of interest to Bankers / Lenders' dues as a key audit matter.</p>	<p>Principal Audit Procedures</p> <p>We have performed the following audit procedures.</p> <ol style="list-style-type: none"> 1. Obtained details of interest payments to be made by company on term loan and inter-corporate & other deposits. 2. Evaluated the existence of internal controls relating to compliance with interest payments with Bankers / Lenders. 3. Verified that whether company has been regular in payment of interest dues.
<p>D. Assessment of ability to continue as Going Concern-</p> <p>The Company has incurred operational losses during FY 2020-21 on account of COVID-19 situation.</p> <ul style="list-style-type: none"> - As described in Emphasis of Matter para, the creation of provision for diminution in the value of investment in the Subsidiary Company, the Net Worth of the Company has taken a hit. - The Company has also approached the lenders for One Time Restructuring and that majority lenders have invoked the One Time Restructuring plan in line with RBI Resolution Framework. - The Management has drawn business plans drawn by the Management by way of revival of Hotel Operations and Commercial Real Estate Sales which had been impacted during FY 2020-21. - The ability of the Company to continue to achieve the above and revive its operations will be critical in its continuation as a Going Concern. <p>This was considered as a key audit matter as the ability to continue as a going concern is material to the preparation of financial statements.</p>	<p>Our procedures included, amongst others, the following:</p> <ol style="list-style-type: none"> (i) Evaluation of the design and testing pertaining to effectiveness of Company's controls relating to evaluation of Going Concern Assumption; (ii) Assessing the reasonableness of the period of projections used in One Time Restructuring Proposals submitted to the lenders under RBI Resolution Framework for resolution of stressed assets on account of COVID-19 situation; (iii) Comparing the Company's performance for the year with the Financial forecasts submitted to the lenders under the said One Time Restructuring to assess the reasonableness of the assumptions; (iv) Comparing the Company's projections of future taxable profit to the approved business plans; (v) Evaluation of Financial Results of Companies operating in Comparable segments / industries and impact of COVID-19 thereon (vi) Reviewing the adequacy of disclosures made in the financial statements with regard to Status of Business Operations. <p>Based on the above procedures performed, our testing did not identify any material exceptions with respect to the reasonability of the usage of Going Concern assumption as at March 31, 2021. However, the same will be subject to on-going review and assessment during FY 2021-22 as the ability of the Company to continue as a Going Concern will be greatly dependent on the realization of business plan prepared by the Management.</p>

Information Other than the Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

ASIAN HOTELS (NORTH) LIMITED

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

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

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

ASIAN HOTELS (NORTH) LIMITED

Report on Other Legal and Regulatory Requirements

1. As required by section 143 (3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiaries, 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 purpose of our audit of the aforesaid consolidated financial statements;
 - (b) Except for the effects of the matter described in paragraph of Basis for Qualified Opinion above, in our opinion proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors;
 - (c) The consolidated Balance Sheet, consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the consolidated Cash Flow Statement and consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account mentioned for the purpose of preparation of the consolidated financial statement;
 - (d) Except for the effects of the matter described in paragraph I & II of the Basis of Qualified Opinion above, in our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act read with Companies (Indian Accounting Standard) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2021 taken on record by the Board of Directors of the Holding Company of its subsidiary incorporated in India, none of the directors of the Group's companies incorporated in India is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting with reference to these consolidated financial statements of the Holding Company, its and its subsidiary companies incorporated in India, refer to our separate report in "Annexure" to this report;
 - (g) In our opinion and based on the consideration of reports of, the managerial remuneration for the year ended March 31, 2021 has been paid / provided by the Holding Company and its subsidiary to their directors in accordance with the provisions of section 197 read with Schedule V to the Act;
 - (h) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us :
 - i. The consolidated financial statements disclose the impact of pending litigations on its consolidated financial position of the Group— Refer Note 34 to the consolidated financial statements;
 - ii. The Group did not have any material foreseeable losses in long-term contracts including derivative contracts during the year ended March 31, 2021; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, its subsidiary incorporated in India during the year ended March 31, 2021.

For V V KALE & CO.

Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale

Partner
Membership Number: 080821

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABEF5621

Annexure to the Independent Auditor's Report of even date on the Consolidated Financial Statements of Asian Hotels (North) Limited

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

In conjunction with our audit of the consolidated financial statements of Asian Hotels (North) Limited as of and for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting of Asian Hotels (North) Limited (hereinafter referred to as the "Holding Company"), its subsidiary company, which is company incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company its subsidiary company, which are company incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of

ASIAN HOTELS (NORTH) LIMITED

Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 the respective 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting with reference to these consolidated 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, both, issued by Institute of Chartered Accountants of India, and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 over financial reporting with reference to these consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls over financial reporting with reference to these consolidated financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these consolidated 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these consolidated financial statements.

Meaning of Internal Financial Controls Over Financial Reporting With Reference to these Consolidated Financial Statements

A Holding company's internal financial control over financial reporting with reference to these consolidated financial statements is a process 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 control over financial reporting with reference to these consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) 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 (3) 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 consolidated financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting With Reference to these Consolidated Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these consolidated 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 over financial reporting with reference to these consolidated financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company and its subsidiaries (*except for M/s Leading Hotels Limited since no internal audit function has been performed during the financial year ending March 31, 2021*), in all material respects, an adequate internal financial controls system over financial reporting (except for its subsidiary, i.e., and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, based on the internal control over financial reporting criteria established by the Group 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 V V KALE & CO.

Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale

Partner
Membership Number: 080821

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABEF5621

ASIAN HOTELS (NORTH) LIMITED

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021

	Note No.	As at 31-03-2021 Rs. In Lakhs	As at 31-03-2020 Rs. In Lakhs
ASSETS			
NON-CURRENT ASSETS			
(a) Property, Plant and Equipment	4	162,598.57	122,520.38
(b) Capital Work in Progress	4	29,746.02	27,885.18
(c) Intangible Assets	4	-	50,144.20
(d) Financial Assets			
(i) Investments	5	142.54	142.54
(ii) Loans	6	29.10	46.89
(iii) Others	7	450.02	502.36
(e) Deferred Tax Assets (Net)	8	3,857.37	3,857.37
(f) Other Non-Current Assets	9	463.74	1,524.50
		<u>197,287.35</u>	<u>206,623.43</u>
CURRENT ASSETS			
(a) Inventories	10	581.58	1,032.84
(b) Financial Assets			
(i) Trade Receivables	11	1,544.82	1,276.35
(ii) Cash and Cash Equivalents	12	111.43	198.14
(iii) Bank Balance other than (ii) above	13	71.37	4.55
(iv) Others	14	291.80	3,671.68
(c) Other Current Assets	15	440.74	492.57
		<u>3,041.73</u>	<u>6,676.13</u>
TOTAL ASSETS		<u><u>200,329.09</u></u>	<u><u>213,299.56</u></u>
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	16	1,945.32	1,945.32
(b) Other Equity	17	40,891.85	61,091.03
(c) Non-controlling interests		2,603.97	2,747.39
		<u>45,441.14</u>	<u>65,783.74</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	18	100,093.14	96,026.17
(ii) Other Financial Liabilities	19	1,525.47	1,909.43
(b) Provisions	20	337.50	421.79
(c) Other Non-Current Liabilities	21	2,015.59	2,126.56
		<u>103,971.70</u>	<u>100,483.94</u>
CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	22	26,401.57	25,159.55
(ii) Trade Payables	23	9,439.45	8,338.31
(iii) Other Financial Liabilities	24	4,231.00	2,827.15
(b) Other Current Liabilities	25	10,506.39	10,394.18
(c) Provisions	26	337.84	312.68
		<u>50,916.25</u>	<u>47,031.87</u>
TOTAL EQUITY & LIABILITIES		<u><u>200,329.09</u></u>	<u><u>213,299.56</u></u>

Corporate Information, Basis of Preparation & Significant Accounting Policies 1-3

The accompanying notes 1 to 48 are an integral part of the Standalone Financial Statements

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale
Partner
Membership Number: 080821

SHIV KUMAR JATIA
Chairman & Managing
Director
DIN: 00006187

DR. LALIT BHASIN
Director & Chairman of
Audit Committee
DIN: 00001607

Place: New Delhi
Dated : 05/07/2021
UDIN : 21080821AAABC06421

ASIAN HOTELS (NORTH) LIMITED

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE HALF YEAR ENDED 31ST MARCH, 2021

	Note No.	As at 31-03-2021 Rs. In Lakhs	As at 31-03-2020 Rs. In Lakhs
INCOME			
Revenue from operations	27	7,258.30	25,239.39
Other income	28	467.63	1,468.69
TOTAL INCOME		7,725.93	26,708.08
EXPENSES			
Consumption of provisions, beverages, smokes and others	29	1,135.54	3,672.19
Employee benefits expense	30	3,610.77	6,918.19
Finance Costs	31	9,106.74	12,678.37
Depreciation and amortization expenses	4	1,694.75	1,828.47
Less: included as part of capital work-in-progress		(12.78)	(35.23)
Other expenses	32	4,773.01	9,201.75
TOTAL EXPENSES		20,308.02	34,263.74
Profit/(Loss) before exceptional items and tax		(12,582.09)	(7,555.65)
Exceptional items			
Provision for impairment of Investment in subsidiary		56,914.72	-
Profit/(Loss) before tax		(69,496.81)	(7,555.65)
Tax items			
Current tax		-	-
Earlier years tax provisions (written back)		-0.77	1,082.00
Deferred tax asset / (liability)		-	-
Total tax items		-0.77	1,082.00
Profit/(Loss) for the year		(69,497.58)	(6,473.65)
Other Comprehensive Income			
Items that will not be classified to Profit or Loss			
Re-measurement gains/ (losses) on post employment benefit plans		65.89	11.25
Changes in revaluation surplus		42,289.08	-
Other Comprehensive Income/ (Loss) for the year		42,354.97	11.25
Total Comprehensive Income/ (Loss) for the year		(27,142.61)	(6,462.40)
Net profit / (loss) attributable to:			
Owners		(69,425.64)	(5,908.44)
Non-controlling interest		(71.94)	(565.21)
Other comprehensive income / (loss) attributable to:			
Owners		42,354.97	10.27
Non-controlling interest		-	0.98
Total comprehensive income / (loss) attributable to:			
Owners		(27,070.67)	(5,898.17)
Non-controlling interest		(71.94)	(564.23)
Earnings Per Equity Share (Basic and Diluted) (In Rs.)	33	(357.25)	(33.28)
Corporate Information, Basis of Preparation & Significant Accounting Policies	1-3		

The accompanying notes 1 to 48 are an integral part of the Standalone Financial Statements

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants
Firm Registration No. 000897N

Vijay V. Kale
Partner
Membership Number: 080821

SHIV KUMAR JATIA
Chairman & Managing
Director
DIN: 00006187

DR. LALIT BHASIN
Director & Chairman of
Audit Committee
DIN: 00001607

Place: New Delhi
Dated : 05/07/2021
UDIN : 21080821AAABC06421

ASIAN HOTELS (NORTH) LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

	2020-21 Rs. In Lakhs	2019-20 Rs. In Lakhs
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (loss) Before Tax	(69,496.81)	(7,555.64)
Adjustments for:		
Depreciation and amortization	1,694.75	1,828.47
Interest and finance charges	9,093.96	12,678.37
Interest income	(65.77)	(5.45)
(Gain)/Loss on fixed assets sold/ discarded (net)	335.29	(731.37)
Net unrealized (gain)/loss on foreign currency transaction and translation	-	1,847.96
Provision for impairment of Investment in subsidiary	56,914.72	
Bad debts / advances written off	50.73	-
Provision for bad & doubtful debts/advances (written back)	32.77	6.45
Excess Provisions / Liability no longer required written back	(160.70)	(53.92)
Operating Profit before Working Capital Changes	(1,601.07)	8,014.87
Adjustments for changes in working capital :		
(Increase)/decrease in trade receivables, loans & advances and other assets	3,203.99	399.85
(Increase)/decrease in inventories	451.26	93.95
Increase/(decrease) in trade payables, other liabilities and provisions	976.85	2,259.63
Cash Generated from Operations	3,031.04	10,768.30
Income taxes (Net)	1,057.49	196.23
Net Cashflow from Operating Activities	4,088.53	10,964.53
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Additions to Fixed Assets	(110.60)	(203.30)
Capital work in progress	(52.39)	(2,299.40)
Proceeds from sale of fixed assets	291.46	2,365.42
Investments in bank deposits (with original maturity over 3 months)	(68.95)	-
Interest received	64.52	9.03
Net Cashflow from Investing Activities	124.04	(128.45)
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Net inflow / (outflow) on account of borrowings	(1,854.46)	1,009.02
Interest and finance charges	(2,444.82)	(12,166.84)
Net Cashflow from Financing Activities	(4,299.28)	(11,157.83)
Net Increase/(Decrease) in Cash and Cash Equivalents	(86.71)	(321.76)
Cash and Cash Equivalents-Opening	198.14	519.86
Cash and Cash Equivalents - Closing	111.43	198.14

ASIAN HOTELS (NORTH) LIMITED

NOTES:

- 1) The above cash flow statement has been prepared as per the "Indirect method" set out in the Indian Accounting Standard (Ind AS) - 7 Statement of Cash
- 2) Figures in bracket indicate cash outflow.
- 3) Previous year figures have been regrouped and recast wherever necessary to confirm to current year's classification.

