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Board of Directors

(As on 14th August, 2015)

Chairman & Managing Director

Shri Umang Narula

Functional Director

Shri Piyush Tiwari
Director (Commercial & Marketing)

Government Nominee Directors

Dr. (Ms.) T. Kumar
Shri Girish Shankar

Independent Directors

Shri Anugolu Venkata Ratnam
Dr. (Ms.) Usha Kiran Rai

Company Secretary

Shri V.K. Jain

Registered Office

Scope Complex
Core 8, 6th Floor
7 Lodi Road
New Delhi-110003

Statutory Auditors

M/s V.K. Verma & Co.
C-37, Connaught Place
New Delhi-110001

Branch Auditors

M/s A. K. Patel & Associates
M/s Vinod Singhal & Co.
M/s Jain & Jain
M/s J.P. Goyal & Co.
M/s Guru & Ram
M/s M N S & Co.
M/s Narendra & Co.
M/s Pachnanda & Associates
M/s Salarpuria Jajodia & Co.
M/s Santosh K. Aggrawalla & Associates
M/s Kishore & Kishore

Bankers

Canara Bank
Central Bank of India
Corporation Bank
Indian Bank
Indian Overseas Bank
Bank of India
Punjab National Bank
State Bank of India
State Bank of Hyderabad
State Bank of Patiala
IDBI Bank Ltd.
HDFC Bank
United Bank of India
Syndicate Bank
Axis Bank
Indusind Bank
ICICI Bank

INDIA TOURISM DEVELOPMENT CORPORATION LTD.

Registered Office: Scope Complex, Core 8, 6th Floor
7 Lodi Road, New Delhi-110003 Telefax: 011-24360249
E-mail: cs_itdc@theashokgroup.com Website : http://www.theashokgroup.com
CIN: L74899DL1965GOI004363

Notice

Notice is hereby given that 50th Annual General Meeting of India Tourism Development Corporation Ltd. will be held on Monday, the 28th September, 2015 at 1600 hours in Ashok Hotel, New Delhi 110021 to transact the following business:-

Ordinary Business

- (1) To receive, consider and adopt the Standalone Financial Statements as at 31st March, 2015 together with the Report of the Auditors, Comptroller and Auditor General of India and the Board's Report thereon.
- (2) To receive, consider and adopt the Consolidated Financial Statements as at 31st March, 2015 and report of Auditors and Comptroller and Auditor General of India thereon.
- (3) To declare a dividend of 20% (i.e. ₹ 2.00 per share) aggregating ₹ 17,15,38,800/- on the equity share capital of the Company as recommended by the Board of Directors.
- (4) To appoint a Director in place of Shri Girish Shankar (DIN 02981860), Director who retires by rotation pursuant to Article 61 of the Article of Association and being eligible offers himself for re-appointment.

Special Business

- (5) To pass the following resolution as Ordinary Resolution:

“RESOLVED THAT Shri Umang Narula (DIN 03536402) who has been appointed as Additional Director by the Board of Directors in their meeting held on 22nd April, 2015 and whose period of office is to end on the conclusion of this Annual General Meeting and in respect of whom a notice under Section 160 of the Companies Act, 2013 has been received from a member, be and is hereby appointed as Director of the Company.”

(6) To pass the following resolution as Ordinary Resolution :

“RESOLVED THAT Shri Piyush Tiwari (DIN 07194427) who has been appointed as Additional Director by the Board of Directors in their meeting held on 29th May, 2015 w.e.f. 28th May, 2015 and whose period of office is to end on the conclusion of this Annual General Meeting and in respect of whom a notice under Section 160 of the Companies Act, 2013 has been received from a member, be and is hereby appointed as Director of the Company.”

By Order of the Board of Directors

Place: New Delhi
Dated: 01.09.2015

sd/-
(V.K. Jain)
Company Secretary
ACS 11270

Notes:

1. The Statement pursuant to Section 102(1) of the Companies Act, 2013 with respect to the special business set out in the Notice is annexed.
2. Additional information in respect of the Directors seeking re-appointment at the AGM is furnished and forms part of the Notice.
3. A member entitled to attend and vote at the Meeting is entitled to appoint a Proxy to attend and vote instead of himself and the Proxy need not be a Member of the Company. Proxies, in order to be effective must be lodged at the Registered office of the Company not less than 48 hours before the Meeting. Proxy form is enclosed. Proxies submitted on behalf of the companies, societies etc. must be supported by an appropriate resolution/authority as applicable.

Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can be appointed as proxy on behalf of members not exceeding fifty and holding in aggregate not more than 10% of the total share capital carrying voting rights.
4. The Members/Proxies should bring the Attendance Slip, duly filled in and signed, for attending the Meeting.
5. In compliance with provisions of Clause 35(B) of the Listing Agreement and Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration)

Rules, 2014, the Company is offering Remote E-voting facility as well as voting through ballot paper at the meeting to all the Shareholders of the Company whose name is registered as on the cut-off date i.e. 20th September, 2015 in respect of all items to be transacted at this Annual General Meeting. User ID and Password for electronic voting are being provided by M/s Karvy Computershare Pvt. Ltd., the Registrar & Transfer Agent. The instructions for e-voting are given on the back of the Attendance Slip which is placed separately in the Annual Report.

All the members are requested to read those instructions carefully before casting their e-vote. Once the vote on a resolution is cast by a Member through Remote e-voting, the Member shall not be allowed to change it subsequently. Further, the Members who have cast their vote through Remote e-voting, shall be allowed to attend the meeting but shall not be allowed to vote again at the Meeting. Members who have not voted electronically can cast their vote at the meeting through ballot paper.

A person who becomes a member of the Company after dispatch of the Notice of the meeting and holding shares on the cut-off date i.e. 20th September, 2015 will also be entitled to cast his vote and may obtain the User ID and Password. The manner of obtaining User ID and Password has been described in the e-voting Instructions.

6. The Register of Directors and KMP and their shareholding maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
7. Members are requested to :-
 - a) Bring their copies of Annual Report, Notice and Attendance Slip duly completed and signed at the Meeting.
 - b) Deliver duly completed and signed Attendance Slip at the entrance of the meeting venue.
 - c) Note that the attendance slip/proxy form should be signed as per the specimen signature registered with the Company/Karvy Computershare Private Limited, Registrar & Transfer Agent (RTA)/Depository Participant (DP).
 - d) Note that in case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
 - e) Quote their folio/Client ID & DP ID Nos. in all correspondence.
 - f) Note that no gifts/coupons will be distributed at the Annual General Meeting.

8. The Register of Members and Share Transfer Books of the Company will remain closed from Monday, the 21st September, 2015 to Sunday, the 27th September, 2015 (both days inclusive) for the purpose of AGM and Dividend payment.
9. Subject to the provisions of the Companies Act, 2013, dividend as recommended by the Board of Directors, if declared at the meeting, will be paid to those members whose name appear on the Register of Members as on the closing hours of 20th September, 2015.
10. Members holding shares in multiple folio in physical mode are requested to apply for consolidation to the RTA along with relevant share certificate.
11. Unclaimed dividend for the financial year 2007-08 will be due for transfer to the Investor Education and Protection Fund of the Central Government (IEPF) on 13.04.2016 pursuant to the provisions of Section 124 of the Companies Act, 2013.

Members are advised that details of unclaimed dividend in respect of the financial year 2007-08 and up to and including the financial year 2013-14 are available on the Company's website i.e. www.theashokgroup.com under the icon **About us-Investor Corner**.

Members should write to the company if their dividend warrants in respect of the aforesaid financial year(s) have not been encashed.

12. SEBI has mandated the submission of PAN by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the RTA/Company.
13. Members who are yet to register their e-mail addresses with the Company or with the Depository Participants are once again requested to register the same. Further, Members whose shareholding(s) are in electronic mode are requested to direct changes relating to address, bank mandate and Electronic Clearing Service (ECS) details to their respective Depository Participants.
14. Electronic copy of the Annual Report for 2014-15, along with instructions for e-voting and Attendance Slip are being sent to all the members whose e-mail IDs are registered with the RTA/Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their e-mail addresses, physical copies of the Annual Report for 2014-15 are being sent in the permitted mode. Members can also see these documents at the Company's website www.theashokgroup.com under the icon **About us - Investor Corner** and physical copies of these documents are available at the Company's

- registered office for inspection during normal business hours on working days. Members who require these documents in physical form in addition to e-communication, may write to us.
15. Members having any questions on accounts or any other item set out in the Agenda are requested to send their queries at least 10 days in advance to the Company at its registered office address to enable the Company to collect the relevant information and to keep the information ready at the meeting.
16. In terms of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company has engaged the services of M/s Karvy Computershare Private Limited to provide the facility of electronic voting (e-voting) in respect of the Resolutions proposed in this AGM. The Board of Directors of the Company has appointed Mr. Jalaj Srivastava (Membership No. 8498), Partner of M/s Jalaj Srivastava & Associates, Practising Company Secretaries, as the Scrutinizer for this purpose.
17. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered office of the Company during normal business hours (9.00 am to 5.00 pm) on all working days except Saturdays, up to and including the date of the Annual General Meeting of the Company.

Explanatory Statement Pursuant to Section 102(1) of the Companies Act, 2013

Item No. 5 :

Clause 61 of the Articles of Association of ITDC states that the President of India shall be entitled by a notice in writing addressed to the Company by an order made and executed in the name of the President of India and authenticated as provided by the Constitution of India to appoint the Directors in ITDC including the Part Time Chairman/CMD/VC&MD/MD and whole time directors.

- 2 Pursuant to the powers given under Article 61 of the Articles of Association, Ministry of Tourism, vide its order No. 6/4/2014-PSU(T) dated 13.4.2015 has informed that the President of India, has appointed Shri Umang Narula, IAS (JK:89) as Chairman & the Managing Director in ITDC in the pay band of ₹ 37,400-67,000/- plus grade pay of ₹ 10,000/- for a period of five years from the date of taking over the charge of the post or until further orders whichever is earlier.
- 3 In accordance with the definition of the Managing Director, a person to be appointed as a Managing Director should necessarily be a director. As per Clause 61(c) of the Articles of Association of ITDC, Board has power to appoint a person as an additional director of a company. Accordingly, Board in its meeting held on 22nd April, 2015 appointed Shri Umang Narula as an additional director. Since the additional director was to hold office up to the date of the next Annual General Meeting, his appointment would be required to be regularized in this Annual General Meeting under Section 160 of the Companies Act, 2013. ITDC has received a notice from a shareholder proposing to appoint Shri Umang Narula as a Director liable to retire by rotation. Hence, this resolution is put up to the shareholders for appointing Shri Umang Narula as Director under Section 160 of the Companies Act, 2013 liable to retire by rotation.
- 4 None of the directors, key managerial personnel and their relatives except Shri Umang Narula and his relatives, is interested in the resolution.

Item No. 6 :

Clause 61 of the Articles of Association of ITDC states that the President of India shall be entitled by a notice in writing addressed to the Company by an order made and executed in the name of the President of India and authenticated as provided by the Constitution of India to appoint the Directors in ITDC including the Part Time Chairman/CMD/VC&MD/MD and whole time directors.

- 2 Pursuant to the powers given under Article 61 of the Articles of Association, Ministry of Tourism, vide its order No. 6/1/2014-PSU(T) dated 22.05.2015 has informed that the President of India, has appointed Shri Piyush Tiwari, DGM (Marketing) & RM(North) Rashtriya Ispat Nigam Ltd. as Director (Commercial & Marketing) in ITDC in the scale of pay of ₹ 65,000-75,000/- for a period of five years from the date of assumption of charge of the post or till the date of his superannuation or until further orders whichever is earlier.

- 3 As per Companies Act, 2013 Shri Piyush Tiwari is a whole time director. A whole time director should necessarily be a director. As per Clause 61(c) of the Articles of Association of ITDC, Board has power to appoint a person as an additional director of a company. Accordingly, Board in its meeting held on 29th May, 2015 appointed Shri Piyush Tiwari as an additional director w. e. f. 28th May, 2015 (i.e. Date of Assumption of charge). Since the additional director was to hold office up to the date of the next Annual General Meeting, his appointment would be required to be regularized in this Annual General Meeting under Section 160 of the Companies Act, 2013. ITDC has received a notice from a shareholder proposing to appoint Shri Piyush Tiwari as Director liable to retire by rotation. Hence, this resolution is put up to the shareholders for appointing Shri Piyush Tiwari as Director under Section 160 of the Companies Act, 2013 liable to retire by rotation.
- 4 None of the directors, key managerial personnel and their relatives except Shri Piyush Tiwari and his relatives, is interested in the resolution.

By Order of the Board of Directors

Place: New Delhi
Dated: 01.09.2015

sd/-
(V.K. Jain)
Company Secretary
ACS 11270

To

- (i) All Members of India Tourism Development Corporation Ltd.
- (ii) M/s V. K. Verma & Company, Chartered Accountants, C-37, Connaught Place, New Delhi - 110 001
- (iii) M/s P.C. Jain & Company, Company Secretaries, # 2382, Sector-16, Faridabad-121 002.
- (iv) M/s Jalaj Srivastava & Associates, Company Secretaries, MZ-31, Ansal Fortune Arcade, K Block, Sector 18, Noida- 201 301
- (v) All the Directors on the Board of India Tourism Development Corporation Ltd.
- (vi) All Stock Exchanges

Details as required under Clause 49 of the Listing Agreement in respect of Directors to be appointed and Directors liable to retire by rotation and seeking re-appointment

Shri Umang Narula : Shri Umang Narula is an IAS officer of 1989 batch, Jammu and Kashmir cadre. Prior to the position of C&MD-ITDC, he was the Chief Electoral Officer (CEO) of Jammu & Kashmir. He was also the Deputy Secretary in the Department of Culture under the Union Ministry of Tourism and Culture in 1998-2002. He also worked as a Director in the Ministry of Home Affairs (MHA). In Jammu & Kashmir, he was Deputy Commissioner in Kargil and later shifted to Anantnag district. The other departments he served in the State includes Industry & Commerce, Rural Development and Election Department among others. He is also acting as Chairman/Director of 8 Joint Venture Companies of ITDC and he is the Director of Kumarakruppa Frontier Hotels Pvt. Ltd. He does not hold any shares in ITDC.

Shri Piyush Tiwari : Shri Piyush Tiwari holds a Bachelor's Degree in Electrical Engineering & Master's Degree in Sociology. Earlier, he was Regional Manager (North) and Deputy General Manager of Rastriya Ispat Nigam Ltd. , a Navratna PSU under the Ministry of Steel, Govt. of India. In his career spanned over 28 years, Shri Tiwari is credited for administrating major consumption centres of Iron & Steel in India in all four regions (North, East, West & South) in various capacities. Shri Tiwari has extensive experience in steel industry in managing Profit Centre Operations, Marketing and Business Development (B2B and B2C) and formulating strategies for growth with an overall business perspective.

Shri Tiwari is also acting as Director of 8 Joint Venture Companies of ITDC. He does not hold any shares in ITDC.

Shri Girish Shankar : Shri Girish Shankar is currently the Additional Secretary to the Government of India, Ministry of Tourism. Shri Girish Shankar is an IAS of 1982 Batch. Earlier he held important posts of Joint Secretary, Govt. of India, Ministry of Consumer Affairs, Food & Public Distribution and Principal Secretary of various departments including Home, Urban Development, Housing, Cabinet Secretariat, Education, Science and Technology in the State of Bihar.

Earlier Shri Girish Shankar held the additional charge of the Managing Director, ITDC from 23.04.2013 to 11.05.2014 and the additional charge of Chairman & Managing Director, ITDC from 10.12.2014 to 23.04.2015. Presently he is the Govt. Nominee Director in ITDC w.e.f. 24.04.2015. He does not hold any shares in ITDC.

By Order of the Board of Directors

Place: New Delhi
Dated: 01.09.2015

sd/-
(V.K. Jain)
Company Secretary
ACS 11270

Board's Report (2014-15)

Dear Shareholders,

Your Directors have pleasure in presenting the 50th Annual Report together with the audited accounts of the Corporation for the year ended 31st March, 2015.

Your Corporation has achieved a total turnover of ₹ 504.19 crore during the financial year 2014-15 as against ₹ 469.58 crore in the previous year 2013-14 indicating an overall increase by 7.37%. The increase in overall turnover has been achieved in all the commercial divisions except ATT Division. During the financial year 2014-15, the Corporation has recorded a Net Profit (before tax) of ₹ 38.95 crore as against Net Profit (before tax) of ₹ 11.93 crore in previous year 2013-14.

Performance Highlights

The highlights of the financial results of the Corporation (Standalone) are given below:

Particulars	₹ in crore	
	2014-15	2013-14
Turnover	504.19	469.58
Operating Profit/(Loss)	51.68	21.76
Less: Depreciation	10.26	5.96
Less : Finance Cost	0.20	-

Less: Prior period adjustments & Extra ordinary items	2.27	3.87
Profit/(Loss) before Tax	38.95	11.93
Add: Deferred Tax	4.42	1.00
Less: Provision for Income Tax	9.50	3.50
Less:- Provision for Wealth Tax	0.01	0.01
Add: Provision for Income Tax for earlier years written back	0.51	-
Profit/(Loss) after Tax	34.37	9.42
Amount available for appropriation	34.37	9.42
Proposed Dividend	17.15	4.29
Dividend Tax	3.49	0.73
Equity Capital	85.77	85.77
Capital Employed	279.77	276.23
Rate of Return on Capital :-		
Before Tax	45.41%	13.91%
After Tax	40.07%	10.98%
Rate of Return on Capital Employed:-		
Before Tax	13.92%	4.32%
After Tax	12.29%	3.41%

Operating Ratio

The Operating Ratio has decreased by 5.62% in the current year with the overall operating ratio of 89.75% as against 95.37% in the previous year 2013-14.

Division wise Financial Performance

The Division wise financial performance of the Corporation is summarized as under :-

- (i) Hotels Division has achieved turnover of ₹ 283.90 crore during the year as against ₹ 262.88 crore in the previous year indicating increase by 8% and earned the net profit of ₹ 10.81 crore as against the net loss of ₹ 4.58 crore in the previous year.
- (ii) The turnover of Ashok International Trade (AIT) Division has increased to ₹ 10.96 crore from ₹ 9.40 crore in the previous year. The AIT Division has earned Net Profit of ₹ 0.84 crore as compared to net loss of ₹ 1.59 crore.
- (iii) The turnover of Ashok Travels & Tours Division has slightly decreased to ₹ 119.70 crore from ₹ 123.08 crore in the previous year. The ATT Division has earned a Profit of ₹ 0.75 crore as against the net loss of ₹ 1.98 crore in the previous year.
- (iv) The turnover of Ashok Tourist Service Station has decreased to ₹ 11.73 crore from ₹ 12.96 crore in the previous year. The ATSS has suffered a net loss of ₹ 0.31 crore as against the net loss of ₹ 0.28 crore in the previous year. The unit had been constantly making losses in the past. Pursuant to decision of the ITDC Board in the meeting held on 20th October, 2014 the ATSS has been closed w.e.f 17-02-2015.

- (v) The turnover of the Ashok Creatives Division (including SEL Red Fort) has been recorded at ₹ 12.34 crore (previous year ₹ 7.89 crore) and has suffered a loss of ₹ 0.43 crore as against net loss of ₹ 1.57 crore.
- (vi) The Engineering Division has achieved a turnover of ₹ 8.09 crore during the year 2014-15 (previous year ₹ 6.91 crore) with net loss of ₹ 5.34 crore as against net loss of ₹ 6.84 crore in the last financial year.
- (vii) The turnover of Ashok Events Division has increased to ₹ 11.51 crore (previous year ₹ 10.99 crore) with net profit of ₹ 2.11 crore as against profit of ₹ 0.66 crore in the previous year.
- (viii) The Ashok Institute of Hospitality and Tourism Management (AIH&TM) has achieved turnover of ₹ 18.23 crore as against ₹ 8.71 crore in the previous year with net profit of ₹ 2.79 crore (previous year net profit of ₹ 1.35 crore).
- (ix) The Corporate Head Quarter being the administrative office has earned an income of ₹ 27.72 crore (previous year ₹ 26.76 crore) mainly consisting of income from Interest on short term deposits with banks from the surplus funds available with it.

Capital Structure

There is no change in authorized and paid-up share capital of the Corporation. The Authorized

Share Capital of the Corporation is ₹ 150 crore and the paid-up Share Capital is ₹ 85.77 crore as on 31st March, 2015.

Dividend

The Board of Directors recommended a dividend of 20% for the financial year 2014-15 on the equity share capital of the company.

Transfer to Reserve

An amount of ₹ 14 crore has been transferred to the General Reserves.

Rating of ITDC vis-à-vis MoU targets

Performance of the Company for the year 2013-14 has been notified as 'Good' with Composite Score 3.466 by Department of Public Enterprises (DPE) in terms of the MoU signed with the Government of India.

Management Discussion and Analysis

The report on the Management Discussion and Analysis is placed at **Annexure-I**.

Plan Schemes

The Revised Capital Budget Estimates towards capital expenditure for 2014-15 was ₹ 26.15 crore which included ₹ 23.83 crore for renovation/improvement on existing hotels, catering units and other divisions. The capital expenditure during 2014-15 was ₹ 11.54 crore out of which ₹ 4.77 crore was capitalized and ₹ 6.77 crore was charged to revenue.

The Plan outlay for the year 2015-16 is ₹ 45.64 crore out of which ₹ 42.47 crore relates to renovation/improvement in existing hotels, catering units, other divisions.

Procurement from MSME

During the financial year 2014-15, total procurement from MSME was ₹ 23 lakh approx.

Implementation of Official Language Policy

During the year 2014-15, the Company continued its efforts to give impetus to the use of Hindi in official work through motivation and training. Cash incentives were granted to employees on doing prescribed quantum of work in Hindi. Hindi workshops were organized to provide practical training of noting-drafting and other works in Hindi. Various Hindi competitions were also organized during Hindi Fortnight celebrations for giving impetus to the use of official language in day to day work. Hindi Kavighoshthi, Hindi Natya Manchan and Hindi Prize Distribution Event were also organized to encourage official language in the Corporation.

Conservation of Energy & Technology Absorption

Commitment towards energy conservation remains in the units at various stages of operations. Commercial considerations, energy conservation policies and practices play a vital role in the endeavours made in this direction.

Since your Company's operations do not involve technology absorption, the particulars as per Rule 8(3)(B) of the Companies (Accounts)

Rules 2014 regarding technology absorption, are not applicable.

Foreign Exchange Earnings & Outgo

The Direct Foreign Exchange Earnings during the year 2014-15 has decreased to ₹ 12.99 crore as against ₹ 15.87 crore in the previous year.

Subsidiary Companies

The Corporation has seven subsidiary companies viz. (i) Donyi Polo Ashok Hotel Corporation Ltd (ii) Assam Ashok Hotel Corporation Ltd (iii) MP Ashok Hotel Corporation Ltd (iv) Pondicherry Ashok Hotel Corporation Ltd (v) Ranchi Ashok Bihar Hotel Corporation Ltd (vi) Utkal Ashok Hotel Corporation Ltd, (vii) Punjab Ashok Hotel Company Ltd. The Hotel Units were set up under the aforesaid subsidiary companies at Itanagar, Guwahati, Bhopal, Puducherry and Ranchi respectively. The operation of Hotel unit at Puri is closed since March, 2004 and the Hotel has been planned to be leased out. The Hotel project at Anandpur Sahib is incomplete. Besides, the Corporation has one Associate Company i.e. ITDC Aldeasa India Private Limited.

The Annual Accounts of all the subsidiary companies have been audited and finalized and the Consolidated Annual Accounts have been prepared and presented in this Annual Report. A statement containing the salient features of the subsidiaries in the prescribed format AOC-1 forms part of the Consolidated Annual Accounts 2014-15.

Vigil Mechanism and Whistle Blower Policy

The Corporation has a Whistle Blower Policy which is posted on the website <http://www.theashokgroup.com/Aboutus/rti>. Being a Central Public Sector Enterprise, the Corporation has a Vigilance Department. Chief Vigilance Officer, the Head of the Vigilance Division, is under the direct control of the Central Vigilance Commission (CVC), an independent Govt. Agency.

Board of Directors

During the year, eight Board meetings were held to transact the business of the Company.

During the year under review, Dr. Sameer Sharma (from 12.05.2014 to 09.12.2014) was appointed as Managing Director. Shri Girish Shankar, Govt. Nominee Director & Additional Secretary (Tourism) was given the additional charge of the Managing Director from 23.04.2013 to 11.05.2014 and the charge of the Chairman & Managing Director from 10.12.2014 to 23.04.2015.

During the year under review, Dr. Sameer Sharma and Cmde (Retd.) R. K. Okhandiar ceased to be on the Board of Directors. Sh. Trinath Behera, Director (Finance) and Chief Financial Officer tendered three months notice of Resignation on 30th March, 2015. His resignation was accepted by the President of India, Ministry of Tourism vide letter dated 30th June, 2015 and accordingly he was relieved from the services of ITDC on 30th June, 2015. The Board appreciated the valuable services

rendered by them during their tenure. The present composition of the Board is as under:

- i) Shri Umang Narula, Chairman & Managing Director w.e.f. 24.04.2015
- ii) Shri Piyush Tiwari, Director (C&M) w.e.f. 28.05.2015
- iii) Dr. (Ms.) T. Kumar, Govt. Nominee Director w.e.f. 04.09.2013
- iv) Shri Girish Shankar, Govt. Nominee Director w.e.f. 24.04.2015
- v) Shri Anugolu Venkata Ratnam, Independent Director w.e.f. 07.10.2013
- vi) Dr. Usha Kiran Rai, Independent Director w.e.f. 10.12.2013

Pursuant to Article 61 of the Article of Association, Shri Girish Shankar, Director retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. Details of profile etc. as required under Clause 49 of the Listing Agreement in respect of Director liable to retire by rotation and seeking re-appointment and the Directors to be regularized in the ensuing AGM, has been given along with the Notice of AGM.

Training Policy and the training imparted to the directors

The Corporation has formulated a training policy for Board Members. As per the policy, ITDC offers training programmes organized by SCOPE

and DPE to the Board Members. Further, on induction of non-official Directors, ITDC may also arrange training on the role and responsibilities of Directors from the professional institutes like ICAI, ICSI, ICMA, IIM etc.

During the financial year 2014-15, Non-official Directors attended a half-day workshop for Capacity Building of non-official directors of CPSEs with the Institute of Chartered Accountants of India (ICAI) as the knowledge partner organized by the Department of Public Enterprises (DPE).

Declaration by Independent Directors

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he/she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and Clause 49 of the Listing Agreement.

Board Evaluation

The evaluation of the Board as a whole and the Independent Directors was conducted on the basis of criteria and framework laid down by the Nomination & Remuneration Committee of the Board. Based on the evaluation criteria laid down by the Committee, the performance evaluation of the Board was measured in six areas. The performance evaluation of the Independent Directors was measured also in six areas based on questionnaire designed on a scale of 1 to 5. Independent Directors evaluated the

performance of the non-independent directors in a separate meeting of the Independent Directors.

None of the independent directors are due for re-appointment.

Particulars of loans, guarantee or investments

During the year under review, ITDC has given a loan of ₹ 7,32,320/- at a rate of interest of 12.5% per annum to M/s Utkal Ashok Corporation Ltd., a joint venture subsidiary of ITDC for meeting out statutory obligations and day-to-day expenditures.

Corporate Governance

As per the requirement of Clause 49 of the Listing Agreement, a detailed report on Corporate Governance together with the following is given in Annexure-II which forms part of this Report.

- (i) CEO/CFO Certificate [as per Clause 49(ix)]; and
- (ii) Certificate from the Company's Auditors [as per Clause 49 (xi)] along with the management reply to observations.

Directors' Responsibility Statement

Pursuant to the requirement under Section 134(5) of the Companies Act, 2013, it is hereby confirmed :-

- That in the preparation of the accounts

for the financial year ended 31st March, 2015, the applicable accounting standards have been followed read along with proper explanation relating to departures;

- That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- That the Directors have prepared the accounts for the financial year ended 31st March, 2015 on a 'going concern' basis;
- That the Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively;
- That the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Internal Financial Controls

The Corporation has adequate internal control system commensurate to its nature of business. Board has laid down adequate policies and procedures such as Licensing Procedure, Purchase Procedures, Engineering & Works Manual, Delegation of Powers etc. for ensuring the orderly and efficient conduct of business.

Professional services of Chartered Accountant Firms are availed to conduct Internal Audit of all units/verticals of ITDC. A detailed Internal Audit manual duly approved by the Board of Directors has been circulated to all the units.

Internal Auditors monitor and evaluate the efficacy and adequacy of the internal checks & control systems. Quarterly Internal Audit Reports are submitted by Internal Auditors. Corrective actions, wherever required, are taken by the units/verticals. Significant observations, if any, are reported to the Audit Committee.

