

J.J.ARTS AND ENTERTAINMENTS PRIVATE LIMITED
 "Country Club Kool", # 6-3-1219,5th Floor, Begumpet,Hyderabad-500016

BALANCE SHEET AS AT 31-03-2016

Particulars	Note Nos.	As At 31-03-2016 Amount in ₹	As At 31-03-2015 Amount in ₹
I EQUITY AND LIABILITIES			
1. Shareholders Funds			
(a) Share Capital	1	15,00,000	15,00,000
(b) Reserves & Surplus	2	(1,81,02,503)	(1,72,22,316)
2. Non-Current Liabilities			
(a) Long - Term Borrowings	3	4,23,51,738	4,01,73,140
(b) Deferred Tax Liabilities (Net)	4	15,78,046	14,37,696
3. Current Liabilities			
(a) Trade Payables	5	96,957	1,33,350
(b) Other Current Liabilities	6	8,01,422	7,67,267
(c) Short - Term Provisions	7	5,50,156	4,25,634
TOTAL		2,87,75,816	2,72,14,771
II ASSETS			
1. Non - Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	8	2,40,58,964	2,36,56,585
(ii) Capital Work in progress		3,39,035	
(b) Long-Term Loans and Advances	9	16,59,672	16,57,172
2. Current Assets			
(a) Trade Receivables	10	23,62,131	51,525
(b) Cash and Cash Equivalent	11	2,97,150	2,19,096
(c) Short-Term Loans and Advances	12	58,864	16,30,393
TOTAL		2,87,75,816	2,72,14,771

Significant Accounting Policies & Notes to Financial Statements

1 to 22

As per our report of even date
for P.MURALI & Co.,
Chartered Accountants
Regd No.007257S


M.V. Joshi
Partner
Membership No.024784



for and on behalf of the Board of Directors
J.J.ARTS AND ENTERTAINMENTS PRIVATE LIMITED


Y. RAJEEV REDDY
Director
DIN:00115430




V. VARUN REDDY
Director
DIN:01905757

PLACE: HYDERABAD
DATE :25-05-2016

J.J. ARTS AND ENTERTAINMENTS PRIVATE LIMITED

"Country Club Kool", # 6-3-1219, 5th Floor, Begumpet, Hyderabad-500016

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31-03-2016

Particulars	Note Nos.	Year Ended 31-03-2016 Amount in ₹	Year Ended 31-03-2015 Amount in ₹
1. INCOME			
Revenue From Operations	13	32,67,833	42,46,789
Other Income		24,917	5,04,135
TOTAL REVENUE		32,92,750	47,50,924
2. EXPENDITURE			
Cost of Material Consumed	14	8,65,438	8,26,599
Employee Benefit Expenses	15	6,55,231	22,53,771
Depreciation and Amortisation Expenses	8	4,78,762	4,93,863
Other Expenses	16	20,33,156	55,33,833
TOTAL EXPENDITURE		40,32,587	91,08,066
3. PROFIT			
Profit Before Tax (1 - 2)		(7,39,837)	(43,57,142)
Tax Expense:			
- Current Tax			
- Deferred Tax		1,40,350	86,187
Profit for the Year		(8,80,187)	(44,43,329)
Earning Per Share			
- Basic		(5.87)	(29.62)
- Diluted		(5.87)	(29.62)

Significant Accounting Policies & Notes to Financial Statements

1 to 22

As per our report of even date
for P.MURALI & Co.,

Chartered Accountants
Regd No.0072575



M.V. Joshi
Partner
Membership No.024784



for and on behalf of the Board of Directors
J.J. ARTS AND ENTERTAINMENTS PRIVATE LIMITED