Cash and cash equivalents at the end of the year consist of cash on hand, cheques, draft on hand and balance with banks as follows:

DETAIL OF CASH AND CASH EQUIVALENTS

	As at 31-03-2021 (Rs. In lakhs)	As at 31-03-2020 (Rs. In lakhs)
Balances with banks		
In current accounts	5.95	180.37
In bank OD a/c	84.82	7.28
Cash on hand	10.45	10.49
Cheques, Drafts on hand	10.20	-
	<u>111.43</u>	<u>198.14</u>

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants

Firm Registration No. 000897N

Vijay V. Kale

Partner

Membership Number: 080821

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABC06421

SHIV KUMAR JATIA

Chairman & Managing

Director

DIN: 00006187

DR. LALIT BHASIN

Director & Chairman of

Audit Committee

DIN: 00001607

ASIAN HOTELS (NORTH) LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31st MARCH, 2021

(A) EQUITY SHARE CAPITAL

For the year ended 31st March, 2021

(Rs. In Lakhs)

Balance as at 1st April 2020	Changes during the year	Balance as at 31st March, 2021
1,945.32	-	1,945.32

For the year ended 31st March, 2020

(Rs. In Lakhs)

Balance as at 1st April 2019	Changes during the year	Balance as at 31st March, 2020
1,945.32	-	1,945.32

(B) OTHER EQUITY

For the year ended 31st March, 2021

Particulars	Capital Reserve	General Reserve	Capital Redemption Reserve	Security Premium Account	Tourism Development Reserve	Revaluation Reserve	Retained Earnings	FVOCI Reserve	Foreign Exchange Translation Reserves	Total Equity
Balance as at 1st April, 2020	1.41	8,863.57	990.00	32,994.83	-	-	14,593.17	559.17	3,088.88	61,091.03
Profit/(Loss) for the year	-	-	-	-	-	-	(69,425.64)	-	-	(69,425.64)
Foreign translation (Loss)/Gain	-	-	-	-	-	-	-	-	6,871.49	6,871.49
Additions during the financial year	-	-	-	-	-	-	-	-	-	-
Transfer from / to	-	-	-	-	-	-	-	-	-	-
Other Comprehensive income/(loss) for the year	-	-	-	-	-	42,289.08	-	-	-	42,289.08
Remeasurements gain/(loss) on defined benefit plans	-	-	-	-	-	-	-	65.89	-	65.89
Balance as at 31st March, 2021	1.41	8,863.57	990.00	32,994.83	-	42,289.08	(54,832.47)	625.06	9,960.37	40,891.85

For the year ended 31st March, 2020

Particulars	Capital Reserve	General Reserve	Capital Redemption Reserve	Security Premium Account	Tourism Development Reserve	Revaluation Reserve	Retained Earnings	FVOCI Reserve	Foreign Exchange Translation Reserves	Total Equity
Balance as at 1st April, 2019	1.41	8,863.57	990.00	32,994.83	-	-	20,501.61	548.90	4,539.44	68,439.76
Profit/(Loss) for the year	-	-	-	-	-	-	(5,908.44)	-	-	(5,908.44)
Foreign translation (Loss)/Gain	-	-	-	-	-	-	-	-	(1,450.56)	(1,450.56)
Transfer from / to	-	-	-	-	-	-	-	-	-	-
Other Comprehensive income/(loss) for the year	-	-	-	-	-	-	-	-	-	-
Remeasurements gain/(loss) on defined benefit plans	-	-	-	-	-	-	-	10.27	-	10.27
Balance as at 31st March, 2020	1.41	8,863.57	990.00	32,994.83	-	-	14,593.17	559.17	3,088.88	61,091.03

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants

Firm Registration No. 000897N

Vijay V. Kale

Partner

Membership Number: 080821

SHIV KUMAR JATIA

Chairman & Managing

Director

DIN: 00006187

DR. LALIT BHASIN

Director & Chairman of

Audit Committee

DIN: 00001607

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABC06421

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

1. GROUP INFORMATION

Asian Hotels (North) Limited (the Holding Company) is a public limited company domiciled in India, incorporated under the provisions of the Companies Act, 1956 and listed on both National Stock Exchange (NSE) and Bombay Stock Exchange (BSE). The Holding Company is operating a Five Star deluxe Hotel namely Hyatt Regency in Delhi since 1982. The Holding Company has three subsidiaries as on the balance sheet date namely Fineline Hospitality & Consultancy Pte Ltd., an overseas subsidiary, incorporated in Mauritius provides offshore project consultancy services; Lexon Hotel Ventures Limited is incorporated in Mauritius also provides offshore project consultancy services; Leading Hotels Limited incorporated in India is developing an all Villa Hotel Complex, including residential villas and an 18 hole, 72 pars Championship Golf Course in Goa (India).

2. BASIS OF PREPARATION

The financial statements have been prepared in accordance with Indian Accounting Standards [Ind AS] notified under the Companies [Indian Accounting Standards] Rules, 2015 and with the applicable provisions of the Companies Act, 2013. The accounting policies have been consistently applied by the Group and are consistent with those used in the previous year.

The financial statements have been prepared on historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount:

- Certain financial assets and liabilities measured at fair value [refer accounting policy regarding financial instruments]
- Defined benefit plans
- Contingent consideration

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purposes of current / non-current classification of assets and liabilities.

2A. Principles of Consolidation

These consolidated financial statements have been prepared in accordance with Indian Accounting Standard 110 (Ind AS 110) – "Consolidated Financial Statements". These consolidated financial statements comprise the financial statements of the Company and its following subsidiaries: -

Name of the Company	Country of Incorporation	Effective % of holding as at 31 st March, 2021	Effective % of holding as at 31 st March, 2020
Fineline Hospitality & Consultancy Pte Ltd (FHCPL)- an Overseas Subsidiary	Mauritius	100.00%	100.00%
Lexon Hotel Ventures Limited (Lexon), a subsidiary of FHCPL	Mauritius	80.00%(#)	80.00%(#)
Leading Hotels Limited (LHL), a subsidiary of Lexon	India	79.81%(^)	79.81%(^)

(#) i.e., 100.00% of 80.00 % held by FHCPL.

(^) i.e. 80.00% of 99.76% held by Lexon

These consolidated financial statements have been prepared on the following basis:

- the financial statements of the Holding Company, its Overseas Wholly Owned Subsidiary and its Indian Subsidiary have been combined on a line by line basis by adding together the book value of like items of assets, liabilities, income and expenses after fully eliminating intra-group balances and intra-group transactions, if any, based on the special purpose audited Ind AS consolidated financial statements received from the Overseas Subsidiary and audited financial statement received from the Indian Subsidiary for the year ended 31st March 2021, in Indian Rupees as per the Indian Accepted Accounting Policies.
- These consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the Company's standalone financial statements.
- The difference between the cost of investment in the subsidiaries and the Holding Company's share of net assets at the time of acquisition of shares in the subsidiaries is recognized in the consolidated financial statements as Goodwill or Capital Reserve as the case may be.

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NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

- (iv) Goodwill arising out of consolidation is tested for impairment at each balance sheet date.
- (v) Non-controlling interest in the net assets of consolidated subsidiaries is identified and presented in the consolidated Balance Sheet separately from liabilities and equity of the Holding Company's shareholders.

Non-controlling interest in the net assets of consolidated subsidiaries consists of: -

- (a) the amount of equity attributable to non-controlling interest at the date on which investment in Subsidiary is made; and
- (b) the noncontrolling share of movements in equity since the date the parent – subsidiary relationship came into existence.

Minority interests share of Net Profit / (Loss) (including share of Foreign Exchange Translation Reserve) of consolidated subsidiaries for the relevant period is identified and adjusted against the profit after tax of the group.

2B. Use of Estimates

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the group's accounting policies. This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be adjusted due to estimates and assumptions turning out to be different from those originally assessed. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates or judgments are:

- a) Estimation of current tax expense and payable – Refer accounting policy 3.9
- b) Estimated useful life of property plant & equipment and intangible assets – Refer accounting policy 3.1
- c) Estimation of defined benefit obligation – Refer accounting policy 3.8
- d) Estimation of fair values of contingent liabilities - Refer accounting policy 3.12
- e) Recognition of revenue - Refer accounting policy 3.4
- f) Recognition of deferred tax assets for carried forward tax losses – Refer accounting policy 3.9
- g) Impairment of financial assets – Refer accounting policy 3.2 & 3.5

Estimates and judgments are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the group and that are believed to be reasonable under the circumstances.

Current versus non-current classification

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

An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is current when:

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

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

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3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Property, plant and equipment:

Property, plant and equipment are stated at original cost net of tax / duty credit availed, less accumulated depreciation and accumulated and accumulated impairment losses, if any. Costs include financing costs of borrowed funds attributable to acquisition or construction of fixed assets, up to the date the assets are put-to-use. When significant parts of property, plant and equipment are required to be replaced at intervals, the Group derecognizes the replaced part, and recognizes the new part with its own associated useful life and it is depreciated accordingly. Where components of an asset are significant in value in relation to the total value of the asset as a whole, and they have substantially different economic lives as compared to principal item of the asset, they are recognized separately as independent items and are depreciated over their estimated economic useful lives. All other repair and maintenance costs are recognized in the statement of profit and loss as incurred unless they meet the recognition criteria for capitalization under Property, Plant and Equipment

Tangible Fixed Assets:

- (a) Depreciation is charged using straight line method on the basis of the expected useful life as specified in Schedule II to the Act. A residual value of 5% (as prescribed in Schedule II to the Act) of the cost of the assets is used for the purpose of calculating the depreciation charge. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. However, management reviews the residual values, useful lives and methods of depreciation of property, plant and equipment at each reporting period end and any revision to these is recognized prospectively in current and future periods.
- (b) Depreciation on leasehold improvements is being charged equally over the period of the lease.
- (c) Depreciation on the increased amount of assets due to revaluation is computed on the basis of residual life of the assets as estimated by the valuer on straight line method and charged to Revaluation Reserve and credited to the Other Comprehensive Income based on guidance provided by "Application Guide on the Provisions of Schedule II to the Companies Act, 2013" issued by the Institute of Chartered Accountants of India read with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2016 as amended by the Companies (Indian Accounting standards) (Amendment) Rules, 2016.
- (d) No depreciation is charged on the assets sold/ discarded during the year.

Intangible Assets:

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

An item of intangible asset initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset [calculated as the difference between the net disposal proceeds and the carrying amount of the asset] is included in the income statement when the asset is derecognized. Intangible fixed assets are amortized on straight line basis over their estimated useful economic life.

Capital Work- in- progress

Capital work- in- progress represents directly attributable costs of construction to be capitalized. All other expenses including interest incurred during construction period are capitalized as a part of the construction cost to the extent to which these expenditures are attributable to the construction as per Ind AS-23 "Borrowing Costs". Interest income earned on temporary investment of funds brought in for the project during construction period has been set off from the interest expense accounted for as expenditure during the construction period.

3.2 Impairment of non-financial assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the Group measures it on the basis of discounted cash flows of next five years' projections estimated based on current prices. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

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3. SIGNIFICANT ACCOUNTING POLICIES...contd.

Impairment losses of continuing operations, including impairment on inventories, are recognized in profit and loss section of the statement of profit and loss, except for properties previously revalued with the revaluation taken to other comprehensive Income (the 'OCI'). For such properties, the impairment is recognized in OCI up to the amount of any previous revaluation.

3.3 Foreign Currency Transactions

The Group's financial statements are presented in INR, which is also the Group's functional currency.

Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction.

Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items, which are measured in terms of historical costs denominated in foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting Group's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements including receivables and payables which are likely to be settled in foreseeable future, are recognized as income or as expenses in the year in which they arise. All other exchange differences are recognized as income or as expenses in the period in which they arise.

The gain or loss arising on translation of non-monetary items is recognized in line with the gain or loss of the item that give rise to the translation difference (i.e. translation difference on items whose gain or loss is recognized in other comprehensive income or the statement of profit and loss is also recognized in other comprehensive income or the statement of profit and loss respectively).

3.4 Revenue recognition

Effective 01 April 2018, the Group (wherever applicable) has adopted Indian Accounting Standard 115 (Ind AS 115) - 'Revenue from contracts with customers' using the cumulative catch-up transition method, applied to contracts that were not completed as on the transition date i.e. 01 April 2018. Accordingly, the comparative amounts of revenue and the corresponding contract assets / liabilities have not been retrospectively adjusted. The effect on adoption of Ind-AS 115 was insignificant. Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services. The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money. Specifically,

- (i) Revenue from rendering of hospitality services is recognized when the related services are performed and billed to the customer or the agreed milestones are achieved and are net of service tax, wherever applicable.
- (ii) For all debt instruments measured either at amortized cost or at fair value through other comprehensive income [OCI], 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 instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortized cost of a financial liability. When calculating the effective interest rate, the Group estimates the expected cash flows by considering all the contractual terms of the financial instrument [for example, prepayment, extension, call and similar options] but does not consider the expected credit losses.
- (iii) Dividend income from investments is recognized when the Group's right to receive payment is established which is generally when shareholders approve the dividend.
- (iv) Income from generation of electricity is recognized when the actual generated units are transferred and billed to the buyer.
- (v) Income from hiring of vehicles is recognized on accrual basis on the basis of agreed rate.

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3. SIGNIFICANT ACCOUNTING POLICIES...contd.

- (vi) Excise duty (upto 30th June, 2017) is a liability of the Group, which forms part of the cost of production, irrespective of whether the goods are sold or not. Therefore, the recovery of excise duty flows to the Group on its own account and hence revenue includes excise duty.

3.5 Financial Instruments

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

A. Financial Assets

a. Initial recognition and measurement:

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place [regular way trades] are recognized on the settlement date, trade date, i.e., the date that the Group settle commits to purchase or sell the asset.

b. Subsequent measurement:

For purposes of subsequent measurement, financial assets are classified in four categories:

i. Debt instruments at amortized cost:

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- The asset is held with an objective of collecting contractual cash flows
- Contractual terms of the asset give rise on specified dates to cash flows that are "solely payments of principal and interest"[SPPI] on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate [EIR] method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the Statement of Profit and Loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables.

ii. Debt instruments at fair value through other comprehensive income [FVTOCI]:

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- The asset is held with objective of both - for collecting contractual cash flows and selling the financial assets
- The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fairvalue movements are recognized in the other comprehensive income [OCI]. However, the Group recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified from the equity to Statement of Profit and Loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

iii. Debt instruments, derivatives and equity instruments at fair value through profit or loss [FVTPL]:

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL. Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

3. SIGNIFICANT ACCOUNTING POLICIES...contd.

iv. Equity instruments measured at fair value through other comprehensive income [FVTOCI]:

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognized by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Group may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Group has made such election on an instrument by- by instrument basis. The classification is made on initial recognition and is irrevocable. If the Group decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to Statement of Profit and Loss, even on sale of investment. However, the Group may transfer the cumulative gain or loss within equity. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

c. Derecognition:

A financial asset is primarily derecognized when:

- i. The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement~ and either [a] the Group has transferred substantially all the risks and rewards of the asset, or [b] the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.
- ii. the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership.

d. Impairment of financial assets:

In accordance with Ind AS 109, the Group applies expected credit loss [ECL] model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a. Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, deposits, trade receivables and bank balance
- b. Trade receivables or any contractual right to receive cash
- c. Financial assets that are debt instruments and are measured as at FVTOCI
- d. Lease receivables under Ind AS 17
- e. Financial guarantee contracts which are not measured as at FVTPL

The Group follows 'simplified approach' for recognition of impairment loss allowance on Point c and d provided above. The application of simplified approach requires the Group to recognize the impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Group determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date. ECL is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the entity expects to receive [i.e., all cash shortfalls], discounted at the original EIR.

As a practical expedient, the Group uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

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3. SIGNIFICANT ACCOUNTING POLICIES...contd.

ECL impairment loss allowance [or reversal] recognized during the period is recognized as income/ expense in the statement of profit and loss. The balance sheet presentation for various financial instruments is described below:

- a. Financial assets measured as at amortized cost, contractual revenue receivables and lease receivables: ECL is presented as an allowance which reduces the net carrying amount. Until the asset meets write-off criteria, the Group does not reduce impairment allowance from the gross carrying amount.
- b. Debt instruments measured at FVTOCI: Since financial assets are already reflected at fair value, impairment allowance is not further reduced from its value. Rather, ECL amount is presented as 'accumulated impairment amount' in the OCI.