Related Party Transactions

There are no materially significant related party transactions reportable under Section 188 of the Companies Act, 2013. The Audit Committee and the Board has approved a policy on materiality of the related party transactions which is posted on the website of the company <http://www.theashokgroup.com/Aboutus/Investorcorner>.

Report under Section 22 of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

There are no cases to be reported under Section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Corporate Social Responsibility and Sustainable Development

The CSR activity undertaken during the financial year 2014-15 was "Clean India", a pilot project at Qutab Minar under the patronage of the Ministry of Tourism and the construction of Toilet Blocks in the remote village area of Jharkhand State.

Under "Clean India", ITDC has been entrusted with cleanliness and maintenance of Qutab Minar.

ITDC constructed three toilets as under:

1. Balika Vidyalaya, Sindori Village, Daltanganj, Jharkhand
2. Balika Vidyalaya, Pubiidia Village, Jharkhand
3. Balika Vidyalaya, Kuchchu Village, Hundru, Angara Block, Jharkhand

The construction of the above said toilet blocks was in progress as on 31.03.2015.

The Annual Report on CSR Activities and the Report on the Sustainable Development Activities are annexed as **Annexure III Section A and Section B** respectively.

Risk Management Policy and its implementation

ITDC Board in its meeting held on 11th May, 2010 has laid down the Risk Management Policy laying down a sound process for identification and mitigation of risks. In accordance with the policy, the unit head of all strategic divisions have been nominated as Risk Manager and a committee namely Risk Management Compliance Committee (RMCC) presently headed by Director (C&M) has been constituted to oversee and ensure compliances with the Risk Management Policy of the Corporation.

Company's specific risks as per the reports submitted by different units/divisions of ITDC are as under :

Economic Risk : Dependence on one client

Industrial Risk : Threat to market share

Personnel Risk : Non-availability of adequate skill sets

Political Risk : Threat to property safety

Legal Risk : Contractual Risk & tax risk

Auditors and Auditor's Report

The Comptroller & Auditor General of India have appointed M/s V. K. Verma & Company,

Chartered Accountants as Statutory Auditors of the Company and also various Branch Auditors for the year 2014-15 under Section 619(2) of the Companies Act, 1956/134(5) of the Companies Act, 2013. The Management's replies to the comments and observations of the Statutory Auditors on the accounts (Standalone and the Consolidated) for the year 2014-15 are given in **Annexures- IV,V & VI.**

Secretarial Auditor and Secretarial Audit Report

ITDC Board in its meeting held on 20th October, 2014 has appointed M/s P.C. Jain & Co., Company Secretaries as the Secretarial Auditors for conducting the Secretarial Audit as required under Section 204 of the Companies Act, 2013. The Secretarial Audit Report is placed at **Annexure-VII** and Management replies to the comments and observation of the Secretarial Auditors on the Secretarial Audit Report for the year 2014-15 are given at **Annexure-VIII.**

Extract of Annual Return

In accordance with Section 134(3)(a) of the Companies Act, 2013, an extract of the annual return in the prescribed format is appended as **Annexure-IX** to the Board's Report.

Significant and material orders

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operation in future.

Comments of the Comptroller and Auditor General of India

The comments of the Comptroller & Auditor General of India, under Section 134(6) of the Companies Act, 2013 on the Accounts of the Company for the financial year ended 31st March, 2015 are set out elsewhere in the Annual Report.

Material changes and commitments affecting the financial position of the Company between the end of the Financial year and the date of the Report

There are no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of the report.

Date: 14.08.2015

Place: New Delhi

Acknowledgement

- i. The Board places on records its sincere appreciation towards the Company's customers/clients for the support and confidence reposed by them in the organization and look forward to the continuance of this relationship in future.
- ii. The Board also gratefully acknowledges the support and guidance received from various Ministries of the Government of India particularly the Ministry of Tourism, in Company's operations and developmental plans. The Board also wishes to record its deep gratitude to all the members of ITDC family whose enthusiasm, dedication and co-operation, put the Company on the path of progress.

For and on behalf of Board of Directors

sd/-

(Umang Narula)

Chairman & Managing Director

Management Discussion and Analysis Report

Global and Indian Scenario

Indian Economy grew 7.3% during the year 2014-15 over 6.9% growth registered during 2013-14. Tourism Industry is forecast to grow by 7.5%. This demonstrates the sector's enduring ability to generate economic growth. The year 2014 witnessed a growth of 10.6% in Foreign Tourist Arrivals (FTAs) in India which is higher than the median growth rate of 4.7% witnessed in International Tourist Arrivals. This certainly has become possible by the Visa reforms introduced by the Govt. of India.

The buzzwords today are 'Make in India', 'Ease of doing business in India' and now 'Ease of Travel to India'. We certainly hope for great potential in Tourism and Travel Industry.

ITDC, in its role as a commercial organization is to construct and manage Hotels, run Duty Free Shops, provide travel and tour services, produce tourist publicity material and provide Tourism and Hospitality Education etc. Further, as a promotional wing of the Ministry of Tourism, it also plays a catalytic & pioneering role in the development of tourism infrastructure in the country.

SEGMENT WISE PERFORMANCE

A. Hotels Division

Keeping in view the need to improve

Annexure-I

upon the existing check & monitoring system and endeavour of the Corporation to provide excellent services to our valued guests Smart Hotel Initiatives like Analytics in Operational departments and Customer focused Innovations like AV Check Out Interview recording have been introduced.

The hotel teams have been relentlessly pursuing the major strategic operational points to put the best foot forward so as to meet the commitment to enhance the guest experience by improving the product and service standards.

Chefs from the Ashok Group of Hotels participated in Indian Food Festivals in the following countries showcasing the fineries of Indian Cuisine to the world at Egypt, Cairo, Stockholm, Cambodia, China, South Africa, Lebanon, Dominican Republic, Zimbabwe, Algeria, Mauritius, Argentina, Paraguay, Cyprus, Netherland, Bali & Surabaya at Indonesia.

To celebrate various events and exhibit the fineries of gastronomy, The Ashok organized various Food Festivals and promotions. Some of these are Oktoberfest, World Tourism Festival, FIFA World Cup, Dawat-e-Oudh, Presidential Flavors, Weekend Bruch among others.

The Ashok participated in the 'New Delhi Palate Fest 2014' showcasing the signature dishes of its restaurants The Oudh and Frontier.

ITDC Hotels continued to host important events, conventions as well as special short term

festivals. VVIP Venues like Hyderabad House, Vigyan Bhawan and The Ashok hosted various important conferences, prestigious events for various Ministries, Government Bodies and Corporate successfully.

The Ashok Group of Hotels won the following recognitions/Awards recently :

- The Ashok Hotel, New Delhi was presented the PATWA International Award for 'Best MICE Hotel' by Pacific Asia Travel Writers Association at ITB Berlin, Germany. World Travel Brands awarded The Ashok 'Certificate of Excellence' in recognition of its significant contribution made as a MICE venue for the year (Delhi-NCR) 2014.
- Hotel Janpath, New Delhi was selected for the 'Platinum pick hotel Award' by travel portal MakeMyTrip.com and made 'Preferred Hotel Partner' by Booking.com for exceptional customer reviews.
- Hotel Samrat, New Delhi was selected as the 'Platinum Pick Hotel Award' by travel portal MakeMyTrip.com.
- Hotel Jaipur Ashok, Jaipur was awarded as the 'best hotel undertaking for the skill development programme-Hunar Se Rozgar' by the Ministry of Tourism.

- Hotel Kalinga Ashok, Bhubaneswar was conferred 'The Featured Hotel' award from travel portal Cleartrip.com and 'Platinum Pick Hotel Award' by MakeMyTrip.com for its stellar performance.

Besides Chefs of the Hotels also won a number of prestigious awards.

Some of the measures taken for improving the performance are :

- Smart Hotel Initiatives - Guest Check out Audio-Visual Interviews for feedback.
- Customer Relationship Management to increase guest engagement and enhance guest services
- Service monitoring through Analytics at Major departments like Housekeeping, Room Service and Security.
- ISO certification was granted to the kitchen of Hotel Bharatpur Ashok, Bharatpur.
- Upgrading of products through utilization of idle capacities like new restaurants on lease base.
- New Convention Centre is being added at Hotel Ranchi Ashok.

The Lease of some of the properties is going to expire. ITDC is pursuing the renewal of leases with the State Governments.

B. Ashok International Trade Division

AITD business is focused mainly on seaports. The Division has presence at 8 seaports and 1 Airport. We have got the provisional offer for space at Kandla Seaport for operation of Duty Free Shop. The shop will be constructed and necessary formalities i.e. Custom License will be obtained from the concerned authorities during the current financial year. The remaining major ports including Tuticorin are the next targets wherein ITDC plans to commence operations.

AITD has taken following steps to increase the turnover and profitability :

- Gradual & careful increase in product range for enlargement of product portfolio.
- Carefully select product mix to give thrust to products with better contribution.
- Strong supply chain ensures timely and uninterrupted supply of merchandise for sale at all locations.
- Consolidated import at Chennai hub has helped reduce unit cost of merchandise and also ordering cost.

- Have ensured fast depletion of stock through competitive pricing, marketing mix including price promotion.
- Better inventory management to minimize carrying cost.
- Back-end operations streamlined to minimize response time for front operation needs.
- Adequate buffer stock build up to avoid sales loss due to stock outs.
- Conducting sustained product promotions with the support of suppliers to improve both footfalls & conversion rate.

With all the major airport retail operations in India having been bagged by major international players, ITDC is aiming for airports in the tier II cities in the country, as the international passenger flow has increased at these airports also.

C. Ashok Travels and Tours Division

Travel industry being highly dynamic in nature keeps on changing rigorously. Despite all odds, ATT has been able to affirm its foot-holding in group travel during 2014-15 thus enhancing the overall profitability of operations. The group business is expected to reap in better profits in the years to come.

ATT also faced a setback in the form of fresh guidelines issued by department of expenditure, Ministry of Finance, Government of India barring the payment of any service fee levied by travel agencies for their ticketing services to any Government of India office. To overcome such roadblocks, new initiative was taken at Corporate level for exploring new channels of businesses viz. cargo operations. As a result, ATT began its cargo operations by associating with a channel partner during 2014-15.

Reallocation of resources has also been a key highlight of ATT and the head office of ATT was shifted from Jeevan Vihar Building, New Delhi to Hotel Janpath.

D. Ashok Institute of Hospitality & Tourism Management

Ashok Institute of Hospitality & Tourism Management (AIH&TM) is a hospitality training institute and also the Human Resource Development Division of India Tourism Development Corporation Ltd. This institute came into existence in 1971 for in-house training needs of staff and executives of ITDC.

The present activities of the Institute are as under :

- 04 Years Bachelors Degree Course in International Hospitality Business Management

- One Year Residential Training Course sponsored by DONER
- One Year Diploma Courses in Hospitality Trades in association with NIOS
- “Hunar Se Rozgar” skill development scheme of the Ministry of Tourism, Govt. of India
- Executive Development Programme for the executives of ITDC as per the MoU targets given by ITDC HQ. AIH&TM also conducts training programme for the employees of various Govt. agencies viz. Railways, NCDC, MEA, IFS Probationers etc on chargeable basis.
- Industrial Training for interested candidates from various Hotel Management and other courses at ITDC hotels.
- Apprenticeship Programme in collaboration with Regional Directorate Apprenticeship Training (RDAT) in various hospitality trades viz. Food Production, Bakery, Housekeeping and Front Office.
- Assam Down Town University (ADTU): Recently, AIH&TM has tied-up with Assam Down Town University (ADTU) for running the Bachelors degree course in Hotel Management at ADTU campus, Guwahati.

- MEWAR University : AIH&TM has tie-up with Mewar University, Rajasthan to offer various Hospitality & Tourism Management Programmes at Hotel Jaipur Ashok, Jaipur.

Future Planned Activities of AIH&TM:

1. To achieve financial targets through proper marketing of various courses and activities.
2. To conduct “Hunar Se Rozgar” scheme through empanelled agencies in more systematic manner as per the latest guidelines of the Ministry of Tourism, Govt. of India.
3. To empanel more Private/Govt. institutions/agencies to conduct “Hunar Se Rozgar” scheme of the Ministry of Tourism, Govt. of India to achieve the targets under HSR scheme.
4. AIH&TM plans to set-up a placement cell for hospitality trade professionals (manpower provider for hospitality trades).
5. Expansion of NIOS Hospitality Courses by starting the course at various units of ITDC.

6. Providing 100% placement assistance to AIH&TM students by identifying an exclusive placement officer.
7. Launching of 1st magazine of AIH&TM by the name of ACADEMECIA.
8. To make efforts to increase the intake in various courses minimum by 20%.
9. Increasing extra curricular activities for students like field trips, education tours to hospitality related exhibitions etc.
10. Organizing short workshops and interaction for students with Hotel Industry by inviting industry experts on various trades.

AIH&TM achieved the MoU target under competency and leadership development by conducting training for more than 930 man days of training for executives against the target of 750 man days and around 1226 man days for non executives of ITDC as against the target for 770 mandays.

AIH&TM to set-up, Centre of Excellence at Hotel Samrat, New Delhi in affiliation with National Council of Hotel Management Catering Technology. Creation of required infrastructure of the premises at Hotel Samrat is in process

& under direct supervision of Project Division HQ, the courses have started from July 2015.

E. Ashok Consultancy & Engineering Division (ACES)

Ashok Consultancy & Engineering Division consists of engineers from Civil, Electrical & Mechanical, Architect and Horticulture disciplines. The expertise lies in preparing techno-economic feasibility reports (DPRs) engineering technical services, management consultancy and advisory services and consultancy for adventure tourism. It also maintains and upgrades ITDC properties all over India and also undertakes Central Financial Assistance (CFA) Projects from various Ministries for development of tourism infrastructure. Ministry of Tourism, Ministry of Culture and State Governments approach ITDC for utilizing these services.

Amongst major renovation of ITDC properties, ACES Division has completed soft renovation of 61 Guest Room of Ashok Hotel and complete renovation of guest rooms at Hotel Patliputra Ashok, Patna.

ACES Division is also implementing infrastructure works at Convention Centre at Hotel Ranchi Ashok, Ranchi Project sanctioned by the Ministry of Tourism (MoT) under CFA, Development of Ranchi Saraikela Kharsawan Purbi Singbhum Mega Tourist Circuit, Jharkhand Phase I & II sanctioned by MoT, construction

of Art Gallery and Museum at Ludhiana sanctioned by Ministry of Culture, construction of Memorial of Smt. Vidyawati Ji at Moranwali, Punjab sanctioned by Ministry of Culture. State Government has sanctioned infrastructure Development under Mega Circuit Development Scheme (for Nabakalebar-2015) for Odisha in the Puri Sector as Mega Project.

Future strategy is to focus on ITDC properties for making them complaint free, to take up the renovation/upgradation of ITDC Hotels, to liaise with State Governments for preparing DPR for their Mega Projects and to focus on various infrastructure and renovation projects with various Ministries and State Governments.

F. Sound & Light Show

Sound & Light Show (SEL) is the unique expertise of ITDC. The Sound & Light Show Division is primarily undertaking the implementation of Sound & Light Show projects across the country. The Division undertakes the project right from the site identification stage to conceptualization till commissioning. The Division has recently mounted a show at Ross Island in Andaman & Nicobar and another at Deoghar in Jharkhand.

Many other projects are in progress in various parts of the country i.e. Dal Lake, J&K; Kanke Dam, Jharkhand; Dhauli, Odisha; Konark, Odisha; Tilyar Lake, Haryana. Besides there are

many projects in J&K, Maharashtra, Madhya Pradesh, Chhattisgarh, Rajasthan, Tripura, Kerala for which Detailed Project Reports have been prepared and are under consideration of the Ministry of Tourism, Govt. of India.

Viewing the importance of these shows in the Tourism Industry, the Ministry of Tourism has created a Sound & Light Show Division in the Ministry in an endeavour to increase the number of shows in the country to hundred in near future. Also emphasis has been given to funding these projects under a modified scheme specially at world heritage sites.

G. Ashok Events Division

The Ashok Events Division manages events, conferences and exhibitions both within the country and abroad. Over the years, it has established itself as a leader in the field of Professional Conference and Event Management.

The Ashok Events Division handled more than 95 events during the year 2014-15. Amongst the Mega Events are National Awards for Prevention of Alcoholism and Drugs; Ganga Manthan; Launch of Strategy for Integrated Tourism Development of the Buddhist Circuit; State Tourism Ministers Conference; Dr. Ambedkar Foundation Memorial Lecture; Hon'ble PM's "Interaction with School Children" on Teacher's Day; International Ozone Day; The Launch of "Make in India"; International Buddhist Conclave; International Tourist Mart;

The Launch of the "Saansad Adarsh Gram Yojana"; National Education Day 2014; The "69th WAZA" Conference; Launch of Tourist Visa on Arrival enabled by Electronic Ticket Authorisation; National Awards Function for the Empowerment of Persons with Disabilities; National Workshop on "Make In India"; "India-US CEO Forum" [chaired by the Hon'ble Prime Minister of India & His Excellency The President of USA]; "India-US Business Summit" [chaired by the Hon'ble Prime Minister of India & His Excellency the President of USA]; "Namami Gange" Pavilion and some other pavilions at The Pravasi Bharati Diwas 2015 & Vibrant Gujarat 2015; "NDMA Pavillion" at the IITF 2014, New Delhi; "RE-Invest 2015" Conference; MNREGA Sammellan 2015.

Through its Event Management activities, the Division also generates business for other verticals of the ITDC including hotels, travels & tours, Creatives etc.

H. Production Department - Ashok Events Division

The Production Department, earlier a part of Ashok Creatives Division and now merged with Ashok Events Division recorded a remarkable increase in its turnover from ₹ 31.39 lakh in 2013-14 to ₹ 140.20 lakh in 2014-15. The hike in turnover was primarily because of production of print jobs for "Make in India" for Department of Industrial Policy & Promotion (DIPP), Ministry of Commerce & Industry (₹ 69.47 lakh). The volume

of jobs produced for the Ministry of Tourism also increased significantly to ₹ 24.42 lakh. After a long period, the Ministry of Tourism awarded the production of some very prestigious jobs to Production Department.

The jobs produced for ITDC also increased from ₹ 32.65 lakh in 2013-14 to ₹ 55.78 lakh in 2014-15. The salient feature was the printing of a Coffee Table Book titled "The Ashok - Capital Icon" for ITDC's flagship hotel highlighting the glorious 60 years of its history.

3. ITDC - SWOT Analysis

Strengths

- Well Established Brand for almost 50 years
- Properties at Prime Location
- Large accommodation, F&B and Convention facilities
- Well recognised expertise in State Banquets, VVIP catering, Gala dinners, Domestic and global event management, Sound & Light Shows and media planning-branding
- Patronage of Ministry of Tourism and other Govt. Agencies

Weakness

- Properties requiring significant upgradation and extensive renovation
- Ageing manpower

- High operating costs due to high wage bill
- Long and tedious procedures hampering the competitive effectiveness.

Opportunities

- Tourism infrastructure in India is improving which will eventually translate into significant business opportunities.
- E-based solutions and advance technologies are available at low costs in the market for hotels to utilize and increase productivity.
- Optimum utilization of infrastructure of hotels by leasing out extra space available.

Threats

- New hotels with ultra modern facilities are coming up.
- Overall decrease in demand due to excess rooms supply in Delhi and other cities.
- Wage & Productivity imbalance
- Lease period of some of the properties expiring

4. Environment Management Initiatives

ITDC being a responsible CPSE has adopted various eco-friendly measures like Effluent Treatment Plant (ETP), Rainwater Harvesting

System and energy & water conservation measures in its Hotels.

All Delhi based Hotels have Effluent Treatment Plant (ETP) and Rainwater Harvesting System. Hotel Janpath has Solar Heating Plant. As regards outside Delhi Hotels, Hotel Jammu Ashok and Hotel Jaipur Ashok have ETPs. The kitchen of all Delhi based units and Hotel Jaipur Ashok are ISO certified. ITDC is committed to energy conservation at every stage of its operations during the year. ITDC continues to maintain its thrust on energy conservation.

5. Outlook

Indian Tourism and Hospitality Industry has emerged as one of the key drivers of growth among the services sector in India. India has a vast untapped potential for tourism which can play a special role in our socio-economic progress.

The new Tourism Policy is on anvil. Introduction of Visa Reforms are expected to give a boost to this sector. The industry has been applauded by a number of initiatives taken by the government. For promotion of Tourism, two new schemes viz. a National Mission on Pilgrimage Rejuvenation and Spiritual Augmentation Drive (PRASAD) and "SWADESH DARSHAN" have been announced in the Budget 2014-15.

ITDC is working hard under the new management to achieve the occupancy target. Initiatives taken by the Corporate Marketing

& Sales Division to market and promote ITDC properties :

- Formulation of tariff for all the ITDC Hotels for the year 2014-15.
- Introduction of Summer Getaway Packages/Promotions.
- Sales Blitzes were undertaken in different source markets.
- ITDC participated in trade fairs and travel marts (including SATTE (New Delhi); Great India Travel Bazaar 2014 (Delhi); World Travel Mart 2014 (London); ITB 2015 (Berlin); Arabian Travel Mart 2014 (Dubai); MICE Travel Mart (Mumbai). Product familiarization visits were organized to our properties for travel agents, opinion makers, PSUs etc.
- New contract with International OTA (Online Travel Agent) such as Booking.com and Agoda.com during the year.

6. Risk and Concerns

Tourism is a sensitive product. It is affected by general economic conditions like global recession, general inflationary conditions; Socio-political risk like socio-political environment internationally and within the country, advisories from foreign countries; Competition from international hotel chains;

increased outbound travel etc.

Company's specific risks (As per Risk Management Policy) on the basis of reports submitted by different units/divisions of ITDC are as under :

- Economic Risk : Dependence on one client
- Industrial Risk : Threat to market share
- Personnel Risk : Non-availability of adequate skill sets
- Political Risk : Threat to property safety
- Legal Risk : Contractual Risk & tax risk

7. Vision, Mission and Objectives

As per MoU 2015-16 signed between ITDC and the Ministry of Tourism, the vision, mission and objectives of the Corporation are as under :

CORPORATE VISION

ITDC aspires to acquire a leading position in hospitality and tourism sector and achieve higher return on investment for our shareholders while fulfilling the core objective of development, promotion and expansion of domestic as well as international tourism in the country for all sector of the society.

CORPORATE MISSION

To act as the prime mover in the

progressive development, promotion and expansion of domestic as well as international tourism in the country for all sectors of the society through multifarious activities based on a strong customer focus, building trust, quality service, convenience at a competitive price.

OBJECTIVES

Segment wise objectives are as under :

Hotels

- Improve the brand visibility, brand awareness and brand equity.
- Bring service quality and customer satisfaction at par with industry.
- Enhance customer retention rate by 200% in one year.
- Capitalise on core competencies of food and beverage and MICE.
- Improve quality of training to ensure at least one refresher course in every five years for all
- Improve occupancy and ARR

Ashok Travels & Tours

- Enhance quality, reliability and responsiveness in our service.

- Increase share of B2C business to 50% of turnover.
- Enhance business to 300% through B2B & B2C web portal.

Ashok International Trade Division

- Open duty free shops in all major seaports.
- Open DFS in at least two major airports in the next two years.
- Reduce dead inventory to 50% of the present level through rational analysis.

Ashok Consultancy and Engineering Services

- Institute projectised management system for better control and monitoring of project.
- Modify archaic and bureaucratic procedures to expedite execution.
- Rationalise commission on deposit works and prevail upon govt. departments for better rates.
- Complete plan works of hotels within prescribed time frame.
- Institute mechanism for faster processing of cases.

Ashok Institute of Hospitality & Tourism Management

- Work for creation of a high quality Global institute of hospitality and tourism management through international collaboration.
- Increase placement rate to over 80% within one year.
- Evolve a training doctrine, training philosophy and corporate mechanism for direction and management of training of ITDC employees.

Ashok Events and Ashok Creatives

- Increase the share of revenue from corporate sector to 70%.

Internal Control

The Corporation has adequate internal control system commensurate to its nature of business. Board has laid down adequate policies and procedures such as Licensing Procedure, Purchase Procedures, Engineering & Works Manual, Delegation of Powers etc. for ensuring the orderly and efficient conduct of business.

Professional services of Chartered Accountant Firms are availed to conduct Internal Audit of all units/verticals of ITDC. A

detailed Internal Audit manual duly approved by the Board of Directors has been circulated to all the units.

Internal Auditors monitor and evaluate the efficacy and adequacy of the internal checks & control systems. Quarterly Internal Audit Reports are submitted by Internal Auditors. Corrective actions, wherever required, are taken by the units/verticals. Significant observations, if any, are reported to the Audit Committee.

Human Resource Management and Industrial Relations

The total number of employees in the Corporation as on 31.03.2014, were 1733 which have come down to 1577 as on 31.03.2015 (excluding 96 employees engaged on Direct contract basis). Out of 1577 employees, 475 employees belongs to Scheduled Caste (SCs), 36 belongs to Scheduled Tribes (STs) and 82 to Other Backward Classes (OBCs). 63 employees

were promoted to the next higher posts, out of which 18 employees belong to Scheduled Castes (SCs), 01 employee belongs to Scheduled Tribes (STs) and 03 belong to Other Backward Castes (OBCs). There are 233 Women employees working in ITDC as on 31.03.2015 (60 Executives and 173 Non-Executives) constituting 14.84% of the total workforce of the Corporation.

The overall industrial relations situation in ITDC continued to be cordial and good.

Cautionary Statement

Statement in the Management Discussion and Analysis describing the Company's objective, projections and estimates are forward looking statement and progressive within the meaning of applicable security laws and regulations. Actual results may vary from those expressed or implied, depending upon economic conditions Government policies and other incidental factors.

Report on Corporate Governance for the year 2014-15

Pursuant to Clause 49 of the Listing Agreement

CORPORATE GOVERNANCE

(1) Philosophy on Code of Governance

The Corporation is committed to sound Corporate Governance practices. The Management believes that strong and sound Corporate Governance is an important instrument of protection of stakeholders through transparency, professionalism, accountability and adequate disclosures. The Corporation continuously endeavours to improve on these aspects on an ongoing basis.

(2) Board of Directors

ITDC is a Central Public Sector Enterprise (CPSE). In CPSEs, the appointment of Directors is made by the Administrative Ministry with the approval of the Cabinet Committee on Appointments (ACC). Article 61 of the Articles of Association of the Corporation states that the President of India shall be entitled to appoint all the Directors. During the financial year 2014-15, the Board had following composition:

(A) Executive Directors

Shri Girish Shankar, Managing Director w.e.f. 23.04.2013 to 11.05.2014

Dr. Sameer Sharma, Managing Director from 12.05.2014 to 09.12.2014

Shri Girish Shankar, Chairman & Managing Director from 10.12.2014 to 23.04.2015

Shri Trinath Behera, Director(Finance) from 26.04.2013 to 30.06.2015

Cmde (Retd.) Ratan Kumar Okhandiar, Director (C&M) from 10.07.2012 to 31.03.2015

(B) Non-Executive Directors

(a) Part-time Govt. Directors

Shri Girish Shankar From 12.05.2014 to 09.12.2014 and from 24.04.2015

Dr. (Ms.) T. Kumar from 04.09.2013

(b) Part-time Independent Directors

Shri Anugolu Venkata Ratnam from 07.10.2013

Dr. Usha Kiran Rai from 10.12.2013

The Board presently comprises of six Directors i.e. Chairman & Managing Director, Director (C&M), two Government Nominee Directors and two Independent Directors as under:

(A) Executive Directors

Shri Umang Narula appointed as Chairman & Managing Director w.e.f. 24.04.2015

Shri Piyush Tiwari, Director (C&M) w.e.f. 28.05.2015

(B) Non-Executive Directors

(a) Part-time Government Nominee Directors

Shri Girish Shankar, Additional Secretary-Ministry of Tourism (from 06.09.12 to 22.04.2013 as Govt. Nominee Director) (from 23.04.2013 to 11.05.2014 Additional charge of Managing Director) (from 12.05.2014 to 09.12.2014 as Govt. Nominee Director)(from 10.12.2014 to 23.04.2015 as Chairman & Managing

Director) (from 24.04.2015 as Govt. Nominee Director)

Dr. (Ms) T. Kumar, SS&FA- Ministry of Tourism from 04.09.2013

(b) Independent Part-time Directors

Shri Anugolu Venkata Ratnam from 07.10.2013

Dr. Usha Kiran Rai from 10.12.2013

Note: As per Govt. of India, Department of Public Enterprises, OM No. 9(15)/2012-GM dated 31st July, 2013, in CPSEs, Independent Directors are appointed by the Govt. of India for a maximum of two tenures, each tenure being a period of three years. The first tenure of the above said directors will be completed on 6th October, 2016 and 9th December, 2016 respectively.