Y. RAJEEV REDDY
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J.J.ARTS AND ENTERTAINMENTS PRIVATE LIMITED

"Country Club Kool", # 6-3-1219,5th Floor, Begumpet,Hyderabad-500016

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2016

Particulars	Current Year Amount in ₹	Previous Year Amount in ₹
I. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit Before Tax	(7,39,837)	(43,57,142)
Adjustments for : -		
Depreciation	4,78,762	4,93,863
Interest Paid	-	-
Interest Income	-	-
Operating Cash Flow before Working Capital Changes	(2,61,075)	(38,63,279)
(Increase) / Decrease in Inventory	-	-
(Increase) / Decrease in Trade Receivables	(23,10,606)	-
(Increase) / Decrease in Short Term Loans & Advances	15,71,529	(7,10,939)
(Increase) / Decrease in Other Non - Current Assets	-	-
(Increase) / Decrease in Current Investments	-	-
Increase / (Decrease) in Deferred Income(Current)	-	-
Increase / (Decrease) in Trade Payables	(36,393)	14,894
Increase / (Decrease) in Other Current Liabilities	34,155	(2,50,501)
Increase / (Decrease) in Short Term Provisions	1,24,522	(4,018)
CASH GENERATED FROM OPERATIONS	(8,77,868)	(48,13,843)
Add: Prior Period Expenses	-	-
Less: Income Tax Paid	-	-
CASH GENERATED FROM OPERATING ACTIVITIES	(8,77,868)	(48,13,843)
II. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed Assets	(8,81,141)	(47,05,605)
Capital Work in Progress, Pre-operative Expenses	(3,39,035)	-
Interest Income	-	-
(Increase) / Decrease in Long Term Loans & Advances	(2,500)	12,00,000
NET CASH AVAILABLE FROM INVESTING ACTIVITIES	(12,22,676)	(35,05,605)
III. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds From Issue of Equity Shares	-	-
Proceeds/(Repayment) of Loan	-	-
Share Premium and Capital Reserve	-	-
Interest Paid	-	-
Increase / (Decrease) in Other Long Term Liabilities	-	-
Increase / (Decrease) in Long Term Liabilities	21,78,598	83,04,689
NET CASH USED IN FINANCING ACTIVITIES	21,78,598	83,04,689
NET INCREASE IN CASH AND CASH EQUIVALENTS(I+II+III)	78,054	(14,759)
Opening Balance of Cash & Cash Equivalents	2,19,096	2,33,855
Closing Balance of Cash & Cash Equivalents	2,97,150	2,19,096

As per our report of even date
for P.MURALI & Co.,

Chartered Accountants
FRN:0072575

M. V. Joshi
Partner
Membership No.024784



for and on behalf of the Board of Directors
J.J.ARTS AND ENTERTAINMENTS PRIVATE LIMITED



Y. RAJEEV REDDY
Director
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PLACE: HYDERABAD
DATE :25-05-2016

J.J.ARTS AND ENTERTAINMENT PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES:

a) BASIS OF ACCOUNTING AND PREPARATION OF FINANCIAL STATEMENTS

These financial statements of the Company are prepared in accordance with the Indian Generally Accepted Accounting Principles (GAAP) under the Historical Cost convention on the accrual basis except for certain financial instruments which are measured at Fair Values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b) REVENUE RECOGNITION:

- i) The Company follows the mercantile system of Accounting and recognizes Income and Expenditure on accrual basis.
- ii) Revenue is not recognized on the grounds of prudence, until realized in respect of liquidated damages, delayed payments as recovery of the amounts are not certain.

c) FIXED ASSETS:

Fixed assets are stated at cost. Cost comprises the Purchase price and other attributable expenses.

d) DEPRECIATION:

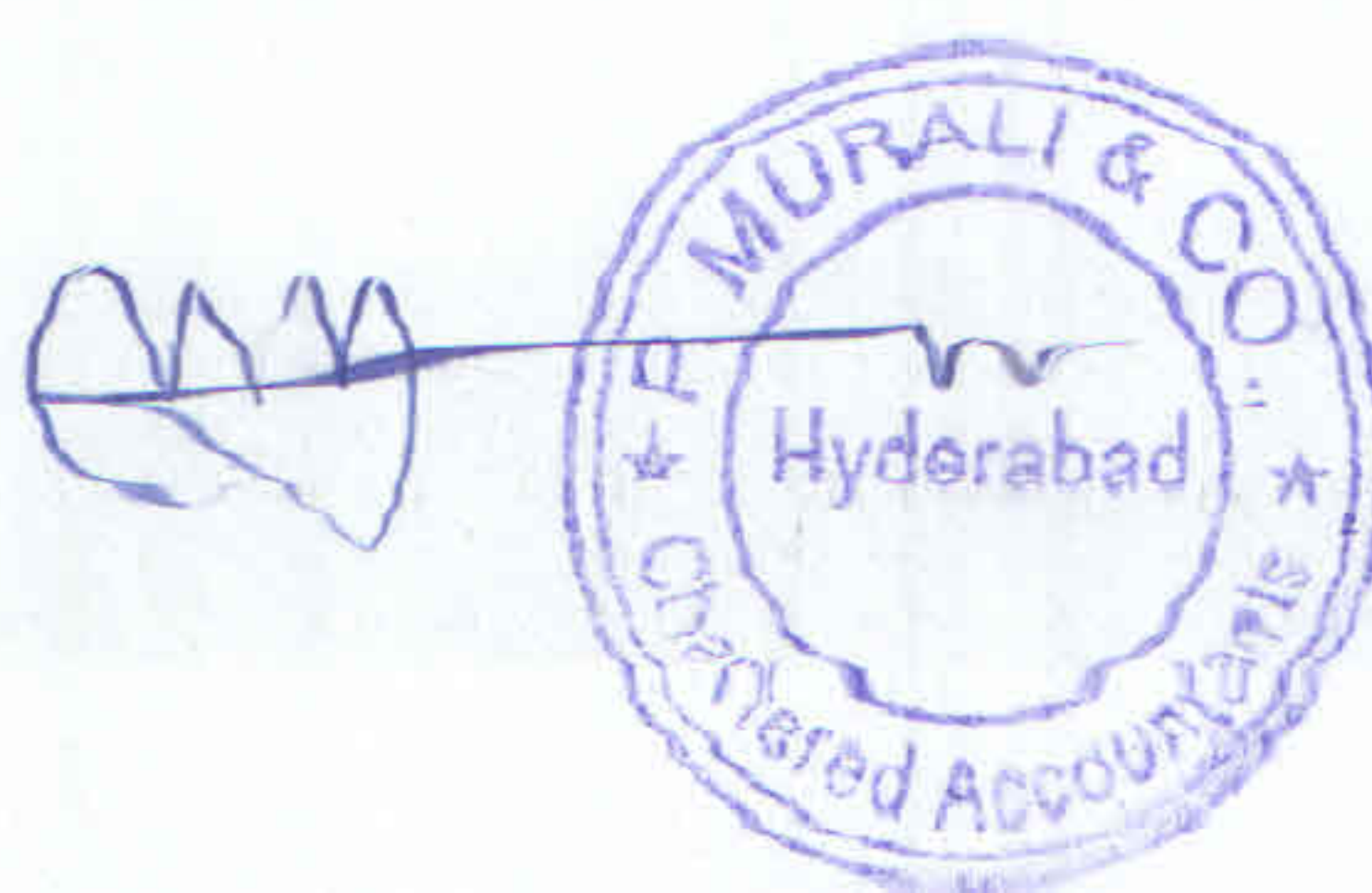
The company has calculated depreciation according to the provisions of Schedule II of Companies Act, 2013

e) PROVISIONS

Provisions are recognized when the company has a legal and constructive obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation.

f) CASH FLOW STATEMENT

Cash flow statements are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.



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g) TAXATION:

The current charge for income tax is calculated in accordance with the relevant tax Regulations applicable to the company.

Deferred tax asset or liability is recognized for future tax consequences attributable to the timing differences that result between profit offered for Income tax and the profit as per the financial statements. Deferred tax asset or liability is measured as per the tax rates/laws that have been enacted or substantively enacted by the Balance Sheet date.

h) CAPITAL WORK IN PROGRESS:

Capital work in progress is carried at cost and incidental and attributable expenses including interest and depreciation on fixed assets in use during construction are carried as part of "Expenditure During Construction Period, Pending Allocation" to be allocated on major assets on commissioning of the project.

Advances paid towards the acquisition of fixed assets outstanding at each balance sheet date and the cost of fixed assets not ready for their intended use before such date are disclosed under capital work-in-progress.