B. Financial liabilities:

a. Initial recognition and measurement:

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

b. Subsequent measurement:

The measurement of financial liabilities depends on their classification, as described below:

i. Financial liabilities at fair value through profit or loss:

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. This category also includes derivative financial instruments entered into by the Group that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognized in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied for liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ losses are not subsequently transferred to P&L. However, the Group may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit or loss. The Group has not designated any financial liability as at fair value through profit and loss.

ii. Loans and borrowings:

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

iii. Financial guarantee contracts:

Financial guarantee contracts issued by the Group are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognized less cumulative amortization.

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3. SIGNIFICANT ACCOUNTING POLICIES...contd.

c. Derecognition:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

C. Reclassification of financial assets:

The Group determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. If the Group reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Group does not restate any previously recognized gains, losses [including impairment gains or losses] or interest.

D. Offsetting of financial instruments:

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

3.6 Fair Value Measurement

The Group measures financial instruments, such as, derivatives at fair value at each balance sheet date. 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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- a. In the principal market for the asset or liability, or
- b. In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group. The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted [unadjusted] market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

3.7 Inventories

Inventories are valued at the lower of cost or net realizable value. The cost is determined by weighted average method. The net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs necessary to make the sale.

Operating equipment in circulation is valued at weighted average cost less estimated diminution in value on account of usage.

3.8 Retirement benefits

Retirement benefit costs for the year are determined on the following basis:

- (i) All employees are covered under contributory provident fund benefit of a contribution of 12% of salary. There is no obligation other than the contribution payable to the respective fund.

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3. SIGNIFICANT ACCOUNTING POLICIES...contd.

- (ii) The Group also provides for retirement benefits in the form of gratuity and compensated absences/ Leave encashment in pursuance of the Group leave rules. The Group's liability towards such defined benefit plans are determined based on valuations as at the Balance Sheet date made by independent actuaries. The classification of the Group's net obligation into current and non-current is as per the actuarial valuation report.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Re-measurements are not classified to the statement of profit and loss in subsequent periods.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset

3.9 Taxes on Income

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 and tax laws prevailing in the respective tax jurisdictions where the Group operates. Current tax items are recognized in correlation to the underlying transaction either in P&L, OCI or directly in equity.

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, the carry forward of unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted at the reporting date.

Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities.

Minimum Alternate Tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Group recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Group will pay normal income tax during the specified period, i.e. the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognizes MAT credit as an asset, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement". The Group reviews the "MAT Credit Entitlement" asset at each reporting date and writes it down to the extent the Group does not have convincing evidence that it will pay normal tax during the specified period and utilize the MAT Credit Entitlement.

3.10 Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

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3. SIGNIFICANT ACCOUNTING POLICIES...contd.

Borrowing costs which are not specifically attributable to the acquisition, construction or production of a qualifying asset, the amount of borrowing costs eligible for capitalization is determined by applying a weighted average capitalization rate. The weighted average rate is taken of the borrowing costs applicable to the outstanding borrowings of the Group during the period, other than borrowings made specifically for the purpose of obtaining a qualifying asset. The amount of borrowing costs capitalized cannot exceed the amount of borrowing costs incurred during that period.

3.11 Earnings per equity share

Basic earnings per share is calculated by dividing the net profit or loss from continuing operation and total profit, both attributable to equity shareholders of the Group by the weighted average number of equity shares outstanding during the period.

3.12 Provisions, Contingent Liabilities and Contingent Assets:

Provision is recognized when the Group has a present obligation (legal or constructive) as a result of past events and it is probable that the outflow of resources will be required to settle the obligation and in respect of which reliable estimates can be made.

A disclosure for contingent liability is made when there is a possible obligation, that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision/ disclosure is made. The Group does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are not recognized in the financial statements. Provisions and contingencies are reviewed at each balance sheet date and adjusted to reflect the correct management estimates.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets. Provisions, contingent liabilities, contingent assets and commitments are renewed at each balance sheet date.

3.13 Cash and Cash Equivalents

Cash and cash equivalent comprise cash on hand and demand deposits with banks which are short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

3.14 Leases

The determination of whether an arrangement is [or contains] a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

- A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Group will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.
- Lease other than finance lease are operating lease and these leased assets are not recognized in the Group's statement of financial position but are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. The Group is both a lessee and a lessor under such arrangements. Payments and receipts under such leases are charged or credited to the Statement of Profit and Loss on a straight-line basis over the primary period of the lease unless another systematic basis is more representative of the time pattern of the user's benefit.

3.15 Exceptional items

Certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the Group is such that its disclosure improves the understanding of the performance of the Group, such income or expense is classified as an exceptional item and accordingly, disclosed in the notes accompanying to the financial statements.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

4. PROPERTY, PLANT AND EQUIPMENT & INTANGIBLE ASSET

(Rs. In Lakhs)

	Freehold land	Buildings	Furniture & Fittings	Plant & Equipments	Office Equipment	Computers	Vehicles	Goodwill	Total	Capital Work-In progress
Cost:										
As at 1st April, 2019	92,903.80	27,709.59	7,793.82	15,342.09	75.89	492.45	1,423.45	50,094.08	195,835.18	25,585.98
Additions	0.42		25.59	87.70	1.71	37.93	-	50.12	203.49	2,299.40
Disposals / transfers	-	1,264.11	76.24	295.05	5.62	50.46	406.38	-	2,097.86	0.20
As at 31st March, 2020	92,904.22	26,445.48	7,743.17	15,134.74	71.98	479.93	1,017.07	50,144.20	193,940.80	27,885.18
Additions	0.59	-	-	38.01	1.50	-	70.50	-	110.60	1,860.91
Revaluation of Assets*		42,289.08							42,289.08	
Revaluation adjustment		(5,008.13)								
Disposals / transfers	565.49	-	-	-	-	-	258.95	50,144.20	50,968.65	0.07
As at 31st March, 2021	92,339.31	63,726.44	7,743.17	15,172.76	73.48	479.93	828.63	-	185,371.84	29,746.02
Accumulated depreciation:										
As at 1st April, 2019	-	4,252.10	6,033.44	8,494.02	57.75	436.87	637.38	-	19,911.57	-
Depreciation charged during the year	-	442.21	419.50	828.48	6.75	16.42	115.11	-	1,828.47	-
Disposals / transfers	-	87.37	32.77	84.25	5.25	47.94	206.25	-	463.82	-
As at 31st March, 2020	-	4,606.95	6,420.18	9,238.24	59.25	405.36	546.25	-	21,276.22	-
Depreciation charged during the year	-	438.62	328.26	799.62	4.64	23.52	100.09	-	1,694.75	-
Revaluation adjustment		(5,008.13)								
Disposals / transfers	-	-	-	-	-	-	197.69	-	197.69	-
As at 31st March 2021	-	37.44	6,748.43	10,037.86	63.89	428.88	448.64	-	22,773.28	-
Net book value										
As at 31st March, 2020	92,904.22	21,838.54	1,322.99	5,896.50	12.73	74.57	470.82	50,144.20	172,664.59	27,885.18
As at 31st March 2021	92,339.31	63,689.00	994.74	5,134.89	9.59	51.05	379.98	-	162,598.57	29,746.02

* The Building in New Delhi on which the Hotel business is operated has been valued at Rs. 636.89 crores basis the valuation report dated April 09, 2021. This being a material adjusting subsequent event, the adjustment to the value of building by way of upward revaluation of Rs. 42,289.08 Lakhs has been recorded on March 31, 2021 in line with the relevant Accounting Standards

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

4. PROPERTY, PLANT AND EQUIPMENT...contd.

(a) Building includes leasehold improvement:

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Gross value	37.44	37.44
Accumulated depreciation	37.44	37.44
Depreciation charge for the year	-	3.57
Net value	-	-

(b) Vehicles includes those financed:

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Gross value	529.71	647.56
Net value	280.78	391.00

(c) Land (freehold) and Plant and Equipments includes assets relating to the business of generation of electricity Land (freehold)

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Gross value	34.00	34.00
Net value	34.00	34.00

Plant and Equipments

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Gross value	1,857.02	1,857.02
Net value	754.27	827.76

(d) Capital Work in Progress consists of :

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Balance at the beginning of the year	27,885.17	25,585.98
Building under construction	-	0.84
Technical and consultancy fees	14.28	20.09
Kitchen Equipments	0.17	4.75
Plant and Machinery under installation	-	-
Plumbing and sanitation	-	-
Air conditioning under installation	-	-
Elevators under installation and others	-	-
Furniture and Fixtures	-	40.44
Fire fighting equipments	-	-
Office, Housekeeping and other equipments	-	0.25
Music, TV and Cinematograph	-	-
Electrification	-	-
Expenditure during construction {Refer Note (e) below}	1,846.40	2,233.02
	29,746.02	27,885.37
Add: transfer from service tax cenvat (Reversal)	-	-
Less: Interest on security deposits Ind As	(0.07)	(0.20)
Less: Capitalized during the year	-	0.00
Less: Interest transferred to Maharashtra Land	-	0.00
Balance at the end of the year	29,745.94	27,885.17

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

- (e) All other expenses specifically attributable to construction have been accounted for as expenditure during construction. The Group has prepared the following Statement of Expenditure during construction:

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
STATEMENT OF EXPENDITURE DURING CONSTRUCTION		
Employee benefits expenses	8.97	238.55
Rent	5.98	14.88
Loan processing arranging fees	0.47	31.07
Legal and professional charges (Including loan processing and arranging fees)	-	1.79
Site office running expenses	14.89	40.82
Travelling expenses	0.33	10.86
Interest expenses*	1,795.67	2,228.34
Depreciation	12.78	42.40
Miscellaneous	7.29	19.20
	1,846.39	2,627.90

* One of the subsidiaries has not provided for interest liability amounting to Rs. 32,84,59,763/- (including for earlier year),(Previous Year Rs.17,67,04,283/-) relating to Inter Corporate Deposits and other financial commitments, which forms part of theCWIP as at 31st March, 2021.

5. NON - CURRENT FINANCIAL ASSETS - INVESTMENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unquoted investments:		
a. Investment in equity instruments		
Others companies	142.54	142.54
	142.54	142.54
Aggregate amount of unquoted investments	142.54	142.54
Aggregate provision for diminution on value of investments	-	-

Details of Investments

	Face value per unit in Rs. unless otherwise specified	No. of shares/units As at 31-03-2021	Value	
			31-03-2021 (Rs. In Lakhs)	31-03-2020 (Rs. In Lakhs)
Unquoted Investments:				
Investment in equity instruments				
Sandhya Hydro Power Projects	Rs. 10	1,424,780	142.54	142.54
Balagha Pvt. Ltd. *				
Total			142.54	142.54

* Pursuant to the Power Purchase Agreement (PPA), investment has been made which will entitle the company to consume power, equivalent to a maximum capacity of 1.97 MW

6. NON - CURRENT FINANCIAL ASSETS - LOANS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unsecured, considered good, unless otherwise stated		
Other loans:		
Loans to employees	29.10	46.89
	29.10	46.89

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

7. NON - CURRENT FINANCIAL ASSETS - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Bank deposits with original maturity greater than 12 months* (See Note - 12)	24.38	24.38
Security deposits	424.75	477.09
Rental deposits	0.89	0.89
	450.02	502.36

*Includes as margin money deposit against borrowings from banks

8. TAXATION - DEFERRED TAX

I. Income tax related items charged or credited directly to profit or loss during the year

Particulars	2020-21	2019-20
Statement of profit or loss		
Current income tax	-	-
Prior year income tax / (reversal)	-	-
Deferred tax expense / (benefit)	-	(1,082.00)
Total	-	(1,082.00)

II. Income Tax Expense

Reconciliation		
Accounting profit / loss before tax	(12,497.21)	(7,395.15)
Applicable tax rate	26.00%	26.00%
Computed tax expense	(3,249.27)	(1,922.74)

III. Deferred Tax relates to the following:

Particulars	Balance Sheet		Recognised in statement of profit or loss	
	As at 31-03-2021	As at 31-03-2020	2020-2021	2019-2020
Expense allowable on payment basis	(321.54)	-321.54	-	-852.36
Unused tax losses / depreciation	6,958.20	6,958.20	-	964.81
Minimum alternate tax (MAT) credit	778.15	778.15	-	-
Depreciation timing difference	(5,154.77)	(5,154.77)	-	969.55
Others	1,597.32	1,597.32	-	-
Earlier years tax provisions (written back)	-	-	-	-
Deferred tax asset / (liability)	3,857.37	3,857.37	-	1,082.00

Net income /(expense)

Note :- Deferred Tax Assets is not recognised during the financial year following concept of prudence. Deferred Tax Assets created till March 31, 2020 are not reversed as the Management has drawn plans for improving profitability. Further, booking of any additional Deferred Tax Asset in future shall be dependent on achieving / improving profitability in line with the relevant Accounting Standards. In case the standard is not met, the amount of deferred tax asset outstanding in the books of account shall be reversed.