As per disclosure received from the Directors, the Directors are not related to one another.

2 (a) Board Procedure

Eight meetings of the Board of Directors were held during the year 2014-15 (i.e. 28th April, 2014, 9th May, 2014, 14th August, 2014, 20th October, 2014, 9th December, 2014, 12th December, 2014, 13th February, 2015 and 11th March, 2015), the attendance of Directors thereat was as follows:-

Name of the Director	No. of Board Meetings held during the tenure of a Director	No. of Board Meetings attended	AGM (last attended) (Yes / No)
Shri Girish Shankar	08	06	Yes
*Shri Sameer Sharma	03	03	Yes
Dr. (Ms.) T. Kumar	08	08	Yes
**Shri Trinath Behera	08	07	Yes
***Cmde (Retd.) R. K. Okhandiar	08	08	Yes
Shri Anugolu Venkata Ratnam	08	07	Yes
Dr. Usha Kiran Rai	08	05	Yes

* Ceased to be on the Board on 10.12.2014
** Ceased to be on the Board on 01.07.2015
*** Ceased to be on the Board on 01.04.2015

2 (b) Other Directorships

The details of Directorships in other Companies and the Committee Memberships held by the Directors in such companies during 2014-15 was as under:

Name of the Director	No. of other Directorships	Board Committees of other Companies in which he is a Member/Chairman
Shri Girish Shankar	09	Nil
*Dr. Sameer Sharma	09	Nil
Dr. (Ms.) T. Kumar	01	Nil
**Shri Trinath Behera	05	Nil
***Cmde (Retd.) R. K. Okhandiar	05	Nil
Shri Anugolu Venkata Ratnam	03	Nil
Dr. Usha Kiran Rai	01	Nil

* Ceased to be on the Board on 10.12.2014
** Ceased to be on the Board on 01.07.2015
*** Ceased to be on the Board on 01.04.2015

Note: As regards Functional/Executive Directors, the functional directors also serve as part-time director on the Boards of Joint Venture/Joint Venture Subsidiary Companies. Hence the other directorship of Executive Directors pertain to their directorship in the Joint Venture/Joint Venture Subsidiary Companies of ITDC.

2 (c) Remuneration Policy for the Directors

Government Nominee Directors are the employees of the Government of India. Hence, no remuneration is paid to the Government Nominee Directors. The Chairman & Managing Director and functional directors are the whole time employees of the Corporation and are being given salary/perks and other facilities according to the terms of appointment and the rules of the Corporation. Independent Directors are paid sitting fee only.

The Nomination & Remuneration Committee of the Board constituted under Section 178 of the Companies Act, 2013 has adopted the Remuneration Policy described in the Articles of the Association of the Company. Clause 61 (e) of the Articles of Association provides on the remuneration of the directors and is reproduced as under :

61(e) (i) : *Remuneration of the Part-time Chairman/Chairman, all other Directors (whether whole time Director or not) shall from time to time be determined by the President of India. Such reasonable additional remuneration as may be fixed by the President of India, may be paid to anyone or more of the Directors for extra or special services rendered by him or them or otherwise. A Director who is an employee of the Government shall not be entitled to any remuneration unless otherwise provided by the President of India.*

ii) *The Directors may allow and pay to any Director, who travels for the purpose of attending or returning from meeting of the Board of Directors or any Committee thereof or General Meetings, or in connection with the business of the Company, his travelling and hotel and other expenses incurred by him in consequence or for the purpose of his attendance, and in connection with the business of the Company. The Director may also be paid sitting fees, as may be decided by the Directors from time to time for attending such meetings as above*

specified and other remuneration payable to him.

During the year under review i.e. 2014-15, the Non-official (Independent) Directors were paid the sitting fee as under :

- i) Sitting fee of ₹ 1000/- up to 14th August, 2014 for each Meeting of the Board and Committee thereof as determined by ITDC Board in its meeting held on 12th January, 1998.
- ii) W.e.f. 14th August, 2014, Sitting fee of ₹ 10,000/- for each meeting of the Board, ₹ 5,000/- for each meeting of the Audit Committee and ₹ 1000/- for each meeting of any other Committee of the Board including the separate meeting of Independent Directors.

For attending the meetings of the Board, General Meetings and for visits in connection with the affairs of the Corporation, the Corporation arranges Air Tickets, Conveyance, Boarding, Lodging and Meals etc. for the Independent Directors.

Except the above, Corporation did not have any pecuniary relationship or transactions with its existing directors during the period under review.

Ex-Directors of the Company, when they had served in ITDC Board for a minimum period of one year or more, are allowed certain concession & discount in ITDC Hotels as decided by the ITDC Board from time to time.

During the Financial Year 2014-15, none of the Directors of the Company held the shares in the Company. The details of remuneration paid

to the Directors and Key Managerial Personnel are given in the Extract of the Annual Return which is the part of the Board's Report.

2 (d) Code of Conduct

The Code of Business Conduct & Ethics for the Board members and the Senior Management Personnel of the Corporation, as revised by the Company in its meeting held on 20th October, 2014 were posted on the website of the Corporation. The Corporation has obtained affirmation of compliance of the Code of Conduct by the Board Members and the Senior Management personnel.

2 (e) Management Discussion and Analysis

Management Discussion and Analysis Report forms part of the Board's Report.

2 (f) CEO/CFO Certification

CEO/CFO certification pursuant to Clause 49(ix) of the Listing Agreement is enclosed at the end of this section.

(3) Audit Committee

Composition: During 2014-15, the composition of Audit Committee was as under:-

Name of the Director	Status	Remarks
Shri Anugolu Venkata Ratnam	Chairman	Independent & Non-Executive
Dr. Usha Kiran Rai	Member	Independent & Non-Executive
Dr. (Ms.) T. Kumar	Member	Non-Independent & Non-Executive

The Company Secretary is the Secretary to the Committee. The Committee invites Statutory Auditors, Director (Finance), Director (C&M), Chairman & Managing Director, Head of

the Internal Audit Department and the senior executives of the Corporation to attend the meetings of the Committee.

During the financial year 2014-15, the Terms of Reference of the Audit Committee, as laid down by the Board of Directors in its meeting held on the 27th July, 2001 and further as revised by the Board in its meeting held on 28th April, 2014 are as under:-

- i. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- ii. Recommending to the Board, the remunerations of the Statutory Auditors.
- iii. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- iv. Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's Report in terms of Clause (2AA) of Section 217 of the Companies Act, 1956 [now Section 134(5) of the Companies Act, 2013];
 - b. Changes, if any, in accounting policies and practices and reasons for the same;

- c. Major accounting entries involving estimates based on the exercise of judgment by management;
- d. Significant adjustments made in the financial statements arising out of audit findings;
- e. Compliance with listing and other legal requirements relating to financial statements;
- f. Disclosure of any related party transactions; and
- g. Qualifications in the draft audit report.
- v. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval;
- vi. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice and the report submitted by the monitoring agency, monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
- vii. Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems;
- viii. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- ix. Discussing with internal auditors any significant findings and follow up there on;
- x. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
- xi. Discussing with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- xii. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors;
- xiii. To review the functioning of the Whistle Blower mechanism, in case the same is existing; and
- xiv. Approval of appointment of CFO (i.e. the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.

Explanation: The term “related party transactions” shall have the same meaning as contained in the Accounting Standard 18, Related Party Transactions, issued by The Institute of Chartered Accountants of India.

Further as per Listing Agreement, the Audit Committee shall mandatorily review the following :

- i. Management discussion and analysis of financial condition and results of operations;
- ii. Statement of significant related party transactions (as defined by the audit committee), submitted by management;
- iii. Management letters / letters of internal control weaknesses issued by the statutory auditors;
- iv. Internal audit reports relating to internal control weaknesses; and
- v. The appointment, removal and terms of remuneration of the Chief internal auditor shall be subject to review by the Audit Committee.

Section 177(4) of the Companies Act, 2013 requires that every audit committee shall act in accordance with the terms of reference specified in writing by the Board which shall inter alia, include :

- i) The recommendation for remuneration of auditors of the company;
- ii) Review and monitor the auditor’s independence and performance, and effectiveness of audit process;

- iii) examination of the financial statement and the auditor’s report thereon;
- iv) approval or any subsequent modification of transactions of the company with related parties;
- v) scrutiny of inter-corporate loans and investments;
- vi) valuation of undertakings or assets of the company, wherever it is necessary;
- vii) evaluation of internal financial controls and risk management system;
- viii) Monitoring the end use of funds raised through public offers and related matters.

Section 177(5) of the Companies Act, 2013 states that the Audit Committee may call for the comments of the auditors about internal control system, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board and may also discuss any related issues with the internal and statutory auditors and the management of the company.

Meetings: During the year 2014-15, four meetings of the Audit Committee were held on 28.04.2014, 14.08.2014, 20.10.2014 and 13.02.2015. During the financial year 2014-15, one meeting of the Audit Committee was held with the Statutory Auditors, Branch Auditors and Internal Auditors on 2nd January, 2015 in which only two directors (Shri Anugolu Venkata Ratnam and Dr. Usha Kiran Rai) were

present. This meeting was held pursuant to the requirement of Section 177 (5) of the Companies Act, 2013, Para 7, 12 & 16 of Clause 49 (III) D of the Listing Agreement and further pursuant to the requirement of the Corporate Governance Framework formed by the Comptroller & Auditor General of India (CAG). It was informed that as per the above said requirements, Audit Committee should have at least one meeting with the Statutory Auditors without the presence of the Finance Officers/Management to discuss :

- i) Nature and Scope of Audit;
- ii) Adequacy of Internal Control System;
- iii) Post audit discussion to ascertain any area of concern.

The attendance of the members in the Audit Committee meetings was as under:-

Name of the Member	No. of Audit Committee Meetings held during tenure	No. of Audit Committee Meetings attended during tenure
Shri Anugolu Venkata Ratnam	05	05
Dr. Usha Kiran Rai	05	05
Dr. (Ms.) T. Kumar	05	04

The Chairman of the Audit Committee was present in the Annual General Meeting held on 29.09.2014 for the financial year 2013-14.

(4) Nomination & Remuneration Committee

The Board in its meeting held on 30th January, 2009 had constituted a Remuneration Committee as per the requirement of the DPE O.M. No. 2(70)/08-DPE(WC) dated 26.11.2008. The terms & reference of the Remuneration Committee is to consider and make recommendation on the following issues:

- a) Payment of Performance Related Pay (PRP),
- b) The level of executives, who will be provided company leased accommodation
- c) The other allowances and perks admissible to the different categories of the executives subject to a maximum ceiling of 50% of the Basic Pay
- d) Development of a robust and transparent Performance Management System (PMS) by 31.03.2009. For the period 01.01.2007 and till a PMS is in place not later than 31.03.2009, the payment of PRP on the existing guidelines of DPE, which is limited to 5% of distributable profit in an enterprise; and
- e) Introduction of CTC concept in ITDC.

During the year 2014-15, the composition of the Committee was as under :

Name of the Director	Status	Remarks
Shri Anugolu Venkata Ratnam	Chairman	Independent & Non-Executive
Dr. Usha Kiran Rai	Member	Independent & Non-Executive
Dr. (Ms.) T. Kumar	Member	Non-Independent & Non-Executive

During the financial year 2014-15, two meetings of the Remuneration Committee were held i.e. on 12th December, 2014 and 13th February, 2015. All the members of the Nomination & Remuneration Committee of the Board were present in the meeting.

As reconstituted by the Board in its meeting held on 28th April, 2014, presently, Shri Anugolu Ventaka Ratnam, Independent Director is the Chairman of the Committee. The

other members of the Committee are Dr. Usha Kiran Rai, Independent Director and Dr. (Ms.) T. Kumar, Govt. Nominee Director.

The terms of reference of the Committee is to comply with the mandate given under Section 178 of the Companies Act, 2013 and Clause 49(II)B(5) of the Listing Agreement. In addition, the Committee will decide the annual bonus/variable pay pool and policy for its distribution within the prescribed limits for the Board level, below Board level employees and Non-unionized supervisors following IDA pattern of pay scales as per requirement of the DPE Guidelines.

The details of remuneration paid to the Directors and Key Managerial Personnel during financial year 2014-15 were as under:-

Payment made to key management personnel and their relatives:

Remuneration: ₹ 61.61 lakh

Sitting fees: ₹ 1.40 lakh

Total: ₹ 63.01 lakh

(5) Share Transfer Committee

The Board of Directors in their meeting held on 07/12/2010 has empowered M/s Karvy Computershare (Pvt) Ltd, the Registrar and Transfer Agent (RTA) to process, approve and dispatch the share transfer request and transmission request based on succession certificate.

In accordance with the requirements of the new Companies Act, 2013 read with Sub-rule 3 of Rule 5 of Companies (Share Capital & Debentures) Rules, 2014, the Board of Directors through agenda by circulation in May, 2014 reconstituted the Share Transfer Committee and revised the scope to include approval of the issue of share certificate on

receipt of Rematerialization Request from the applicant shareholders. The Composition of the Committee was as under :

- i) Director (Finance)
- ii) Director (C&M)
- iii) Govt. Nominee other than FA
- iv) Govt. Nominee being FA

During the financial year 2014-15, four meetings of the Share Transfer Committee were held on 27.06.2014, 22.07.2014, 26.08.2014 and 30.09.2014. The attendance of the Directors in the meetings was as under :

Name of Member	No. of Committee Meetings held during tenure	No. of Committee Meetings attended during tenure
Director (F)	4	3
Director (C&M)	4	4
Govt. Nominee other than FA	4	3
Govt. Nominee being FA	4	2

(6) Stakeholders Relationship Committee

Pursuant to Section 178(5) of the Companies Act, 2013, the Board in its meeting held on 28th April, 2014 has re-designated and re-constituted the Grievance Redressal Committee as 'Stakeholders Relationship Committee'. During the year 2014-15, the composition of the Committee was as under :

- i) Dr. Usha Kiran Rai
Independent Director : Chairperson
- ii) Shri A.V. Ratnam
Independent Director : Member
- iii) Shri Trinath Behera
Director (Finance) : Member

During the year 2014-15, one meeting of the Committee was held on 14th August, 2014 in which all the members of the Committee were present. The Committee recommended in the meeting that Director (Finance) should also be included as Member of the Committee. Accordingly, Board in meeting held on 14th August, 2014 had approved the reconstitution of the Committee by including Director (Finance) as the Member of the Committee.

There was one complaint of the shareholder regarding non-receipt of Annual Report 2013-14 forwarded to the Corporation by SEBI during 2014-15. Shareholders/Investors queries/grievances are normally attended within a period of 7-10 days from the date of receipt thereof, except in cases involving external agencies or compliance with longer procedural requirements specified by the authorities concerned. Shareholders/Investors grievances during the year 2014-15, are as under:-

Particulars	Received + outstanding at the beginning of the year	Redressed	Pending with Investors for completing procedural formalities
Non-receipt of Annual Report	1	1	Nil
Non-receipt of Dividend Warrant	1	1	Nil

Name and address of the Compliance Officer is as under :

Mr. V K Jain, Company Secretary
India Tourism Development Corporation Ltd.
SCOPE Complex, Core 8, 6th Floor
7 Lodi Road, New Delhi - 110 003
Email : vkjain@theashokgroup.com
cs_itdc@theashokgroup.com
Tel: 011-24360249
Fax: 011-24360249

(7) Corporate Social Responsibility (CSR) & Sustainable Development (SD) Committee :

Board in its meeting held on 4th September, 2013 constituted a Board level Committee on CSR & SD. During the financial year 2014-15, the composition of the Committee was as under :

- i) Shri Anugolu Venkata Ratnam : Chairman Independent Director
- ii) Chairman & Managing Director : Member Director
- iii) Director (C&M) : Member

During the financial year 2014-15, three meetings of the Committee were held i.e. 14.08.2014, 20.10.2014 and 12.12.2014. The attendance of the Directors in the meeting was as under :

Name of Member	No. of CSR Committee Meetings held during tenure	No. of CSR Committee Meetings attended during tenure
Shri A. V. Ratnam	3	3
Managing Director	3	3
Director (C&M)	3	3

(8) Separate Meeting of Independent Directors:

In accordance with the guidelines of the Department of Public Enterprises vide its OM No. 16(4)/2012-GM dated 28th December, 2012 amended vide O.M. No. 16(4)/2012-GM dated 20th June, 2013 and further pursuant to the requirement of Schedule IV to the Companies Act, 2013, Independent Directors held the separate meetings on 28.04.2014, 14.08.2014 and 12.12.2014.

(9) General Body Meetings

The last three Annual General Meetings

were held as under:-

Year ended	Day & Date	Time	Venue	Special Resolution
31.3.2012	26.09.2012 (Wednesday)	1400 hrs	Ashok Hotel New Delhi	For altering Articles of Association
31.03.2013	30.09.2013 (Monday)	1600 hrs	Ashok Hotel New Delhi	No Special Resolution
31.03.2014	29.09.2014 (Monday)	1600 hrs	Ashok Hotel New Delhi	Alteration of Articles of Association & Approval of Terms & conditions of Managing Director

Note: All the resolutions as set out in the

i) Approval of the appointment of Shri A.V. Ratnam as Independent Director

Promoter/Public	No. of Shares Held	No. of Votes Polled	% of Votes Polled on Outstanding Shares (3)=[(2)/(1)]*100	No. of Votes in Favour	No. of Votes Against	% of Votes in Favour on Votes Polled (6)=[(4)/(2)]*100	% of Votes Against on Votes Polled (7)=[(5)/(2)]*100
	(1)	(2)		(4)	(5)		
Promoter and Promoter Group	74641681	74641681	100	74641681	0	100	0
Public - Institutional Holders	3521111	3126429	88.791	3126429	0	100	0
Public -Others	7606608	8454	0.111	8450	04	99.953	0.047
Total	85769400	77776564		77776560	04		

ii) Approval of the appointment of Dr. Usha Kiran Rai as Independent Director

Promoter/Public	No. of Shares Held	No. of Votes Polled	% of Votes Polled on Outstanding Shares (3)=[(2)/(1)]*100	No. of Votes in Favour	No. of Votes Against	% of Votes in Favour on Votes Polled (6)=[(4)/(2)]*100	% of Votes Against on Votes Polled (7)=[(5)/(2)]*100
	(1)	(2)		(4)	(5)		
Promoter and Promoter Group	74641681	74641681	100	74641681	0	100	0
Public - Institutional Holders	3521111	3126429	88.791	3126429	0	100	0
Public -Others	7606608	8454	0.111	8450	04	99.953	0.047
Total	85769400	77776564		77776560	04		

(10) Disclosures

The status is as under:

respective AGM Notices, were duly passed by the Members. For AGM for the financial year ended 31.03.2014, all the resolutions were passed through voting (both electronic and physical).

During the year under review, two resolutions for the approval of the appointment of the Independent Directors (Shri A.V. Ratnam and Dr. Usha Kiran Rai) were passed through Postal Ballot in the month of March, 2015. Voting pattern of the above said postal ballots were as under :

(A) Disclosures on materially significant related party transactions

The Corporation has not entered into any materially significant related party transactions that may have potential conflict with the interests of the Corporation at large.

(B) Legal Compliance

During last three years no penalties or strictures have been imposed on the Corporation by Stock Exchanges or SEBI or any Statutory Authority on any matter related to Capital markets. However, the Stock Exchange sent letters, from time to time, on its observation on non-compliance of the Listing Agreement regarding Composition of the Board.

(C) Whistle Blower Policy

The Corporation has a Whistle Blower Policy which is posted on the website <http://www.theashokgroup.com/Aboutus/RTI>. No employee has been denied access to the Audit Committee in this regard. Being a Central Public Sector Enterprise, the Corporation has a Vigilance Department.

Chief Vigilance Officer, the Head of the Vigilance Division, is under the direct control of the Central Vigilance Commission (CVC).

(D) The Corporation has generally complied with all the mandatory requirements of Clause 49 except for provision relating to Independent Directors as stated here-in-above. The Corporation has adopted following non-mandatory requirements of Clause 49 of the Listing Agreement :

a) The synopsis of the observations of the Internal Audit are put up to the Audit Committee of the Board on quarterly basis.

b) As regards half yearly performance, while submitting/publishing quarterly results for the second quarter, year to date results are published in the format prescribed as per Clause 41 of the Listing Agreement.

(E) As per Clause 3.5 of DPE Guidelines relating to Corporate Governance, powers of the Board have been described in Clause 71 of the Articles of Association. Powers of the C & MD and the Functional Directors, which have been delegated from the Board, have been specified in the DOP of C&MD and the Functional Directors. Similarly, the powers of the Heads of Divisions of different divisions/units and the powers, wherever required, for functional staff down to the line of HoD have been specified in the DOP.

(11) Risk Management

In compliance with Clause 49 of Listing Agreement, Risk Management Policy laying down a sound process for identification and mitigation of risks, as approved by the Board in its meeting held on the 11th May, 2010, has been circulated on the 23rd September, 2010 and posted on the website of ITDC. In accordance with the policy, the unit head of all strategic divisions has been nominated as Risk Manager and a committee namely Risk Management Compliance Committee (RMCC) presently headed by Director (C&M) has been constituted to oversee and ensure compliances with the risk management policy of the Corporation.

During the financial year 2014-15, two meetings of the RMCC were held on 02.06.2014 and 02.12.2014.

(12) Subsidiary Companies

As per Clause 49 of the Listing Agreement, a subsidiary shall be considered material if the investment of the company in the subsidiary exceeds twenty per cent of its consolidated net worth as per the audited balance sheet of the previous financial year or if the subsidiary has generated twenty per cent of the consolidated income of the company during the previous financial year.

As per the above said policy, the Corporation does not have any materially unlisted subsidiary as per explanation provided in Clause 49 (V) of Listing Agreement and hence is not required to have Independent Directors of the Corporation on the Board of such subsidiary. However, all the executive Directors of the holding Company are non-executive part time Directors on the Board of Subsidiary Companies. The Corporation has submitted the minutes of the Board Meetings of the subsidiary companies to the ITDC Board on 28.04.2014, 20.10.2014 and 13.02.2015.

(13) Policy on Insider Trading

ITDC has adopted the Code of Conduct for Prevention of Insider Trading in accordance with the guidelines specified under the SEBI (Prohibition of Insider Trading) Regulations, 1992 as amended from time to time. The Model code of Conduct is posted on the website of ITDC. Board in its meeting held on 29th May, 2015 had revised the Code for prevention of Insider Trading pursuant to the new SEBI (Prohibition of Insider Trading) Regulations 2015. In Clause 10 of the Revised Code, the principles of Fair Disclosure on Unpublished Price Sensitive

Information were described. Under the Code ITDC shall follow these principles. The principles of Fair Disclosure on Unpublished Price Sensitive Information and the Code are posted on the website <http://www.theashokgroup.com>.

The Corporation, during the year, has not entered into transactions of material nature with the Directors/Management Personnel of the Corporation that may have potential conflict with the interests of the Corporation at large.

(14) Means of Communication

The Corporation communicates with its shareholders on an annual basis through the Annual Report. The quarterly, cumulative year to date and yearly financial results of the Corporation are sent to the Stock Exchanges immediately after they are approved by the Board. The results are published in leading English 'The Statesman' and local language newspapers 'Jansatta', as given hereunder, having wide coverage. Official news releases are given directly to the press. Necessary arrangements have been made for hosting the quarterly results on the Corporation's website: www.theashokgroup.com The Management discussion and Analysis is part of the Board's Report.

(15) Familiarization Programme

The Corporation has prepared a Familiarization programme for Independent Directors and other non-executive directors which has been posted at the website of the company <http://www.theashokgroup.com/Aboutus/Investorcorner>.

(16) General Shareholder Information

(i) AGM : Monday, the 28th September, 2015

- (ii) Financial Year: 1st April to 31st March
- (iii) Dividend shall be paid to those shareholders whose name appear in the Book on the close of the Business hours of 20th September, 2015. Dividend shall be paid within 30 day of the date of Declaration of the Dividend in the Annual General meeting.
- (iv) Book Closure: Monday, 21st September, 2015 to Sunday, 27th September, 2015 (both days inclusive).
- (v) Listing of Shares: The Corporation's shares are listed on the Stock Exchanges at Delhi & Mumbai. The Corporation has paid annual listing fees for the financial year 2014-15 to these stock exchanges. Their addresses are as under:-

Name of Stock Exchange	Stock Code
The Stock Exchange, Mumbai (BSE) Phiroze Jeejeebhoy Towers, Dalal Street Mumbai - 400001	532189
The Delhi Stock Exchange Association Ltd. (DSE) DSE House, 3/1, Asaf Ali Road New Delhi - 110002	-

The Delhi Stock Exchange is the Regional Stock Exchange for the Corporation. The Corporation has paid the listing fee for 2015-16 to the Bombay Stock Exchange.

The Registration Number of the Corporation with the Registrar of Companies, NCT of Delhi and Haryana is 55-4363. With the introduction of e-filing by the Ministry of Corporate Affairs, the Corporate Identification Number allotted to the Corporation is: L 74899 DL 1965 GOI 004363.

- (vi) Market Price data: High and Low of ITDC market share price on Bombay Stock Exchange, No. of shares traded, turnover in 2014-15 are summarized as under:-

Year 2014-15	Rupees High	Low	Number of Shares Traded	Total Turnover (₹ in lakh)
April 2014	183.20	95.00	2,00,671	258.89
May 2014	186.85	147.15	3,53,000	575.04
June 2014	163.50	129.75	2,30,261	350.86
July 2014	184.70	137.60	2,31,930	382.84
August 2014	170.00	136.55	1,26,225	196.02
September 2014	164.00	125.00	1,46,095	213.70
October 2014	146.70	113.40	51,667	66.16
November 2014	199.90	132.00	3,68,253	640.39
December 2014	169.90	138.05	78,596	121.24
January 2015	154.80	128.10	73,075	106.51
February 2015	153.00	121.10	1,11,141	155.08
March 2015	144.00	108.50	93,189	120.42

The closing price of shares as on last working day of the March 2015 i.e. 31.03.2015 was ₹ 113.80.

- (vii) **Registrar and Share Transfer Agent:**

KARVY CUMPUTERSHARE PVT. LTD.
Karvy Selenium Tower B, Plot No. 31-32,
Gachibowli, Financial District,
Nanakramgude, Hyderabad-500 032
Contact person : Shri Ravi Shukla /
Srikrishna Pemmaraju
E-mail : einward.ris@karvy.com
Tel : 91 40 67162222
Toll Free No. 1800-345-4001
Fax : 91 40 23001153

- (viii) **Registered Office:** Scope Complex
Core 8, 6th floor, 7 Lodi Road
New Delhi - 110003

- (ix) **Corporate Office and Address for Correspondence:** Scope Complex
Core 8, 6th Floor, 7 Lodi Road
New Delhi - 110003

- (x) **Shareholding Pattern and Distribution of Shareholding:**

The shareholding pattern of the Corporation's Equity, as on 31.3.2015, is given in the Extract of the Annual Return attached with the Board's Report.

The distribution of shareholding as on 31st March, 2015 is as under: -

Category (Shares)	No. of Holders	% To Holders	No. of Shares	% To Equity
1 - 5000	2899	99.28	675116	0.79
5001 - 10000	7	0.24	49284	0.06
10001 - 20000	7	0.24	88494	0.10
20001 - 30000	2	0.07	43439	0.05
100001 - 999999999	5	0.17	84913067	99.00
TOTAL	2920	100.00	85769400	100.00

- (xi) **Dematerialization of Shares:** The Corporation's shares are admitted for dematerialization with NSDL and CDSL. As on 31st March, 2015, 85761389 numbers of shares constituting 99.99% are in dematerialized form. The entire promoter's holding are in dematerialized form. The ISIN Number is: INE353K01014.

- (xii) **Investors' Correspondence:** Investors, for any matter related to share transfer, payment of dividend on shares, etc. may contact the following:

Mr. V K Jain, Company Secretary
India Tourism Development
Corporation Ltd.
Scope Complex, Core 8, 6th Floor
7 Lodi Road, New Delhi - 110003
Email : vkjain@theashokgroup.com
cs_itdc@theashokgroup.com
Tel: 011-24360249
Fax: 011-24360249

KARVY CUMPUTERSHARE PVT. LTD.
Karvy Selenium Tower B, Plot No. 31-32,
Gachibowli, Financial District,
Nanakramgude, Hyderabad-500 032
Contact person : Shri Ravi Shukla /
Srikrishna Pemmaraju
E-mail : einward.ris@karvy.com
Tel : 91 40 67162222
Toll Free No. 1800-345-4001
Fax : 91 40 23001153

- (xiii) **Locations of Hotels and Others Units etc:** The list of Corporation's owned and managed Hotels and Duty Free Shops, ATT Units etc. are given in Appendix.

