

**Fineline Hospitality & Consultancy Pte Ltd**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2014**

**Fineline Hospitality & Consultancy Pte Ltd**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2014**

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**Fineline Hospitality & Consultancy Pte Ltd**  
**FOR THE YEAR ENDED 31 MARCH 2014**

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**Corporate data**

**Directors:**

Jayechund Jingree  
Sushil Kumar Jogoo  
Narayanasamy Balasubramanian  
Amritesh Jatia

**Company Secretary:**

Kross Border Corporate Services Limited  
St Louis Business Centre  
Cnr Desroches & St Louis Streets  
Port-Louis  
Mauritius

**Registered Office:**

St Louis Business Centre  
Cnr Desroches & St Louis Streets  
Port-Louis  
Mauritius

**Auditors:**

Gynch Shaw  
Chartered Certified Accountants  
1st Floor, Cyber Tower 1  
Cybercity  
Ebène  
Mauritius

**Bankers:**

Barclays Bank Mauritius Limited  
1st Floor, Barclays House  
68-68A Cybercity  
Ebène  
Mauritius

DBS Bank Ltd  
6 Shenton Way, DBS Building  
Singapore

The Directors have pleasure in submitting their report to the shareholder together with the audited financial statements for the year ended 31 March 2014.

**Principal activity**

The main business activities of the Company are that of investment holding, international trading and provision of consultancy and sourcing services.

**Results**

The statement of profit or loss and other comprehensive income for the year is set out on page 6.

**Dividends**

The directors do not recommend the payment of dividend for the year under review (2013 : Nil).

**Directors**

The directors of the Company at 31 March 2014, all of whom served on the Board throughout the year and up to the date of this report, except where indicated otherwise, are contained in the corporate data page.

**Statement of directors' responsibilities in respect of the financial statements**

Company law requires the directors to prepare financial statements for each financial year, which present fairly the financial position, financial performance, changes in equity and cash flows of the Company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether International Financial Reporting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Mauritius Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Auditors**

The auditors, Gynch Shaw, have indicated their willingness to continue in office and a resolution concerning their re-appointment will be proposed at the Annual Meeting.

By Order of the Board

  
\_\_\_\_\_  
DIRECTOR

Date: 22 MAY 2014

**Fineline Hospitality & Consultancy Pte Ltd**  
**SECRETARY'S REPORT**  
**FOR THE YEAR ENDED 31 MARCH 2014**

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**3.**

We certify that we have filed with the Registrar all such returns, for the year ended 31 March 2014, as are required of the Company under the Companies Act 2001.

A handwritten signature in blue ink that reads "Adam Essau". The signature is enclosed within a large, hand-drawn blue oval.

Kross Border Corporate Services limited  
Secretary

Date: 22 MAY 2014

**INDEPENDENT AUDITORS' REPORT  
TO THE SHAREHOLDERS OF  
Fineline Hospitality & Consultancy Pte Ltd**

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This report is made solely to the Company's shareholders, as a body, in accordance with section 205 of the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted in law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our audit work, for this report or for the opinions we have formed.

**Report on the Financial Statements**

We have audited the financial statements of Fineline Hospitality & Consultancy Pte Ltd (the Company) set out on pages 6 to 15 which comprise the statement of financial position as at 31 March 2014 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

**Directors' responsibilities**

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of the Companies Act 2001, and for such internal control as the directors determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' responsibilities**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall representation of the financial statements.

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



**INDEPENDENT AUDITORS' REPORT  
TO THE SHAREHOLDERS OF  
Fineline Hospitality & Consultancy Pte Ltd (cont'd)**

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**Basis for qualified opinion**

As explained in notes 3 (a) and 14, the Company has not prepared consolidated financial statements as required by International Accounting Standard ("IAS 27"), 'Consolidated and Separate Financial Statements'. Failure to prepare consolidated financial statements is a departure from the requirements of IAS 27.

**Opinion**

In our opinion except for the effects of the matter describe in the basis for qualified opinion, the financial statements on pages 6 to 15 give a true and fair view of the financial position of the Company at 31 March 2014, and its financial performance and its cash flows for the year ended in accordance with International Financial Reporting Standards and comply with the Mauritius Companies Act 2001.

**Report on Other Legal and Regulatory Requirements**

In accordance with the requirements of the Mauritius Companies Act 2001, we report as follows:

We have no relationship with, or interests in, the Company, other than in our capacity as auditors;

We have obtained all information and explanations that we have required; and

In our opinion, proper accounting records have been kept by the Company as far as it appears from our examination of those records.