9. NON - CURRENT ASSETS - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Capital advances		
Considered good	23.89	23.88
Considered doubtful	-	-
	23.89	23.88
Less: Provision for doubtful advances	-	-
Advance income tax (net of provision for taxation)	439.85	1,500.62
	463.74	1,524.50

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

10. INVENTORIES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
(valued at lower of cost and net realizable value)		
Wines and liquor	186.11	262.08
Provisions, other beverages and smokes	51.66	204.84
Crockery, cutlery, silverware, linen etc.	314.96	474.97
General stores and spares	28.85	90.96
	581.58	1,032.84

- As per inventory taken and valued by the Management

11. TRADE RECEIVABLES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unsecured		
Other debts		
Considered good	1,544.82	1,276.35
Considered doubtful	-	-
	1,544.82	1,276.35
Less: Provision for doubtful debts	-	-
	1,544.82	1,276.35
Trade receivables includes:		
Debts related to generation of electricity business (See segment reporting note)	161.94	13.78

12. CASH AND CASH EQUIVALENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Balances with banks		
In current accounts	5.95	180.37
In bank OD a/c	84.82	7.28
Cash in hand	10.45	10.49
Cheques, drafts on hand	10.20	-
	111.43	198.14

13. BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Other balances		
Earmarked balances with banks for:		
Unpaid dividends #	2.42	4.55
Bank deposits *	68.95	-
	71.37	4.55

There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund as at 31st March, 2021
includes excess deposit due to rounding-off of dividend payable on fractional shares

*Includes as margin money deposit against borrowings from banks

*under lien against guarantee given for loan taken by the holding company

* against bank guarantee given to MSEDCL for electricity supply

*against bank guarantee given to BSES Rajdhani Power Limited for electricity supply

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

14. CURRENT FINANCIAL ASSETS - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Interest accrued on fixed deposits	4.00	2.75
Security deposits	-	-
Advance recoverable in cash or kind	276.00	3,656.49
Others *	11.80	12.44
	291.80	3,671.68

15. CURRENT ASSETS - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Unsecured, considered good, unless otherwise stated		
Prepaid expenses	190.08	253.82
Balance with Statutory Authorities	245.97	231.23
Unbilled Revenue*	4.69	7.52
	440.74	492.57

*Related to generation of electricity business (See segment reporting note)

16. SHARE CAPITAL

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Authorised:		
40,000,000 Equity Shares of Rs. 10 each (40,000,000 Equity Shares of Rs. 10 each as on 31st March, 2021 and 31st March 2020)	4,000.00	4,000.00
30,000,000 Preference Shares of Rs. 10 each (30,000,000 Preference Shares of Rs. 10 each as on 31st March, 2021 and 31st March 2020)	3,000.00	3,000.00
Issued, Subscribed and paid-up:		
19,453,229 Equity Shares of Rs. 10 each fully paid up (19,453,229 Equity Shares of Rs. 10 each fully paid up as on 31st March, 2021 and 31st March 2020)	1,945.32	1,945.32

Notes:

(a) Reconciliation of the number of shares outstanding at the beginning at the end of the year:

Authorized Share Capital	As at 31-03-2021		As at 31-03-2020	
	No. of shares	Rs. (Lakhs)	No. of Shares	Rs. (Lakhs)
(1) Equity Shares				
Balance at the beginning of the year	4,00,00,000	4,000.00	4,00,00,000	4,000.00
Balance at the end of the year	4,00,00,000	4,000.00	4,00,00,000	4,000.00
(2) Preference Shares				
Balance at the beginning of the year	3,00,00,000	3,000.00	3,00,00,000	3,000.00
Balance at the end of the year	3,00,00,000	3,000.00	3,00,00,000	3,000.00
Issued, subscribed and paid-up capital				
(1) Equity Shares				
Balance at the beginning of the year	1,94,53,229	1,945.32	1,94,53,229	1,945.32
Add: Shares issued during the year	-	-	-	-
Less: Shares bought back during the year	-	-	-	-
Balance at the end of the year	1,94,53,229	1,945.32	1,94,53,229	1,945.32

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

16. SHARE CAPITAL..... contd.

(b) Terms / rights attached to equity shares:

The Holding Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Holding Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. For the year ended 31st March, 2021, the amount of per share dividend proposed as distribution to equity shareholders is Nil (31st March, 2020: Rs. Nil).

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

(c) Details of shareholders holding more than 5 % shares in the Holding Company

	As at 31-03-2021		As at 31-03-2020	
	%	No. of shares	%	No. of shares
Equity Shares of Rs. 10 each fully paid up				
Fineline Holdings Limited, (an overseas promoter entity)	23.10	44,93,145	23.10	44,93,145
Yans Enterprises (H.K.) Limited, (an overseas promoter entity)	27.43	53,36,880	27.43	53,36,880
Mr. Shiv Kumar Jatia (Chairman & Managing Director & Promoter)	4.41	8,58,027	5.72	11,13,027

As per records of the Holding Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

17. OTHER EQUITY

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Capital Reserve		
Opening balance	1.41	1.41
Additions during the financial year	-	-
Deductions during the financial year	-	-
Closing balance	1.41	1.41
Capital Redemption Reserve for redeemed NCPS		
Opening balance	990.00	990.00
Additions during the financial year	-	-
Deductions during the financial year	-	-
Closing balance	990.00	990.00
Securities Premium		
Opening balance	32,994.83	32,994.83
Additions during the financial year	-	-
Deductions during the financial year	-	-
Closing balance	32,994.83	32,994.83
General Reserve		
Opening balance	8,863.57	8,863.57
Additions during the financial year	-	-
Adjusted to FVTOCI reserve on transition to Ind AS	-	-
Closing balance	8,863.57	8,863.57

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

17. OTHER EQUITY....contd.

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Tourism Development Utilized Reserve		
Opening balance	-	-
Additions during the financial year	-	-
Deductions during the financial year	-	-
Closing balance	-	-
Revaluation Reserve		
Opening balance	-	-
Additions during the financial year	42,289.08	-
Deductions during the financial year	-	-
Transferred to Surplus of Profit and Loss	-	-
Closing balance	42,289.08	-
Surplus in Statement of Profit and Loss		
Opening balance	14,593.17	20,501.61
Transferred from Revaluation Reserve *	-	-
Profit / (loss) during the year	(69,425.64)	(5,908.44)
Closing balance	-54,832.47	14,593.17
Fair Value through Other Comprehensive Income [FVTOCI] Reserve		
Opening balance	559.17	548.90
Additional depreciation on account of re-valuation	-	-
- Re-measurement gains / (losses) on employee benefits	65.89	10.27
Closing balance	625.06	559.17
Foreign Exchange Translation Reserve		
Opening balance	3,088.88	4,539.44
Additions during the financial year	6,871.49	(1,450.56)
Closing balance	9,960.37	3,088.88
Total of other equity - as at 31st March, 2021	40,891.85	61,091.03

18. NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Secured Term Loans		
From Banks		
<i>External commercial borrowings</i>		
DBS Bank Limited	23,274.73	22,366.08
USD 321.45 Lakhs (Previous Year USD 296.69 Lakhs)		
<i>Other Term Loans</i>		
Bank of Maharashtra - Rupee Loan	22,924.75	22,200.02
Yes Bank Limited-Rupee loan	28,472.62	29,143.36
Punjab National Bank	13,750.57	14,004.57
IndusInd Bank	9,020.92	9,570.85
	97,443.59	97,284.88
Less: Adjustment of transaction costs as per Ind AS 109	(2,020.41)	(1,945.83)
	95,423.18	95,339.05
<i>Funded Interest Term Loans (FITL)*</i>		
Bank of Maharashtra - Rupee Loan	1,449.12	
Yes Bank Limited-Rupee loan	1,824.94	
Punjab National Bank-Rupee loan	903.00	

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

18. NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS...contd.

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
<i>For acquisition of /secured against vehicles</i>		
ICICI Bank Limited- Rupee loan	11.03	29.85
HDFC Bank Limited- Rupee loan	13.92	22.87
Secured Loan- Others		
From body corporates	270.73	
From Financial Institution		
SREI Equipment Finance Ltd - Equipment Loan	-	-
Genesis Finance Company Limited - Rupee loan	-	347.83
<i>For acquisition of /secured against vehicles</i>		
Axis Bank Limited - Rupee loan	-	-
Kotak Mahindra Prime Limited - Rupee loan	42.49	63.56
Toyota Financial Services - Rupee loan	7.72	11.50
Unsecured Loans		
Interest Free loans from:		
Promoter Director	147.01	150.77
Group Companies	-	60.74
	1,00,093.14	96,026.17

* As a fallout of the COVID-19 in India in April 2020, the RBI had issued Resolution Framework for One Time Restructuring ("OTR"). In accordance to the same, the financial institution lenders (5 No.s) entered into a Inter-Creditor Agreement on December 10, 2020 invoking the resolution process. As per the Guidelines, once the resolution is invoked, it needs to be implemented within 6 months, i.e., by June 09, 2021. The OTR is for obtaining extension in repayment of principal, reduction in interest rates and conversion of accrued interest into Funded Interest Term Loans ("FITL"). Summary of Revised Interest Rates & Repayment terms are summarized below.

Nature of security and terms of repayment for secured current financial liabilities-borrowings:

- (a) DBS Bank Limited -External commercial borrowings (carried interest @ 4.50% p.a. plus LIBOR) are secured by first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi, first pari passu charge on movable fixed assets (Excluding vehicles, windmills and power saving equipment), first pari passu charge on current assets (Present and Future), personal guarantee of Chairman & Managing Director and pledge of shares representing Company's investment in foreign subsidiary company. External commercial borrowings are repayable as under: (i) USD 154.18 Lakhs is payable in 16 unequal half yearly instalments till March, 2030; (iii) USD 167.27 Lakhs is payable in 11 unequal half yearly instalments till March, 2030.

During the year FY 2020-21 USD 24.76 Lakhs Interest Capitalized in the DBS Bank Limited External commercial borrowings.

(b) Bank of Maharashtra - Rupee Loan

Particulars	Terms of Repayment
- Bank of Maharashtra (Term Loan I) of Rs. 20,343 Lakhs (carried interest @ 9.80 % per annum)	The loan is repayable in 41 unequal quarterly instalments starting from March, 2022 till March, 2032.
- Bank of Maharashtra (Term Loan II) of Rs. 4,488.75 Lakhs (carried interest @ 9.80 % per annum)	The loan is repayable in 41 unequal quarterly instalments starting from March, 2022 till March, 2032
- Bank of Maharashtra (FITL I) of Rs. 1,187.15 Lakhs (carried interest @ 10.00 % per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 2022 till March, 2027
- Bank of Maharashtra (FITL II) of Rs. 261.96 Lakhs (carried interest @ 10.00 % per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 2022 till March, 2027.
All the Above mentioned Loans (Both Term Loans & FITL) are secured by:-	
- First pari passu charge of land & building of Hotel Hyatt Regency Delhi	
- Pari passu charge of unsold area of New Tower Block A in Hyatt Regency Delhi (1st to 6th Floor except 3000 sq ft at 6th Floor) & Cash Flow there on	

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

18. NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS...contd.

- First pari passu charge on movable fixed assets (Excluding Wind Mills, vehicles and power saving equipment), first pari passu charge on current assets (Present and Future)
- Personal guarantee of Chairman & Managing Director & Non-Executive Director (Mr. Amritesh Jatia)
- Pledge of shares representing Company's investment in foreign subsidiary company on pari passu basis.

(c) Yes Bank Limited - Rupee Loan

Particulars	Terms of Repayment
- Yes Bank Limited (Term Loan III) of Rs. 4,389.30 Lakhs (carried interest @ 9.80% - 10.65% per annum)	The loan is repayable in 43 unequal quarterly instalments starting from March, 31 2022 till September, 2032.
- Yes Bank Limited (Term Loan IV) of Rs. 10468.60 Lakhs (carried interest @ 9.80% - 11.10% per annum)	The loan is repayable in 45 unequal quarterly instalments starting from March, 31 2022 till March, 2033
- Yes Bank Limited - FITL - I of Rs. 282.58 Lakhs (carried interest @ 10% per annum)	The loan is repayable in 43 unequal quarterly instalments starting from March, 31 2022 till September, 2032.
- Yes Bank Limited - FITL - II of Rs. 269.35 Lakhs (carried interest @ 10% per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 30 2022 till March, 2027.
- Yes Bank Limited - FITL - III of Rs. 700.78 Lakhs (carried interest @ 10% per annum)	The loan is repayable in 45 unequal quarterly instalments starting from March, 31 2022 till March, 2033.
- Yes Bank Limited - FITL - IV of Rs. 658.12 Lakhs (carried interest @ 10 % per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 30 2022 till March, 2027.
All the Above mentioned Loans (Both Term Loans & FITL) are secured by:-	
<ul style="list-style-type: none"> - First pari passu charge of land & building of Hotel Hyatt Regency Delhi - First pari passu charge of unsold area of New Tower Block A in Hyatt Regency Delhi (1st to 6th Floor except 3000 sq ft at 6th Floor) & Receivable from the sale/lease. - First pari passu charge on movable fixed assets (Excluding vehicles and power saving equipment), first pari passu charge on current assets - Personal guarantee of Chairman & Managing Director & Non-Executive Director (Mr. Amritesh Jatia) - Pledge of shareholding of Chairman & Managing Director, his associates, Asian Holding Private Limited & Other group Companies (total amounting to 7.2%) in the Company. - First pari passu Pledge of shares representing Company's investment in foreign subsidiary company. - Charge over two power generation units of 3MW (including its Cashflows) situated at Maharashtra. 	

- d) Term loan from bank (Yes bank) is secured, at the interest rate of base rate 10.25% plus 0.62% and TL-II & III base rate 10.25% plus 2.40% ,by Mortgage of land and building of Goa Project on land admeasuring 160 acres and by Charges over moveable Fixed Assets (excluding vehicle) and current assets of Goa project.

(d) Punjab National Bank - Rupee Loan

Particulars	Terms of Repayment
- Punjab National Bank - Term Loan of Rs. 14,884.57 Lakhs (carried interest @ 9% per annum)	The loan is repayable in 41 unequal quarterly instalments starting from March, 2022 till March, 2032.
- Punjab National Bank - FITL of Rs. 903 Lakhs (carried interest @ 10% per annum)	The loan is repayable in 20 unequal quarterly instalments starting from June, 30 2022 till March, 2027.
All the Above mentioned Loans (Both Term Loan & FITL) are secured by:-	
<ul style="list-style-type: none"> - First pari passu charge of land & building of Hotel Hyatt Regency Delhi - First pari passu charge of unsold area of New Tower Block A in Hyatt Regency Delhi - First pari passu charge on Cashflows of the Company. - First pari passu charge on movable fixed assets (Excluding vehicles and power saving equipment), first pari passu charge on current assets (Present and Future) - Personal guarantee of Chairman & Managing Director & Non-Executive Director (Mr. Amritesh Jatia) 	

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

18. NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS...contd.

- Pledge of shareholding of Chairman & Managing Director, his associates, Asian Holding Private Limited & Other group Companies (total amounting to 7.2%) in the Company.
- First pari passu Pledge of shares representing Company's investment in foreign subsidiary company.

- (e) Indusind Bank Limited - Rupee loan of Rs. 10,000 Lakhs (carried interest @ 10.10% per annum) is secured by first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi, first pari passu charge on movable fixed assets (Excluding vehicles and power saving equipment), first pari passu charge on current assets (Present and Future), personal guarantee of Chairman & Managing Director and pledge of shares representing Company's investment in foreign subsidiary company. The loan is repayable in 18 unequal half yearly installments till March, 2030.
- (f) ICICI Bank-Rupee loan (carried interest @ 9.35% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to September, 2021.
- (g) ICICI Bank-Rupee loan (carried interest @ 8.51% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to December, 2021.
- (h) ICICI Bank-Rupee loan (carried interest @ 8.02% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to December, 2022.
- (i) ICICI Bank-Rupee loan (carried interest @ 8.25% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to January, 2023.
- (j) ICICI Bank-Rupee loan (carried interest @ 8.01% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to December, 2022.

The aggregate values of the vehicle loans from ICICI Bank aggregate to Rs. 29.38 Lakhs.

- (k) Kotak Mahindra Prime Limited - Rupee loan for acquisition of vehicles (carries interest @ 8.60% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to March 2022.
- (l) Kotak Mahindra Prime Limited - Rupee loan for acquisition of vehicles (carries interest @ 10.25% per annum) is secured against hypothecation of a vehicle. Balance repayable in monthly instalments up to July 2021.
- (m) Kotak Mahindra Prime Limited - Rupee loan for acquisition of vehicles (carries interest @ 7.78% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to April 2023.