- (xiv) **ADR/GDR:** No ADR/GDR issue was made by the Corporation nor any issue of any convertible instruments which has effect on the equity capital.

- (xv) **Financial Calendar**

1st Quarterly Results	: on or before 15th August, 2015
2nd Quarterly Results	: on or before 15th November, 2015
3rd Quarterly Results	: on or before 15th February, 2016
4th Quarterly Results	: on or before 15th May, 2016
AGM for the year ending 31st March, 2016	: on or before 30th September, 2016

- (xvi) Shareholders are requested to register their e-mail IDs with their Depository Participants in case of Dematerialized shares and with the Registered Transfer Agent in case of Physical shares.

- (xvii) **Nomination Facility:** Shareholders holding shares in physical form can nominate any person for the shares held by them. This will save the nominee from going through

the lengthy process of getting the shares, later on, transmitted to his/her name.

(xviii) *General Shareholder Information:*

Registered Office:

India Tourism Development Corporation Ltd.
Scope Complex, Core 8, 6th Floor
7 Lodi Road, New Delhi - 110003
Tel : (011) 24360249
Fax : (011) 24360249
E-mail: vkjain@theashokgroup.com

(17) Corporate Social Responsibility (CSR) and Sustainable Development

Corporate Governance and Sustainability Report is placed at **Annexure-III Section A and Section B** to the Board's Report.

DECLARATION

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and Management Personnel have affirmed compliance with the Code of Conduct for the year ended 31st March, 2015.

For India Tourism Development Corporation Ltd.

sd/-

(Umang Narula)
Chairman & Managing Director

Annexure - II(i)

CEO/CFO Certification

It is certified that:

- (a) We have reviewed financial statements and the Cash Flow Statement for the year ended 31st March, 2015 and that to the best of our knowledge and belief:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or statements that might be misleading; and
 - (ii) These statements together present a true and fair view of the Corporation's affairs and are in compliance with existing accounting standards read along with explanation given relating to departures, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Corporation during the year which are fraudulent, illegal or violative of the Corporation's Code of Conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Corporation pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

(d) We have indicated to the auditors and the Audit Committee:

- (i) There have been no significant changes in internal control over financial reporting during the year;
- (ii) There have been no significant changes in accounting policies except the change in depreciation methodology to the extent provided in the new Companies Act, 2013 during the year and that the same have been disclosed in the notes to the financial statements; and
- (iii) Instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

For and on behalf of
India Tourism Development Corporation Ltd.

sd/-
(Trinath Behera)
Director (Finance)
& CFO

sd/-
(Umang Narula)
Chairman &
Managing Director

Place: New Delhi
Dated: 29.05.2015

Auditor's Certificate on Compliance with the Conditions of Corporate Governance under Clause 49 of the Listing Agreement

To

The Members of
India Tourism Development Corporation Limited
New Delhi

1. We have examined the compliance of Conditions of Corporate Governance by India Tourism Development Corporation Limited, for the year ended 31st March, 2015, as stipulated in Clause 49 of the Listing Agreement of the said Corporation with the Stock Exchange(s) in India (hereinafter referred to as 'the Agreement').
2. We have conducted our examination on the basis of the relevant records and documents maintained by the Corporation for the year ended 31st March, 2015 and furnished to us for the purpose of the review and the information and explanations given to us by the Corporation during the course of such review.
3. The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementations

thereof, adopted by the corporation 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 Corporation.

4. In our opinion and to the best of our information and according to the explanation given to us, we certify that the Corporation has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement, subject to the following :-

- (i) As required by Para IA of the Clause 49 of the Agreement, the Corporation does not fulfil the minimum requirement of Independent directors till the year ending 2014-15. At present, Corporation requires at least one more Independent Director to fulfil the requirements of the same.

We further state that such compliance is neither an assurance as to the future viability of the corporation nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For V.K. Verma & Co.
Chartered Accountants
(FRN 000386N)

sd/-
(Vivek Kumar)
Partner
M.No. 503826

Place : New Delhi
Dated : 27th July, 2015

Management's Replies to the Observations of Auditors on Corporate Governance for the Year 2014-15

Audit Observations	Management's Reply
As required by Para IA of the Clause 49 of the Agreement, the Corporation does not fulfil the minimum requirement of Independent Directors till the year ending, 2014-15. At present, Corporation requires at least one more Independent Director to fulfil the requirements of the same.	In the case of Central Public Sector Undertaking (CPSEs), the Directors are appointed by the Administrative Ministry through a procedure prescribed by the Department of Public Enterprises. The Administrative Ministry has appointed one Independent Director on 7th October, 2013 and another Independent Director on 10th December, 2013. The process of appointing more Independent Directors as required under the Listing Agreement is under consideration of the Administrative Ministry i.e. Ministry of Tourism.

The Network of ITDC Services (as on 31.03.2015)

A. ASHOK GROUP OF HOTELS			
1. Ashok Hotel, New Delhi	5. Visakhapatnam Seaport	1	
2. Hotel Janpath, New Delhi	6. Goa Seaport	1	
3. Hotel Samrat, New Delhi	7. New Mangalore Seaport	1	
4. Lalitha Mahal Palace Hotel, Mysore	8. Paradeep Seaport	1	
5. Hotel Jaipur Ashok, Jaipur	Total	8	
6. Hotel Jammu Ashok, Jammu	E. SOUND & LIGHT SHOWS		
7. Hotel Patliputra Ashok, Patna	1. Red Fort, Delhi		
8. Hotel Kalinga Ashok, Bhubaneswar	2. Purana Qila, Delhi		
B. RESTAURANT	F. JOINT VENTURE HOTELS		
1. Taj Restaurant, Agra	1. Hotel Brahmaputra Ashok, Guwahati		
C. TRAVEL/TRANSPORT UNITS	2. Hotel Ranchi Ashok, Ranchi		
1. Varanasi	3. Hotel Nilachal Ashok, Puri (Closed since March 2004)		
2. Bengaluru	4. Hotel Pondicherry Ashok, Puducherry		
3. Chennai	5. Hotel Lake View Ashok, Bhopal		
4. Aurangabad	6. Hotel Donyi Polo Ashok, Itanagar		
5. Patna	G. MANAGED UNITS		
6. Delhi	1. Hotel Bharatpur Ashok, Bharatpur		
7. Kolkata	2. Kosi Restaurant, Kosi		
8. Mumbai	H. CATERING ESTABLISHMENTS		
9. Hyderabad	1. State Guest House & Hospitality Centre Hyderabad House, New Delhi		
10. Guwahati	2. Western Court Catering Service New Delhi		
11. Ranchi	3. Ashok Mayur Restaurant Vigyan Bhawan, New Delhi		
D. DUTY FREE SHOPS			
1. Coimbatore Airport Arrival Lounge		1	
2. Chennai Seaport		1	
3. Kolkata Seaport		1	
4. Haldia Seaport		1	

Annual Report on CSR Activities

1. **A brief outline of the Company's CSR policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes:**

CSR & Sustainable Development Policy/ Programmes as approved by the Board in its meeting held on 12th December, 2014 is as under :

"During the financial year 2014-15, ITDC will take the following activities under CSR :

 - (i) Expenditure on a project in Backward area
 - (ii) Expenditure on CSR activities related to community based skill development programmes and sanitation and hygiene "Clean India" Project.

Under Sustainability projects, ITDC will take Solar Water Heating System at Samrat Hotel.

ITDC is committed to act in a socially, economically and sustainable manner at all times. It will continue to invest in the project which lead to environmental sustainability. ITDC will produce goods and services which are safe and healthy for the consumers and the environment."

Web-link to the CSR policy : <http://www.theashokgroup.com/Aboutus/Investorcorner>

ITDC Board in its meeting held on 20th October, 2014 approved the following

works under Backward Area Expenditure :

 - a) Construction of Boys & Girls toilet block including septic tank & soak pit in Jharkhand State with financial implication of ₹ 5 lakh.
 - b) Facility of Hand Pump, water tank with water purification system in schools of both the villages with financial implication of ₹ 5 lakh.
2. **The Composition of CSR Committee :** Composition of the Committee as re-constituted by the Board is as under :
 1. Shri Anugolu Venkata Ratnam, Independent Director
 2. Managing Director
 3. Director (Commercial & Marketing)
3. **Average net profit of the company for last three financial years :** ₹ 13.14 crore
4. **Prescribed CSR expenditure (two per cent of the amount as in item 3 above) :** ₹ 26.28 lakh
5. **Details of CSR spent during the financial year:**
 - (a) Total amount to be spent for the financial year : ₹ 26.28 lakh
 - (b) Amount unspent, if any : Out of total amount of ₹ 26.28 lakh, ₹ 14.08 lakh was spent on 'Clean India Campaign' at Qutub Minar as detailed in para (c) below. Further work was awarded for construction of three Girls Toilet

at a total cost of ₹ 15 lakh in Balika Vidyalaya situated in Jharkhand. The above work was in progress as on 31st March, 2015.

(c) Manner in which the amount spent during the financial year is detailed below:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. No.	CSR Project or Activity Identified	Sector in which the Project is covered	Project or programmes (1) Local area or other (2) Specify the State and district where projects or programmes were undertaken	Amount outlay (budget) project or programmes wise	Amount spent on the projects or programmes sub-heads: (1)Direct expenditure on projects or programmes (2)Over-heads	Cumulative expenditure up to the reporting period	Amount spent: Direct or through implementing agency
1	Clean India Project- Cleanliness and maintenance of Qutub Minar	Protection of national heritage, art and culture including restoration of buildings and sites of historical importance	Delhi	₹ 14.08 lakh	₹ 14.08 lakh	₹ 14.08 lakh	Direct
2	Construction of Boys & Girls toilet block including septic tank & soak pit. Facility of Hand Pump, water tank with water purification system	Sanitation and making available drinking water	1. Balika Vidyalaya, Sindori Village, Daltanganj, Jharkhand 2. Balika Vidyalaya, Pubiida Village, Jharkhand 3. Balika Vidyalaya, Kuchchu Village, Hundru, Angara Block, Jharkhand	Estimated cost: ₹ 5 lakh for each Toilet Total ₹ 15 lakh (Work was in progress as on 31.3.2015)	Estimated cost: ₹ 5 lakh for each Toilet Total ₹ 15 lakh (Work was in progress as on 31.3.2015)	Estimated cost: ₹ 5 lakh for each Toilet Total ₹ 15 lakh (Work was in progress as on 31.3.2015)	Direct
	Total						

6. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board's Report : N.A.

monitors the implementation of the CSR Projects and Programmes in compliance with CSR Policy.

sd/-

sd/-

7. We hereby affirm that the CSR Policy as approved by the Board, has been implemented and the CSR Committee

Umang Narula
(Chairman & Managing Director)

A. V. Ratnam
(Chairman of CSR Committee)

Annexure - III (Section B)

Report on Sustainable Development Activities

Sl. No.	Name of the Work	MoU Scheduled Target	Current Status	Actual Time required to Complete	Reason for delay
1.	Solar Water Heating System (Sustainability Project) Hotel Samrat	31.03.2015	Technical parity in progress	3 Months	Poor Response in tendering
2.	SITC of New CNG boiler at Janpath Hotel	31.03.2015	Completed	20.05.2015	
3.	Energy saving for air conditioning at Hotel Samrat & Janpath Hotel	31.03.2015	No response after tendering	03 Months	No response after 05 Extension of tendering

**Replies to the Comments contained in Statutory Auditors' Report
to the Members of India Tourism Development Corporation
Limited on the Accounts for the Year Ended 31st March, 2015**

Para on Basis for Qualified Opinion	Management Reply
4(a)	Refer Note No. 1 in Note Nos. 17 and 14A to Accounts. The investments in subsidiary companies are long term investments and as per Accounting policy of the Company, these investments are stated at cost in the accounts and provision for diminution in value of each investment, if any, is made to recognise the decline, other than of temporary nature. As the repayment of loans/interest due thereon and management fees is not commensurate with the amount charged to them every year, the Corporation has decided to postpone the accounting for such income from these companies (viz. management fees and interest on loan given) to actual realisation from 2008-09 onwards, which is in accordance with the provisions of Accounting Standard-9 on Revenue Recognition. However, in view of the future business plans and intrinsic value of properties/assets of these subsidiary companies, the amount of investments, amount recoverable from these companies has been considered as good for recovery. As regards two non-operational companies, the action for revival of the incomplete project at Anandpur Sahib through PPP mode/long term lease basis, as considered feasible, is in progress and in case of closed unit Hotel Nilachal Ashok, Puri, the Joint Venture Company would explore further business avenues upon final resolution of the subjudice matter.
4(b), (c) and (d)	As regards Statutory Auditors qualification of monthly accounting of Service Tax liability, utilisation of Cenvat credit in reverse charge, reconciliation of Service Tax and VAT Returns with books of accounts and reconciliation of credit balances under provision for expenses and debit balances under sundry contractors, the concerned unit has been advised to take necessary action.

**Replies to the Comments contained in Statutory Auditors Report
to the Members of India Tourism Development Corporation
Limited on the Consolidated Financial Statements for the
Year Ended 31st March, 2015**

Para on Basis for Qualified Opinion	Management Reply
4(a)	Refer Note No. 1 in Note Nos. 17 and 14A to Accounts. The investments in subsidiary companies are long term investments and as per Accounting policy of the Company, these investments are stated at cost in the accounts and provision for diminution in value of each investment, if any, is made to recognise the decline, other than of temporary nature. As the repayment of loans/interest due thereon and management fees is not commensurate with the amount charged to them every year, the Corporation has decided to postpone the accounting for such income from these companies (viz. management fees and interest on loan given) to actual realisation from 2008-09 onwards, which is in accordance with the provisions of Accounting Standard-9 on Revenue Recognition. However, in view of the future business plans and intrinsic value of properties/assets of these subsidiary companies, the amount of investments, amount recoverable from these companies has been considered as good for recovery. As regards two non-operational companies, the action for revival of the incomplete project at Anandpur Sahib through PPP mode/long term lease basis, as considered feasible, is in progress and in case of closed unit Hotel Nilachal Ashok, Puri, the Joint Venture Company would explore further business avenues upon final resolution of the subjudice matter.
4(b), (c) and (d)	As regards Statutory Auditors qualification of monthly accounting of Service Tax liability, utilisation of Cenvat credit in reverse charge, reconciliation of Service Tax and VAT Returns with books of accounts and reconciliation of credit balances under provision for expenses and debit balances under sundry contractors, the concerned unit has been advised to take necessary action.
4(e)	As regards considering the draft accounts of M/s ITDC Aldeasa India Private Limited, the JV partner has intimated the company about their willingness to wind up the Joint Venture Company.

**Replies to Observation of Statutory Auditors
contained in Annexure to the Report on the Accounts for
the Year Ended 31st March, 2015**

Para No.	Management Reply
1 (a) & (b)	Noted for compliance
2 (a), (b) & (c)	Noted for compliance
3	No comments
4	Noted for compliance
5	No comments
6	No comments
7(a)	Noted for compliance
7(b)	Since the matters of Sales Tax, Income Tax, Luxury Tax , Custom Duty etc. are under appeals with the appropriate authorities, therefore, pending decision, the same have been included in the Contingent Liabilities in the Notes to Accounts (Refer Note No. 31).
8 to 12	No comments

On the observations given above and noted for compliance, all the units will be advised to take appropriate corrective action to ensure that the same are not repeated in the coming year accounts.

**Replies to Observation of Statutory Auditors
contained in Annexure to the Report on the Consolidated
Financial Statements for the Year Ended 31st March, 2015**

Para No.	Management Reply
1 (a) & (b)	Noted for compliance
2 (a),(b) & (c)	Noted for compliance
3	No comments
4	Noted for compliance
5	No comments
6	No comments
7(a)	Noted for compliance
7(b)	Since the matters of Sales Tax, Income Tax, Luxury Tax , Custom Duty etc. are under appeals with the appropriate authorities, therefore, pending decision, the same have been included in the Contingent Liabilities in the Notes to Accounts (Refer Note No. 31).
8 to 12	No comments

On the observations given above and noted for compliance, all the units will be advised to take appropriate corrective action to ensure that the same are not repeated in the coming year accounts.

Management's Response to the Emphasis of matter contained in the Statutory Audit Report to the Shareholders for the Year Ended 31st March, 2015

Sl. No.	Management's Response
1	The Statutory Auditors have drawn the attention towards Note No. 32(3) of General Notes, the consumption of stocks and stores etc., the issue/accounting practice has adequately been explained in Note No. 32(3).
2	The Statutory Auditors have drawn attention towards the need of writing off old irrecoverable debtors. In this connection it is intimated that as per the practice followed by the Company the action for write off of debtors under litigation are taken up on finality of the subjudice matter. Other debtors are written off as per the Credit Policy of the Company.
3	As regards Statutory Auditors observation on short payment, if any, equal to proportionate Cenvat credit attributable to exempted output services, it is intimated that as per hotel industry norms, the exempted output services are insignificant as Service Tax is payable on all transactions.

Management's Response to the Emphasis of matter Contained in the Statutory Audit Report to the Shareholders on the Consolidated Financial Statements for the Year Ended 31st March, 2015

Sl. No.	Management's Response
6(a)	As regards Auditors observation on Note No. 31 regarding uncertainty related to outcome of lawful suits filed against the holding company, subsidiary company and joint venture, it is intimated that the claims against the company/group have not been acknowledged as debts and therefore, pending finality in the matters, the same have been considered as Contingent Liabilities and suitably disclosed in the Note No. 31.
6(b)	The Statutory Auditors have drawn the attention towards Note No. 32(3) of General Notes, the consumption of stocks and stores etc., the issue/accounting practice has adequately been explained in Note No. 32(3).
6(c)	The Statutory Auditors have drawn attention towards the need of writing off old irrecoverable debtors. In this connection it is intimated that as per the practice followed by the company the action for write off of debtors under litigation are taken up on finality of the subjudice matter. Other debtors are written off as per the Credit Policy of the Company.
6(d)	As regards Statutory Auditors observation on short payment, if any, equal to proportionate Cenvat credit attributable to exempted output services, it is intimated that as per hotel industry norms, the exempted output services are insignificant as Service Tax is payable on all transactions.

Annexure-VII

Secretarial Audit Report for the Financial Year Ended 31st March, 2015

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

To,
The Members,
India Tourism Development Corporation Limited
Scope Complex, Core 8
6th Floor, 7 Lodi Road
New Delhi-110003

I have conducted the Secretarial Audit of the compliances of applicable statutory provisions and the adherence to good corporate practices by M/s India Tourism Development Corporation Limited (CIN L74899DL1965GOI004363) (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, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2015 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance- mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute

books, forms and returns filed and other records maintained by M/s. India Tourism Development Corporation Limited for the financial year ended on 31st March, 2015 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;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment and Overseas Direct Investment.
- (v) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz. :-
 - 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, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - e. 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;

- (vi) Other laws which are specifically applicable to the Company namely:
 - 1) The Contract Labour (Regulation & Abolition) Act, 1970
 - 2) Food Safety and Standards Act, 2006
 - 3) Water (Prevention and Control of Pollution) Act, 1974
 - 4) Water (Prevention and Control of Pollution) Cess Act, 1977
 - 5) Air (Prevention and Control of Pollution) Act, 1981
 - 6) Environment (Protection) Act, 1986

I have also examined compliance with the applicable Clauses of the Listing Agreement entered into by the Company with Stock Exchange in India.

I further report that, there were no actions/events in pursuance of:-

- (i) The Securities and Exchange Board of India (Issue and Listing of Debt Securities);
- (ii) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- (iii) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998

requiring compliance thereof by the Company during the financial year and the Secretarial Standards issued by The Institute of Company Secretaries of India were not applicable during the year.

During the period under review the Company has complied with the provisions of the

Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:-

1. Company has not filed Form MR-1 for the appointment of Company Secretary as "Key Managerial Personnel" under Section 203 of the Companies Act, 2013 and Rules made thereunder.
2. As required under Clause 41 of the Listing Agreement with the Stock Exchange, the Company has not submitted its Audited results with the Stock Exchange for the financial year ended 31st March, 2014 within the prescribed time frame i.e. 60 days from the Closing of the financial year.
3. Annual return on Form No. XXV under The Contract Labour (Regulation & Abolition) Act, 1970 was not filed by Samrat Hotel, a unit of ITDC.
4. Half Yearly return on Form No. XXIV under The Contract Labour (Regulation & Abolition) Act, 1970 was not filed by the contractor of Samrat Hotel, a unit of ITDC.

I further report that:

The Compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in Audit since the same have been subject to review by Statutory Financial Audit and other designated professional.

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors except minimum requirement of Independent Directors i.e. 50% of the Board under Clause 49 of the Listing Agreement. Presently Company is

having only two independent directors on their Board. However, the Company has approached to the Ministry of Tourism, Govt. of India, being the administrative ministry to consider for appointment of independent director on the Board of the Company so as to make the Company compliant with legal requirement. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of

the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period no specific events/ actions were taken by the Company which have major bearing on the Company's affairs in pursuance of the act, rules, regulations, guidelines, standards etc. referred above.

For P C Jain & Co.
Company Secretaries

Date: 14.08.2015
Place: Faridabad

sd/-
(P C Jain)
Proprietor
CP No. 3349
M.No. FCS4103

Note: 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.

Annexure-A

To,
The Members,
India Tourism Development Corporation Limited
Scope Complex, Core 8
6th Floor, 7 Lodi Road
New Delhi-110003

Sir,

Our Secretarial Audit Report for the financial year 2014-15 of even date is to be read along with this letter.

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. I 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 test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed, provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records, labour laws records, personal records

of employee(s) and Books of Accounts of the Company as these do not fall under specific applicable laws.

4. Wherever required, I 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 specific applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy effectiveness with which the management has conducted the affairs of the Company.

For P C Jain & Co.
Company Secretaries

Date: 14.08.2015
Place: Faridabad

sd/-
(P C Jain)
Proprietor
CP No. 3349
M.No. FCS4103

Management's Explanation to the Observation and Remarks of the Secretarial Auditor in his Report under Section 204(1) of the Companies Act, 2013

Observation/Remarks	Explanation
Company has not filed Form MR-1 for the appointment of Company Secretary as "Key Managerial Personnel" under Section 203 of the Companies Act, 2013 and Rules made thereunder.	As per Section 2(51) of the Companies Act, 2013, Company Secretary is one of the Key Managerial Personnel. Requirement of Filing of MR-1 for the appointment of Company Secretary as Key Managerial Personnel has been specified under the Companies Act, 2013 which is applicable w.e.f. 1st April, 2014. Company Secretary in ITDC has been appointed on 15th December, 2008 under the old Companies Act, 1956 and as required under the erstwhile Companies Act, 1956, requisite Form 32 had been filed with the Registrar of Companies at that time. The Company Secretary so appointed is a Key Managerial Personnel by virtue of the definition as contained in Section 2(51) and no further act or appointment as KMP is required.
As required under Clause 41 of the Listing Agreement with the Stock Exchange, the Company has not submitted its Audited results with the Stock Exchange for the financial year ended 31st March, 2014 within the prescribed time frame i.e. 60 days from the Closing of the financial year.	ITDC published unaudited financial results for the last quarter ended 31st March, 2014 along with the Limited Review Report in accordance with Clause 41(l)(eaa) of the Listing Agreement. The Company received a email dated 9.7.2014 from the BSE informing that last quarter/yearly audited financial results are required to be submitted to the Exchange within 60 days of the close of the financial year instead of unaudited financial results for the last quarter of the financial year. We had requested the SEBI for extension of time and condonation of delay in submission and publishing of audited financial results for the year ended 31st March, 2014 which was not accepted. SEBI has asked to announce the reasons of delay. SEBI's directions were complied on 11th August, 2014. The Audited Financial Results were submitted to the Stock Exchange on 14th August, 2014.

Annual Return on Form No. XXV under The Contract Labour (Regulation & Abolition) Act, 1970 was not filed by Samrat Hotel, a unit of ITDC.	The said Return for the year ended 31st December, 2014 has been filed vide letter dated 8th July, 2015.
Half Yearly return on Form No. XXIV under The Contract Labour (Regulation & Abolition) Act, 1970 was not filed by the contractor of Samrat Hotel, a unit of ITDC.	The filing of the said Return is the obligation of the Contractor and not the Principal Employer. The Contractor has been advised for filing the said Return.
Company is having only two independent directors on their Board against the minimum requirement of 50% of total Board strength. However, the company has approached to the Ministry of Tourism , Govt. of India, being the administrative ministry to consider for appointment of Independent Director on the Board of the Company so as to make the Company compliant with legal requirement.	In the case of Central Public Sector Undertaking (CPSEs), the Directors are appointed by the Administrative Ministry through a procedure prescribed by the Department of Public Enterprises. The Administrative Ministry has appointed one Independent Director on 7th October, 2013 and another Independent Director on 10th December, 2013. The process of appointing more independent directors as required under the Listing Agreement is under consideration of the Administrative Ministry i.e. Ministry of Tourism.

Annexure-IX

Form No. MGT-9 (Extracts of Annual Return)

As on the financial year ended on 31st March, 2015

(Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014)

I. Registration and Other Details

- (i) CIN: L74899DL1965GOI004363
- (ii) Registration Date : 31st March, 1965
- (iii) Name of the Company : India Tourism Development Corporation Limited
- (iv) Category/Sub-Category of the Company : Company Limited by Shares/Union Government Company

(v) Address of the Registered office and contract details : Scope Complex, Core '8', 6th Floor, 7 Lodi Road, New Delhi - 110 003 Telefax : 011-24360249 E-mail: vkjain@theashokgroup.com Website: http://www.theashokgroup.com

(vi) Whether listed Company : Yes

II. Principal Business Activities of the Company

All the business activities contributing 10% or more of the total turnover of the Company are as under:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ Service	% to total turnover of the Company
1.	Hotels	99721223	56.31
2.	Tours & Travels	99679900	23.74

III. Particulars of Holding, Subsidiary and Associate Companies

Sl. No.	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
1	Ranchi Ashok Bihar Hotel Corporation Limited	U55100BR1983SGC001855	Subsidiary	51	2(87)(ii)
2	Madhya Pradesh Ashok Hotel Corporation Limited	U55101MP1985SGC002735	Subsidiary	51	-do
3	Assam Ashok Hotel Corporation Limited	U55101AS1985GOI002306	Subsidiary	51	-do
4	Donyi Polo Ashok Hotel Corporation Limited	U55101AR1987SGC002759	Subsidiary	51	-do

5	Pondicherry Ashok Hotel Corporation Limited	U17111PY1986SGC000417	Subsidiary	51	-do
6	Punjab Ashok Hotel Company Limited	U45202CH1998SGC021936	Subsidiary	51	-do
7	Utkal Ashok Hotel Corporation Limited	U55101OR1983GOI001276	Subsidiary	98	-do
8	ITDC Aldeasa India Pvt. Ltd.	U45400DL2007PTC168375	Associate	50	2(6)

IV. Shareholding Pattern (Equity Shares Capital Break-Up as percentage of Total Equity)

(i) Category-wise shareholding as on 31.03.2015

Category Code	Category of Shareholder	No. of Shares held at the beginning of the year 01/04/2014				No. of Shares held at the end of the year 31/03/2015				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of total Shares	
(I)	(II)	(III)	(IV)	(V)	(VI)	(VII)	(VIII)	(IX)	(X)	(XI)
(A)	PROMOTERS									
(1)	INDIAN									
(a)	Individual /HUF	0	0	0	0.00	0	0	0	0.00	0.00
(b)	Central Government/State Government(s)	74641681	0	74641681	87.03	74641681	0	74641681	87.03	0.00
(c)	Bodies Corporate	0	0	0	0.00	0	0	0	0.00	0.00
(d)	Financial Institutions / Banks	0	0	0	0.00	0	0	0	0.00	0.00
(e)	Others	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total A(1) :	74641681	0	74641681	87.03	74641681	0	74641681	87.03	0.00
(2)	FOREIGN									
(a)	Individuals (NRIs/Foreign Individuals)	0	0	0	0.00	0	0	0	0.00	0.00
(b)	Bodies Corporate	0	0	0	0.00	0	0	0	0.00	0.00
(c)	Institutions	0	0	0	0.00	0	0	0	0.00	0.00
(d)	Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
(e)	Others	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total A(2) :	0	0	0	0.00	0	0	0	0.00	0.00
	Total A=A(1)+A(2)	74641681	0	74641681	87.03	74641681	0	74641681	87.03	0.00
(B)	PUBLIC SHAREHOLDING									
(1)	INSTITUTIONS									
(a)	Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
(b)	Financial Institutions /Banks	3779400	0	3779400	4.41	3521111	0	3521111	4.11	-0.30
(c)	Central Government / State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
(d)	Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
(e)	Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
(f)	Foreign Institutional Investors	0	0	0	0.00	0	0	0	0.00	0.00
(g)	Foreign Venture Capital Investors	0	0	0	0.00	0	0	0	0.00	0.00
(h)	Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
(i)	Others	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total B(1) :	3779400	0	3779400	4.41	3521111	0	3521111	4.11	-0.30

Category Code	Category of Shareholder	No. of Shares Held at the beginning of the year 01/04/2014				No. of Shares Held at the end of the year 31/03/2015				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(I)	(II)	(III)	(IV)	(V)	(VI)	(VII)	(VIII)	(IX)	(X)	(XI)
(2)	NON-INSTITUTIONS									
(a)	Bodies Corporate (Indian/Overseas)	6904322	0	6904322	8.05	6873682	0	6873682	8.01	-0.04
(b)	Individuals									
	(i) Individuals holding nominal Share Capital up to ₹ 1 lakh	376825	8303	385128	0.45	619728	8011	627739	0.73	+0.28
	(ii) Individuals holding nominal Share Capital in excess of ₹ 1 lakh	42000	0	42000	0.05	97700	0	97700	0.11	+0.06
(c)	Others									
	(i) CLEARING MEMBERS	15621	0	15621	0.02	1611	0	1611	0.00	-0.02
	(ii) NON RESIDENT INDIANS	1248	0	1248	0.00	5876	0	5876	0.01	+0.01
(d)	Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total B(2) :	7340016	8303	7348319	8.57	7598597	8011	7606608	8.87	+0.30
	Total B=B(1)+B(2) :	11119416	8303	11127719	12.97	11119708	8011	11127719	12.97	0.00
	Total (A+B) :	85761097	8303	85769400	100.00	85761389	8011	85769400	100.00	0.00
	Shares held by custodians against which Depository Receipts have been issued									
	(i) Promoter and Promoter Group	0	0	0	0.00	0	0	0	0	0.00
	(i) Public	0	0	0	0.00	0	0	0	0.00	0.00
	GRAND TOTAL (A+B+C) :	85761097	8303	85769400	100.00	85761389	8011	85769400	100.00	0.00

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% Change in Share Holding during the year
		No. of Shares	% of Total Shares of the Company	% of Shares pledged/encumbered to Total Shares	No. of Shares	% of Total Shares of the Company	% of Shares pledged/encumbered to Total Shares	
1	The President of India	7,46,41,681	87.03	Nil	7,46,41,681	87.03	Nil	Nil
	Total	7,46,41,681	87.03	Nil	7,46,41,681	87.03	Nil	Nil

(iii) Change in Promoters' Shareholding

There was no change in the Shareholding of Promoters during the financial year 2014-15.