  
**Gynch Shaw**  
Chartered Certified Accountants

  
**Mr G. S. Mungur FCCA**  
Signing partner  
Licensed by FRC

Date.....2.2.MAY.2014....



**Fineline Hospitality & Consultancy Pte Ltd**  
**STATEMENT OF FINANCIAL POSITION**  
**AT 31 MARCH 2014**

6.

	Notes	2014 USD	2013 USD
<b>Assets</b>			
<b>Non-current assets</b>			
Investment	4	<u>100,000,002</u>	<u>100,000,002</u>
<b>Current assets</b>			
Other receivables	5	20,281	104,805
Cash and cash equivalents		<u>1,902</u>	<u>451</u>
		<u>22,183</u>	<u>105,256</u>
<b>Total assets</b>		<u><b>100,022,185</b></u>	<u><b>100,105,258</b></u>
<b>Financed by: Equity and liabilities</b>			
<b>Equity</b>			
Stated capital	6	104,489,261	21,042,733
Accumulated deficit		<u>(4,716,769)</u>	<u>(3,389,931)</u>
<b>Total equity</b>		<u>99,772,492</u>	<u>17,652,802</u>
<b>Non-current liabilities</b>			
Borrowings	7	<u>237,180</u>	<u>82,411,145</u>
<b>Current liabilities</b>			
Other payables	8	<u>12,513</u>	<u>41,311</u>
<b>Total liabilities</b>		<u>249,693</u>	<u>82,452,456</u>
<b>Total equity and liabilities</b>		<u><b>100,022,185</b></u>	<u><b>100,105,258</b></u>

These financial statements have been approved by the Board of Directors on: **22 MAY 2014**

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 )  
 ) DIRECTORS  
 )  
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The notes on pages 9 to 14 form part of these financial statements.  
 Independent auditors' report on pages 3 and 4.



**Fineline Hospitality & Consultancy Pte Ltd**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2014**

7.

	Notes	<u>2014</u> USD	<u>2013</u> USD
<b>Income</b>		-	-
<b>Expenditure</b>			
Administration charges		1,460	3,664
Licence fees		1,844	722
Business registration fee		58	58
Directors' salary		-	131,867
Professional fees		16,339	10,450
Accounting & audit fee		12,000	1,500
Bank charges		528	1,003
Loan interest		1,242,219	3,647,392
Sundries		2,383	804
Loss in exchange		-	1,657
		<u>1,276,831</u>	<u>3,799,117</u>
<b>Loss for the year</b>		(1,276,831)	(3,799,117)
Taxation	9	-	-
<b>Loss after taxation</b>		<u>(1,276,831)</u>	<u>(3,799,117)</u>
<b>Other comprehensive income</b>			
Loss on disposal of investments		-	(79,296,739)
Shareholder loan written off		-	1,976,973
Receivables written off		(86,342)	-
Payables written back		36,335	-
<b>Total comprehensive loss for the year</b>		<u>(1,326,838)</u>	<u>(81,118,883)</u>
<b>Loss per share</b>	10	<u>(0.0203)</u>	<u>(3.9175)</u>

The notes on pages 9 to 14 form part of these financial statements.  
Independent auditors' report on pages 3 and 4.

**Fineline Hospitality & Consultancy Pte Ltd.**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2014**

8.

	Ordinary shares USD	3.5% Optionally redeemable preference share USD	5% Redeemable cumulative preference shares USD	Accumulated Losses USD
Balance at 1 April 2012	22,471,913	68,089,888	10,193,679	(1,983,595)
Reduction in value during the year*	(2,002,000)	-	-	2,002,000
Redemption/bought back during the year**	(9,620,859)	(68,089,888)	-	77,710,547
Total comprehensive loss for the year	-	-	-	(81,118,883)
Balance at 31 March 2013	10,849,054	-	10,193,679	(3,389,931)
Allotment of shares	83,446,528	-	-	-
Total comprehensive loss for the year	-	-	-	(1,326,838)
<b>Balance at 31 March 2014</b>	<b>94,295,582</b>	<b>-</b>	<b>10,193,679</b>	<b>(4,716,769)</b>

\*Capital reduction to eliminate the negative revenue reserves in the books and to satisfy solvency for the share buy back.

\*\*10,561,799 ordinary shares owned by Fineline Holdings Limited have being bought back for a consideration of USD 100 and the shares bought back cancelled.

\*\*68,089,888 redeemable preference shares owned by Fineline Holdings Limited have being bought back for a consideration of USD 100 and the shares bought back cancelled.