The aggregate values of the vehicle loans outstanding from Kotak Mahindra Prime Ltd aggregates to Rs. 83.31 Lakhs

- (n) HDFC Bank Ltd - Rupee loan of Rs. 7.10 Lakhs for acquisition of a vehicle (carried interest @ 11.00% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to May 2021.
- (o) HDFC Bank Ltd - Rupee loan of Rs. 21.48 Lakhs for acquisition of a vehicle (carried interest @ 8.40% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to November, 2023.
- (p) Toyota Financial Services India Ltd - Rupee loan of Rs.2.84 Lakhs for acquisition of a vehicle (carried interest @ 9.05% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to November 2021.
- (q) Toyota Financial Services India Ltd - Rupee loan of Rs.6.82 Lakhs for acquisition of a vehicle (carried interest @ 7.74% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to March, 2023.
- (r) Toyota Financial Services India Ltd - Rupee loan of Rs.7.14 Lakhs for acquisition of a vehicle (carried interest @ 7.74% per annum) is secured against hypothecation of the vehicle financed by the loan. Balance repayable in monthly instalments up to April, 2023.

The details of repayment of long term borrowings as at 31st March, 2021 are as follow:

Particulars	Up to 1 year (Rs. In Lakhs)	2 to 5 years (Rs. In Lakhs)	Above 5 years (Rs. In Lakhs)	Total (Rs. In Lakhs)
Secured term loans				
From banks	5,789.90	36,089.22	65,517.36	107,396.49
From financial institution		270.73		270.73
Other Secured Loans				
From banks	33.01	24.96	-	57.97
From financial institution	49.90	50.21	-	100.12
Total	5,872.82	36,435.12	65,517.36	107,825.30

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

19. NON - CURRENT - OTHER FINANCIAL LIABILITIES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Security Deposits	1,525.47	1,909.43
	<u>1,525.47</u>	<u>1,909.43</u>

The above includes Rs. 1,500 Lakhs (Previous Year: Rs. 1,500 Lakhs) received as refundable interest free security deposit for parking space in Serviced Apartment Tower and Rs. 27.28 Lakhs (Previous Year: Rs. 27.28 Lakhs) received as refundable interest free security deposit for Service Apartment.

20. NON - CURRENT PROVISIONS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Provision for employee benefit		
Gratuity	288.91	348.75
Leave Encashment	47.66	72.61
Lease Rent Equalization	0.93	0.43
	<u>337.50</u>	<u>421.79</u>

21. NON - CURRENT LIABILITIES - OTHERS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Advances and Deposits for Platinum Golf Membership (PGM) in Goa Project*	2,015.59	2,126.56
	<u>2,015.59</u>	<u>2,126.56</u>

*Advances & Deposits for Villa & Development rights represents deposit for development rights and advances and deposits from prospective buyer of Villas constituents forming part of an All Villa Hotel Complex, Goa.

22. CURRENT FINANCIAL LIABILITIES - BORROWINGS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Secured Term Loans		
From Banks		
<i>Other Term Loans</i>		
Bank of Maharashtra - Rupee Loan	1,907.00	1,333.73
Punjab national Bank - Rupee Loan	1,134.00	
Indusind Bank Ltd - Rupee Loan	549.93	
Yes Bank Ltd.-Rupee loan	2,198.97	353.93
<i>Funded Interest Term Loans (FITL)</i>		
IndusInd Bank Ltd -FITL	23.14	
<i>For acquisition of /secured against vehicles</i>		
ICICI Bank Limited- Rupee loan	18.35	48.33
HDFC Bank Limited- Rupee loan	14.66	24.09
<i>Overdraft Facilities</i>		
Yes Bank Limited	3,432.71	3,890.73
DBS Bank	-	-
Axis Bank Limited	1,154.08	999.13
IndusInd Bank	520.72	739.57
	<u>10,953.56</u>	<u>7,389.51</u>

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

22. CURRENT FINANCIAL LIABILITIES - BORROWINGS...contd.

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
From Financial Institution		
SREI Equipment Finance Ltd - Equipment Loan	-	25.21
<i>For acquisition of /secured against vehicles</i>		
Kotak Mahindra Prime Limited - Rupee loan	40.82	47.85
Toyota Financial Services - Rupee loan	9.09	9.90
	49.91	82.96
Others		
Current Maturities of Long-Term borrowings from others	-	3.89
	-	3.89
Unsecured Loans		
Intercorporate Loans (carry interest @ 9% to 18%)	15,398.10	17,683.18
	26,401.57	25,159.55

Nature of security and terms of repayment for secured current financial liabilities-borrowings:

- (a) Yes Bank Limited -Overdraft facilities (carried interest @ 9.80% - 11.40% per annum) is secured by :-
- First pari passu charge of land & building of Hotel Hyatt Regency Delhi
 - First pari passu charge of unsold area of New Tower Block A in Hyatt Regency Delhi (1st to 6th Floor except 3000 sq ft at 6th Floor) & Receivable from the sale/lease.
 - First pari passu charge on movable fixed assets (Excluding vehicles and power saving equipment), first pari passu charge on current assets
 - Personal guarantee of Chairman & Managing Director & Director (Mr. Amritesh Jatia)
 - Pledge of shareholding of Chairman & Managing Director, his associates, Asian Holding Private Limited & Other group Companies (total amounting to 7.2%) in the Company.
 - First pari passu Pledge of shares representing Company's investment in foreign subsidiary company.
 - Charge over two power generation units of 3MW (including its Cashflows) situated at Maharashtra.
- (b) Axis Bank Limited - Overdraft facilities (carried interest @ 9.00% - 11.45% per annum) and is secured by :
- first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi,
 - first pari-passu charge on the Land and Building pertaining to the existing Hotel complex.
 - first pari passu charge on movable fixed assets (Excluding vehicles, windmills and power saving equipment), first pari passu charge on current assets (Present and Future),
 - personal guarantee of Chairman & Managing Director & Non-Executive Director (Mr. Amritesh Jatia),
 - pledge of shares representing Company's investment in foreign subsidiary company
- (c) Indusind Bank Limited - Overdraft facilities (carried interest @ 9.35% - 10.40% per annum) and is secured by first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi, first pari passu charge on movable fixed assets (Excluding vehicles, windmills and power saving equipment), first pari passu charge on current assets (Present and Future), personal guarantee of Chairman & Managing Director, pledge of shares representing Company's investment in foreign subsidiary company.
- (d) Indusind Bank Limited - FITL (carried interest @ 9.65% per annum) and is secured by first pari passu charge of land & building of Hotel Hyatt Regency Delhi and unsold area of New Tower Block A in Hyatt Regency Delhi, first pari passu charge on movable fixed assets (Excluding vehicles, windmills and power saving equipment), first pari passu charge on current assets (Present and Future), personal guarantee of Chairman & Managing Director, pledge of shares representing Company's investment in foreign subsidiary company. The loan is repayable in 3 equal monthly instalments starting from January, 2021 to March, 2021. The same is under restructuring and revised payment terms are awaited.

23. CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Due to micro and small enterprises	158.04	73.67
Due to other than micro and small enterprises	9,281.41	8,264.64
	9,439.45	8,338.31

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

23. CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES....contd.

The disclosure pursuant to the said Act is as under:

DISCLOSURE UNDER MSMED ACT, 2006

	As at 2020-21 (Rs. In Lakhs)	As at 2019-20 (Rs. In Lakhs)
(a) Principal amount due to suppliers under MSMED Act, 2006	158.04	73.67
(b) Interest accrued and due to suppliers under MSMED Act on the above amount, unpaid	-	-
(c) Payment made to suppliers (other than interest) beyond the appointed day, during the year	-	-
(d) Interest paid to suppliers under MSMED Act (other than Section 16)	-	-
(e) Interest paid to suppliers under MSMED Act (Section 16)	-	-
(f) Interest due and payable towards suppliers under MSMED Act for payments already made	-	-
(g) Interest accrued and remaining unpaid at the end of each of the year to suppliers under	-	-

The information has been given in respect of such vendors to the extent they could be identified as micro and small enterprises on the basis of information available with Group.

24. CURRENT - OTHER FINANCIAL LIABILITIES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Security deposits*	404.48	41.64
Interest accrued but not due on borrowings	2,811.89	1,722.67
Interest accrued and due on borrowing	93.35	-
Payables for capital goods	110.27	188.30
Employee Dues	746.67	480.26
Other payables	62.01	389.82
Unpaid/unclaimed dividend	2.33	4.46
	4,231.00	2,827.15

*The above includes Rs. 180.12 Lakhs (Previous Year: Rs. 180.12 Lakhs) received as refundable interest free security deposits against leave and license agreements relating to the shops in Hotel Hyatt Regency and Rs. 52.96 Lakhs (Previous Year: Rs. 52.96 Lakhs) received as refundable interest free security deposit for Service Apartment.

25. OTHER CURRENT LIABILITIES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Advance from customers *	5,797.12	6,071.16
Statutory liabilities	1,490.99	1,780.74
Payable for expenses	1.48	-
Advance Receipt for Sale of Fixed Assets#	341.88	-
Other liabilities	2,874.92	2,542.28
	10,506.39	10,394.18

* Advance includes amount received upon execution of agreements related to apartments amounting to Rs.4,851.15 Lakhs (Previous year ended March 31, 2020: Rs.5,288.72 Lakhs)

Advance for Sale of Fixed Assets includes Rs. 321.88 lakhs (Previous Year Nil) received for the Sale of WindMills Assets Located in Maharashtra

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

26. SHORT TERM PROVISIONS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Provision for employee benefit		
Gratuity	323.97	292.81
Leave Encashment	13.88	19.87
	<u>337.84</u>	<u>312.68</u>

27. REVENUE FROM OPERATIONS

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
ROOMS, FOOD, BEVERAGES AND OTHER SERVICES		
Room income	2,435.76	9,165.88
Wines and liquor	641.31	2,475.67
Food, other beverages, smokes and banquets	2,837.22	9,407.87
Communications	2.57	12.51
Others*	1,341.44	4,177.46
	<u>7,258.30</u>	<u>25,239.39</u>
*Includes related to generation of electricity business (Refer Note on Segment Reporting)	150.35	212.12

28. OTHER INCOME

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Interest Received/Receivable		
From banks	3.07	2.01
From others	62.68	3.44
From Income Tax refund	0.01	
Excess provisions no longer required written back	160.70	53.92
Net gain on sale of fixed assets	-	731.87
Net gain on foreign currency transaction and translation (other than finance cost)	195.61	633.50
Miscellaneous income	45.55	43.95
	<u>467.63</u>	<u>1,468.69</u>

29. CONSUMPTION OF PROVISIONS, BEVERAGES, SMOKES & OTHERS

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
WINES AND LIQUOR		
Opening Stock	356.95	442.71
Add : Purchases	66.91	886.11
	<u>423.86</u>	<u>1,328.82</u>
Closing Stock	(186.11)	(356.95)
	<u>237.75</u>	<u>971.87</u>
PROVISIONS, OTHER BEVERAGES AND SMOKES		
Opening Stock	109.97	212.24
Add : Purchases	839.48	2,598.05
	<u>949.45</u>	<u>2,810.29</u>
Closing Stock	(51.66)	(109.97)
	<u>897.79</u>	<u>2,700.32</u>
Excise duty expense	-	-
	<u>1,135.54</u>	<u>3,672.19</u>
Percentage of total consumption between:		
Indigenous 81.17% (Previous Year 73.53%)	921.72	2,700.32
Imported 26.47% (Previous Year 26.47%)	213.82	971.87

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

30. EMPLOYEE BENEFITS EXPENSES	2020-21	2019-20
	(Rs. In Lakhs)	(Rs. In Lakhs)
Salaries and wages	2,725.57	4,660.85
Contribution to provident and other funds	165.46	253.38
Contract labour and services	343.53	1,395.47
Staff welfare expense	370.51	571.74
Recruitment and training	5.70	36.76
	3,610.77	6,918.19
31. FINANCE COSTS		
	2020-21	2019-20
	(Rs. In Lakhs)	(Rs. In Lakhs)
Interest expenses	9,555.35	10,148.82
Other borrowing costs (including bank charges)	470.41	1,157.79
Applicable net loss/(gain) on foreign currency transactions and translation	(919.02)	1,371.76
	9,106.74	12,678.37
32. OTHER EXPENSES		
	2020-21	2019-20
	(Rs. In Lakhs)	(Rs. In Lakhs)
OPERATING, ADMINISTRATION AND GENERAL EXPENSES		
Linen, room, catering and other supplies/services	715.06	1,000.97
Operating equipment and supplies written off	161.45	259.35
Power, fuel and light (net)	1,145.10	1,571.56
Repairs, maintenance and refurbishing *	512.56	864.31
Rent	3.00	817.55
Rates and taxes	296.32	468.94
Insurance	95.98	127.09
Data processing charges	223.83	303.64
Legal and professional charges	375.35	315.48
Payment to the auditors**	27.61	41.00
Stationery and printing	37.16	90.41
Travelling and conveyance	58.34	384.37
Guest transportation	17.93	210.37
Communication (including telephones for guests)	92.42	91.67
Technical services	13.71	832.73
Advertisement, publicity and business promotion	209.46	419.62
Commission and brokerage	275.10	914.44
Charity and donation	0.73	-
Fine & Penalty	0.73	0.69
Bad debts / advances written off	50.73	-
Loss on sale of fixed assets	335.29	0.50
Provision for doubtful debts / advances	32.77	6.45
Subscription & Membership	3.89	
Electricity	0.24	
Difference in Exchange	-	382.38
Miscellaneous	88.25	98.23
	4,773.01	9,201.75
*includes:		
Repairs to buildings	135.08	195.96
Repairs to machinery	266.79	512.42

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

32. OTHER EXPENSES...contd.

**Payments to the auditors for
(including service tax)

- statutory audit	25.61	32.95
- tax audit fee	2.00	4.00
- limited review fees	-	3.00
- other services	-	0.07
- out of pocket expenses	-	0.98
	27.61	41.00

33. EARNINGS PER EQUITY SHARE

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Profit/(loss) available for equity shareholders	(69,497.58)	(6,473.65)
Weighted average numbers of equity shares outstanding	19,453,229	19,453,229
Nominal value per equity share (in Rupees)	10.00	10.00
Earnings /(loss) Per Equity Share- Basic and Diluted (in Rupees)	(357.25)	(33.28)

34. EXCEPTIONAL ITEMS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
- Provision for impairment of Investment in subsidiary	56,914.72	-
	56,914.72	-