NOTES TO BALANCE SHEET

NOTE NO. 1 : SHARE CAPITAL

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Authorised Capital 250000 Equity Shares (Previous Year 250000 Equity Shares)	25,00,000	25,00,000
Issued, Subscribed & Fully Paid up: 150000 Equity Shares (Previous Year 150000 Equity Shares)	15,00,000	15,00,000
Par Value per Share	10	10

Notes:

3 a. Terms /rights attached to equity shares

- i. The Company has only one class of shares referred to as equity shares having a par value of Rs.10/- each holder of equity share is entitled to one vote per share

Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Total No of shares at opening accounting period	1,50,000	1,50,000
Add: No of shares issued during the year - Bonus Issue -	-	-
Add: No of shares issued during the year - Cash Issue	-	-
Less : No of shares Forfeited/Bought Back during the year	-	-
Total No of shares at end of accounting period	1,50,000	1,50,000

Shares in the Company held by each shareholder holding more than 5% shares of the Company

Name of the Shareholder	As at 31-03-2016	As at 31-03-2015
Country Club Hospitality & Holidays Limited		
- No of Shares	1,49,980	1,49,980
- % held in the Company	99.99	99.99

NOTE NO. 2 : RESERVES AND SURPLUS

Particulars	As at 31-03-2016	As at 31-03-2015
Surplus:		
Surplus in Statement of Profit and Loss		
As per last year Balance Sheet	(1,72,22,316)	(1,27,78,987)
Add: Current year Profit	(8,80,187)	(44,43,329)
	(1,81,02,503)	(1,72,22,316)

NOTE NO. 3 : LONG - TERM BORROWINGS

Particulars	As at 31-03-2016	As at 31-03-2015
Unsecured		
Loans and Advances From Related Parties		
- Bright Resorts Private Limited	14,10,202	12,08,425
- Country Club Hospitality & Holidays Limited	4,09,41,536	3,89,64,715
	4,23,51,738	4,01,73,140



NOTE NO. 4 : DEFERRED TAX LIABILITIES (NET)

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Opening Deferred tax Liability	14,37,696	13,51,509
Add: Deferred Tax Liability for the year (Due to SLM and WDV Difference)	1,40,350	86,187
	<u>15,78,046</u>	<u>14,37,696</u>

NOTE NO. 5 : TRADE PAYABLES

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Total Outstanding Dues to Micro and Small Enterprises	-	-
Others	96,957	1,33,350
	<u>96,957</u>	<u>1,33,350</u>

NOTE NO.6 : OTHER CURRENT LIABILITIES

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Dues to Statutory Authorities	1,01,422	67,267
Creditors for Capital Goods	7,00,000	7,00,000
	<u>8,01,422</u>	<u>7,67,267</u>

NOTE NO.7 : SHORT - TERM PROVISIONS

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Provision for Employee Benefits		
- Salaries Payable	70,908	32,932
Others		
- Consultancy & Profesional Charges Payable	45,372	67,416
- Provision for Expenses	4,33,876	3,25,286
	<u>5,50,156</u>	<u>4,25,634</u>

NOTE NO. 9 : LONG - TERM LOANS AND ADVANCES

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Unsecured Considered Good Capital advance	16,00,000	16,00,000
Loans & Advances to Related Parties	2,500	-
Security Deposit	57,172	57,172
	<u>16,59,672</u>	<u>16,57,172</u>



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J. J. ARTS AND ENTERTAINMENTS PRIVATE LIMITED
 "Country Club Kool", # 6-3-1219, 5th Floor, Begumpet, Hyderabad-500016