After restructuring, on 29 Jan 2013 the company has become wholly owned subsidiary of Asian Hotels (North) Ltd.

The notes on pages 9 to 14 form part of these financial statements.  
Independent auditors' report on pages 3 and 4.

**Fineline Hospitality & Consultancy Pte Ltd.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2014**

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	<b>2014 USD</b>	<b>2013 USD</b>
<b>Cash flows from operating activities</b>		
Loss before tax	(1,276,831)	(3,799,117)
Adjustment	<u>-</u>	<u>-</u>
<b>Operating loss before working capital changes</b>	(1,276,831)	(3,799,117)
Decrease/(Increase) in accounts receivables	(1,818)	1,906
(Decrease)/Increase in other payables	<u>7,537</u>	<u>(89,064)</u>
<b>Net cash (used in) / generated from operating activities</b>	<u>(1,271,112)</u>	<u>(3,886,275)</u>
<b>Cash flows from investing activities</b>		
Acquisition of investments subsidiaries	-	(100,000,200)
Disposal of investment	<u>-</u>	<u>100,000,000</u>
<b>Net cash used in investing activities</b>	<u>-</u>	<u>(200)</u>
<b>Cash flows from financing activities</b>		
Borrowings	<u>1,272,563</u>	<u>3,881,073</u>
<b>Net cash from financing activities</b>	<u>1,272,563</u>	<u>3,881,073</u>
<b>Net movement in cash and cash equivalents</b>	1,451	(5,402)
Cash and cash equivalents at beginning of year	<u>451</u>	<u>5,853</u>
<b>Cash and cash equivalents at end of year</b>	<u><u>1,902</u></u>	<u><u>451</u></u>
<b>Cash and cash equivalents consist of:</b>		
Cash at bank	<u><u>1,902</u></u>	<u><u>451</u></u>

The notes on pages 9 to 14 form part of these financial statements.  
Auditors' report on pages 3 and 4.

**1. Incorporation**

Fineline Hospitality & Consultancy Pte Ltd was a Category 2 Global Business Licence company incorporated on 18 October 2007 in Mauritius under the Companies Act 2001 and is governed by the Financial Services Act 2007. On the 29 January 2013, the Company has changed status from Global Business Licence Category 2 (CBG2) to Global Business Licence Category 1 (GBC1).

**2. Nature of activities**

The main business activities of the Company are that of investment holding, international trading and provision of consultancy and sourcing services.

**3. Significant accounting policies**

**(a) Basis of preparation**

The financial statements of the Company comply with the Companies Act 2001 and in accordance with International Financial Reporting Standards ("IFRS") except of International Accounting Standard 27 ("IAS 27") - Consolidated and Separate Financial Statements. The financial statements have been prepared under the historical cost convention.

**Standards, amendments and interpretations to the existing standards that are not yet effective**

The following standards, amendments to existing standards and interpretations were in issue but not yet effective. They are mandatory for accounting periods beginning on the specified dates, but the Company has not early adopted them:

**New or revised standards and interpretations:**

IFRS 9 (2009) Financial Instruments: Classification and Measurement effective 1 January 2015

IFRS 9 (2010) Additions to IFRS 9: Financial Instruments effective 1 January 2015

**Improvements to standards and interpretations:**

IFRS 7 Financial Instruments: Disclosures effective 1 January 2015

IFRS 10 Consolidated Financial Statements: Amendments for investment entities effective 1 January 2014

IFRS 12 Disclosure of Interests in Other Entities effective 1 January 2014

The Company is still evaluating the effect of these new or revised standards and interpretations on the presentation of its financial statements. No early adoption is intended by the Board of Directors.

**IFRS 13 Fair Value Measurement**

The Standard defines fair value, sets out in a single IFRS a framework for measuring fair value and requires disclosures about fair value measurements. IFRS 13 applies when other IFRSs require or permit fair value measurements. It does not introduce any new requirements to measure an asset or a liability at fair value, change what is measured at fair value in IFRSs or address how to present changes in fair value. The new requirements are effective for annual periods beginning on or after 1 January 2013, with earlier application permitted.

### **3. Significant accounting policies (cont'd)**

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies.

There were no major estimates of assumptions made during the year that have a significant risk of causing material adjustment to the carrying amounts of the Company's assets and liabilities within the next financial year.

#### **(b) Income and expenditure**

Income and expenditure are accounted for on an accrual basis.

#### **(c) Foreign currency translation**

##### *(i) Functional and presentation currency*

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates. The financial statements are presented in United States Dollars (USD), which is the Company's functional and presentation currency.