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

Sl. No.	Name of the Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of Total Shares of the Company	No. of Shares	% of Total Shares of the Company
1	The Indian Hotels Company Limited (No change during the year)	6750275	7.87	6750275	7.87
2	Life Insurance Corporation of India (No change during the year)	3016729	3.52	3016729	3.52
3	Dena Bank -Investment Date wise increase/decrease in Shareholding during the year	652971	0.76		
	25/04/2014			642971	0.75
	16/05/2014			632971	0.74
	23/05/2014			574371	0.76
	30/05/2014			571740	0.67
	06/06/2014			532665	0.62
	13/06/2014			524544	0.61
	11/07/2014			509544	0.59
	18/07/2014			502678	0.59
	25/07/2014			496988	0.58
	08/08/2014			494984	0.58
	29/08/2014			489984	0.57
	05/09/2014			484242	0.56
	12/09/2014			465471	0.54
	19/09/2014			464829	0.54
	30/09/2014			449323	0.52
	31/10/2014			449046	0.52

	07/11/2014	Sale of Shares - 29046		420000	0.49	
	14/11/2014	Sale of Shares - 4872		415128	0.48	
	30/01/2015	Sale of Shares 11500		403628	0.47	
	06/03/2015	Sale of Shares -8946		394682	0.46	
4	The New India Assurance Company Limited (No change during the year)		109700	0.13	109700	0.13
5	Pramod Premchand Shah 25/04/2014 Sale of Shares - 7000		21000	0.02	14000	0.01
6	Vikash Agarwal (No change during the year)		21000	0.02	21000	0.02
7	SMC Global Securities Limited Date wise increase/decrease in Shareholding during the year		19140	0.02		
	04/04/2014	Sale of Shares - 900		18240	0.02	
	11/04/2014	Sale of Shares - 2200		16040	0.02	
	18/04/2014	Sale of Shares - 400		15640	0.02	
	25/04/2014	Sale of Shares - 1635		14005	0.02	
	02/05/2014	Purchase of Shares - 274		14279	0.02	
	09/05/2014	Sale of Shares - 12704		1575	0.00	
	16/05/2014	Sale of Shares - 770		805	0.00	
	23/05/2014	Purchase of Shares - 50		855	0.00	
	30/05/2014	Purchase of Shares - 1870		2725	0.00	
	06/06/2014	Sale of Shares - 1445		1280	0.00	
	13/06/2014	Purchase of Shares - 300		1580	0.00	
	20/06/2014	Sale of Shares - 135		1445	0.00	
	30/06/2014	Sale of Shares - 700		745	0.00	
	11/07/2014	Purchase of Shares - 250		995	0.00	
	18/07/2014	Purchase of Shares - 17		1012	0.00	
	25/07/2014	Purchase of Shares - 13		1025	0.00	
	01/08/2014	Purchase of Shares - 250		1275	0.00	
	08/08/2014	Purchase of Shares - 100		1375	0.00	
	15/08/2014	Sale of Shares - 10		1365	0.00	
	22/08/2014	Purchase of Shares - 150		1515	0.00	
	29/08/2014	Sale of Shares - 600		915	0.00	
	05/09/2014	Purchase of Shares - 45		960	0.00	
	12/09/2014	Purchase of Shares - 150		1110	0.00	
	19/09/2014	Sale of Shares - 115		995	0.00	
	30/09/2014	Purchase of Shares - 347		1342	0.00	
	24/10/2014	Purchase of Shares - 200		1542	0.00	
	31/10/2014	Sale of Shares - 545		997	0.00	
	07/11/2014	Purchase of Shares - 100		1097	0.00	
	14/11/2014	Purchase of Shares - 970		2067	0.00	
	21/11/2014	Purchase of Shares - 50		2117	0.00	

	28/11/2014	Purchase of Shares - 200			2317	0.00
	05/12/2014	Sale of Shares - 827			1490	0.00
	12/12/2014	Purchase of Shares - 200			1690	0.00
	19/12/2014	Purchase of Shares - 50			1740	0.00
	31/12/2014	Purchase of Shares - 240			1980	0.00
	09/01/2015	Sale of Shares - 50			1930	0.00
	16/01/2015	Sale of Shares - 80			1850	0.00
	23/01/2015	Sale of Shares - 95			1755	0.00
	30/01/2015	Purchase of Shares - 200			1955	0.00
	06/02/2015	Sale of Shares - 50			1905	0.00
	27/02/2015	Purchase of Shares - 210			2115	0.00
	06/03/2015	Sale of Shares - 375			1740	0.00
	13/03/2015	Purchase of Shares - 50			1790	0.00
	20/03/2015	Purchase of Shares - 10			1800	0.00
	27/03/2015	Sale of Shares - 185			1615	0.00
	31/03/2015	Sale of Shares - 350			1265	0.00
8	Jainam Share Consultants Pvt. Ltd. Date wise increase/decrease in Shareholding during the year		15681	0.02		
	04/04/2014	Sale of Shares - 100			15581	0.02
	11/04/2014	Purchase of Shares - 434			16015	0.02
	25/04/2014	Sale of Shares - 90			15925	0.02
	02/05/2014	Sale of Shares - 500			15425	0.02
	16/05/2014	Sale of Shares - 135			15290	0.02
	23/05/2014	Sale of Shares - 290			15000	0.02
	30/05/2014	Sale of Shares - 1066			13934	0.02
	13/06/2014	Purchase of Shares - 130			14064	0.02
	11/07/2014	Sale of Shares - 185			13879	0.02
	08/08/2014	Sale of Shares - 100			13779	0.02
	29/08/2014	Sale of Shares - 30			13749	0.02
	12/09/2014	Purchase of Shares - 25			13774	0.02
	19/09/2014	Purchase of Shares - 100			13874	0.02
	30/09/2014	Sale of Shares - 1025			12849	0.01
	07/11/2014	Sale of Shares - 150			12699	0.01
	05/12/2014	Sale of Shares - 860			11839	0.01
	23/01/2015	Sale of Shares - 95			11744	0.01
	06/02/2015	Purchase of Shares - 5			11749	0.01
	27/02/2015	Sale of Shares - 20			11729	0.01
	06/03/2015	Purchase of Shares - 1			11730	0.01
	13/03/2015	Purchase of Shares - 3			11733	0.01
	27/03/2015	Purchase of Shares - 11			11744	0.01
	31/03/2015	Purchase of Shares - 50			11794	0.01

9	Mangal Keshav Sec. Ltd. Date wise increase/decrease in Shareholding during the year		14000	0.01		
	04/04/2014	Purchase of Shares - 100			14100	0.02
	11/04/2014	Sale of Shares - 8000			6100	0.01
	02/05/2014	Sale of Shares - 2200			3900	0.00
	09/05/2014	Sale of Shares - 1000			2900	0.00
	16/05/2014	Purchase of Shares - 2310			5210	0.01
	23/05/2014	Purchase of Shares - 4100			9310	0.01
	13/06/2014	Sale of Shares - 892			8418	0.01
	20/06/2014	Sale of Shares - 400			8018	0.01
	30/06/2014	Sale of Shares - 500			7518	0.01
	18/07/2014	Purchase of Shares - 25			7543	0.01
	25/07/2014	Sale of Shares - 1518			6025	0.01
	01/08/2014	Sale of Shares - 230			5795	0.01
	08/08/2014	Sale of Shares - 5795			0	0.00
	17/10/2014	Purchase of Shares - 75			75	0.00
	31/10/2014	Purchase of Shares - 3730			3805	0.00
	07/11/2014	Sale of Shares - 1923			1882	0.00
	12/12/2014	Sale of Shares - 1682			200	0.00
	23/01/2015	Sale of Shares - 200			0	0.00
10	Religare Securities Ltd. Date wise increase/decrease in Shareholding during the year		10652	0.01		
	04/04/2014	Purchase of Shares - 33			10685	0.01
	11/04/2014	Sale of Shares - 1139			9546	0.01
	18/04/2014	Sale of Shares - 86			9460	0.01
	25/04/2014	Sale of Shares - 481			8979	0.01
	02/05/2014	Sale of Shares - 1744			7235	0.01
	09/05/2014	Purchase of Shares - 944			8179	0.01
	16/05/2014	Sale of Shares - 106			8073	0.01
	23/05/2014	Sale of Shares - 1458			6615	0.01
	30/05/2014	Purchase of Shares - 197			6812	0.01
	06/06/2014	Sale of Shares - 2662			4150	0.00
	13/06/2014	Sale of Shares - 1635			2515	0.00
	20/06/2014	Purchase of Shares - 137			2652	0.00
	30/06/2014	Sale of Shares - 361			2291	0.00
	04/07/2014	Sale of Shares - 203			2088	0.00
	11/07/2014	Purchase of Shares - 150			2238	0.00
	18/07/2014	Sale of Shares - 68			2170	0.00
	25/07/2014	Purchase of Shares - 53			2223	0.00
	01/08/2014	Purchase of Shares - 625			2848	0.00
	08/08/2014	Sale of Shares - 74			2774	0.00

15/08/2014	Purchase of Shares - 266			3040	0.00
22/08/2014	Purchase of Shares - 300			3340	0.00
29/08/2014	Sale of Shares - 460			2880	0.00
05/09/2014	Sale of Shares - 143			2737	0.00
12/09/2014	Purchase of Shares - 39			2776	0.00
19/09/2014	Sale of Shares - 190			2586	0.00
30/09/2014	Purchase of Shares - 422			3008	0.00
03/10/2014	Sale of Shares - 93			2915	0.00
10/10/2014	Sale of Shares - 620			2295	0.00
17/10/2014	Sale of Shares - 500			1795	0.00
24/10/2014	Purchase of Shares - 58			1853	0.00
31/10/2014	Purchase of Shares - 220			2073	0.00
07/11/2014	Sale of Shares - 278			1795	0.00
14/11/2014	Purchase of Shares - 133			1928	0.00
21/11/2014	Purchase of Shares - 208			2136	0.00
28/11/2014	Sale of Shares - 322			1814	0.00
05/12/2014	Sale of Shares - 241			1573	0.00
12/12/2014	Sale of Shares - 65			1508	0.00
19/12/2014	Sale of Shares - 61			1447	0.00
31/12/2014	Purchase of Shares - 113			1560	0.00
09/01/2015	Sale of Shares - 43			1517	0.00
16/01/2015	Sale of Shares - 24			1493	0.00
23/01/2015	Sale of Shares - 75			1418	0.00
06/02/2015	Purchase of Shares - 229			1647	0.00
13/02/2015	Sale of Shares - 12			1635	0.00
20/02/2015	Sale of Shares - 24			1611	0.00
27/02/2015	Sale of Shares - 524			1087	0.00
06/03/2015	Sale of Shares - 119			968	0.00
13/03/2015	Purchase of Shares - 70			1038	0.00
20/03/2015	Purchase of Shares - 1003			2041	0.00
27/03/2015	Sale of Shares - 1010			1031	0.00
31/03/2015	Sale of Shares - 25			1006	0.00
Total		10631148	12.40	10320451	12.03

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Name of the Directors and KMP	Shareholding at the beginning of the year 01.04.2015		Increase/Decrease during the year		Cumulative Shareholding during the year	
		No. of Shares	% of Total Shares of the Company	No. of Shares	% of Total Shares of the Company	No. of Shares	% of Total Shares of the Company
1	Shri Umang Narula	Nil	Nil	Nil	Nil	Nil	Nil
2	Shri Trinath Behera	Nil	Nil	Nil	Nil	Nil	Nil
3	Cmde (Retd.) R. K. Okhandiar	Nil	Nil	Nil	Nil	Nil	Nil
4	Shri Girish Shankar	Nil	Nil	Nil	Nil	Nil	Nil
5	Dr. (Ms.) T. Kumar	Nil	Nil	Nil	Nil	Nil	Nil
6	Shri A.V. Ratnam	Nil	Nil	Nil	Nil	Nil	Nil
7	Dr. Usha Kiran Rai	Nil	Nil	Nil	Nil	Nil	Nil
8	Shri V. K. Jain	Nil	Nil	Nil	Nil	Nil	Nil

V. Indebtedness

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
(i) Principal Amount	Nil	Nil	Nil	Nil
(ii) Interest due but not paid	Nil	Nil	Nil	Nil
(iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)				
Change in Indebtedness during the financial year				
*Addition	Nil	Nil	Nil	Nil
*Reduction	Nil	Nil	Nil	Nil
Net Change	Nil	Nil	Nil	Nil
Indebtedness at the end of the Financial year				
(i) Principal Amount	Nil	Nil	Nil	Nil
(ii) Interest due but not paid	Nil	Nil	Nil	Nil
(iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Nil	Nil	Nil	Nil

VI. Remuneration of Directors and Key Management Personnel

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

(Amount in ₹)

Sl. No.	Particulars of Remuneration	Dr. Sameer Sharma Managing Director	Shri R. K. Okhandiar Director (C&M)	Shri Trinath Behera Director (F)	Total
1.	Gross salary				
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	11,13,241	28,11,780	21,67,643	60,92,664
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	64,984	3,93,927	4,08,519	8,67,430
	(c) Profits in lieu of Salary under Section 17(3) of the Income Tax Act, 1961	Nil	Nil	Nil	Nil
2.	Stock Option	Nil	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil	Nil
4.	Commission	Nil	Nil	Nil	Nil
	- As % of profit				
	- Others, specify-----				
5.	Others, please specify	Nil	Nil	Nil	Nil
	Total (A)	11,78,225	32,05,707	25,76,162	69,60,094
	Ceiling as per the Act				3.895 crore

B. Remuneration to other Director:

(Amount in ₹)

Sl. No.	Particulars of Remuneration	Shri A.V. Ratnam	Dr. Usha Kiran Rai	Total
1.	Independent Directors			
	• Fee for attending Board/Committee Meeting	77,540	62,056	1,39,596
	• Commission	Nil	Nil	Nil
	• Other, please specify	Nil	Nil	Nil
	Total (1)	77,540	62,056	1,39,596
2.	Other Non-Executive Directors			
	• Fee for attending Board/Committee Meeting	Nil	Nil	Nil
	• Commission	Nil	Nil	Nil
	• Other, please specify	Nil	Nil	Nil
	Total (2)	Nil	Nil	Nil
	Total (B)=(1+2)	77,540	62,056	1,39,596
	Total Managerial Remuneration	77,540	62,056	1,39,596
	Overall Ceiling as per the Act			0.3895 crore

C. Remuneration to Directors and Key Management Personnel (other than Managing Director, Manager and whole-time Director)

(Amount in ₹)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961		11,41,581		11,41,581
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961		11,697		11,697
	(c) Profits in lieu of Salary Under Section 17(3) of the Income Tax Act, 1961		Nil		Nil
2.	Stock Option		Nil		Nil
3.	Sweat Equity		Nil		Nil
4.	Commission				
	- As % of profit				
	- Others, specify.....		Nil		Nil
5.	Others, please specify		Nil		Nil
	Total		11,53,278		11,53,278

VIII. Penalties/Punishment/Compounding of Offences:

Type	Section of the Companies Act	Brief Description	Details of Penalty/punishment/compounding Fees imposed	Authority (RD/NCLT/Court)	Appeal Made, If any (give details)
A. COMPANY					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				
B. DIRECTORS					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				
C. OTHER OFFICERS IN DEFAULT : Nil					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				

Independent Auditors' Report to the Members of India Tourism Development Corporation Limited

1. Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of INDIA TOURISM DEVELOPMENT CORPORATION LIMITED which comprises the Balance Sheet as at 31st March, 2015, the Statement of Profit & Loss, the Cash Flow Statement, and a summary of the Significant Accounting Policies and other explanatory information for the year then ended, [in which are incorporated the Returns for the year ended on that date audited by the branch auditors of the Company's branches at location of the branches].

2. Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and

design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditors' Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate

internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

4. Basis for Qualified Opinion

- (a) The Corporation is due ₹ 1,332.57 lakh as at 31.03.2015 (₹ 1,315.92 lakh up to 31.03.2014) from certain subsidiary Companies (which have significant accumulated losses) on account of services rendered and funds advanced to them (including interest thereon). Besides the Corporation holds investments in the said subsidiaries having a book value as at 31.03.2015 of ₹ 1,060.58 lakh (Previous Year ₹ 1,060.58 lakh). The management has represented to us that these investments are of long term nature and the shortfall/diminution in their value is not permanent and that the intrinsic value of assets owned by these companies is considerable to recover the dues and cost of investments, though two of the companies are non-operational and the present net worth of most of these companies is in the negative (Refer Note Nos. 17(1) & 14A(1)).
- (b) Ashok Hotel, the unit of ITDC has not accounted the Service Tax liability on monthly basis and Interest

arising as a consequence thereof as per provisions of availment and utilization of CENVAT credit in respect of Reverse Charge and delay in raising of Invoices. In the absence of any working, the impact thereof on the financial statements cannot be ascertained and quantified.

- (c) As per Section 143(3)(d) of the Companies Act, 2013, we are reporting that Service Tax Returns and VAT Returns filled for the relevant financial year do not matches with the Books of Accounts respectively are under reconciliation.
- (d) Ashok Hotel, the unit of ITDC has certain credit balances shown as "Provision for Expenses" amounting to ₹ 674.94 lakh and debit balances in "Sundry Contractors" amounting to ₹ 239.63 lakh, both are subject to reconciliation/matching and confirmation. In view of the pending reconciliation/matching and confirmation, we are not in a position to ascertain and comment on the correctness of the outstanding balances.

5. Qualified Opinion

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

6. Emphasis of Matter

1. *As per Note No. 32(3) of General Notes, the units of ITDC has calculated consumption of stock and stores, crockery, cutlery, glassware and linen by taking opening balances, purchases and closing balances. The value of losses/shortages/wastages has not been accounted separately. Our opinion is not qualified in respect of this matter.*
2. *Ashok Hotel, the unit of ITDC has recognized a "Provision for Doubtful Debts" amounting to ₹ 1,570.22 lakh as on March 31, 2015. The unit has not written off bad debts which are pending since years, which has resulted in inflated balance of 'Trade Receivables' & 'Provision for Doubtful Debtors' correspondingly in the Balance Sheet as at March 31, 2015. Our opinion is not qualified in respect of this matter.*
3. *As per the Rule 6(3A) of CENVAT Credit Rules, 2004 the Ashok Hotel, the unit of ITDC was required to make short payment of amount if any, equal to the proportionate CENVAT credit attributable to the exempted output services provided to the units during the financial year. The unit has not yet made the final assessment of the amount payable till date since inception of this rule, as a consequence of which the unit might be liable to pay interest @ 24% p.a. up to the date of actual payment. In the absence of any working, the impact thereof on the financial statements cannot be ascertained and quantified.*

7. Other Matter

We did not audit the financial statements/information of 34 branches included in the standalone financial statements of the Company whose financial statements/financial information reflect total assets of ₹ 21,16,86,479.77 as at 31st March, 2015 and total revenues of ₹ 3,18,37,14,847.78 for the year ended on that date, as considered in the standalone financial statements. The financial statements/information of these branches have been audited by the branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.

Our opinion is not qualified in respect of this matter.

8. Report on Other Legal and Regulatory Requirements

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.

Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, 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.

- (b) The reports on the accounts of the branch offices of the Company

audited under Section 143 (8) of the Act by branch auditors have been sent to us and have been properly dealt with by us in preparing this report.

- (c) The Balance Sheet, the Statement of Profit & Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account *and with the returns received from the branches not visited by us.*
- (d) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
- (f) Being a Government company, pursuant to notification no GSR 29(E) dated 21/10/2003 issued by Government of India, Provision of Sub-section (2) of Section 164 of the Companies Act, 2013, are not applicable to the Corporation.
- (g) The qualification relating to the maintenance of accounts and other

matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above.

- (h) With respect to the other matters to be included in the Auditors' 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 of pending litigations on its financial position in its financial statements – Refer Note 31 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. No amount is required to be transferred, to the Investor Education and Protection Fund by the Company.

For V.K. Verma & Co.
Chartered Accountants
(FRN.000386N)

Vivek Kumar
(Partner)
Membership No. 503826

Place: New Delhi
Date: 29.05.2015

Annexure Referred to in our Report of even date on the Accounts of India Tourism Development Corporation Limited for the Year ended 31st March, 2015

1. Fixed Assets

- (a) The Corporation has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets *except at few branches/ units where records were incomplete in respect of quantitative details and situation etc.*
- (b) The fixed assets are reported to have been physically verified by the management generally at the year end / reasonable intervals. *In most of the branches / units and the head office, the book balance and physical balances have not been reconciled and hence, the discrepancies, if any, have not been ascertained for necessary adjustments in the books of account.*

2. Inventories

- (a) The inventory has been physically verified by the management generally once in a year except at few branches / units where

verification has been conducted at the end of every half year. *Some of the branch auditors have reported that though the inventory has been physically verified the frequency of verification is inadequate/ not reasonable and needs to be increased in view of the size and nature of the inventory.*

- (b) The procedures of physical verification of inventories followed by the management are generally reasonable and adequate in relation to the size of the Corporation and the nature of its business.
- (c) The Corporation is generally maintaining proper records of inventory *except at few units wherein the branch auditors have reported that proper records of inventory were not maintained.* The discrepancies noticed on physical verification between the physical stocks and the book records were not material.

3. Loans Taken

- (a) The Corporation has neither taken nor granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.

4. Internal Control

In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Corporation and the nature of its business with regard to the purchase of inventory, fixed assets and with regard to the sale of goods and rendering of services *except at some branches wherein the branch auditors have reported, that the evaluation of the prevailing internal control structure and its operation disclosed weak internal control systems and which is not adequate and commensurate with the size of the branch and the nature of its business, with regard to purchase of inventory and recording, purchase of fixed assets, sale of goods and services, purchase and consumption of raw materials, cost of services rendered, stores, stocks, issuance of material and which need to be improved / strengthened.*

5. PUBLIC DEPOSITS

The Corporation has not accepted any deposit from public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules made thereunder.

6. COST RECORDS

As informed to us maintenance of cost Records has not been prescribed by the

Central Government under Sub-section (1) of Section 148 of the Companies Act, 2013.

7. STATUTORY DUES

- (a) In our opinion the Corporation is generally regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, duty of customs, duty of excise, value added tax, Cess and other statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they become payable, are given below:

Name of the Statute/Unit	Nature of Dues	Amount (₹ in lakh)	Period to which the Amount Relates
ESI, Vigyan Bhawan	ESI	4.79	More than six months
ESI, Hyderabad House	ESI	1.72	More than six months
ESI, Ashok Hotel New Delhi	ESI	0.445	More than six months
EPF, Ashok Hotel New Delhi	EPF	1.87	More than six months

- (b) Cases, dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess have not been deposited on account of any dispute:

Name of the Statute/Unit	Nature of Dues	Amount (₹ in lakh)	Period to which the Amount Relates	Forum where Dispute is Pending
ESI, Hotel Patliputra Ashok, Patna	ESI	0.670	Earlier Years	Labour Court
Service Tax, Ashok Hotel, New Delhi	Service Tax	330.91	Earlier Years	CESTAT, Delhi
ESI, Ashok Hotel, New Delhi	ESI	641.90	Earlier Years	High Court of Delhi
The Delhi Sales Tax Act, 1975	Local Sales Tax	150.25	1990 to 2007	Various Authorities
The Central Sales Tax Act, 1956	Central Sales Tax	3.02	1987 to 2002	Various Authorities
Andhra Pradesh VAT Act, 2005	Local Sales Tax	327.15	2005 to 2007	Hyderabad High Court
The Delhi Tax on Luxuries Act, 1996	Luxury Tax	42.58	2001-02 & 2002-03	Assistant Commissioner of Luxury Tax
The Income Tax Act, 1961	Income Tax	337.49	1992-93	Income Tax Appellate Tribunal
		17.59	1995-96	Delhi High Court
		386.91	2006-07	ITAT
		458.25	2007-08	CIT (A)
		49.93	2009-10	CIT (A)
Finance Act, 2014 Ashok Event	Service Tax	39.65	2006 to 2009	Additional Commissioner of Service Tax
Excise Duty, Kalinga	Excise Duty	8.58	2002-03	High Court, Odisha
ESI, Kalinga	ESI	1.45	Earlier Years	Distt. Court, Khurda
Service Tax, Kalinga	Service Tax	52.91	Earlier Years	Addl. Director General, DGCEI, Kolkata

ESI, Hotel Samrat	ESI	71.68	01.10.1997 to 31.03.2000	High Court of Delhi
EPF, Hotel Samrat	EPF	17.92	1982 to 1985	Supreme Court of India
ESI, Hotel Janpath	ESI	60.08	1998-2003	High Court of Delhi
Custom Act, 1962	Custom Duty	18,478.67	2004-05	CESTAT
Custom Act, 1962	Custom Duty	42.17	2003	Committee of Disputes
Maharashtra Sales Tax Act	Sales Tax / VAT	2,465.62	1995-2008	Commissioner Appeals

- (c) No amount is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act and Rules made there under.
8. Even after considering the effects of quantified qualifications, in our opinion, the Corporation does not have accumulated losses. The Corporation has not incurred cash loss during the financial year covered by our audit and has incurred cash loss in the immediately preceding financial year. *However, the effect of resolution and quantification of matters reported / of un-quantified qualifications and others reported in the main Audit Report, which may in some cases be significant, have not been taken into consideration, as the amounts are not ascertainable.*
9. According to the information and explanations given to us and based on the documents and records produced to us, the Corporation has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
10. According to the information and explanations given to us, the Corporation has given guarantee for loans taken by a subsidiary Hotel Brahmputra Ashok, from banks or financial institutions, the terms and conditions whereof may be prejudicial to the terms of the Company.
11. According to information and explanation given to us, the Corporation has not obtained any term loan.
12. During the course of our examination of the books and records of the Corporation, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have

neither come across any instance of fraud on or by the Corporation, noticed or reported during the year, nor have we been informed of such case by the management.