NOTE NO. 8: FIXED ASSETS

PARTICULARS	{SLM METHOD}										Amount in ₹	
	GROSS BLOCK AS ON 01-04-2015	ADDITIONS DURING THE YEAR	DELETIONS DURING THE YEAR	GROSS BLOCK AS ON 31-03-2016	DEPRECIATION UP TO 01-04-2015	DEPRECIATION DURING THE YEAR	DELETION DEP DURING THE YEAR	DEPRECIATION AS ON 31-03-2016	NET BLOCK AS ON 31-03-2016	NET BLOCK AS ON 31-03-2015		
Tangible Assets												
Land	48,53,430			48,53,430						48,53,430		48,53,430
Building	2,00,23,333			2,00,23,333	27,45,312	3,16,369		30,61,681	1,69,61,652			1,72,78,021
Furniture & Fixtures	10,11,049	55,800.00		10,66,849	9,93,559	20,016		10,13,575	53,274.00			17,490
Plant & Machinery												
- Electrical Fittings	7,53,264			7,53,264	1,18,791	47,682		1,66,473	5,86,791			6,34,473
- Air Conditioner	3,83,797			3,83,797	1,91,767	24,294		2,16,061	1,67,736			1,92,030
- Mobile Phone	7,000			7,000	4,094	443		4,537	2,463			2,906
- Utensils	2,13,283			2,13,283	98,730	13,501		1,12,231	1,01,052			1,14,553
- Fax Machine	8,000			8,000	4,459	506		4,965	3,035			3,541
- Refrigerator	33,300	57,700.00		91,000	24,362	4,830		29,192	61,809			8,939
- Freezer	30,000			30,000	13,599	1,899		15,498	14,502			16,401
- Generator	2,97,000	5,50,000.00		8,47,000	1,35,322	18,895		1,54,217	6,92,783			1,61,678
- Peddal Boat	43,000			43,000	19,553	2,722		22,275	20,725			23,447
- EPABX	52,921			52,921	15,345	3,350		18,695	34,226			37,576
- Water Cooler	23,000			23,000	10,180	1,456		11,636	11,364			12,820
- Crockery & Cutlery	56,229	1,08,168.00		1,64,397	10,907	4,216		15,123	1,49,274			45,322
- Telephone Instruments	7,396			7,396	1,816	468		2,284	5,112			5,580
- Lenin	87,975			87,975	5,118	5,728		10,846	77,129			82,857
- Washing Machine	10,850			10,850	1,080	687		1,767	9,083			9,770
- Kitchen Equipment	1,55,779	23,472.00		1,79,251	27	10,923		10,950	1,68,301			1,55,752
- Sports Equipment	-	43,977		43,977	-	159		159	43,818			-
- Fans	-	8,400.00		8,400	-	396		396	8,004			-
- Camera/Video Camera	-	33,624.00		33,624	-	222		222	33,402			-
Computers	67,204	-		67,204	67,204	-		67,204	-			-
Total	2,81,17,810	8,81,141		2,89,98,951	44,61,225	4,78,762		49,39,987	2,40,58,964			2,36,56,585
Previous Year	2,34,12,205	47,05,605		2,81,17,810	39,67,362	4,93,863		44,61,225	2,36,56,585			1,94,44,841



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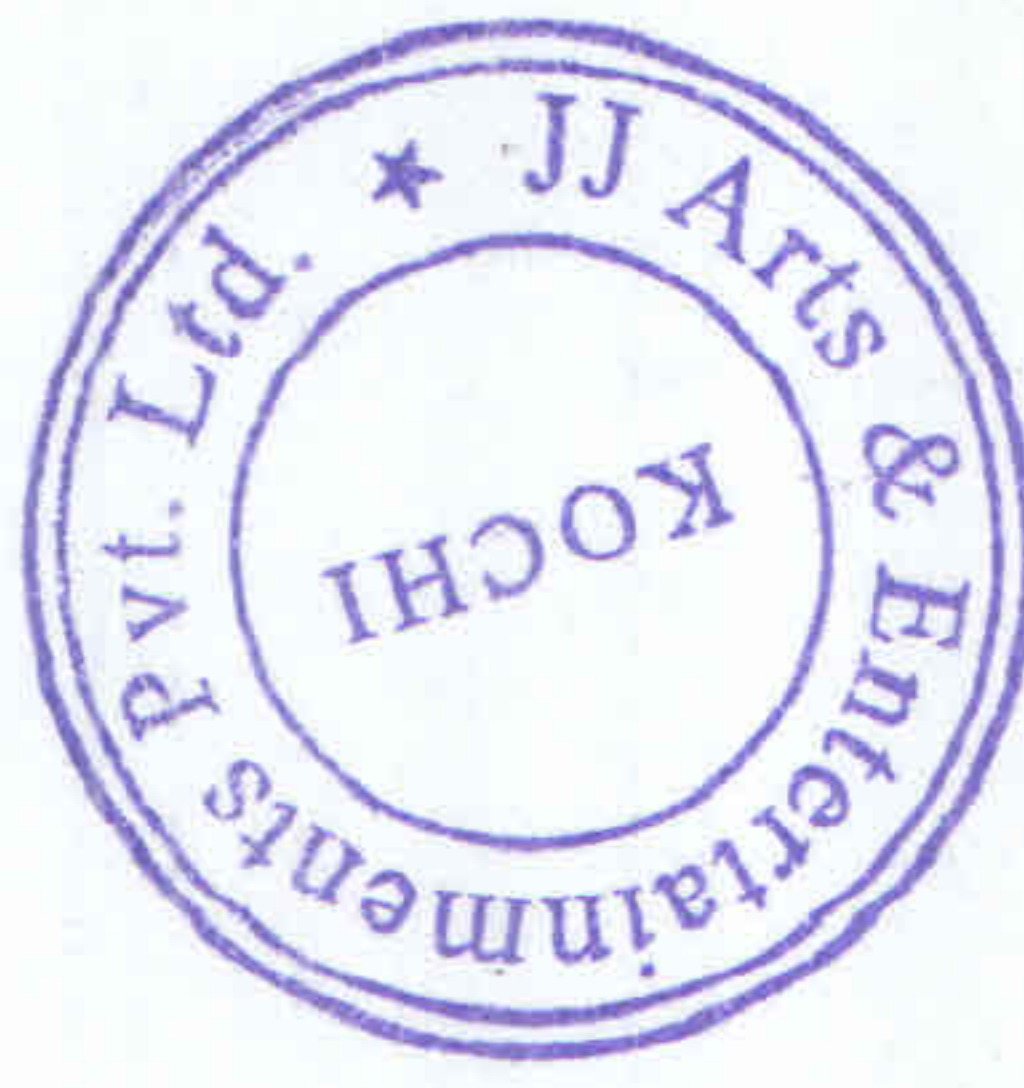
M/s J. J. ARTS AND ENTERTAINMENTS PRIVATE LIMITED