##### *(ii) Transactions and balances*

Transactions in foreign currencies are translated at the foreign exchange rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated into USD at the foreign exchange rates ruling at that date. Non-monetary assets and liabilities that are measured in terms of historical cost in foreign currencies are translated using the exchange rates at the dates of transaction. Foreign exchange differences arising on translation are recognised in the statement of comprehensive income.

#### **(d) Investment in subsidiary**

A subsidiary is an entity in which the Company has an interest of more than one half of the voting rights or otherwise has power to govern the financial and operating policies. The existence and effect of potential voting rights that are presently exercisable or presently convertible are considered when assessing whether the Company controls another entity. Investment in subsidiary is shown at cost. Where the carrying amount of an investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is charged to the statement of comprehensive income. On disposal of the investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the statement of comprehensive income.

#### **(e) Other receivables**

Other receivables are stated at cost less any impairment losses.

#### **(f) Equity instruments**

Equity instruments are recorded at the proceeds received net of direct issue cost.

**3. Significant accounting policies (cont'd)**

**(g) Borrowings**

Borrowings are recognised at cost since they do not have any fixed terms of repayment.

**(h) Other payables**

Other payables are stated at cost.

**(i) Financial instruments**

Financial instruments carried on the statement of financial position include borrowings and other payables. The particular recognition methods are disclosed in the individual policy statements associated with each item.

Disclosures about financial instruments to which the Company is a party are provided in note 12.

**(j) Related parties**

For the purposes of these financial statements, parties are considered to be related to the Company if they have the ability, directly or indirectly, to control the Company or exercise significant influence over the Company in making financial and operating decisions, or vice-versa, or where the Company is subject to common control or common significant influence. Related parties may be individuals or other entities.

**4. Investment**

**Unquoted and at cost**

	<b>2014 USD</b>	<b>2013 USD</b>
At beginning of the year	100,000,002	179,296,740
Sale/Transfer of investment	-	(179,296,740)
Fair value of investment in Magus Estates & Hotels Pvt Ltd		-
Investment in Springleaf Investments Limited	-	100,000,002
Transfer out of investment in Springleaf Investments Limited in swap transaction	-	(100,000,002)
Transfer in of investment in Lexon Hotel Ventures Limited in swap transaction	-	100,000,002
At end of the year	<u>100,000,002</u>	<u>100,000,002</u>

Details of investment are as follows:

	Number of shares	Type of shares	Percentage holding	Country of incorporation
Lexon Hotel Ventures Limited	1,320	Ordinary	80%	India

During the year 2013, in the process of restructuring of the Company, the Company has purchased the entire shareholding of Fineline Holdings Limited (FHL) into Springleaf Investments Limited, Mauritius (Springleaf). Further, USD 100 million has been invested into ordinary shares of Springleaf. Hence, Springleaf became wholly own subsidiary of the Company.

The Company's entire investment in Magus Estates and Hotels Limited, India (Magus) has been sold to Springleaf for USD 100 million.

Further, the Company's entire investment in Springleaf has been swapped with entire investment (80% shareholding) in Lexon Hotel Ventures Limited (Lexon) of Jaella Asian Holdings Limited, Mauritius (an another group co.). Hence, in the end of restructuring process, Lexon became the subsidiary of the Company.

Further, the Lexon in turn holds 99.76% stake in Leading Hotels Limited, India (Leading). Leading is developing an all Villa Hotel Complex, including residential villas and an 18 hole, 72 par Championship Golf Course in Goa (India).

**Fineline Hospitality & Consultancy Pte Ltd**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2014**

13

	2014	2013
	USD	USD
<b>5. Other receivables</b>		
Other receivables	20,000	20,000
Prepayments	281	84,805
	<u>20,281</u>	<u>104,805</u>

**6. Stated capital**

	2014		2013	
	Ordinary shares	Preference shares	Ordinary shares	Preference shares
Issued and fully paid				
ordinary shares of USD 1 each	10,849,054	10,193,679	22,471,913	78,283,567
Reduction in value		-	(2,002,000)	-
Bought back during the year			(9,620,859)	(68,089,888)
Allotment of 82,385,468 shares	83,446,528	-	-	-
	<u>94,295,582</u>	<u>10,193,679</u>	<u>10,849,054</u>	<u>10,193,679</u>
<b>Total stated Capital</b>		<u><b>104,489,261</b></u>		<u><b>21,042,733</b></u>

On 29 January 2013, pursuant to section 62(5) (b) of the Companies Act 2001, the Company has resolved by special resolution to reduce the stated capital.