35. CONTINGENT LIABILITIES AND COMMITMENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
CONTINGENT LIABILITIES		
(a) Claims against the Company not acknowledged as debts * -	-	-
* pertains to cases filed by certain employees of the Company		
(b) Service tax demand not provided for *	250.00	250.00
* pertains to a demand raised by Service Tax Authorities amounting to Rs. 401.10 Lakhs which includes penalty demand of Rs. 250.00 Lakhs and excluding interest for earlier years up to 2007, against which the Company has filed an appeal with Customs, Excise and Service Tax Appellate Tribunal (CESTAT), New Delhi on 11th March 2014. Since the Company had already deposited the service tax payable, as determined by the tax authorities, before issuance of the show cause notice for levy of the penalty, it is contesting before the above appellate authorities that it is not liable to pay any penalty and interest.		
*An appeal has been filed by AHNL before Supreme Court against Customs, Excise and Service Tax Appellate Tribunal (CESTAT) demand for Rs. 2,14,61,690	214.62	214.62
(c) Additional bonus liability for the financial year 2014-15 owing to amendment made in "The Payment of Bonus Act, 1965" w.r.e.f. 1st April, 2014, has not been provided for as the matter is subjudice before various High Courts in the country	-	-
(d) Relating to an accident in the hotel premises, a writ petition has been filed with Delhi High Court by a relative of the injured person, and the Company has been made one of the respondents. The same relative has also filed a consumer complaint/petition, before the National Consumer Dispute Redressal Commission (NCDRC), against the Hyatt Hotels Corporation, Chicago and Hotel Hyatt	-	-

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

35. CONTINGENT LIABILITIES AND COMMITMENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Regency, Delhi, seeking compensation for the above injured person on various counts. Any consequence on the outcome of the above writ petition and the Consumer complaint before the NCDRC can not be ascertained.		
(e) Petitions filed before the National Green Tribunal against grant of Costal Regulation Zone and Private Forest by the competent authorities to the Company's project at Goa, which are being contested by the Company. Based on legal advice received and outcome of similar cases in past, the management is hopeful of favorable outcome and does not foresee them to have any material impact on the progress of the project of the Company.	-	-
(f) During the year income tax assessment for AY 2016-17 was concluded. Pursuant to the assessment, an amount of Rs. 14,03,34,724 has been assessed as payable by the Company. The Company has gone into appeal against the said order and paid an income tax of Rs. 50,01,000 in appeal.	-	-
(f) Termination of Space Buyer Agreeemnt (SBA) The Company has received Rs. 1,89,00,000/- under the SBA for Property- Unit number 1005 admeasuring approximately 750 sq. ft. super area situated on the 1 st Floor of the Block A- New Tower situated at District Centre, Bhikaji Cama Place, R. K. Puram, New Delhi. The Company has called upon for balance payment i.e. Rs. 47,25,000/- but party defaulted for such payment & Company terminated SBA. Party has filed suit for specific performance seeking relief for value of Rs. 2,36,25,000/- case is pending in Delhi High Court	189.00	-
(g) The Company has let out the commercial property Premises unit No. 404, 405 & 406 on 4th floor of Block-A "Hyatt Regency Complex" situated at District Centre, Bhikaji Cama Place, R. K. Puram, New Delhi. The tenant was defaluted in rent payment & demanding its security deposit of Rs. 54,70,206/-. The Tenant has moved to the Hon'be Delhi Hgh Court for refund of security deposit along with interest @18% p.a. The Company has made counter claim for Rs.2,60,51,560/-	54.70	-
(h) The Company has, on February 11th, 2020 received a demand Notice dated 05.02.2020 from the Asstt. Assessor & Collector (HQ), South Delhi Municipal Corporation, New Delhi (SDMC), on account of Property Tax (including interest and penalty) for the years 2016-17 to 2019-20 assessed in terms of assessment order dated 27.1.2020. The matter of Property Tax in the case of Company and many other similarly situated entities is sub-judice before the Hon'ble High Court of Delhi. The Company has been depositing Property Tax as per order dated 23.5.2014 of the Hon'ble High Court. The Company has been advised that the said demand notice is contrary to the prior orders passed by the Hon'ble High Court, and therefore Company is in the process of taking appropriate legal recourse in the said matter.	3725.29	3725.29
(h) TDS related dues appearing on TRACES portal (subject to reconciliation and adjustment)	8.50	8.05
Notes:		
(a) It is not practicable to estimate the timing of cash outflows, if any, in respect of matters stated above, pending resolution of the proceedings.		

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

35. CONTINGENT LIABILITIES AND COMMITMENTS....contd.

COMMITMENTS

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for:	189.80	240.09
(b) Future commitments in respect of assets acquired under Finance Schemes:		
Minimum installments payable within one year	792.66	454.05
later than one year but not later than five years	4,418.60	3,776.75
Present value of minimum installments\		
payable within one year	564.30	364.62
later than one year but not later than five years	2,311.78	2,222.50

36. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 17 LEASES

	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
OPERATING LEASE COMMITMENTS		
(a) Future minimum lease amounts receivable by the Company in respect of non-cancellable operating leases (other than land) for shops and apartments entered into by the Company :		
Not later than one year	-	61.47
Later than one year and not later than five years	-	86.14
More than five years	-	-
(b) Future minimum lease amounts payable by the Company in respect of non-cancellable operating leases (other than land) for other services (including rented premises) entered into by the Company :		
Not later than one year	-	918.77
Later than one year and not later than five years	-	4,092.62
More than five years	-	1,856.84

37. SEGMENT REPORTING

The Company operates only in one reportable segment, i.e. Hospitality/Hotel Business at one location, namely New Delhi (India). The other business segment, i.e. power generation, though governed by different sets of risks and returns, however, is not a reportable segment as defined under the Indian Accounting Standard Ind AS - 108 "Operating Segments", and therefore, no separate disclosures have been made. The assets, liabilities and revenues relating to the said power generation business have, however, been disclosed in the accounts separately. The above treatment is in accordance with the guiding principles enunciated in the said Ind AS.

38. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 19 EMPLOYEE BENEFITS

The Company has classified the various benefits provided to employees as under :-

(a) Defined contribution plans

- Provident fund

The Company has recognized the following amounts in the statement of profit and loss :

Employers' contribution to provident fund :- Current Year Rs. 155.61 Lakhs (Previous Year Rs. 232.13 Lakhs)

(b) Defined benefit plans

- Gratuity
- Compensated absences - Earned leave

In accordance with Indian Accounting Standard 19, actuarial valuation was done in respect of the aforesaid defined benefit plans based on the following

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

38. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 19 EMPLOYEE BENEFITS....contd.

Economic Assumptions

The discount rate and salary increases assumed are the key financial assumptions and should be considered together; it is the difference or 'gap' between these rates which is more important than the individual rates in isolation.

Discount Rate

The discounting rate is based on the gross redemption yield on medium to long term risk free investments. The estimated term of the benefits/obligations works out to zero years. For the current valuation a discount rate of 6.91% p.a. (Previous Year 6.92% p.a.) compound has been used.

Salary Escalation Rate

The salary escalation rate usually consists of at least three components, viz. regular increments, price inflation and promotional increases. In addition to this any commitments by the management regarding future salary increases and the Company's philosophy towards employee remuneration are also to be taken into account. Again a long-term view as to trend in salary increase rates has to be taken rather than be guided by the escalation rates experienced in the immediate past, if they have been influenced by unusual factors.

The assumptions used are summarized in the following table:

	Gratuity (Unfunded)		Compensated Absences Earned Leave (Unfunded)	
	As at	As at	As at	As at
	31-03-2021	31-03-2020	31-03-2021	31-03-2020
Discount rate(per annum)	6.91%	6.92%	6.91%	6.92%
Future salary increase	5.00%	5.00%	5.00%	5.00%
Expected rate of return on plan assets	NA	NA	NA	NA
Mortality Rates	100% of IALM (2012 - 14)	100% of IALM (2012 - 14)	100% of IALM (2012 - 14)	100% of IALM (2012 - 14)
Retirement age	58 Years	58 Years	58 Years	58 Years
Withdrawal rates				
- Up to 30 years	3.00%	3.00%	3.00%	3.00%
- From 31 to 44 years	2.00%	2.00%	2.00%	2.00%
- Above 44 years	1.00%	1.00%	1.00%	1.00%
	Gratuity (Unfunded)		Compensated Absences Earned Leave (Unfunded)	
	As at	As at	As at	As at
	31-03-2021	31-03-2020	31-03-2021	31-03-2020
Change in present value of the defined benefit obligation during the year				
Present value of obligation as at the beginning of the year	612.88	641.60	92.48	92.48
Interest Cost	44.40	44.40	6.40	6.40
Current Service Cost	38.74	38.74	22.15	22.15
Benefits Paid	-45.97	-45.97	(11.64)	(11.64)
Actuarial (Gain)/Loss on arising from Change in Demographic Assumption	0.00	0.00		
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	0.22	0.22	0.04	0.04
Actuarial (Gain)/Loss on arising from Experience Adjustment	-66.12	-66.12	(47.91)	(47.91)
Present value of obligation as at the end of the year	584.16	612.88	61.53	61.53

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

38. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 19 EMPLOYEE BENEFITS....contd.

	Gratuity (Unfunded)		Compensated Absences Earned Leave (Unfunded)	
	As at 31-03-2021	As at 31-03-2020	As at 31-03-2021	As at 31-03-2020
Change in fair value of plan assets during the year				
Fair Value of plan assets at the beginning of the year	NA	NA	NA	NA
Interest Income	NA	NA	NA	NA
Contributions by the employer	NA	NA	NA	NA
Benefits paid	NA	NA	NA	NA
Return on plan assets	NA	NA	NA	NA
Fair Value of plan assets at the end of the year	NA	NA	NA	NA
Net Asset/ (Liability) recorded in the Balance Sheet				
Present value of obligation as at the end of the year	(612.88)	(641.60)	(61.53)	(92.48)
Net Asset/ (Liability)-Current	(323.97)	(292.85)	(13.88)	(19.87)
Net Asset/ (Liability)-Non-Current	(288.91)	(348.75)	(47.65)	(72.61)
Expenses recorded in the Statement of Profit & Loss during the year				
Interest Cost	44.40	46.33	6.40	9.13
Current Service Cost	38.74	41.68	22.15	17.68
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	-	0.00	0.04	6.06
Actuarial (Gain)/Loss on arising from Experience Adjustment	-	0.00	(47.91)	(18.82)
Total expenses included in employee benefit expenses	83.14	88.01	28.55	26.81
Recognized in Other Comprehensive Income during the year				
Actuarial (Gain)/Loss on arising from Change in Demographic Assumption	0.00	-0.38	-	-
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	0.22	20.02	-	-
Actuarial (Gain)/Loss on arising from Experience Adjustment	(66.12)	(30.89)	-	-
Recognized in Other Comprehensive Income	(65.89)	(11.25)	-	-
Maturity profile of defined benefit obligation				
Within 12 months of the reporting period	323.97	292.85	13.88	19.87
Between 2 and 5 years	120.50	129.93	21.84	15.76
Between 6 and 10 years	168.41	218.82	25.82	56.85
Quantitative sensitivity analysis for significant assumption is as below:				
Increase/ (decrease) on present value of defined benefit obligation at the end of the year				
Half percentage point increase in discount rate	(10.85)	(13.98)	(2.10)	(4.18)
Half percentage point decrease in discount rate	11.67	15.05	2.29	4.57
Half percentage point increase in salary increase rate	11.83	15.26	2.32	4.63
Half percentage point decrease in salary increase rate	(11.09)	14.30	(2.15)	(4.27)
Expected contribution to the defined benefit plan for the next reporting period				
			2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Expected contribution to the defined benefit plan for the next reporting period (Gratuity)			77.63	83.24
Expected contribution to the defined benefit plan for the next reporting period (Compensated Absences Earned Leave)			24.89	18.49

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

39. CORPORATE SOCIAL RESPONSIBILITY

Pursuant to the provisions of section 135(5) of the Companies Act, 2013 (the Act), the Holding Company has formed its Corporate Social Responsibility (CSR) Committee. As per the relevant provisions of the Act read with Rule 2(1)(f) of the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Holding Company is required to spend at least 2% of the average net profits determined under section 198 of the Companies Act 2013 during the immediately three financial years. However, due to inadequacy of profits as per Section 198 of the Companies Act, 2013, the Holding Company is not required to spend any amount on CSR activities for Financial Year 2020-21

Gross amount required to be spent by the Company during the year: Rs. NIL (Previous year - Rs. NIL)

40. EARNINGS AND EXPENDITURE IN FOREIGN CURRENCY

	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
(a) Value of imports calculated on CIF basis		
Food and beverages	2.62	187.83
Stores and spares	-	44.93
Capital goods	-	23.70
Beverages - through canalising agencies	-	816.80
(b) Expenditure in foreign currency	-	
Technical services (Royalty)	6.22	6.23
Technical services (Professional and consultation fees)	6.26	11.49
Interest	-	979.26
Others		
- Advertisement and publicity	0.52	56.41
- Commission and brokerage	37.44	63.95
- Recruitment and training	-	
- Miscellaneous	40.96	35.64
(c) Earning in foreign currency		
Revenue from operations (As reported by the management of the Company and certified by an independent Chartered Accountant)	1,032.23	9,029.69

41. DERIVATIVE INSTRUMENTS

The amount of foreign currency exposures that are not hedged by a derivative instrument or otherwise as at 31st March, 2021 and 31st March, 2020 are as under:

	As at 31-03-2021		As at 31-03-2020	
	Foreign Currency	(Rs. In Lakhs)	Foreign Currency	(Rs. In Lakhs)
Receivables				
Loans and advances given				
(in USD)	11,190	8.11	17,548.45	13.23
(in EURO)	-	-	-	-
(in GBP)	-	-	-	-
Other Receivable				
(in USD)	438,279	317.33	10,000.00	7.54
Payables				
Trade payables				
(in USD)	71,90,627	5,206.34	56,65,106.00	4,270.69
(in SEK)	-	-	28,666.66	2.15
Payable for capital goods				
(in USD)	-	-	-	-
(in SEK)	-	-	-	-
Borrowings				
(in USD)	3,23,53,774	23,428	2,99,84,630.13	22,604.18
Interest on Borrowings				
(in USD)	7,13,231	516	7,30,289.00	550.53

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

42. COVID 19 IMPLICATIONS

During the year, the business of the Company was significantly impacted due to COVID-19. Hotel was not operating for the first six months on account of restrictions imposed due to lockdowns; with lifting of lockdown restrictions hotel started operating from second half of the year. Presently, various state Governments have imposed restrictions due to the resurgence of COVID-19 cases, which has significantly impacted business of the Company. The Company has assessed the impact of COVID-19 on the future cash flow projections. The Company has also prepared a range of scenarios to estimate financing requirements. The Company has also assessed the potential impact of COVID-19 on the carrying value of property, plant & equipment, investments, trade receivables, inventories and other current assets appearing in the financial statements of the Company. Based on the current indicators of future economic conditions, the Company expects to recover the carrying value of these assets. The impact assessment of COVID-19 is a continuous process given the uncertainties associated with its nature and duration and actual results may differ materially from these estimates.

The Company will continue to monitor the material changes in future economic conditions and would recognize any significant impact of these changes affecting the Company, in the financial statements, as and when these conditions arise.