"Country Club Kool", # 6-3-1219, 5th Floor, Begumpet, Hyderabad-500016

CALCULATION OF DEPRECIATION FOR THE YEAR ENDED 31.03.2016 U/S 32 OF THE INCOME TAX ACT

Amount in ₹

Sl.No	Description of Assets	W.D.V as on		Prior Period Adjustments	Additions		Rate %	Depreciation for the year	W.D.V as on 31.03.2016
		01.04.2015	31.03.2016		More Than 180 Days	Less Than 180 Days			
Block - 1									
1	Building	1,39,17,829	1,39,17,829				5%	6,95,891	1,32,21,938
	Total - (A)	1,39,17,829	1,39,17,829					6,95,891	1,32,21,938
Block - 2									
2	Furniture & Fittings	3,26,673			55,800			38,247	3,44,226
3	Electrical Fixtures & Fittings	5,40,492					10%	54,049	4,86,443
	Total - (B)	8,67,166			55,800			92,297	8,30,669
Block - 3									
4	Air Conditioners	63,885					15%	9,583	54,302
5	Mobile Phone	678					15%	102	577
6	Fax Machine	886					15%	133	753
7	Utensils	37,279					15%	5,592	31,687
8	Refrigerators	6,680			57,700		15%	9,657	54,723
9	Generators	63,631				5,50,000	15%	50,795	5,62,836
10	Freezer	6,427					15%	964	5,463
11	Peddel Boat	9,213					15%	1,382	7,831
12	EPABX	21,263					15%	3,190	18,074
13	Water Cooler	5,327					15%	799	4,528
14	Crockery & Cutlary	28,746				1,08,168	15%	12,424	1,24,489
15	Telephone Instruments	3,282					15%	492	2,789
16	Lenin	71,026					15%	10,654	60,372
17	Washing Machine	9,223					15%	1,383	7,839
18	Kitchen Equipment	1,44,096			23,472		15%	25,135	1,42,432
	Sports Equipment					43,977	15%	3,298	40,679
	Fans				8,400		15%	1,260	7,140
	Camera/Video Camera					33,624	15%	2,522	31,102
	Total - (C)	4,71,641			89,572	7,35,769	1.95	1,39,365	11,57,618
Block - 4									
19	Land								
	Total - (D)								
Block - 5									
20	Computer	9,026					60%	5,415	3,610
	Total - (E)	9,026						5,415	3,610
	Grand Total: (A+B+C+D+E)	1,52,65,661			1,45,372	7,35,769		9,32,968	1,52,13,834



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NOTE NO. 10 : TRADE RECEIVABLES

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Receivables outstanding for more than six months from the date they are due for payment - Considered Good	-	-
Receivables outstanding for less than six months from the date they are due for	23,62,131	51,525
	<u>23,62,131</u>	<u>51,525</u>