Place: New Delhi
Date: 29.05.2015

For V.K. Verma & Co.
Chartered Accountants
(FRN.000386N)

CA Vivek Kumar
(Partner)
Membership No. 503826

Accounts (Standalone) for the Year 2014-15

Balance Sheet as at 31st March, 2015

Particulars	Note	(₹ in lakh)	
		As at 31.3.2015	As at 31.3.2014
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
Share Capital	2	8,576.94	8,576.94
Reserves and Surplus	3	23,928.49	23,039.61
Money Received against Share Warrants		-	-
Deferred Government Grants		4.38	4.73
(2) Non-Current Liabilities			
Long-Term Borrowings	4	-	-
Other Long-Term Liabilities	6	763.41	584.28
Long-Term Provisions	7	4,050.72	4,277.41
(3) Current Liabilities			
Short-Term Borrowings	8	-	-
Trade Payables	9	5,434.59	4,580.37
Other Current Liabilities	10	14,525.53	16,031.64
Short-Term Provisions	7	3,716.57	1,444.85
		23,676.69	
TOTAL		61,000.63	58,539.83
II. ASSETS			
(1) Non-Current Assets			
Fixed Assets			
Tangible Assets in Active Use	11	4,251.28	5,183.36
Tangible Assets Not in Active Use	11A	11.25	11.88
Intangible Assets	12	8.00	26.36
Capital Work-in-Progress	12A	368.27	276.00
Non-Current Investments	13	1,111.48	1,111.48
Deferred Tax Assets (Net)	5	3,052.98	2,611.02
Long-Term Loans and Advances	14	365.37	358.40
Other Non-Current Assets	15	69.18	95.82
		9,237.81	
(2) Current Assets			
Inventories	16	1,226.75	1,301.51
Trade Receivables	17	11,997.00	8,179.05
Cash and Cash Equivalents	18	26,947.33	29,180.38
Short-Term Loans and Advances	14A	9,859.07	8,831.72
Other Current Assets	19	1,732.67	1,372.85
		51,762.82	
TOTAL		61,000.63	58,539.83

Notes to Accounts and Significant Accounting Policies

Note Nos. 1 to 32 form an Integral Part of these Financial Statements

(V.K. Jain) (P.K. Aggrawal) (Trinath Behera) (Umang Narula)
Company Secretary Vice President (F&A) Director (Finance) Chairman & Managing Director

As per our Report of even date
For V. K. Verma & Co.
Chartered Accountants (FRN 000386N)

Date : 29th May, 2015
Place : New Delhi

(Vivek Kumar)
Partner
(M.No. 503826)

Statement of Profit & Loss for the Year Ended 31st March, 2015

Particulars	Note	(₹ in lakh)	
		Year Ended 31.3.2015	Year Ended 31.3.2014
REVENUE			
I. Revenue from Operations			
Sales of Products	20	10,558.47	10,094.38
Sales of Services		36,522.46	33,612.26
Other Operating Revenues		146.87	119.76
II. Other Income			
	21	3,191.18	3,131.91
III. Total Revenue (I+II)			
		50,418.98	46,958.31
EXPENSES			
IV. Total Expenses			
Cost of Materials Consumed & Services Rendered	22	6,135.45	4,582.14
Purchase of Stock-in-Trade	23	1,680.88	1,853.73
Changes in inventories of Finished Goods and Stock-in-Trade	24	27.44	(118.69)
Employees' Remuneration & Benefits	25	13,908.05	14,185.48
Finance Costs	26	20.21	-
Depreciation and Amortization Expense	11&12	1,026.62	595.77
Less: Attributed to the Projects		(0.19)	(0.19)
Operating Expenses & Other Expenses	27	23,906.66	24,593.47
V. Profit/(Loss) Before Exceptional, Extraordinary Items and Prior Period Adjustments (III-IV)			
		3,713.86	1,266.60
VI. Exceptional Items			
	28	407.84	313.85
VII. Profit/(Loss) Before Extraordinary Items and Prior Period Adjustments (V-VI)			
Prior Period Adjustments	29	(11.27)	(63.54)
Prior Period Income		215.43	323.79
Prior Period Expenses/Adjustments		(226.70)	(63.54)
VIII. Profit/(Loss) Before Extraordinary Items			
		3,895.00	1,193.12
IX. Extraordinary Items			
		-	-
X. Profit/(Loss) Before Tax(PBT) (VIII-IX)			
		3,895.00	1,193.12
XI. Tax Expense of Continuing Operations			
Current Tax (Income Tax)		(950.00)	(350.00)
Tax Written Back (Previous Year)		50.71	-
Current Tax (Wealth Tax)		(0.79)	(0.68)
MAT Credit Entitlement		-	-
Deferred Tax	5	441.96	99.77
XII. Profit/(Loss) for the period from continuing operations (X-XI)			
		3,436.88	942.21
XIII. Profit/(Loss) from discontinuing operations			
		-	-
XIV. Tax expense of discontinuing operations			
		-	-
XV. Profit/(Loss) from discontinuing operations (after Tax) (XIII-XIV)			
		-	-
XVI. Profit/(Loss) for the period [Profit After Tax (PAT)] (XII+XV)			
		3,436.88	942.21
XVII. Earnings per equity share (in ₹)			
(1) Basic &	30	4.01	1.10
(2) Diluted			

(V.K. Jain) (P.K. Aggrawal) (Trinath Behera) (Umang Narula)
Company Secretary Vice President (F&A) Director (Finance) Chairman & Managing Director

As per our Report of even date
For V. K. Verma & Co.
Chartered Accountants (FRN 000386N)

Date : 29th May, 2015
Place : New Delhi

(Vivek Kumar)
Partner
(M.No. 503826)

Note - 1

Significant Accounting Policies

1. Accounting Convention

The Financial Statements are prepared under the historical cost convention and comply in all material aspects with generally accepted accounting principles in India, the Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013.

2. Use of Estimates

The preparation of Financial Statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions in respect of certain items that affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amount of income and expenses during the reporting period. Actual results/outcome could differ from estimates. Any revision in accounting estimates is recognized prospectively in the period in which such results do materialize.

3. Disputed Income Tax and Sales Tax Demands

The disputed Income Tax and

Sales Tax demands in respect of assessments completed and against which appeals have been filed are disclosed by way of contingent liability and are charged to accounts in the year of settlement.

4. Fixed Assets and Depreciation

A) Fixed Assets

i) Fixed assets are valued at cost of acquisition, net of 'Grant-in-aid' where applicable.

ii) Fixed Assets retired from active use and held for disposal are stated at the lower of book value and/or net realizable value and are shown separately in the financial statements. Loss determined, if any, is recognized in the Profit & Loss Statement.

iii) In cases where receipts/scrutiny of final bills of the contractors/suppliers, settlement of the rates to be paid for extra items and price escalation etc. are pending, the capitalization is effected provisionally, based on value of work completed as certified by Project Engineers. Difference, if any, is proposed to be accounted for in the year in which the final bills are settled.

iv) Intangible Assets (Software) are stated at their cost of acquisition.

B) Depreciation

i) Depreciation on Tangible fixed assets is provided pro-rata, on Straight Line Method following useful life as below:-

Sl. No.	Particulars	Useful life as per the Companies Act, 2013 (in years)		Straight Line Method % rates	
		Hotels	Other than Hotel	Hotels	Other than Hotel
1	Building with Rcc Frame Structure	60	60	1.58	1.58
2	Building other than Rcc Frame Structure	30	30	3.17	3.17
3	Fence, Well, Tubewell	5	5	19.00	19.00
4	Gardening & Landscaping	3	3	31.67	31.67
5	Approach Road - Carpeted Road Rcc	10	10	9.50	9.50
6	Approach Road - Carpeted Road Other Than Rcc	5	5	19.00	19.00
7	Approach Road - Non Carpeted Road	3	3	31.67	31.67
8	Plant & Machinery	7.5	15	12.67	6.33
9	Lifts	7.5	15	12.67	6.33
10	Kitchen Equipment	7.5	15	12.67	6.33
11	Sound System & Musical Instruments	7.5	15	12.67	6.33
12	Sanitary Installation	7.5	15	12.67	6.33
13	Air Conditioners (Both Plant & Window Type), Coolers & Refrigerator	7.5	15	12.67	6.33
14	Electrical Installation	10.0	10	9.50	9.50
15	Office and Miscellaneous Equipments	5	5	19.00	19.00
16	Computers (EndUser Device Desktop, Laptop)	3	3	31.67	31.67
17	Computers Server & Network	6	6	15.83	15.83
18	Furniture, Fixture & Furnishing	8	10	11.88	9.50
19	Vehicles (Staff Car & Scooters)	10	10	9.50	9.50
20	Transport Vehicles Running on Hire	-	6	-	15.83
21	Transport Vehicles Other Than Running on Hire	8	8	11.88	11.88
22	LeaseHold Land is amortised over a period of Lease				

ii) On Intangible Assets (Software), cost is amortized over a period of legal right to

use or 3 years, whichever is earlier.

5. Investments

Long term investments are stated at cost. Provision for diminution in value of each investment, if any, is made to recognize the decline, other than of temporary nature.

6. Valuation of Inventories

Stocks and stores including stock of crockery, cutlery, glassware and linen etc., in hand as well as in circulation are valued at cost on FIFO basis or realizable value, whichever is less.

7. Execution of Projects for Clients

i) Value of work done in respect of projects executed including cost plus/deposit/ turnkey/ project management work are shown in the accounts at best estimates by the management after deduction for likely rejections, if any, by the client.

ii) Indirect costs are treated as "period costs" and are charged to Profit & Loss Account in the year of incurrence.

8. Provision, Contingent Liabilities and Contingent Assets

i) Provisions involving substantial degree of estimation in measurement are recognized when there is a present

obligation as a result of past events and it is probable that there will be outflow of sources.

- ii) Where as a result of past events, there is a possible obligation that may, but probably will not, require any outflow of resources, no provision is recognized but appropriate disclosure is made in the notes.
- iii) Contingent assets are neither recognized nor disclosed in the financial statements.

9. Employees Benefits

A) Provident Fund

Company's contributions to Provident Fund are charged to Profit & Loss Account.

B) Gratuity

- i) Provision for Gratuity is made on the basis of Actuarial Valuation.
- ii) Contribution towards Gratuity scheme is based on the premium contribution called for by the Life Insurance Corporation of India (LIC) with whom the Company has entered into an agreement. As per the terms of its scheme, LIC settles the claim for the full value of the Gratuity paid by the Company to its employees, as and when such a payment is made.

C) Leave Encashment

The provision for leave encashment is made on the basis of actuarial valuation.

10. Deferred Taxation

- i) Deferred Tax is provided during the year, using the liability method on all temporary differences at the Balance Sheet date between the tax basis of assets and liabilities and their carrying amounts for financial reporting purposes in accordance with the Accounting Standard (AS-22).
- ii) Deferred Tax Asset is recognized, subject to consideration of prudence, only to the extent that there is reasonable certainty that sufficient taxable profits will be available against which such Deferred Tax Assets can be realized. In situations where the company has any unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.
- iii) Deferred Tax Assets and Liabilities are measured at the rates that are expected to apply to the period when the asset is realized or the liability

is settled, based on tax rates (and tax laws) that have been enacted or substantially enacted at the Balance Sheet date.

11. Government Grant

- i) The Government grant received for upgradation of properties is recognized as income from the year in which respective properties are upgraded and to the extent grant related costs incurred i.e. written off as depreciation, revenue expenditure each year.
- ii) The balance of Government Grant to the extent not adjusted as at the close of the year, is carried in the financial statements as 'Deferred Government Grant' after 'Reserves & Surplus.'

12 Revenue Recognition

- i) Income from Projects is recognized on the percentage of completion method including in respect of cost plus/deposit/turnkey/project management work. In terms of this method, revenue is recognized in proportion to the actual costs incurred as against the total estimated cost of project under execution. The determination of revenues under this method involves making estimates, some of which are of technical

nature, concerning, where relevant, the percentages of completion, costs of completion (including cost of rejection), expected revenues etc.

- ii) Income from services rendered in respect of projects /license fees/Management fee are accounted for (exclusive of service tax) as per terms of the agreement. However, where such service charges/fees are not realised in cash for significant period the accrual thereof is postponed to be accounted for on receipt.
- iii) Revenue from sales (net of returns and discounts) is recognized on transfer of substantial risks and rewards to the customers. Sales Tax and Value Added Tax are excluded.
- iv) Interest income, other than management fees income/ interest on loans and advances from subsidiary companies which are accounted for on receipt basis or on receipt of Tax deduction certificate because of liquidity problem in those companies referred to in (ii) above, and income from investments are accounted for on accrual basis at the contracted rates and/or at the time of establishment of right to receive respectively.

- v) Interest/Damages on overdue amounts recoverable from licensees are accounted for on realization basis.

13. Foreign Currency Transactions

a) Transactions in Foreign Exchange

i) 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 the transaction.

ii) Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items that are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

iii) Exchange Differences

Exchange differences arising on the settlement of monetary items or on recording/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, are recognized as income or as expenses in the year in which they arise. Exchange differences on liabilities relating to fixed assets acquired from outside India are added to the cost of such assets.

b) Money Changing Business

i) The transactions concluded during the period are recorded based on the actual rate realized.

ii) Foreign currency balances as at close of the year are converted at the year end rates.

iii) Income from money changing business as reflected in the accounts is net of cost of sale of currency.

14. Borrowing Costs

i) Borrowing Costs if any, that are directly attributable to the acquisition/construction of qualifying assets are capitalized as part of the cost of the respective assets.

ii) Other borrowing costs are expensed in the year in which they are incurred.

15. Prior Period/Extraordinary Items

i) All prior period items which are material and which arise in the current period as a result of 'errors or omissions' in the preparation of prior period's financial statements are separately disclosed in the current Statement of Profit & Loss. However, differences in actual income/expenditure arising out of over or under estimation' in prior period are not treated as prior period income/expenditure.

ii) All extraordinary items, i.e. gains or losses which arise from events or transactions which are distinct from the ordinary activities of the company and which are material, are separately disclosed in the Statement of Accounts.

16. Claims

Supplementary claims including insurance claims are accounted for on acceptance/receipt basis.

Share Capital

Note - 2

Authorised, Issued, Subscribed and Paid-up Share Capital and Par Value Per Share

Particulars	(₹ in lakh)	
	As at 31.3.2015	As at 31.3.2014
Authorised Share Capital		
15,00,00,000 Equity Shares of ₹ 10/- each (Previous year 15,00,00,000 Equity Shares of ₹ 10/- each)	15,000.00	15,000.00
	15,000.00	15,000.00
Issued & Subscribed Share Capital		
8,57,69,400 Equity Shares of ₹ 10/- each (Previous year 8,57,69,400 Equity Shares of ₹ 10/- each)	8,576.94	8,576.94
	8,576.94	8,576.94
Paid-up Share Capital		
8,57,69,400 Equity Shares of ₹ 10/- each (Previous year 8,57,69,400 Equity Shares of ₹ 10/- each)	8,576.94	8,576.94
Total	8,576.94	8,576.94

15,238 Equity Shares of ₹ 100/- each (since converted into 1,52,380 equity shares of ₹ 10/- each) were allotted as fully paid-up pursuant to the Amalgamation Order (1966) under Section 396 of Companies Act, 1956.

75,000 Equity Shares of ₹ 100/- each (since converted into 7,50,000 equity shares of ₹ 10/- each) were allotted as fully paid-up in consideration for transfer of ownership of some properties.

contd.....

Reconciliation of number of Equity Shares outstanding at the beginning and at end of the year

Particulars	(In Nos.)	
	As at 31.3.2015	As at 31.3.2014
Number of Shares outstanding as at beginning of the year	8,57,69,400	8,57,69,400
Add:		
Number of Shares allotted as fully paid-up-bonus Shares during the year	-	-
Number of Shares allotted during the year as fully paid-up pursuant to a contract without payment being received in cash	-	-
Number of Shares allotted to employees pursuant to ESOPs/ESPs	-	-
Number of Shares allotted for cash pursuant to public issue	-	-
	8,57,69,400	8,57,69,400
Less:		
Number of Shares bought back during the year	-	-
Number of Shares outstanding as at end of the year	8,57,69,400	8,57,69,400

Rights, Preferences and Restrictions (including restrictions on distribution of dividends and repayment of capital) attached to the class of Shares

Particulars	Class of Shares	
	As at 31.3.2015	As at 31.3.2014
The Company has one class of Equity shares having a par value of ₹ 10/- per share. Each Shareholder is eligible for one vote per share held. The Dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing Annual General Meeting. In the event of liquidation, the Equity Shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.	Equity Shares	Equity Shares

contd.....

Shares in the Company held by each Shareholder holding more than 5% Equity Shares

Particular	As at 31.3.2015		As at 31.3.2014	
	Number of Shares Held	Percentage of Shares Held	Number of Shares Held	Percentage of Shares Held
i) President of India	7,46,41,681	87.030	7,46,41,681	87.030
ii) Indian Hotels Co. Ltd.	67,50,275	7.870	67,50,275	7.870

Reserves and Surplus

Note - 3
(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Capital Reserve		
As per Last Balance Sheet	23.54	23.54
Securities Premium Reserve		
As per Last Balance Sheet	5,475.00	5,475.00
Addition During The Year	-	-
	5,475.00	
General Reserve		
As per Last Balance Sheet	17,495.42	17,095.42
Less: Adjustment for fixed assets*	(483.40)	-
Add/(Less): Current Year Adjustments	1,400.00	400.00
Closing Balance	18,412.02	17,495.42
Surplus in the Statement of Profit & Loss		
As per Last Balance Sheet	45.65	5.17
Transfer From Profit & Loss Accounts	3,436.88	942.21
Surplus For The Year	3,482.53	947.38
Appropriations/Adjustments		
Proposed Dividend	1,715.39	428.85
Dividend Tax	349.21	72.88
Transfer to General Reserve	1,400.00	400.00
	17.93	
Grand Total	23,928.49	23,039.61

*Refer foot note (h) in Note-11

Long-Term Borrowings

Note - 4

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) Bonds/Debentures		
Secured	-	-
Unsecured	-	-
(B) Term Loans from Banks	-	-
(C) Term Loans from others	-	-
(D) Loans and Advances from Related Parties	-	-
Secured	-	-
Unsecured	-	-
(E) Public Deposits (Unsecured)	-	-
(F) Long-Term Maturities of Finance Lease Obligations	-	-
Total	-	-

Deferred Tax Assets (Net)

Note - 5

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
DEFERRED TAX LIABILITIES	-	-
DEFERRED TAX ASSETS	3,052.98	2,611.02
DEFERRED TAX ASSETS (Net)	3,052.98	2,611.02

Notes:-

Accounting for Taxes on Income -
Accounting Standard - 22 - Deferred Tax:

The major components of Deferred Tax Asset (net)
as on 31.3.2015 are given below:-

(₹ in lakh)

Particulars	31.3.2015	31.3.2014
DEFERRED TAX LIABILITIES		
Depreciation	136.04	471.63
DEFERRED TAX ASSETS		
Carried forward Business Loss	-	-
Provision for Leave Encashment	1,318.05	1,240.00
Provision for Gratuity	179.84	271.22
Provision for Doubtful Debts & Advances & Inventory write down	1,611.07	1,329.65
Disallowances under Income Tax Act, 1961	80.06	241.78
	3,189.02	3,082.65
DEFERRED TAX ASSET (NET)	3,052.98	2,611.02

As required by Accounting Standard -22, the Deferred Tax Assets/Liabilities were reviewed by the management, based on the advice of tax consultants, and in view of sufficient taxable profits in the current year and the expectation that future taxable profits will be available for realisation of the Deferred Tax Asset and accordingly the above Deferred Tax Asset (Net) up to 31.3.2015 has been recognised in the financial statements.

Other Long-Term Liabilities

Note - 6

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Security Deposit & Retention Money	763.41	584.28
Total	763.41	584.28

Provisions

Note - 7

(₹ in lakh)

Particulars	As at 31.3.2015			As at 31.3.2014		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Employee Benefits						
Gratuity	6,450.39	1,629.15	8,079.54	6,484.59	1,457.26	7,941.85
Less:- Fund size of Investment as per Gratuity Policy	(5,930.75)	(1,629.15)	(7,559.90)	(5,686.64)	(1,457.26)	(7,143.90)
Leave Encashment	3,531.08	701.18	4,232.26	3,479.46	592.44	4,071.90
	4,050.72	701.18	4,751.90	4,277.41	592.44	4,869.85
Income Tax						
Provision for Income Tax	-	950.00	950.00	-	350.00	350.00
	-	950.00	950.00	-	350.00	350.00
Wealth Tax						
Provision for Wealth Tax	-	0.79	0.79	-	0.68	0.68
	-	0.79	0.79	-	0.68	0.68
Proposed Dividend						
Proposed Dividend	-	1,715.39	1,715.39	-	428.85	428.85
Dividend Tax	-	349.21	349.21	-	72.88	72.88
	-	2,064.60	2,064.60	-	501.73	501.73
Total	4,050.72	3,716.57	7,767.29	4,277.41	1,444.85	5,722.26

Company has a separate Gratuity Fund Trust in which investment are made in various schemes of insurance companies. All settlement of claims in respect of Gratuity payable to employees is made by the Gratuity Fund Trust.

Short-Term Borrowings

Note - 8

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) Loans Repayable on Demand		
Secured	-	-
Unsecured	-	-
(B) Loans and Advances from Related Parties		
Secured	-	-
Unsecured	-	-
(C) Public Deposits (Unsecured)	-	-
Total	-	-

Trade Payables

Note - 9

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Trade Payables	5,434.59	4,580.37
Total	5,434.59	4,580.37

Other Current Liabilities

Note - 10

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Sundry Creditors (Other than Trade Payables)	3,808.07	3,803.48
Security Deposits & Retention Money	2,701.18	2,817.73
Advances From Customers	5,631.86	6,292.31
Unclaimed Dividend*	0.35	-
Other Liabilities	2,384.07	3,118.12
Total	14,525.53	16,031.64

*These figures include ₹ 0.10 lakh being amount due and outstanding to be credited to Investor Education and Protection Fund on 29.05.2015

Notes:-

- Rental agreement with Life Insurance Corporation of India (LIC) expired on 25.07.2005 was pending renewal. Pending finalization of terms and conditions and execution of new lease deed. The Corporation has paid the rent @ 135/- per sq. feet w.e.f 26-07-2010(After the expiry of five years from 25-07-2005) as per MoU with LIC along with service tax w.e.f 01-06-2007 as per decision and as demanded by LIC. The rental premises has been vacated and handed over to LIC on 30.11.2014. The rent due on the above basis up to the date of vacation has been paid.No claim has been received by ITDC from LIC in this connection except a demand of ₹ 154.86 lakh towards interest on late payment @ 12 % p.a. However, the Corporation has not acknowledged the demand of interest by LIC.
- Sundry creditors include unlinked receipts from customers etc.of ₹ 69.75 lakh (Previous year ₹ 46.49 lakh) which could not be linked to respective customer accounts, for want of adequate details.

Tangible Assets in Active Use

Note - 11

(₹ in lakh)

Sl. No.	Description	Gross Block				Provided during the year	Depreciation		Impairment			Net Carrying Amount			
		Up to 31.03.2014	Addition during the year	Add/(Less): Sales, Transfer, Write Offs and Adjustments during the year	Up to 31.03.2015		Up to 31.03.2014	Add/(Less): Sales, Transfer, Write Offs and Adjustments during the year	Up to 31.03.2015	As at 31.03.2014	Reversed during the year	Provided during the year	Up to 31.03.2015	As at 31.03.2015	As at 31.03.2014
1.	Land														
	Owned (FreeHold)	20.60	-	-	20.60	2.25	-	***2.25	-	-	-	-	18.35	18.35	
	Leased	326.60	-	-	326.60	111.65	3.43	*115.08	-	-	-	-	211.52	214.95	
2.	Buildings	2,612.13	52.94	(0.18)	**2,664.89	1,497.48	40.13	9.50	1,547.11	-	-	-	1,117.78	1,114.65	
3.	Plant & Equipment	7,025.30	419.72	32.10	7,477.12	4,418.64	655.65	240.83	5,315.12	-	-	-	2,162.00	2,606.66	
4.	Furniture & Fixtures	2,824.30	50.39	0.62	2,875.31	2,150.83	165.68	20.50	2,337.01	-	-	-	538.30	673.47	
5.	Vehicles	147.74	0.11	(8.97)	138.88	112.50	10.32	(3.57)	119.25	-	-	-	19.63	35.24	
6.	Office Equipment	1,490.91	30.21	(61.89)	1,459.23	970.87	131.91	172.75	1,275.53	-	-	-	183.70	520.04	
	Total	14,447.58	553.37	(38.32)	14,962.63	9,264.22	1,007.12	440.01	10,711.35	-	-	-	4,251.28	5,183.36	
	Previous Year's Total	14,257.73	252.21	(62.36)	14,447.58	8,520.17	572.79	171.26	9,264.22	-	-	-	5,183.36	-	

- Tangible Assets other than Leasehold land are owned by the Corporation.

* This represents amortization of leasehold land.

** Includes staff quarters of value of ₹ 194.03 lakh (Previous year ₹ 194.03 lakh). However, this figure does not include value of staff quarters at some units, as the cost could not be ascertained separately.

*** Includes amortisation of leasehold residential flats at Headquarters before their conversion into Freehold.

Notes:-

- Terms of purchase/lease of land having not been finalised and registration of title deeds/execution of lease deeds having not been effected, liability towards cost/lease rent, ground rent and registration fee, etc., has not been created in respect of Hotel Patliputra Ashok at Patna, Ashok Institute of Hospitality and Tourism Management (AIH&TM) and Tennis Court at New Delhi.
- Lease deeds/title deeds have not yet been executed in favour of the Corporation in respect of land at Hotel Samrat and Office Premises in Scope at New Delhi.
- Lease deed in respect of land of Ashok Hotel, New Delhi is registered in the name of erstwhile Ashoka Hotels Limited, which was merged with the Corporation on 28th March, 1970
- Registration of title deeds in favour of the Corporation have not been effected in respect of:-
 - Land and building of Taj Restaurant at Agra.
 - Land at Gulmarg.
- Lease deed in respect of Hotel Jammu Ashok was expired on 11.01.2010, pending renewal of the same liability towards lease rent etc. has not been provided.
- Pending finalisation of cost and adjustment thereof, capitalisation of Land, Building, Furniture & Fixtures and Equipment of retained Travellers Lodges, Restaurants and Hotel taken over from Ministry of Tourism, has been effected based on the payments made.
- Pending receipt/ scrutiny of final bills of the contractors/suppliers, settlement of the rates for extra items and escalation etc., the capitalisation and/ or charge to expenditure to the extent of ₹ 2,215.20 lakh has been accounted for based on certificates issued by Project Engineers for the work carried out at various projects (previous year ₹ 1,745.63 lakh). Adjustments, if any, to cost is proposed to be carried out upon final settlement of the bills.
- Pursuant to enactment of Companies Act, 2013, the company has applied the estimated useful lives as specified in Schedule II. Accordingly the unamortised carrying value is being depreciated/ amortised over the revised remaining useful lives. The written down value of fixed whose lives have expired as at 1st April, 2014 have been adjusted net of tax, in the opening balance of General Reserve amounting to ₹ 483.40 lakh.
- Further in respect of tangible fixed assets having remaining useful life as on 1-4-2014, depreciation has been charged in alignment with the provisions of Schedule II to the Companies Act, 2013 by using Straight Line Method. As a result the depreciation for the year is higher by ₹ 532.28 lakh.

Tangible Assets not in Active use

Note - 11-A

(₹ in lakh)

Particulars	Gross Block				Depreciation				Net Block		Balance Provided For
	Up to 31.3.2014	Addition during the year	Add/(Less): Sales, Transfers, Write-Offs and Adjustments during the year	Cost as on 31.3.2015	Up to 31.3.2014	Additions during the year	Add/(Less): Sales, Transfers, Write-Offs and Adjustments during the year	Accumulated Depreciation up to 31.3.2015	Depreciated Value as on 31.3.2015	Net Realisable Value as on 31.3.2015	
A. Net Realisable Value is more than Depreciated Value											
Plant & Equipment	95.77	21.74	-	117.51	89.18	20.69	-	109.87	7.64	7.64	-
Furniture & Fixtures	7.11	-	-	7.11	6.74	-	-	6.74	0.37	0.37	-
Vehicles	13.64	-	(9.71)	3.93	11.87	-	(8.13)	3.74	0.19	0.19	-
Office Equipments	3.38	-	(0.74)	2.64	2.58	-	(0.70)	1.88	0.76	0.76	-
Total-A	119.90	21.74	(10.45)	131.19	110.37	20.69	(8.83)	122.23	8.96	8.96	-
B. Net Realisable value is less than depreciated value:-											
Plant & Equipment	26.35	-	(0.19)	26.16	17.09	-	(0.13)	16.96	9.20	1.66	7.54
Furniture & Fixtures	16.26	19.38	-	35.64	15.47	18.41	-	33.88	1.76	0.25	1.51
Vehicles	-	-	-	-	-	-	-	-	-	-	-
Office Equipments	10.76	-	-	10.76	9.33	-	-	9.33	1.43	0.38	1.05
Total-B	53.37	19.38	(0.19)	72.56	41.89	18.41	(0.13)	60.17	12.39	2.29	10.10
Total (A+B)	173.27	41.12	(10.64)	203.75	152.26	39.10	(8.96)	182.40	21.35	11.25	10.10
Previous Year's Total	158.91	20.16	(5.80)	173.27	139.81	17.61	(5.16)	152.26	21.01	11.88	9.13

- Tangible Assets not in active use other than Leasehold land are owned by the Corporation.