43. RELATED PARTY DISCLOSURES AS PER INDIAN ACCOUNTING STANDARD-24

(a) Individuals and his relatives having control over the Group (either directly or indirectly)

Mr. Shiv Kumar Jatia	Chairman & Managing Director
Mr. Amritesh Jatia	Non-Executive Director

(b) Companies which significantly influence the Group (either directly or indirectly)

Yans Enterprises (HK) Limited	An overseas entity
Fineline Holding Limited	An overseas entity
Asian Holdings Pvt. Ltd.	A domestic entity
RSJ Holdings Ltd., Mauritius	An overseas entity

(c) Related parties

- Key Management Personnel

Mr. Shiv Kumar Jatia	Chairman & Managing Director of the holding company and Managing Director of domestic/ultimate subsidiary
Ms. Anita Thapar (Resigned w.e.f August 01, 2020)	Executive Director of the holding company and Director of the domestic/ultimate subsidiary
Mr. Tapeshe Bharat Kumar Goenka (Resigned w.e.f March 25, 2020)	Executive Director of the domestic/ultimate subsidiary
Mr. Sanjay Banthiya	Independent Non-Executive Director of the domestic/ultimate subsidiary
Mr. Amritesh Jatia	Non-Executive Director of the holding company and Director of all the subsidiaries
Mr. Dipendra B Goenka (Resigned w.e.f April 30, 2020)	Non-Executive Director the Holding Company
Mr. Akhilesh Bhuwarka (Appointed w.e.f June 18, 2020)	Non-Executive Director the Holding Company
Mr. Dinesh Kumar Jain (Resigned w.e.f June 08, 2021)	Company Secretary of the Holding Company
Dr. Lalit Bhasin	Independent Non-Executive Director of the holding company and the domestic/ultimate subsidiary
Mr. Dinesh Chandra Kothari	Independent Non-Executive Director of the Holding Company
Ms. Preeti Gandhi (Appointed w.e.f September 13, 2020)	Independent Non-Executive Director the Holding Company
Mr. Pinaki Misra (Resigned w.e.f September 03, 2020)	Independent Non-Executive Director the Holding Company
Mr. Ranjan k. Bhattacharya (Resigned w.e.f September 07, 2020)	Independent Non-Executive Director the Holding Company
Mr. Prakash Chandra Sharma (Resigned w.e.f September 12, 2020)	Chief Financial Officer of the Holding Company
Mr. Dinesh Bhalotia (Appointed w.e.f September 13, 2020 & (Resigned w.e.f January 28, 2021)	Chief Financial Officer of the Holding Company

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

43. RELATED PARTY DISCLOSURES AS PER INDIAN ACCOUNTING STANDARD-24 ...contd.

Ms. Nitika Garg (Appointed w.e.f February 10, 2020, resigned on June 02, 2020)	Company Secretary of the domestic/ultimate subsidiary
Ms. Tanya Aggarwal (Appointed w.e.f July 18, 2020)	Company Secretary of the domestic/ultimate subsidiary
Ms. Rabab Zaidi (Company secretary) (Resigned w.e.f October 01, 2019)	Company Secretary of the domestic/ultimate subsidiary
Mr. Ajay Kumar (Resigned w.e.f April 10, 2019)	Chief Financial Officer of the domestic/ultimate subsidiary
Ms. Priya Sethi (Appointed w.e.f October 01, 2019)	Chief Financial Officer of the domestic/ultimate subsidiary
- Relative of Key Management Personnel	
Mr. Amrithesh Jatia	Director and son of Mr. Shiv Kumar Jatia
Mrs. Archana Jatia	Wife of Mr. Shiv Kumar Jatia
Mr. Ramesh Jatia	Brother of Mr. Shiv Kumar Jatia
Mr. Raj Kumar Jatia	Brother of Mr. Shiv Kumar Jatia
- 'Entities controlled by Directors or their relatives	
Ascent Hotels Private Limited	
Bhasin & Co.	
Energy Infrastructure (I) Limited	
Leading Hotels Limited	
Godfrey Philips India Limited	
Binaguri Tea Company Private Limited	
Heyking Ltd., Hongkong	
Deuchny Properties Ltd., Mauritius	
RSJ Holdings Ltd, Mauritius	
GBX Trading FZE, UAE	
Experimental Restaurants Private Limited	
Magus Estates & Hotels Limited	

(b) Transactions with related parties:

	Key Management Personnel and their relatives		Entities controlled by Directors or their relatives		Total	
	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Room, Food, Beverages and other services	3.20	72.11	-	24.56	3.20	96.67
Day to day operations and Technical assistance services	-	-	4.16	33.88	4.16	33.88
Remuneration	312.99	348.37	-	-	312.99	348.37
Professional Charges	-	-	2.62	3.87	2.62	3.87
Loan taken	-	-	12.13	4.15	12.13	4.15
Loan repaid	-	-	20.29	986.69	20.29	986.69
Interest expenses	-	-	-	132.85	-	132.85
Purchases	-	-	0.11	55.34	0.11	55.34
Director's Sitting fees	21.75	24.00	-	-	21.75	24.00

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43. RELATED PARTY DISCLOSURES AS PER INDIAN ACCOUNTING STANDARD-24 ...contd.

Balance Outstanding	Payable		Receivable	
	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Key Management Personnel and their relatives	370.69	298.47	92.79	0.85
Entities controlled by Directors or their relatives	17.93	85.52	48.36	40.08
Total	388.63	383.99	141.14	40.93

Note :

- (i) The above related party transactions have been reviewed periodically by the Board of Directors of the Company vis-à-vis the applicable provisions of the Companies Act, 2013, and justification of the rates being charged/terms thereof and approved the same.

(c) Disclosure in respect of related party-wise transactions	2020-21 (Rs. In Lakhs)	2019-20 (Rs. In Lakhs)
Room, Food, Beverages and other services		
Energy Infrastructure (I) Limited	-	-
Bhasin & Co.	-	-
Experimental Restaurants Private Limited	-	24.56
Mr. Ranjan K. Bhattacharya	1.06	15.83
Mr. Pinaki Misra	1.39	55.52
Dr. Lalit Bhasin	0.60	0.76
Mr. Dinesh Jain	0.14	-
Day to Day Service		
Experimental Restaurants Private Limited	4.16	33.88
Remuneration		
Mr. Shiv Kumar Jatia*	231.58	215.42
Ms. Anita Thapar*	22.96	30.16
Mr. Dinesh Kumar Jain*	35.88	50.62
Mr. Prakash Chandra Sharma*	14.34	47.68
Mr. Dinesh Kumar Bhalotia	1.51	-
Ms. Rabab Zaidi	-	2.96
Ms. Nitika Garg	0.64	0.25
Ms. Priya Sethi	3.42	1.28
Ms. Tanya Aggarwal	2.66	-
Professional Charges		
Bhasin & Co.	2.62	3.87
Purchases		
Energy Infrastructure (I) Limited	-	9.00
Experimental Restaurants Private Limited	0.11	46.34
Director's Sitting fees		
Mr. Ranjan K. Bhattacharya	3.50	5.50
Dr. Lalit Bhasin	7.00	5.50
Mr. Pinaki Misra	2.75	4.50
Mr. Dinesh Chandra Kothari	5.25	4.00
Ms. Preeti Gandhi	2.00	-
Mr. Dipendra B Goenka	-	4.50
Mr. Akhilesh Bhulwalkha	1.25	-
Ms. Anita Thapar	-	-
Mr. Sanjay Banthiya	-	-

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

43. RELATED PARTY DISCLOSURES AS PER INDIAN ACCOUNTING STANDARD-24 ...contd.

	2020-21 (Rs. In Lakhs)		2019-20 (Rs. In Lakhs)	
Loan taken from				
Fineline Holdings Limited	12.13		3.39	
Deuchny Properties Ltd.	-		0.75	
Interest expenses				
GBX Trading FZE, UAE			132.85	
Loan repayment to				
Fineline Holdings Limited	19.92		0.30	
Deuchny Properties Ltd.	0.37		0.38	
GBX Trading FZE	-		986.01	
Balance Outstanding				
	Payable		Receivable	
	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)	As at 31-03-2021 (Rs. In Lakhs)	As at 31-03-2020 (Rs. In Lakhs)
Experimental Restaurants Private Limited	17.93	17.89	44.36	40.08
Energy Infrastructure (I) Limited	-	6.89	4.00	-
Bhasin & Co.	-	-	92.25	0.32
Mr. Shiv Kumar Jatia	166.83	112.36	-	-
Mr. Amritesh Jatia	155.14	158.90	-	-
Mr. Ramesh Jatia	1.89	1.89	-	-
Mr. Raj Kumar Jatia	8.61	8.61	-	-
Mr. Dinesh Kumar Jain	1.69	-	-	-
Mr. Dinesh Chandra Kothari	12.99	8.13	-	-
Mr. Dipendra K Goenka	0.05	0.05	-	-
Mr. Pinaki Misra #	0.69	-	0.53	0.52
Mr. Ranjan Kishore Bhattacharya	3.24	-	0.01	-
Mr. Akhilesh Bhuwalka	1.16	-	-	-
Ms.Preeti Gandhi	0.69	-	-	-
Dr. Lalit Bhasin	17.72	8.53	-	-
Ms. Tanya Aggarwal				
Ms. Priya Sethi				
Heyking Limited	-	39.93		
Fineline Holdings Limited	-	20.43	-	12.44
Deuchny Properties Ltd.	-	0.38		

Note: The above transactions excludes changes due to exchange rate fluctuation.

* These include Provident Fund paid / payable by the employer.

Amounts have been subsequently paid

44. FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

1. Fair values of cash and short term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short-term maturities of these instruments.
2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on the evaluation, allowances are taken to account for the expected losses of these receivables.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

44. FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS...contd.

The company uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation technique:

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Other techniques for which all inputs which have a significant effects on the recorded fair value are observable, either directly or indirectly.

Level 3 : Techniques which use inputs that have a significant effects on the recorded fair value that are not based on observable market data.

I. Figures as at March 31, 2021

Financial Instrument	Carrying Amount				Fair value				
	FVTPL	FVOCI	Total Fair Value	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
Non Current Assets									
Financial Assets									
(i) Investments	-	142.54	142.54	-	142.54	-	-	142.54	142.54
(ii) Loans	-	-	-	29.10	29.10	-	-	29.10	29.10
(iii) Others	-	-	-	-	-	-	-	-	-
Current Assets									
Financial Assets									
(i) Trade Receivables	-	-	-	1,544.82	1,544.82	-	-	-	-
(ii) Cash and Cash Equivalents	-	-	-	111.43	111.43	-	-	-	-
(iii) Bank Balance other than (ii) above	-	-	-	71.37	71.37	-	-	-	-
(iv) Others	-	-	-	291.80	291.80	-	-	-	-
	-	142.54	142.54	2,048.52	2,191.06	-	-	171.64	171.64
Non Current Liabilities									
Financial Liabilities									
(i) Borrowings	-	-	-	1,00,093.14	1,00,093.14	-	-	-	-
(ii) Others	-	-	-	1,525.47	1,525.47	-	-	1,525.47	1,525.47
Current Liabilities									
Financial Liabilities									
(i) Borrowings	-	-	-	26,401.57	26,401.57	-	-	-	-
(ii) Trade Payables	-	-	-	9,439.45	9,439.45	-	-	-	-
(iii) Other Financial Liabilities	-	-	-	4,231.00	4,231.00	-	-	-	-
	-	-	-	1,41,690.63	1,41,690.63	-	-	1,525.47	1,525.47

II. Figures as at March 31, 2020

Financial Assets									
(i) Investments	-	142.54	142.54	-	142.54	-	-	142.54	142.54
(ii) Loans	-	-	-	46.89	46.89	-	-	46.89	46.89
(iii) Others	-	-	-	-	-	-	-	-	-
Current Assets									
Financial Assets									
(i) Trade Receivables	-	-	-	1,276.35	1,276.35	-	-	-	-
(ii) Cash and Cash Equivalents	-	-	-	198.14	198.14	-	-	-	-
(iii) Bank Balance other than (ii) above	-	-	-	4.55	4.55	-	-	-	-
(iv) Others	-	-	-	2,750.75	2,750.75	-	-	-	-
	-	1,42.54	1,42.54	4,276.68	4,419.22	-	-	189.43	189.43

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

44. FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS...contd.

Financial Instrument	Carrying Amount				Fair value				
	FVTPL	FVOCI	Total Fair Value	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
Non Current Liabilities									
Financial Liabilities									
(i) Borrowings	-	-	-	96,026.17	96,026.17	-	-	-	-
(ii) Others	-	-	-	1,909.43	1,909.43	-	-	1,909.43	1,909.43
Current Liabilities									
Financial Liabilities									
(i) Borrowings	-	-	-	25,159.55	25,159.55	-	-	-	-
(ii) Trade Payables	-	-	-	8,338.31	8,338.31	-	-	-	-
(iii) Other Financial Liabilities	-	-	-	2,827.15	2,827.15	-	-	-	-
	-	-	-	1,34,260.60	1,34,260.60	-	-	1,909.43	1,909.43

During the reporting period ending March 31, 2021 and March 31, 2020, there were no transfers between Level 1 and Level 2 fair value measurements.

45. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's financial risk management is an integral part of how to plan and execute its business strategies. The Group's financial risk management policy is set by the Managing Board.

Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loan borrowings.

The Group manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Senior Management and the Audit Committee. The activities of this department include management of cash resources, implementing hedging strategies for foreign currency exposures, borrowing strategies, and ensuring compliance with market risk limits and policies.

Interest rate risk

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to optimize the Group's position with regards to the interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

The Group is not exposed to significant interest rate risk as at the specified reporting date.

Refer Note 19 and Note 22 for interest rate profile of the Group's interest-bearing financial instrument at the reporting date.

Foreign currency risk

The Holding Company and one of the subsidiary company operates locally whereas two of the subsidiaries operates outside India, however, the nature of its operations requires it to transact in several currencies and consequently the Group is exposed to foreign exchange risk in various foreign currencies.

The Group evaluates exchange rate exposure arising from foreign currency transactions and the Group follows established risk management policies.

I. Foreign Currency Exposure

Refer Note 41 for foreign currency exposure as at March 31, 2021 and March 31, 2020 respectively.

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

45. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES...contd.

II. Foreign Currency Sensitivity

1% increase or decrease in foreign exchange rates will have the following impact on the profit before tax

Currency	2020-21		2019-20	
	1% Increase	1% Decrease	1% Increase	1% Decrease
USD	(288.25)	288.25	(258.85)	258.85
Euro	-	-	0.01	-0.01
GBP	-	-	-	-
SGD	-	-	-	-
SEK	0.00	-	(0.02)	0.02
Total	(288.25)	288.25	(258.86)	258.86

Credit risk

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. To manage this, the Group periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual risk limits are set accordingly.