NOTE NO. 11 : CASH AND CASH EQUIVALENTS

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Cash on hand	82,055	4,001
Balances with banks : - Current Accounts	2,15,095	2,15,095
	<u>2,97,150</u>	<u>2,19,096</u>

NOTE NO. 12 : SHORT TERM LOANS AND ADVANCES

Particulars	Amount in ₹	
	As at 31-03-2016	As at 31-03-2015
Loans and Advances to Employees	50,989	50,989
Advances Recoverable in Cash or Kind	7,875	15,79,404
	<u>58,864</u>	<u>16,30,393</u>



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NOTES TO STATEMENT OF PROFIT & LOSS

NOTE NO. 13 : REVENUE FROM OPERATIONS

Particulars	Amount in ₹	
	Year Ended 31-03-2016	Year Ended 31-03-2015
Sales of Services		
Income from Hotel, Clubs & Resorts		
- Guest Accommodation	19,09,167	19,17,896
- Food & Beverages from Restaurant & Banquets	13,58,666	23,28,893
	<u>32,67,833</u>	<u>42,46,789</u>

NOTE NO. 14 : COST OF MATERIAL CONSUMED

Particulars	Year Ended	
	31-03-2016	31-03-2015
Opening Stock of Food & Beverages, Stores and Operating Supplies		
Add: Purchases	8,65,438	8,26,599
Less: Closing Stock of Food & Beverages, Stores and Operating Supplies		
	<u>8,65,438</u>	<u>8,26,599</u>

NOTE NO. 15 : EMPLOYEE BENEFIT EXPENSES

Particulars	Year Ended	
	31-03-2016	31-03-2015
Salaries & Other Benefits	6,23,354	20,32,555
Staff Welfare Expenses	31,877	2,21,216
	<u>6,55,231</u>	<u>22,53,771</u>

NOTE NO. 16 : OTHER EXPENSES

Particulars	Year Ended	
	31-03-2016	31-03-2015
Upkeep & Service Cost		
- Repairs, Maintenance to other assets.	2,100	1,750
- Vehicle Maintenance & Running Exp.		
- Other Maintenance	6,55,880	25,68,720
Power & Fuel	9,32,986	9,94,965
Rent	48,000	63,000
Rates & Taxes	3,725	1,250
Finance Charges	11,603	17,130
Travelling & Conveyance	54,169	5,31,637
Printing & Stationery	18,985	1,20,598
Postage, Telegram & Telephones	50,944	59,690
Other Marketing Expenses	67,721	3,23,595
Other Administrative Expenses	74,743	8,29,026
Legal & Professional Charges.	89,500	
Payment to Auditors:		
- As Auditor	22,800	22,472
	<u>20,33,156</u>	<u>55,33,833</u>



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J.J.ARTS AND ENTERTAINMENT PRIVATE LIMITED

Notes to Accounts

17) There are no dues to SSI Units outstanding for more than 45 days.

18) Contingent Liability:

Particulars	Amount in ₹	
	31-03-2016	
Corporate Guarantee given to others	47,09,92,630/-	

19) Auditors' Remuneration:

Particulars	Amount in ₹	
	31-03-2016	31-03-2015
Audit Fee	22,800/-	22,472/-

20) RELATED PARTIES:

S.No	Name	Nature of Transaction	Amount in ₹	
			31-03-2016	31-03-2015
1	Bright Resorts pvt Ltd	Unsecured Loan	14,10,202/-	12,08,425/-
2	Country Club Hospitality & Holidays Ltd	Unsecured Loan	4,09,41,536/-	3,89,64,715/-

21) Previous years' figures are restated/regrouped/rearranged wherever necessary in order to Conform to the current years' grouping and classifications.

22) Figures have been rounded off to the nearest rupee.

SIGNATURE TO NOTES 1 To 22

As per our report of even date
For P. Murali & Co.,
Chartered Accountants
Firm Registration No : 007257S

M V Joshi
Partner
Membership No.024784



For and on behalf of the Board
For J.J.ARTS AND ENTERTAINMENT PRIVATE LIMITED

Y. Rajeev Reddy
Director
DIN:00115430

Y. Varun Reddy
Director
DIN:01905757



Place: Hyderabad
Date : 25-05-2016