Intangible Assets

Note - 12

(₹ in lakh)

Sl. No.	Description	Gross Block				Provided during the year	Accumulated Depreciation		Accumulated Impairment		Net Carrying Amount			
		As at 31.03.2014	Additional adjustments during the year	Deduction during the year	As at 31.03.2015		As at 31.03.2014	As at 31.03.2015	Reversed during the year	Provided during the year	As at 31.03.2015	As at 31.03.2015	As at 31.03.2014	
1.	Goodwill													
2.	Brands/Trade Marks													
3.	Computer Software													
-	Acquired	96.58	1.14	-	97.72	19.50	-	89.72	-	-	-	-	8.00	26.36
-	Internally Generated													
4.	Mastheads													
5.	Mining Rights													
6.	Copyrights													
-	Acquired													
-	Internally Generated													
7.	Patents													
-	Acquired													
-	Internally Generated													
	Total	96.58	1.14	-	97.72	19.50	-	89.72	-	-	-	-	8.00	26.36
	Previous Year's total	94.67	1.91	-	96.58	22.98	-	70.22	-	-	-	-	26.36	-

Capital Work-in-Progress

Note - 12A

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
I) Work-in-Progress (at cost) including construction material lying at site and fixed assets not put to use, value of work done & material supplied by the contractors/suppliers	473.89	348.53
II) Expenses attributable on Projects Pending Allocation	110.87	119.06
III) Capital Goods-in-Hand & in Transit	7.34	30.14
	592.10	497.73
Less:- Provision for Impairment	(223.83)	(221.73)
TOTAL	368.27	276.00

Notes:-

1. Expenses attributed to projects pending allocation are as follows: -

(₹ in lakh)

Particulars	Current Year	Previous Year
Opening Balance	119.06	114.60
Add:-		
Other Project Overheads	18.42	23.33
Depreciation/Amortisation of Lease	0.19	0.19
Less: Capitalised during the year	(26.80)	(19.06)
Closing Balance	110.87	119.06

2. Capital work-in-progress includes expenditure attributable to projects, to be apportioned to various projects upon their completion.

Non-Current Investments

Note - 13

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Non-Trade Investments		
A. Trade (Unquoted) in Subsidiary Companies*		
(i) Investments in Equity Instruments		
Utkal Ashok Hotel Corporation Ltd. 11,90,000 (P.Y. 11,90,000) Equity Shares of ₹ 10 Each	119.00	119.00
Ranchi Ashok Bihar Hotel Corporation Ltd. 24,988 (P.Y. 24,988) fully paid-up Equity Shares of ₹ 1,000 each	249.88	249.88
Madhya Pradesh Ashok Hotel Corporation Ltd. 8,160 (P.Y. 8,160) fully paid-up Equity Shares of ₹ 1,000 each	81.60	81.60
Assam Ashok Hotel Corporation Ltd. 5,100 (P.Y. 5,100) fully paid-up Equity Shares of ₹ 1,000 each	51.00	51.00
Pondicherry Ashok Hotel Corporation Ltd. 8,160 (P.Y. 8,160) fully paid-up Equity Shares of ₹ 1,000 each	81.60	81.60
Donyi Polo Ashok Hotel Corporation Ltd. 50,896 (P.Y. 50,896) fully paid-up Equity Shares of ₹ 100 each	50.90	50.90
Punjab Ashok Hotel Company Ltd. 12,75,000 (P.Y. 12,75,000) fully paid-up Equity Shares of ₹ 10 each	127.50	127.50
	761.48	761.48
Less:- Provision for diminution in value of Investment in Ranchi Ashok Bihar Hotel Corporation Ltd.**	-	-
	761.48	761.48
(ii) Investments in Preference Shares*		
Utkal Ashok Hotel Corporation Limited 35,00,000 (P.Y. 35,00,000) 14% Non-cumulative Preference Share ₹ 10 Each Redeemable on 30-03-2017	350.00	350.00
B. Shares in Joint Venture Company(Trade Unquoted)		
ITDC Aldeasa India Private Limited ** 5,000 (P.Y. 5,000) fully paid-up Equity Shares of ₹ 10/- each	0.50	0.50
Less:- Provision for diminution in value of Investment	0.50	0.50
	-	-
C. Others (Trade Unquoted)		
1. Delhi Maida Consumers Co-operative Society Limited, Delhi One Equity ordinary share of ₹ 25/- Each***	-	-
TOTAL	1,111.48	1,111.48

*The Shares are not transferable without the consent of Co-promoters within ten years. Even after ten years Shares can not be transferred to private parties.

**The Corporation had, for the purpose of running of the Duty Free Trade in India, established on 18/09/2007 a Joint Venture Company (JV) in collaboration with M/s Aldeasa of Spain vide agreement dated 10/07/2007. In terms of the JV agreement, the Corporation and Aldeasa were to equally contribute funds to the JV towards capital and accordingly the Corporation has, being a promoter subscriber, recorded an investment to the extent of ₹ 50,000 (5,000 equity shares of ₹ 10 each) in the joint venture, though the share certificates remained to be received from the JV company. Based on the draft financials of the JV Company, the share of profit from the partnership amounting to ₹ 2.62 (Pre.Year ₹ 1.85 lakh) has been recognised during the year.

***Investment worth ₹ 25/- has been taken as NIL due to rounding off.

Notes:-

Investment of ₹ 1,060.58 lakh (Previous Year ₹ 1,060.58 lakh) in some of the above subsidiary companies, have been evaluated at cost despite significant accumulated losses. The Corporation is accounting for income from these companies since 2008-09 (viz.management fees & interest on loans given) to actual realisation / to the extent of deposit of taxes deducted at source in view of the repayment not being commensurate with the amount charged to them.The accounts recoverables as listed above have, however, been considered good of recovery keeping in view of the long term relationship with those companies and the intrinsic value of the assets held by the companies.

Long-Term Loans and Advances

Note - 14

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
A) Security Deposits		
Secured, considered good	1.89	1.89
Unsecured, considered good	202.51	195.54
Doubtful	42.63	26.06
Less: Allowance for bad and doubtful advances	(42.63)	(26.06)
Total (A)	204.40	197.43
(B) Others		
Secured, considered good	-	-
Unsecured, considered good	160.97	160.97
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	160.97	160.97
TOTAL [(A)+(B)]	365.37	358.40

Short Term Loans & Advances

Note - 14A

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) Loans and Advances to Related Parties		
Secured, considered good	-	-
Unsecured, considered good	995.65	979.00
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (A)	995.65	979.00
(B) Loans and Advances Due by Directors or Officers of the Company or any of them either severally or jointly with others or by Firms or Private Companies respectively in which any Director is a Partner or a Director or Member		
Secured, considered good	-	-
Unsecured, considered good	4.63	3.72
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	4.63	3.72
(C) Others		
Secured, considered good	5.54	0.51
Unsecured, considered good	1,706.02	1,759.67
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (C)	1,711.56	1,760.18
(D) Advance Income Tax and Tax Deducted at source	7,115.55	6,021.10
Total (D)	7,115.55	6,021.10
(E) Sales Tax paid in Advance	31.68	67.72
Total (E)	31.68	67.72
TOTAL [(A)+(B)+(C)+(D)+(E)]	9,859.07	8,831.72

Notes:-

1. Loans and Advances includes ₹ 995.65 lakh (net) (Previous year ₹ 979.00 lakh (net) in respect of following subsidiary companies.

Name of the Company	Current Year	Previous Year
i) Assam Ashok Hotel Corporation Ltd.	71.01	74.96
ii) Donyi Polo Ashok Hotel Corporation Ltd.	(1.22)	(1.22)
iii) MP Ashok Hotel Corporation Ltd.	179.55	229.90
iv) Pondicherry Ashok Hotel Corporation Ltd.	23.61	22.77
v) Ranchi Ashok Bihar Hotel Corporation Ltd.	98.56	40.12
vi) Utkal Ashok Hotel Corporation Ltd.*	591.98	584.32
vii) Punjab Ashok Hotel Company Ltd.	32.16	28.15
Total	995.65	979.00
Less: Provision made	-	-
Net	995.65	979.00

(* Non-operational w.e.f 31.03.2004)

2. Loans and Advances include the following:-

Particulars	Current Year	Previous Year
Advances due from Directors and officers of the Corporation	4.63	3.72
Maximum amount due from Directors and officers of the Corporation during the year	7.20	11.42

Other Non-Current Assets

Note - 15

Particulars	(₹ in lakh)	
	As at 31.3.2015	As at 31.3.2014
(A) Long-Term Trade Receivables other than Current (including trade receivables on deferred credit terms)		
Secured, considered good	7.81	9.51
Unsecured, considered good	54.02	86.31
Doubtful	3,458.91	3,279.24
Less: Allowance for bad and doubtful advances	(3,458.91)	(3,279.24)
Total (A)	61.83	95.82
(B) Others		
Secured, considered good	1.11	-
Unsecured, considered good	6.24	-
Doubtful	449.78	445.18
Less: Allowance for bad and doubtful advances	(449.78)	(445.18)
Total (B)	7.35	-
TOTAL [(A)+(B)]	69.18	95.82

Inventories

Note - 16

Particulars	(₹ in lakh)	
	As at 31.3.2015	As at 31.3.2014
(As per inventories prepared, valued and certified by the Management at lower of the cost or net realisable value)		
Stores and Spares	222.59	266.18
Tools	0.52	0.49
Crockery, Cutlery, Glassware and Linen etc. (in hand and in use)	273.95	242.76
Other Stocks and Stores (Others)	769.66	713.24
Goods - in- Transit	-	120.50
Less:- Provision for Inventory Write Down	(39.97)	(41.66)
Total	1,226.75	1,301.51

Trade Receivables

Note - 17

Particulars	(₹ in lakh)	
	As at 31.3.2015	As at 31.3.2014
1. Current Trade Receivables		
(A) Trade Receivables outstanding for more than six months from the date they became due for payment:		
(i) Secured, considered good	76.10	45.74
(ii) Unsecured, considered good	3,592.52	2,466.03
(iii) Doubtful	504.58	49.02
Less: Allowance for bad and doubtful debts	(504.58)	(49.02)
TOTAL (A)	3,668.62	2,511.77
(B) Trade Receivables (others)		
(i) Secured, considered good	173.68	75.12
(ii) Unsecured, considered good	8,154.70	5,592.16
(iii) Doubtful	10.33	176.36
Less: Allowance for bad and doubtful debts	(10.33)	(176.36)
TOTAL (B)	8,328.38	5,667.28
TOTAL {A+B}	11,997.00	8,179.05

Notes:-

1. Trade Receivables include ₹ 335.70 lakh (net) (Previous year ₹ 335.70 lakh-net) in respect of following Subsidiary companies:

Name of the Company	(₹ in lakh)	
	Current Year	Previous Year
Assam Ashok Hotel Corporation Ltd.	106.42	106.42
Donyi Polo Ashok Hotel Corporation Ltd.	-	-
MP Ashok Hotel Corporation Ltd.	77.84	77.84
Pondicherry Ashok Hotel Corporation Ltd.	50.30	50.30
Ranchi Ashok Bihar Hotel Corporation Ltd.	76.58	76.58
Utkal Ashok Hotel Corporation Ltd.*	24.56	24.56
Punjab Ashok Hotel Company Ltd.	-	-
Total	335.70	335.70
Less: Provision made	-	-
Net	335.70	335.70

(* Non-operational w.e.f 31.03.2004)

2. Trade receivables include the following:-

Particulars	(₹ in lakh)	
	Current Year	Previous Year
Debts due from Directors and officers of the Corporation	-	0.17
Maximum amount due from Directors and officers of the Corporation during the year	-	0.23

Cash and Cash Equivalents

Note - 18

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) Cash on hand		
Cash on hand	16.43	32.87
(B) Balances with Banks		
In Current Account*	3,600.15	2,250.78
In Savings Account	0.73	0.70
Provision for Doubtful Recovery	-	-
(C) Cheques, Drafts in hand		
Cheques in hand	74.69	309.33
Drafts in hand	-	-
(D) Other Bank Balances		
Term deposits with Banks for Less than 12 months**	23,249.75	26,581.69
Term deposits with Banks for more than 12 months	5.58	5.01
TOTAL	26,947.33	29,180.38

* Include towards Unclaimed Dividend of ₹ 0.33 lakh

** Include FDR's of ₹ 50.78 lakh (Previous year ₹ 35.95 lakh) lodged as security.

Other Current Assets

Note - 19

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Interest accrued but not due on Term Deposits	1,309.04	1,103.74
Others	423.63	269.11
Less: Allowance for bad and doubtful advances	-	-
TOTAL	1,732.67	1,372.85

Note:-

Others include FDRs ₹ 1.58 lakh deposited with RPFC Jaipur.

Revenue from Operations

Note - 20

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Sales of Products (A)		
Food	6,489.29	6,331.19
Beer, Wine & Spirits	2,486.62	2,148.12
Cigars and Cigarettes	33.01	9.94
Soft Drinks	248.56	276.40
Petrol, oil & Lubricant	1,166.48	1,287.61
Tourist Literature and Other Publications	132.83	31.40
Miscellaneous Sales	1.68	9.72
Total (A)	10,558.47	10,094.38
Sales of Services (B)		
Room Rent	12,812.15	10,761.91
Licence Fees	4,967.45	5,272.62
Banquet Hall/Lawn Rental	991.54	904.21
Traffic Earnings & Package Tours	2,289.90	1,202.51
Travel Services	9,618.42	11,067.05
Management/Consultancy/Event Management/Training Fees	3,080.10	2,154.48
Revenue From Execution of Project	1,728.97	1,219.75
Son-et-Lumiere & Cultural Shows	85.96	81.52
Commission Received	26.83	30.19
Electricity Charges	484.09	458.12
Telephone Services	6.34	5.95
Advertisement Income	33.88	94.38
Service Charges	396.83	359.57
Total (B)	36,522.46	33,612.26
Other Operating Revenues (C)		
Miscellaneous Income	146.87	119.76
Total (C)	146.87	119.76
TOTAL (A)+(B)+(C)	47,227.80	43,826.40

Note:-

Pending execution of fresh license Agreements, income from Licence fees (from continuing licencees) has been accounted for on provisional basis and/or based on the earlier licence agreements.

Other Income

Note - 21

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Other Income		
Interest (Gross) From-Banks/Financial Institutions	2,537.42	2,376.82
Loan to Employees	0.61	0.63
On Income Tax Refund	-	-
Others	-	139.82
Profit on Sale of Assets	3.98	4.36
Gain on Foreign Exchange Variation	3.80	13.69
Grant from the Ministry of Tourism	0.35	0.34
Others	645.02	596.25
Total	3,191.18	3,131.91

Note:-

Out of the balance amount of ₹ 4.73 lakh (Previous year ₹ 5.07 lakh) of Deferred Government Grants from the Ministry of Tourism for the renovation/upgradation of properties, a sum of ₹ 0.35 lakh incurred during the year (Previous year 0.34 lakh) has been charged to the respective head of expenditure. The amount equivalent to the grant related cost incurred during the year has accordingly been recognised as income. The balance of ₹ 4.38 lakh (previous year ₹ 4.73 lakh) at the close of the year has been presented in the accounts as Deferred Government grant below Reserve and Surplus.

Cost of Material Consumed and Services Rendered

Note - 22

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
(A) Cost of Consumption of Raw Materials, Other Materials Sold and Service Rendered		
i) Provisions, Beverages & Smokes		
Opening Stock	82.78	95.96
Add:- Purchases & Adjustments	2,228.73	2,083.44
Less:- Transfer & Adjustments	(254.19)	(269.48)
Closing Stock	58.60	82.78
TOTAL (i)	1,998.72	1,827.14
ii) Wine & Liquors		
Opening Stock	337.99	148.91
Add:- Purchases & Adjustments	730.03	630.55
Less:- Transfer & Adjustments	(272.50)	(113.66)
Closing Stock	301.07	337.99
TOTAL (ii)	494.45	327.81
iii) Other Materials		
Opening Stock	-	-
Add:- Purchases & Adjustments	103.20	24.55
Less:- Transfer & Adjustments	-	-
Closing Stock	-	-
TOTAL (iii)	103.20	24.55
TOTAL (i+ii+iii) (A)	2,596.37	2,179.50
(B) Cost of Service Rendered/Purchased:-		
- Execution of Project	1,610.48	1,139.30
- Other Services	1,943.92	1,278.57
TOTAL (B)	3,554.40	2,417.87
TOTAL (A+B)	6,150.77	4,597.37
Less: Charged to the Ministry of External Affairs	(15.32)	(15.23)
GRAND TOTAL	6,135.45	4,582.14

Note:-

Cost of consumption of Raw material, other materials sold and services rendered includes cost of food consumed by operational staff at catering establishments (amount not ascertained).

Purchases of Traded Goods

Note - 23

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
i) Provisions, Beverages & Smokes	17.56	8.66
ii) Wine & Liquors	556.16	583.62
iii) Other Material	1,107.16	1,261.45
TOTAL	1,680.88	1,853.73

Change in Inventory of Traded Goods

Note - 24

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
(A) OPENING STOCK		
i) Provisions, Beverages & Smokes	7.21	2.33
ii) Wine & Liquors	370.64	260.20
iii) Other Material	35.11	31.74
TOTAL	412.96	294.27
(B) CLOSING STOCK		
i) Provisions, Beverages & Smokes	8.57	7.21
ii) Wine & Liquors	373.37	370.64
iii) Other Material	3.58	35.11
TOTAL	385.52	412.96
(C) CHANGE IN INVENTORY	27.44	(118.69)
	27.44	(118.69)

Employees' Remuneration & Benefits

Note - 25

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Salaries, Wages & Bonus	11,737.76	11,764.70
Employer's Contribution to Provident & Other Funds	973.68	990.60
Staff Welfare Expenses (including contribution to Staff Welfare Fund)	964.65	849.59
Uniform	22.46	52.27
Provision/Contribution to Employees' Gratuity Scheme (net)	505.24	769.84
	14,203.79	14,427.00
Less:-		
Charged to the Projects of the Ministry of Tourism	56.84	56.01
Charged to the Ministry of External Affairs	238.90	185.51
Total	13,908.05	14,185.48

Notes:-

- The disclosure relating to AS-15 (Revised) - Employees Benefits:-
 - Provident Fund - 12% of Basic (including dearness pay) plus Dearness Allowance, contributed to Recognised Provident Fund
 - Leave Encashment - Payable on separation to eligible employees who have accumulated earned leave
 - Gratuity- Payable on separation @ 15 days pay for each completed year of service to eligible employees who render continuous service for 5 years or more. Maximum limit is ₹ 10.00 lakh.

In terms of Accounting Standard 15 (Revised) on Employees Benefits, the following disclosure sets out the status as required:-

(₹ in lakh)

Particulars	Gratuity	Leave Encashment	Half Pay Leave
Fair Value of Defined Obligation			
Present Value of projected benefit obligation as at 1.04.2014	7,941.85	4,030.25	41.65
Current service cost	310.27	183.34	5.86
Interest cost	635.35	322.42	3.33
Actuarial gain (-) / losses (+)	338.41	(356.33)	1.74
Past service cost	-	-	-
Benefits paid	(1,146.34)	-	-
Present value of projected benefit obligation as on 31.03.2015	8,079.54	4,179.68	52.58

(₹ in lakh)

Particulars	Gratuity	Leave Encashment	Half Pay Leave
Reconciliation of Fair Value of Assets and Obligations			
Fair value of plan assets as on 1.04.2014	7,143.90	-	-
Acquisition adjustment	-	-	-
Expected return on plan assets	588.15	-	-
Actual Company's contribution	783.55	-	-
Actuarial gain (-) / losses (+)	190.64	-	-
Benefits paid/adjustments	(1,146.34)	-	-
Fair value of plan assets as on 31.03.2015	7,559.90	-	-
Present value of defined obligation	8,079.54	-	-
Net liability recognised in the Balance Sheet (Note-7)	519.64	4,179.68	52.58
Expenses recognised in the Statement of Profit & Loss Account for the year ended 31.03.2015			
Current service cost	310.27	183.34	5.86
Interest cost	635.35	322.42	3.33
Actuarial gain (-) / losses (+)	147.77	(356.33)	1.74
Past service cost	-	-	-
Expected return on plan assets	(588.15)	-	-
Employees' Remuneration & Benefit charged to Profit & Loss A/c			
a) Gratuity	505.24	-	-
b) Others	-	149.43	10.93
Gratuity Fund Investment Details (Fund manager wise, to the extent funded)			
Life Insurance Corporation of India	453.69	-	-
Life Insurance Corporation of India	2,348.20	-	-
Metlife Traditional Fund	586.12	-	-
Metlife Unit Linked	301.87	-	-
Kotak Mahindra Old Mutual Life Insurance Ltd.	342.00	-	-
HDFC Standard Life Insurance	330.57	-	-
Birla Sun-life Insurance Fund	1,789.55	-	-
Future Generali India Fund	1,407.90	-	-
Total	7,559.90	-	-

(₹ in lakh)

Particulars	Gratuity	Leave Encashment	Half Pay Leave
Actuarial assumption			
Discount rate	8.00% per annum	8.00% per annum	8.00% per annum
Mortality rate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate	LIC 94-96 Ultimate
Withdrawal rate (18-30 years)	0.00% p.a.	0.00% p.a.	0.00% p.a.
Withdrawal rate (31-44 years)	1.00% p.a.	1.00% p.a.	1.00% p.a.
Withdrawal rate (44-58 years)	3.00% p.a.	3.00% p.a.	3.00% p.a.
Expected rate of return	9.00% p.a.	9.00% p.a.	8.00% p.a.
Future salary increase	5.00% p.a.	5.00% p.a.	5.00% p.a.
Retirement age	58 years	58 years	58 years

Finance Cost

Note - 26

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Interest paid on Advances	19.88	-
Other Borrowing Cost	0.33	-
TOTAL	20.21	-

Operating and Other Expenses

Note - 27

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
TRAVELLING AND CONVEYANCE		
(a) Directors	31.62	28.28
(b) Officers & Staff	125.27	145.65
(c) Staff Car Expenses	61.93	82.67
	218.82	
RENT, RATES, TAXES AND INSURANCE		
(a) Rent	398.32	699.14
(b) Rates & Taxes	315.34	302.84
(c) Insurance	101.24	104.08
	814.90	
REPAIRS & MAINTENANCE		
(a) Plant and Machinery	440.92	611.51
(b) Buildings	945.22	427.13
(c) Vehicles	10.23	5.82
(d) Others	1,192.39	1,333.09
	2,588.76	
Auditors' Remuneration (Including Branch Auditors)		
(a) Audit fees	18.91	19.47
(b) Tax audit fees	5.67	5.84
(c) Certification	-	0.51
(d) Taxation Matters	-	-
(e) Company Law Matters	-	-
(f) Out of Pocket Expenses	0.29	0.45
	24.87	
Directors' Sitting Fees	1.43	0.05
Legal and Professional Charges	173.85	147.08
Printing, Stationery and Periodicals	167.80	131.88
Communication Expenses	111.15	109.95
Power & Fuel	3,033.16	2,897.18
Advertisement, Publicity & Sales Promotion	395.86	406.21
Entertainment	13.10	13.62
Band and Music	34.90	59.94
Expenses on Cultural Shows	-	8.28
Commission to Travel Agents & Credit Card Companies	63.45	75.17
Licencees' Share of Profit	1.67	3.09
Miscellaneous Expenses	111.53	71.05
Upkeep, Service Cost and Other Operating Expenses	14,822.45	14,931.53
Loss on Sale of Fixed Assets/Write off of Assets	1.06	0.36
Loss on Collaboration Ventures	-	-
Depletion/Consumption & Breakage in Crockery, Cutlery & Utensils etc.	56.54	34.91
Reimbursement of Sale Proceeds	723.95	659.62
Interest paid on Advances	-	-
Bad Debts	19.13	2.11
Loss on Foreign Exchange Variations	5.91	1.47
Advances Written Off	-	0.10
Provision for Doubtful Debts & Advances	596.48	449.81

Provision for Impairments	2.10	3.89
Provision for Diminution of Fixed Assets	-	-
Provision for Inventory Write Down/Write Off of Inventories	-	9.05
Corporate Social Responsibility	14.08	8.99
Litigation Loss*	57.79	930.26
	<u>24,054.74</u>	<u>24,722.08</u>
Less:-		
Charged to the Projects of Ministry of Tourism	17.53	14.70
Charged to the Ministry of External Affairs	130.55	113.91
Departmental Expenses Charged to ITDC Unit	-	-
	<u>148.08</u>	<u>128.61</u>
	<u>23,906.66</u>	<u>24,593.47</u>

Notes:-

1. Expenses on Generation of Power:-

Particulars	(₹ In lakh)	
	Year Ended 31.03.2015	Year Ended 31.03.2014
Salaries and Wages	6.00	5.46
Fuel	46.51	25.30
Depreciation	46.23	16.06
Repairs	35.95	68.93
Others	-	-
Total	<u>134.69</u>	<u>115.75</u>

(Above excludes expenditure incurred by some units which is not ascertainable.)

2. No separate charge is made to Repairs and Maintenance Account in respect of salaries, wages etc. of staff deployed for repairs carried out departmentally.
3. ₹ 1,153.92 (Previous Year ₹ 147.06 lakh) spent on renovation during the year at various hotels has been segregated as relating to capital ₹ 477.29 (Previous Year ₹ 75.35) and revenue expenditure ₹ 676.64 (Previous Year ₹ 71.71 Lakh) based on certificate issued by the Project engineer and which have been relied upon by the auditors.