The Group considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is significant increase in credit risk the Group compares the risk of a default occurring on the asset at the reporting date with the risk of default as the date of initial recognition. It considers reasonable and supportive forwarding-looking information such as:

- Actual or expected significant adverse changes in business,
- Actual or expected significant changes in the operating results of the counterparty.
- Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligation,
- Significant increase in credit risk on other financial instruments of the same counterparty.
- Significant changes in the value of the collateral supporting the obligation or in the quality of third-party guarantees or credit enhancements.

Financial assets are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Group. The Group categorizes a loan or receivable for write off when a debtor fails to make contractual payments greater than 2 years past due. Where loans or receivables have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized in profit or loss.

I. Financial assets for which loss allowance is measured using 12 months Expected Credit Losses (ECL)

(Rs. In lakhs)

Particulars	As at 31-03-2021	As at 31-03-2020
Non-current financial assets - Loans	29.10	46.89
Current financial assets - loans	-	-
Total (A)	29.10	46.89

II. Financial assets for which loss allowance is measured using 12 months Life Time Expected Credit Losses (ECL)

Particulars	As at 31-03-2021	As at 31-03-2020
Trade Receivables	1,544.82	1,276.35
Total (B)	1,544.82	1,276.35
Grand Total (A+B)	1,573.92	1,323.24

Balances with banks are subject to low credit risks due to good credit ratings assigned to these banks.

III. The ageing analysis of these receivables (gross of provision) has been considered from the date the invoice falls due

(Rs. In lakhs)

Particulars	As at 31-03-2021	As at 31-03-2020
Up to 3 months	870.61	772.64
3 to 6 months	5.09	151.89
More than 6 months	669.12	351.82
Total	1,544.82	1,276.35

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

45. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES...contd.

IV. Provision for expected credit losses again "II" and "III" above

The Group has assets where the counter- parties have sufficient capacity to meet the obligations and where the risk of default is very low. Hence based on historic default rates, the Group believes that, no impairment allowance is necessary in respect of above mentioned financial assets.

Liquidity Risk

Liquidity Risk is defined as the risk that the Group will not be able to settle or meet its obligations on time or at reasonable price. The Group's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Management monitors the Group's net liquidity position through rolling forecast on the basis of expected cash flows.

Maturity profile of financial liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

Particulars	As at 31-03-2021			As at 31-03-2020		
	Less than 1 year	1 to 5 years	Total	Less than 1 year	1 to 5 years	Total
Non-current financial liabilities - Borrowings	-	1,00,093.14	1,00,093.14	353.93	95,814.66	96,168.59
Non-current financial liabilities - Others	-	1,525.47	1,525.47	-	1,909.43	1,909.43
Current financial liabilities - Borrowings	26,401.57	-	26,401.57	24,805.61	211.51	25,017.12
Current financial liabilities - Trade Payables	9,439.45	-	9,439.45	8,338.31	-	8,338.31
Current financial liabilities - Others	4,231.00	-	4,231.00	2,167.65	-	2,167.65
Total	40,072.02	1,01,618.61	1,41,690.63	35,665.51	97,935.60	133,601.10

Capital management

For the purposes of the Group's capital management, capital includes issued capital and all other equity reserves. The primary objective of the Group's Capital Management is to maximize shareholder value. The Group manages its capital structure and makes adjustments in the light of changes in economic environment and the requirement of the financial covenants.

The Group monitors capital using gearing ratio, which is total debt divided by total capital plus debt.

Particulars	As at 31-03-2021	As at 31-03-2020
Total Debt	1,26,494.71	1,18,328.54
Equity	45,441.14	72,925.46
Capital and net debt	1,71,935.85	1,91,254.00
Gearing ratio	73.57%	61.87%

46 ADDITIONAL DISCLOSURE AS REQUIRED BY PARAGRAPH 2 OF SCHEDULE - III

Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule - III to the Act

Name of the Enterprise	Net assets i.e. Total assets minus total liabilities		Share in Profit or Loss	
	As a % of consolidated net assets	Rs. In Lakhs	As a % of consolidated profit or loss	Rs. In Lakhs
Parent				
Asian Hotels (North) Limited	76.03%	34,548.96	98.67%	(26,782.76)
Subsidiaries				
Indian				
Leading Hotels Limited*	20.69%	9,402.24	1.29%	(350.17)
Foreign				
Fineline Hospitality & Consultancy Pte Limited, Mauritius	-0.01%	(5.07)	-0.25%	68.44
Lexon Hotel Ventures Limited, Mauritius	-2.44%	(1,108.96)	0.02%	(6.18)
Minority Interest in all subsidiaries	5.73%	2,603.97	0.27%	(71.94)

ASIAN HOTELS (NORTH) LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

*Due to ongoing litigation on tenancy related and other issues and restricted permissions granted by the Hon'ble High Court of Goa, the Company could not make the desired progress in the project development and has incurred interest & other costs which are part of the CWIP. The subsidiary Company has defaulted in making interest payments to its bankers amounting to Rs. 256,58,456/- relating to January and February 2020 and has not made provision for interest payable on ICD lenders aggregating to Rs.17,67,04,283/- (which includes interest payable for earlier year Rs.6,58,84,357/-)The net current liabilities of Leading Hotels Limited as at March 31, 2020 stands at Rs. 144,91,33,955/-

Further on June 25, 2021 an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed for initiating Corporate Insolvency Resolution Process (CIRP). These factors cast a doubt of the ability of the subsidiary to continue as a Going Concern. Since the outcome of the recently commenced insolvency process cannot be estimated as of now, the financial statements are drawn on a reasonable basis which maintains the status-quo of the operations as it is.

47. Current State of Business Operations

The Covid-19 outbreak and subsequent nationwide lockdown have adversely impacted the business operations of financial year ended March 31, 2021 (and continuing) in terms of room occupancy as well as food, beverages and other income of Hotel "Hyatt Regency Delhi" owned by the Company. Further, Commercial Real Estate Sales ("CRE") activity of the company has also come to halt during this period. The major reasons for stress, due to outbreak of Covid -19 are:

1. Travel Restriction announced on domestic as well as international travel throughout the globe.
2. Substantial decline in room occupancy level
3. Substantial decline in F & B and other support services income
4. Decline in income of restaurants
5. Increase in level of Debt due to regular interest application as fixed expenses
6. CRE activity of company also came to halt during pandemic period due to general economic slowdown in the country

As a result of above, there were severe cash flows mismatch which has impacted the financial performance and liquidity position of the company. Due to creation of Provision of Diminution in the Value of Investment in the subsidiary, the net worth of the Company has taken a hit. However, the Management has drawn plans for revival and for improving the profitability and cash flows of the Company. Further, majority lenders have invoked the One Time Restructuring wherein the Company will get extra leverage for repayment of its existing and future principal and interest obligations. These factors and expected future improvement in business operations will be critical for the Company to continue as a Going Concern.

48. Regrouped, Recast, Reclassified

Figures of the earlier year have been regrouped or reclassified to confirm to Ind AS presentation requirements.

The accompanying notes are integral part of the financial statements

"As per our report of even date attached"

ON BEHALF OF THE BOARD OF DIRECTORS

For V V KALE & CO.

Chartered Accountants

Firm Registration No. 000897N

Vijay V. Kale

Partner

Membership Number: 080821

Place: New Delhi

Dated : 05/07/2021

UDIN : 21080821AAABC06421

SHIV KUMAR JATIA

Chairman & Managing

Director

DIN: 00006187

DR. LALIT BHASIN

Director & Chairman of

Audit Committee

DIN: 00001607

ASIAN HOTELS (NORTH) LIMITED

**STATEMENT OF IMPACT OF AUDIT QUALIFICATIONS ON CONSOLIDATED ANNUAL AUDITED FINANCIAL RESULTS
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2021
[As per Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]**

I.	Sl. No.	Particulars	Audited figures as reported before adjusting for the qualifications	Audited figures as reported before adjusting for the qualifications
			Rs. in Lakhs except for Sl. No.4	Rs. in Lakhs except for Sl. No.4
	1.	Turnover Total Income	7,725.93	7,725.93
	2.	Total Expenditure	20,308.02	20,308.02
	3.	Net Profit (Loss)	-69,497.58	-69,497.58
	4.	Earnings Per Share (in Rs.)	-357.25	-357.25
	5.	Total Assets	200,329.09	203,613.69
	6.	Total Liabilities	200,329.09	203,613.69
	7.	Net Worth	45,441.14	45,441.14
	8.	Others-Capital Work in Progress	29,746.02	33,030.62
II	<p>Audit Qualification (each audit qualification seperately :</p> <p>Qualification 1</p> <p>a Details of Audit Qualification : non-provision of interest liability amounting to Rs. 1518 Lakhs for FY 2020-21 and Rs. 3284.60 Lakhs in aggregate till 31.3.2021 by the Company, relating to Inter Corporate Deposits and other financial commitments. The non-provisioning of interest has resulted in understatement of CWIP to the extent of Rs. 3284.60 Lakhs as at March 31, 2021.</p> <p>b Type of Audit Qualification : Qualifies Opinion/Disclaimer of Opinion/Adverse Opinion</p> <p>c Frequency of Qualification : appeared first time/repetitive/since how long continuing</p> <p>d For Audit Qualification (s) where the impact is quantified by the auditor, Management's view : In view of the current financial crunch being faced by the Subsidiary, provisions for interest liability amounting to Rs. 3284.60 Lakhs was not provided for by it. This has, however, no impact on the current profit/(loss) of the Subsidiary as well as on the consolidated financial statements of the Company, since this would have been otherwise formed part of the capital work in progress in respective financial statements.</p> <p>e For Audit Qualification(s) where the impact is not quantified by the auditor, Management's view : NA</p> <p>Qualification 2</p> <p>a Details of Audit Qualification : One of the Subsidiary Company ,i.e., M/s Leading Hotels Limited has defaulted in making principal and interest payments to its Bankers . Due to the ongoing litigation on tenancy related and other issues and consequent court orders, there is a substantial delay in development of villa, hotel complex and a 18 hole, 72 par championship golf course in its subsidiary "Leading Hotels Limited". This has resulted in shortage of funds in the subsidiary whereby the Company has defaulted in interest repayment obligations amounting to Rs. 842.72 Lakhs for the period September 2020 to February, 2021 and principle amounting to Rs. 280 Lakhs and has not made provision for interest payable on ICD lenders aggregating to Rs. 3284.60 Lakhs (which includes interest payable for the previous year for Rs. 1767.04 Lakhs). The financial statements indicate net current liabilities of this Subsidiary at Rs. 15,213.62 Lakhs as on March 31, 2021. Further on June 25, 2021 an Order under section 7 of Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016 has been passed for initiating Corporate Insolvency Resolution Process (CIRP). These factors cast a doubt of the ability of the subsidiary to continue as a Going Concern. Since the outcome of the recently commenced insolvency process cannot be estimated as of now, the financial statements are drawn on a reasonable basis which maintains the status-quo of the operations as it is. These events put together indicate a material uncertainty regarding going concern of the said subsidiary Leading Hotels Limited.</p> <p>b Type of Audit Qualification : Qualifies Opinion/Disclaimer of Opinion/Adverse Opinion</p> <p>c Frequency of Qualification : appeared first time/repetitive/since how long continuing</p> <p>d For Audit Qualification (s) where the impact is quantified by the auditor, Management's view : NA</p> <p>e For Audit Qualification(s) where the impact is not quantified by the auditor, Management's view : Insolvency Proceedings have been initiated on the Subsidiary Company, i.e. Leading Hotels Limited vide order dated 25th June 2021 issued under Section 7 of the Insolvency & Bankruptcy Code 2016, read with rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016.Since the outcome of the recently commenced insolvency Process can not be estimated as of now, the financial statements are drawn on a reasonable basis which maintains the status -quo of the operations as it is.</p> <p>(i) Management's estimation on the impact of audit qualification;</p> <p>(ii) If Management is unable to estimate the impact, reasons for the same;</p> <p>(iii) Auditor's comments on (i) or (ii) above</p>			
III	<p>Signatories :</p> <p style="text-align: center;">CEO/Managing Director Sd/-</p> <p style="text-align: center;">Audit Committee Chairman Sd/-</p> <p style="text-align: center;">Statutory Auditor Sd/-</p> <p>Place : New Delhi Date : 5th July, 2021 UDIN : 21080821AAABC06421</p>			

ASIAN HOTELS (NORTH) LIMITED

CIN: L55101DL1980PLC011037

Registered Office: Bhikaiji Cama Place, M. G. Marg, New Delhi b 110066

Tel: 011 66771225/26; Fax: 011 26791033

Website: www.asianhotelsnorth.com E-mail: investorrelations@ahlnorth.com

PROFORMA FOR REGISTRATION/UP-DATION OF NECS MANDATE

KFin Technologies Private Limited
Unit: Asian Hotels (North) Limited
Selenium-Tower B
Plot No. 31 & 32, Financial District
Nanakramguda
Serilingampally Mandal
Hyderabad – 500 032

Folio No.-----

Dear Sirs,

I/We hereby give my/our mandate to credit my/our dividend, in respect of shares held by me/us in **Asian Hotels (North) Limited** under the aforesaid folio, directly to my/our bank account through National Electronic Clearing Service (NECS). The details of the bank account are given below:

A	Name of the Bank		
B	Branch Name & Address		
C	Account Number		
D	Type of Account	Saving	Current/Other
E	Nine Digit MICR Code No.		
F	Indian Financial System Code (IFS Code)		

Please attach a duly signed blank "cancelled" cheque along with this authorization form.

I/We hereby declare that particulars given above are correct and complete. If the transaction is delayed or credit is not affected due to incomplete or incorrect information, I/We will not hold the Company or its share transfer agents responsible for the same.

Date:
Place:

Signature of the sole/1rst holder
Name & Address of the shareholder

(Please ignore, if you have already registered/up-dated your NECS details)

ASIAN HOTELS (NORTH) LIMITED

CIN: L55101DL1980PLC011037

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Tel: 011 66771225/26; Fax: 011 26791033

Website: www.asianhotelsnorth.com E-mail: investorrelations@ahlnorth.com

PROFORMA FOR REGISTRATION/UP-DATION OF E-MAIL IDs

KFin Technologies Private Limited
Unit: Asian Hotels (North) Limited
Selenium-Tower B
Plot No. 31 & 32, Financial District
Nanakramguda
Serilingampally Mandal
Hyderabad – 500 032

Folio No.-----

Dear Sirs,

Please register/up-date my/our e-mail ID for forwarding all ofncial communications including the general meeting notices/postal ballot notices/annual reports etc. of the Company through electronic mail. My/our e-mail ID is as follows:

E-mail ID:

Date:
Place:

Signature of the sole/1rst holder
Name & Address of the shareholder

(Please ignore, if you have already registered/up-dated your e-mail ID)





Asian Hotels (North) Limited

CIN: L55101DL1980PLC011037

Regd. Office: Bhikaiji Cama Place, M.G. Marg, New Delhi-110 066

Tel: 91 11 66771225-26 Fax: 91 11 2679 1033

Website: www.asianhotelsnorth.com E-mail: investorrelations@ahlnorth.com