	2014	2013
	USD	USD
<b>7. Borrowings</b>		
Unsecured, interest bear loans & fixed repayment terms from Asian Hotel (North) Ltd	-	76,782,214
Unsecured, interest bear loans & fixed repayment terms - interest payable to Asian Hotel (North) Ltd	-	5,422,095
Loan from other parties	237,180	206,836
	<u>237,180</u>	<u>82,411,145</u>

**8. Trade and other payables**

	2014	2013
	USD	USD
Other payables	202	202
Accruals	12,311	41,109
	<u>12,513</u>	<u>41,311</u>

**9. Taxation**

The Company has been established as a Category 1 Global Business Licence Company under the Financial Services Act 2007 and is taxable at the rate of 15% for the year ended 31 March 2014. However, the Company is entitled to a tax credit equivalent to the higher of the actual tax suffered on its foreign source of income or 80% of the Mauritian tax. No provision for tax has been made in the financial statements for the year under review due to availability of tax losses.

**10. Loss per share**

The loss per share is based on loss for the year of USD 1,326,838 (2013: loss USD 81,118,883) and on 65,277,822 average number of ordinary shares during the year 2014 and 20,706,790 average number of ordinary shares during the year 2013.



**11. Related party transactions**

During the year under review, the Company entered into the following related party transactions. All transactions were on an arm's length basis.

<b>Transaction during the year</b>	<b>Company</b>	<b>Nature of Relationship</b>	<b>2014 USD</b>	<b>2013 USD</b>
Interest charged on loan	Asia Hotel (North) Ltd	Shareholder	1,242,219	3,647,392
Loan written off	Asia Hotel (North) Ltd	Shareholder	-	1,976,973
Conversion of loan and interest payables into equity shares	Asia Hotel (North) Ltd	Shareholder	83,446,528	-
<b>Year end balances</b>				
Unsecured, interest bearing loans with fixed repayment terms	Asia Hotel (North) Ltd	Shareholder	-	76,782,214
Interest payable	Asia Hotel (North) Ltd	Shareholder	-	5,422,095
			<u>-</u>	<u>82,204,309</u>

**12. Financial risk management**

**Fair values**

The Company's investment in subsidiary is valued as described in Note 3(d). The Company's other assets and liabilities include other receivables, cash at banks, borrowings and other payables. The carrying amount of these assets and liabilities approximate their fair values.

**Financial risk factors**

The Company's activities expose it to a variety of financial risks that are associated with the financial instruments in which it invests and markets in which it operates. The following is a summary of the main risks:

*Market risk*

Market risk represents the potential loss that can be caused by a change in the market value of financial instruments. The Company's exposure to market risk is determined by a number of factors, including interest rates, foreign currency exchange rates and market volatility. The Company conducts its investment operations in a manner that seeks to exploit the potential gains in the market, while limiting its exposure to market declines.

*Credit risk*

Credit risk represents the potential loss that the Company would incur if counter parties fail to perform pursuant to the terms of their obligations to the Company. The Company limits its credit risk by carrying out transactions only with its related parties. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

*Currency risk*

The Company has assets and liabilities denominated in foreign currencies. Consequently, the Company is exposed to the risk that the exchange rate of the United States Dollar, relative to other foreign currencies stated below, may change in a manner which has a material effect on the reported values of the Company's assets and liabilities which are denominated in these currencies.

## **12. Financial risk management (cont'd)**

### *Capital risk management*

The Company's objectives when managing capital are:

- to safeguard the Company's ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders, and
- to maintain an optimal capital structure to reduce the cost of capital.

## **13. Taxation**

The Company has been converted to a Category 1 Global Business Licence company under the Financial Services Act 2007 and is taxable at the rate of 15% for the year ended 31 March 2014. However, the Company is entitled to a tax credit equivalent to the higher of the actual tax suffered on its foreign source of income or 80% of the Mauritian tax. No provision for tax has been made in the financial statements for the year under review due to tax losses.

## **14. Consolidated financial statements**

The Company holds 80 % of the issued share capital of Lexon Hotel Ventures Limited . The company incorporated in Mauritius, is considered to be a subsidiary undertaking. The Company has not prepared consolidated financial statements as required by International Accounting Standard ("IAS 27") 'Consolidated and Separate Financial Statements'. Failure to prepare consolidated financial statements is a departure from the requirements of IAS 27.

## **15. Events after reporting date**

No material events occurred after the year ended 31 March 2014 within the Company, which need to be disclosed in these financial statements.