Exceptional Items

Note - 28

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Provisions no Longer required written back	407.84	313.85
Total	<u>407.84</u>	<u>313.85</u>

Notes:-

The Provisions/liabilities no longer required written back during the year and disclosed in Profit & Loss Account are given as under:-

(₹ in lakh)

Particulars	Current Year	Previous Year
1. Provision for Doubtful Debts and Advances	86.13	218.92
2. Depreciation	83.98	18.97
3. Cost of Material Sold and Services Rendered	19.36	16.97
4. Salaries, Wages and Benefits	4.02	11.63
5. Finance cost	14.74	-
6. Repairs and Maintenance	3.75	6.59
7. Balance with Banks	-	-
8. Upkeep & Service Cost	59.35	2.88
9. Other Operating and Administrative Expenses	0.01	1.37
10. Provision for Diminution in Investments	-	36.52
11. Provision for Inventory written down	2.40	-
12. Others	134.10	-
Total	<u>407.84</u>	<u>313.85</u>

Prior Period Adjustments

Note - 29

Particulars	(₹ in lakh)	
	Year Ended 31.3.2015	Year Ended 31.3.2014
Prior Period Income	(11.27)	(63.54)
Prior Period Expenses	215.43	323.79
Net Prior Period Income/(Expenditure)	(226.70)	(387.33)

Note:-

1. Income/expenditure and adjustment relating to earlier years charged to Profit & Loss Account are as follows:-

Particulars	(₹ in lakh)	
	Current Year	Previous Year
Income:		
1. Beer Wine and Spirit Sales	-	-
2. Income from Services Rendered:		
Room rent/licence fee	4.01	-
Consultancy	-	(47.96)
Service Handling Charges	-	(10.80)
3. Others:		
Employees' remuneration and benefits	-	0.19
Income from hired vehicles	(9.89)	0.58
Cost of sales	-	(1.61)
Interest	-	-
Miscellaneous Income	(5.39)	(10.37)
Electricity & Water Charges	-	6.43
Total	(11.27)	(63.54)
Expenditure:		
1. Cost of consumption of raw material, other materials sold and services	1.88	(11.68)
2. Employees' remuneration and benefits	1.03	19.63
3. Travelling and Conveyance	(0.02)	0.05
4. Rent, rates, taxes and insurance	148.25	15.60
5. Repairs and maintenance	(48.05)	11.06
6. Audit Fees	(0.01)	-
7. Legal and Professional Charges	5.56	4.56
8. Staff Welfare	(8.31)	-
9. Communication Expenses	2.01	0.32
10. Power and Fuel	17.00	0.07
11. Advertisement, publicity and sales promotion	-	(6.10)

(₹ in lakh)

Particulars	(₹ in lakh)	
	Year Ended 31.3.2015	Year Ended 31.3.2014
12. Sundry Expenses	(0.12)	21.59
13. Upkeep and Service Cost and Other Operating Expenses	15.17	20.43
14. Depreciation	76.32	247.87
15. Electricity charges	-	-
16. Payment to hired vehicles	-	-
17. Fees & Subscription	-	0.39
18. Data Processing	0.07	-
19. Others	4.65	-
Total	215.43	323.79

Earning Per Share

Note - 30

Particulars	(₹ in lakh)	
	Year Ended 31.3.2015	Year Ended 31.3.2014
<i>The calculation of Earning per share as per Accounting Standard - 20 is as under:-</i>		
BASIC & DILUTED		
Net (Loss)/ Profit available for Equity Shareholders (₹ in lakh)	3,436.88	942.21
Weighted Average number of Equity Share of ₹ 10/- each	8,57,69,400	8,57,69,400
Basic earnings per share (₹)	4.01	1.10

Note - 31

Contingent Liabilities and Commitments

(₹ in lakh)

Particulars	Current Year	Previous Year
A. Contingent Liabilities		
(a) Claims against the Corporation not acknowledged as debts		
(i) Claims against the Corporation not acknowledged as debts [includes demands from custom authority ₹ 18,520.84 lakh (Previous Year ₹ 18,523.84 lakh) and are subjudice].	83,613.08	77,537.03
(ii) Guarantees executed in favour of various authorities, banks and financial institution [including guarantees provided against loans obtained by subsidiary companies, ₹ 351.74 lakh (Previous year ₹ 331.44 lakh)].	578.74	484.84
(iii) Income Tax matters in appeal [Includes appeals preferred by Income Tax Department ₹ 475.84 lakh (Previous Year ₹ 17.59 lakh)]	1,250.17	1,200.24
(iv) Sales Tax matters in appeal [includes ₹ 2,465.62 lakh (Previous Year ₹ 2,465.62 lakh) in respect of closed Duty Free Shop, Mumbai, appeals against which are pending before Maharashtra Sales Tax Tribunal/High Court].	2,951.88	2,949.80
(v) (a) Liability towards service tax (including interest thereon pertaining to banqueting, including catering activities, at hotels up to 31.03.2007.	Amount unascertained	Amount unascertained
(b) Liability towards work contract tax (including interest thereon) pertaining to building repair work carried at units.		
B. Commitments		
Estimated amount of contracts remaining to be executed on capital account (net of advances and excluding escalation in rates, if any) (on completion, part of the work may result as revenue expenditure).	140.03	501.98

Note No. (1): Contingent Liabilities at Sl. No. A(a) (i), A(a)(iii) & A(a)(iv) are dependent upon court decision/out of court settlement/disposal of appeal etc.

Note No. (2): Amount indicated as Contingent liability/Claims against the Corporation only reflect basic value. Legal and other costs being indeterminable at this stage are not considered.

Note No. (3): Contingent liabilities at A(a)(i) above includes ₹ 4,801.97 lakh in respect of matters under arbitration with suppliers in respect of works relating to supply of furniture and furnishing of flats on behalf of Delhi Development Authority (DDA). However, the MoU with DDA indicates that the payments of decreed amounts, if any, as decided by arbitrator, court of law will be made by DDA.

C. The Corporation had taken a property on rent from the Custodian of Enemy Property in 1965. Subsequently, the said property was released in favour of present owner by the Custodian. The owner had filed a suit for recovery of the possession of the said property. The Hon'ble High Court decided the matter in favour of the owner and the Corporation was directed to vacate the property. The Hon'ble high court also fixed the rent @ ₹ 30,000/- for the month of January 1980 only on lumpsum/adhoc basis along with interest and also appointed a Local Commissioner to determine the amount of rent for the period from 1.2.1980 till date of handing over the possession of the property. Aggrieved by the decision, a Special Leave Petition before the Hon'ble Supreme Court was filed which was dismissed by the court & upheld the earlier judgement of the Hon'ble High Court. Accordingly, the premises was vacated & possession handed over to the owner on 28.02.2007. The Local Commissioner has rejected the claim of approx ₹ 300 crore of Shri Anil Kumar Khanna & Ors on account of mesne profits and has calculated the mesne profit by taking the base rent of ₹ 9.37 per sq ft per month with the increase of 15 % every year and interest @ 12 % p.a. as mentioned in the Report. The total amount payable as per Local Commissioner order comes

to ₹ 12,15,55,555/- as on February 2007 Further interest @ 12 % p.a. is payable, as per report, till the payment. Aggrieved by this decision of the local commissioner ITDC has filed its Objections to High Court. The Owners / Plaintiffs have also filed Objections to the Report wherein they have claimed ₹ 2,96,23,97,284/- w.e.f. 01.02.1980 till the date of possession of the property i.e. 28.02.2007. After the completion of hearing the matter is reserved for order. Pending finalization of the matter no provision has been made in the accounts and the demand of the owner have been included under contingent liability A(a)(i) above.

D. M/s Airports Authority of India(AAI) and other private airport operators had levied service tax on their billings for licence fee/royalty for Duty Free Shops at various locations and Ashok Airport Restaurant w.e.f. 10.9.2004. However, the Circular dated 17.9.2004 issued by Government of India provides that the activity of renting, leasing out part of airport/civil enclave premises does not amount to rendering of services and the license fee/royalty payable in this regard is not subject to service tax. Similar views on non levying of service tax on such licence fee/royalty have also been opined by tax consultants. The issue is also under consideration by the Director General of Central Excise Intelligence. Pending clarifications, no provision has been made for the estimated liability, towards service tax for the period from 10.9.2004 to 31.3.2008 for all the ten duty free shops, which works out to ₹ 1,779.49 lakh (Previous year ₹ 1,779.49 lakh).

E. The Employees' State Insurance Corporation (ESI) authorities had raised demands (including interest where applicable) totalling ₹ 780.92 lakh (Previous year ₹ 758.60 lakh) towards ESI dues in respect of four hotel/catering units against which the Corporation holds a deposit of ₹ 334.85 lakh (Previous year ₹ 334.85 lakh) (included in Loans and Advances) with the said authorities (made up of amounts withdrawn by the authorities after freezing

bank accounts- ₹ 310.09 lakh and amount deposited ₹ 24.76 lakh). Against this the Corporation holds a liability of ₹ 215.43 lakh (previous year 215.43 lakh) towards ESI dues. No provision has been made for the balance of ₹ 565.49 lakh (Previous year ₹ 543.17 lakh) as the matter is subjudice and pending finality in the matter, the same has been included under Contingent Liabilities at Sl. No. 1(A)(a)(i) above.

F. The matter relating to determination of property tax was subjudice in the Hon'ble High Court of Delhi. During proceedings NDMC offered a basis for determination of property tax for assessing the hotel properties to which ITDC also agreed. Accordingly, the Hon'ble High Court vide its orders dated 19.10.2010 disposed off the said petition by directing NDMC to reassess the property tax due from hotels and hotels to fully cooperate in the matter. Accordingly, the NDMC vide its assessment orders dated 31.03.2013 made the fresh assessment up to 31.03.2009 and gave a basis of determination of property tax which was agreed by ITDC.

In compliance to the assessment order, a provisional liability of ₹ 2,159.59 lakh towards property tax due for the hotel for the years up to 2008-09 have been worked out and accounted for. Further, hotels have adopted the same formula for determining the property tax for the years from 2009-10 to 2014-15 whereas NDMC is raising bills as per old basis i.e the basis it was following before the court orders. Since the basis of determination of property pursuant to the court order has already been agreed by NDMC and ITDC, ITDC has not accepted the demands and submitted representations to NDMC. Besides, NDMC has not made assessment for the years 2009-10 to 2014-15. Therefore, pending the final resolution in the matter, the difference of ₹ 1,483.88 lakh between the property tax demanded by NDMC (₹ 2,449.75 lakh) and property tax admitted by ITDC (₹ 965.87 lakh) has been disclosed as "Contingent Liabilities" under A(a)(i) above.

General Notes

Note - 32

- Confirmation of balances have not been received in most of the cases of Trade receivable, Trade payable, Loans and Advances and Deposits. Besides in a few units, balances in customers accounts are under reconciliation with the General Ledger control account balances. Effect on the accounts on due confirmation, reconciliation and adjustments thereof cannot be indicated at this stage.
- The net accumulated amount of losses - ₹ 2,690.24 (Previous year ₹ 2,507.86 lakh) of subsidiary companies so far as it concerns to the Corporation, not dealt with in the accounts is as under:-

(₹ in lakh)

Name of the Subsidiary Company	For the period up to	Share % of Profit/Losses	Accumulated Amount of Losses/ (Profit)
Assam Ashok Hotel Corporation Ltd.#	2014-15	51.00	381.32
Donyi Polo Ashok Hotel Corporation Ltd.#	2014-15	51.02	(65.71)
Madhya Pradesh Ashok Hotel Corporation Ltd.#	2014-15	51.00	47.88
Pondicherry Ashok Hotel Corporation Ltd.#	2014-15	51.00	48.18
Punjab Ashok Hotel Company Ltd.#	2014-15	51.00	8.62
Ranchi Ashok Bihar Hotel Corporation Ltd.#	2014-15	51.00	304.05
Utkal Ashok Hotel Corporation Ltd.#@	2014-15	91.54	1,965.90
Total Net Losses			2,690.24
Previous Year Net Losses			2,507.86

There is no change in the % of sharing.
@ Non-operational from 2003-04.
AGM is yet to be convened.

- Following past practice, consumption of stocks, stores, crockery, cutlery etc.

has been worked out by adding opening balances to purchases and deducting therefrom closing balance based on physical inventories valued as per accounting policy.

- The Corporation has been managing Hotel Bharatpur Ashok and Kosi Restaurant owned by Ministry of Tourism and the profit/loss in respect of these units is accounted for by the Corporation in the respective notes of statement of Profit & Loss Account.
- Company entered into an Agreement dt. 19th February, 2002 with M/S Maruti Udyog Ltd. for renewal of Sub-Lease from 1st February, 2002 to 31st January, 2011 and another period of nine years thereafter subject to enhancement of rent in respect of the property comprising of Workshop cum Depot constructed on Plot No. C-119 Naraina Industrial Area Phase-I, New Delhi. As per terms of agreement the entire rent for a period of 9 years was paid by Maruti Udyog Ltd in advance. During the currency of the lease period, M/S Maruti Udyog Ltd carried out additional construction in the said premises and in the process the Workshop cum Depot that had been let out was demolished and rendered extinct which was neither envisaged nor intended in the Sub-Lease Agreement. Therefore, a legal notice dt. 14th June, 2010 was given to Maruti Udyog Ltd to vacate the premises w.e.f. 1.7.2010. The balance amount of advance rent lying with ITDC amounting to ₹ 25,01,849/- was accordingly returned to M/S Maruti Udyog Ltd. Applications dt. 1.7.2010 was filed by ITDC for eviction of premises and recovery of damages under Public Premises

(Eviction of Unauthorized Occupants) Act, 1971 before H'ble Estate Officer. In the meanwhile Maruti Udyog Ltd filed a writ petition in H'ble Delhi High Court against the eviction and recovery applications of ITDC which has been dismissed by the Hon'ble High Court. Against the order of H'ble High Court Maruti Udyog Limited had filed an appeal before the Division Bench which was also simultaneously dismissed. Another Arbitration Petition had been filed by Maruti Udyog Ltd. before Hon'ble High Court for appointment of Arbitrator. Hon'ble High Court vide its order date 29.09.2011 appointed Arbitrator with certain directions against the aforesaid order. ITDC has filed Writ Petition praying for stay of Arbitration proceedings. The matter is pending before H'ble High Court. Maruti Udyog Limited has also filed a writ petition against the order dated 29.09.2011 before the H'ble Supreme Court of India. Proceedings initiated by MUL before Hon'ble High court and Hon'ble Supreme Court have disposed off. The matter of recovery of possession and recovery of amount are now fixed for 28.05.2015. Pending legal proceedings in the matter, the premises has not yet been vacated by M/S Maruti Udyog Ltd.

- Disclosure in accordance with Accounting Standard- 7 - Construction Contracts:

(₹ in lakh)

a) Aggregate amount of Revenue recognised up to the reporting date	15,058.70
b) Aggregate cost incurred up to reporting date	13,675.10
c) Revenue recognised during the current financial year	1,744.76
d) Cost incurred during the financial year	1,611.86

e) Total amount of funds received up to the reporting date	16,015.53
f) Advance due to customers up to reporting date	3,704.36
g) Advance due from Customers up to reporting date	164.10

- Disclosure pursuant to Accounting Standard 17 on Segment Reporting is given in **Annexure A** to this note.
- Disclosure of transactions with related parties as per Accounting Standard -18, to the extent applicable, is as under: -

Key Management Personnels: -

- Shri Umang Narula
Chairman & Managing Director
w.e.f. 24.04.2015
- Shri Girish Shankar
Chairman & Managing Director
w.e.f. 09.12.2014 to 23.04.2015
- Dr. Sameer Sharma
Managing Director
w.e.f. 12.05.2014 to 09.12.2014
- Shri Girish Shankar
Managing Director
w.e.f. 23.04.2013 to 11.05.2014
- Shri Trinath Behera
Director (Finance)
w.e.f. 26.4.2013
- Shri Ratan Kumar Okhandiar
Director (C&M)
w.e.f. 10.07.2012 to 31.03.2015

Payment made to key management personnels and their relatives.

(Amount in ₹)

Particulars	Current Year	Previous Year
Remuneration	61,60,628.00	43,14,368.00

9. Disclosure in pursuance of Accounting Standard -19 on Leases:-

The Corporation's leasing arrangements are generally in respect of operating lease for premises (residential, office accommodation, and godowns etc). These leasing arrangements are not non-cancellable and are also usually renewable by mutual consent on mutually agreeable terms. The aggregate lease rentals paid/payable are charged as Rent under Employees Remuneration & Benefits (Note-25) & Operating and Other Expenses (Note-27). In some of the hotel units, arrangements made with other parties to operate restaurants and other business premises are on licence basis which are also not non-cancellable and are usually renewable by mutual consent on mutually agreeable terms.

10. Impairment of Assets

Impairment of Fixed Assets/ Capital work-in-progress at each balance sheet date and impairment loss, if any, ascertained as per Accounting Standard-28-'Impairment of Assets' issued by the Institute of Chartered Accountants of India is recognised. As on 31st March, 2015, in the opinion of the Management except to the extent of loss recognised in respect of assets not in active use, capital work-in-progress including incomplete hotel project at Gulmarg, no such impairment loss warranting recognition/provision was noticed.

11. Disclosure in pursuance to Accounting Standard - 29 - Provisions, Contingent Liabilities and Contingent Assets :

(₹ in lakh)

Name of the Provision	Balance as on 1.4.2014	Provided during the year relating to 2014-15	Provided during the year relating to 2013-14	Payments/ Adjustments during the year	Provision reversed/ written back	Closing Balance as on 31.3.2015
Income Tax	350.00	950.00	0.00	299.29	50.71	950.00
Wealth Tax	0.68	0.79	0.00	0.68	0.00	0.79

12. Additional information pursuant to requirements of Part II of Schedule VI of the Companies Act, 2013 :-

a) Value of Imports on C.I.F. basis:-

(₹ in lakh)

Particulars	Current Year	Previous Year
i) Beer, Wine and Spirits	557.82	552.44
ii) Cigars and Cigarettes	17.23	7.22
iii) Other items	66.99	-
Total	642.04	559.66

b) Expenditure in Foreign Currency :-

(₹ in lakh)

Particulars	Current Year	Previous Year
i) Travelling	6.65	5.54
ii) Fees & Subscription	3.75	6.89
Total	10.40	12.43

(c) Earnings in Foreign Currency (Direct) (on receipt basis) :-

(₹ in lakh)

Particulars	Current Year	Previous Year
i) Boarding, Lodging and Other Facilities	440.51	677.87
ii) Sale of Goods at Duty Free Shops	856.03	897.00
iii) Gain in Foreign Exchange (net)	2.31	12.22
Total	1,298.85	1,587.09

(d) (i) Amount due to Small Scale Industries, to the extent such parties have been identified from available information, of more than one lakh and for a period exceeding 30 days is ₹ NIL (Previous Year ₹ NIL lakh).

(ii) The Government of India had promulgated "The Micro, Small and Medium Enterprises Development Act, 2006". As per the said Act, the Corporation is to identify the parties and pay them interest

beyond the specified period if not paid. The Corporation is in the process of identifying the suppliers. In view of this, the liability for interest could not be worked out.

(iii) The Companies (Second Amendment) Act, 2002 provides for levy of cess, towards rehabilitation/revival of sick industrial companies, which shall not be less than 0.005% but not more than 0.10% of the turnover or the gross receipts as the Central Government may from time to time specify in the Official Gazette. Since no notification has been issued, provision thereof has not been created.

13. Previous years' figures have been regrouped/rearranged wherever necessary.

Annexure “A” to Note No. 32 {Sl. No. 7}
Segment Reporting-AS-17

(₹ in lakh)

	Hotel/Restaurants Operations		Duty Free Shops Operations		Travels & Tours Operations		ARMS & Misc. Operations		Construction, Consultancy & SEL Projects		Others		Total for Company	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
PRIMARY DISCLOSURE (Operation-wise)														
1 Segment Revenue														
a) Total Revenue	28,416.41	26,314.34	1,095.61	940.48	13,220.17	13,714.21	3,547.80	2,416.57	2,043.07	1,576.50	2,772.18	2,675.88	51,095.24	47,637.98
b) Less Inter Segment Revenue	25.68	25.88			77.46	110.75	573.12	446.57	-	96.50	-	-	676.26	679.70
c) External Revenue	28,390.73	26,288.47	1,095.61	940.48	13,142.71	13,603.46	2,974.68	1,970.00	2,043.07	1,480.00	2,772.18	2,675.88	50,418.98	46,958.29
2. Segment Results														
Profit/(Loss) before Interest, Tax and Overheads	3,593.21	2,879.78	170.97	(47.40)	141.16	(119.23)	575.37	293.22	(545.15)	(800.07)	2,792.06	2,676.20	6,727.62	4,882.50
Less:- Allocable Corporate Overheads		-		-		-		-		-	2,812.41	3,689.38	2,812.41	3,689.38
Less: Interest	0.33	-		-		-		-		-	19.88	-	20.21	-
Less: Provision for Income Tax											950.00	350.00	950.00	350.00
Less: Provision for Wealth Tax											0.79	0.68	0.79	0.68
Less: Provision for Deferred Tax											(441.96)	(99.77)	(441.96)	(99.77)
Add: Provision for Income Tax for earlier year written back											(50.71)	-	(50.71)	-
Profit/(Loss) available for appropriation	3,592.88	2,879.78	170.97	(47.40)	141.16	(119.23)	575.37	293.22	(545.15)	(800.07)	(498.35)	(1,264.09)	3,436.88	942.21
3. Segment Assets (Current assets plus fixed assets & WIP and Investments)	17,008.90	13,907.78	770.41	758.70	2,994.31	2,392.60	1,392.09	974.64	1,399.72	817.54	34,382.22	37,077.53	57,947.65	55,928.80
4. Segment Liabilities	16,434.80	16,872.45	610.83	760.68	2,149.24	1,815.72	2,185.50	1,563.45	9,011.30	9,253.06	(1,900.85)	(3,346.83)	28,490.82	26,918.53
5. Depreciation & amortisation in respect of Segment Assets for the period	979.70	550.96	3.24	2.03	11.51	13.87	8.12	3.66	0.60	1.09	23.26	24.16	1,026.43	595.77
6. Cost incurred during the period to acquire Segment Assets (Tangible & intangible fixed assets)	531.40	218.69	0.17	1.13	9.07	2.42	1.55	2.12	1.15	0.12	11.17	27.75	554.51	252.21
7. Non Cash Expenses Other than Depreciation and Amortisation incurred by the Business Segment	1,018.49	1,088.87	22.30	(2.04)	195.70	102.43	25.04	55.18	97.11	7.81	27.11	202.74	1,385.75	1,454.98

N.B. : Secondary (Geographical) disclosure is not given, since company has no overseas operations/activities.

Cash Flow Statement for the Year ended 31st March, 2015

(₹ in lakh)

Particulars		Year Ended 31.3.2015		Year Ended 31.3.2014
A Cash Flow from Operations				
Profit before Taxation		3,895.00		1,193.12
Adjustments for:				
Depreciation	1,026.43		595.58	
Diminution in value of Fixed Assets/Investments	2.10		-	
Deferred Government Grant	(0.35)		(0.34)	
Finance Charges	20.21		-	
Provision for Inventory Write-down	-		9.05	
Provision for Doubtful Debts & Advances	596.48		449.81	
Interest Income	(2,538.03)		(2,517.27)	
Bad Debts/Advances Written Off	19.13		2.11	
(Profit)/Loss on Sale of Fixed Assets	(2.92)	(876.95)	(4.00)	(1,465.06)
Operating Profit before Working Capital Changes		3,018.05		(271.94)
(Increase)/Decrease in Current Assets				
Inventories	74.76		(277.95)	
Trade Receivables	(4,433.56)		1,618.99	
Other Current Assets	(359.82)		(118.49)	
Other Non-current Assets	26.64		(54.36)	
Long-term Loans and Advances	(6.97)		(25.89)	
Short-term Loans and Advances	(1,027.35)	(5,726.30)	95.95	1,238.25
Increase/(Decrease) in Current Liabilities				
Trade Payables	854.22		(617.26)	
Other Current Liabilities	(1,506.11)		2,291.30	

(₹ in lakh)

Particulars		Year Ended 31.3.2015		Year Ended 31.3.2014
Other Long Term Liabilities	179.13		(296.53)	
Long Term Provision	(226.69)		(282.61)	
Short Term Provision	108.72	(590.73)	102.35	1,197.25
Cash Inflow/(Outflow) from Operations		(3,298.98)		2,163.56
Direct Taxes Paid	-		-	
Income Tax Paid	350.00		-	
Income Tax for Earlier years Written Back	(50.71)	299.29	-	-
Net Cash Inflow/(Outflow) from Operation (A)		(3,598.27)		2,163.56
B Cash Flow from Investing Activities				
Purchase of Fixed Assets		(575.19)		(252.95)
Sale of Fixed Asset and Adjustments		16.92		16.07
Income from Interest/Dividends		2,538.03		2,517.27
Reduction/(Addition) of Work-in-Progress		(92.27)		(142.02)
(Increase)/Decrease in Investments		-		(300.88)
Net Cash Inflow/(Outflow) from Investing Activities (B)		1,887.49		1,837.49
C Cash Flow from Financing Activities				
Increase in Share Capital		-		-
Increase/(Decrease) in Borrowings		-		-
Finance Charges		(20.21)		-
Wealth Tax Paid		(0.68)		(0.71)
Dividend Paid		(428.85)		-
Dividend Tax Paid		(72.88)		-
Deferred Government Grant		0.35		-

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Net Cash Inflow/(Outflow) from Financing Activities (C)	(522.27)	(0.71)
Net Change in Cash or Cash Equivalents during the Year	(2,233.05)	4,000.34
Cash and Cash Equivalents at the beginning of the year*	29,180.38	25,180.04
Cash and Cash Equivalents at the end of the year*	26,947.33	29,180.38

* For details refer Note-18

(V.K. Jain) (P.K. Aggrawal) (Trinath Behera) (Umang Narula)
Company Secretary Vice President (F&A) Director (Finance) Chairman & Managing Director

As per our Report of even date
For V. K. Verma & Co.
Chartered Accountants (FRN 000386N)

Date : 29th May, 2015
Place : New Delhi

(Vivek Kumar)
Partner
(M.No. 503826)

Consolidated Accounts for the Year 2014-15

Independent Auditors' Report to the Members of India Tourism Development Corporation Limited

1. Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of INDIA TOURISM DEVELOPMENT CORPORATION LIMITED (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and jointly controlled entities, comprising of the Consolidated Balance Sheet as at 31st March, 2015, the Consolidated Statement of Profit & Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

2. Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associates and Jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read

with Rule 7 of the Companies (Accounts) Rules, 2014. 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 the assets of the Group and for preventing and detecting frauds and other irregularities; the 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

3. Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

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

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated financial statements.

4. Basis for Qualified Opinion

- (a) *The Corporation is due ₹ 1,332.57 lakh as at 31.03.2015 (₹ 1,315.92 lakh up to 31.03.2014) from certain subsidiary Companies (which have significant accumulated losses) on account of services rendered and funds advanced to them (including interest thereon). Besides the Corporation holds investments in the said subsidiaries having a book value as at 31.03.2015 of*

₹ 1,060.58 lakh (Previous Year ₹ 1,060.58 lakh). The management has represented to us that these investments are of long term nature and the shortfall/diminution in their value is not permanent and that the intrinsic value of assets owned by these companies is considerable to recover the dues and cost of investments, though two of the companies are non-operational and the present net worth of most of these companies is in the negative (Refer Note Nos. 17(1) & 14A(1) of the ITDC Standalone Financial Statements.

- (b) *Ashok Hotel, the unit of ITDC has not accounted the Service Tax liability on monthly basis and Interest arising as a consequence thereof as per provisions of availment and utilization of CENVAT credit in respect of Reverse Charge and delay in raising of Invoices. In the absence of any working, the impact thereof on the financial statements cannot be ascertained and quantified.*
- (c) *As per Section 143(3)(d) of Companies Act, 2013, we are reporting that Service Tax Returns and VAT Returns filed for the relevant financial year do not match with the Books of Accounts respectively and are under reconciliation.*
- (d) *Ashok Hotel, the unit of ITDC has certain credit balances shown as "Provision for Expenses" amounting to ₹ 674.94 lakh and debit balances in "Sundry Contractors" amounting to ₹ 239.63 lakh, both are subject to reconciliation/matching and confirmation. In view of the pending reconciliation/matching and confirmation, we are not*

in a position to ascertain and comment on the correctness of the outstanding balances.

- (e) The financial statement of Joint venture company i.e. ITDC Aldeasa India Private Limited is pending for audit by their auditor whose reports has not yet been furnished to us, and their opinion in so far as it relates to the amounts and disclosures included in respect of these Joint Venture, is based solely on the unaudited information provided by the Management of the Joint Venture.

5. Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, its associates and jointly controlled entities as at 31st March, 2015, and their consolidated Profit & Loss and their consolidated cash flows for the year ended on that date.

6. Emphasis of Matter

- (a) We draw attention to Note 31 to the consolidated financial statements which, describes the uncertainty related to the outcome of the lawsuit filed against the Holding Company and its subsidiaries and joint venture.

Our opinion is not modified in respect of this matter.

- (b) As per General Note 32 (2) The units

of ITDC has calculated consumption of stock and stores, crockery, cutlery, glassware and linen by taking opening balances, purchases and closing balances. The value of losses/shortages/wastages has not been accounted separately. Our opinion is not qualified in respect of this matter.

- (c) Ashok Hotel, the unit of ITDC has recognized a "Provision for Doubtful Debts" amounting to ₹ 1,570.22 lakh as on March 31, 2015. The unit has not written off bad debts which are pending since years, which has resulted in inflated balance of 'Trade Receivables' & 'Provision for Doubtful Debtors' correspondingly in the Balance Sheet as at March 31, 2015. Our opinion is not qualified in respect of this matter.

- (d) As per the Rule 6(3A) of CENVAT Credit Rules, 2004 the Ashok Hotel, the unit of ITDC was required to make short payment of amount if any, equal to the proportionate CENVAT credit attributable to the exempted output services provided to the units during the financial year. The unit has not yet made the final assessment of the amount payable till date since inception of this rule, as a consequence of which the unit might be liable to pay interest @ 24% p.a. up to the date of actual payment. In the absence of any working, the impact thereof on the financial statements cannot be ascertained and quantified.

7. Other Matters

We did not audit the financial statements/ financial information of following subsidiaries, and jointly controlled entities, whose financial

statements/financial information reflect total assets of ₹ 2,793.72 lakh as at 31st March, 2015, total revenues of ₹ 2,094.47 lakh and net cash flows amounting to ₹ 26,947.35 lakh for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net loss of ₹ 324.22 lakh for the year ended 31st March, 2015, as considered in the consolidated financial statements, in respect of associates, whose financial statements/financial information have not been audited by us. These financial statements/financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities and associates, and our report in terms of Sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, jointly controlled entities and associates, is based solely on the reports of the other auditors.

The details of Assets, Revenues and Net Cash Flows in respect of these subsidiaries and Joint Ventures to the extent to which they are reflected in the Consolidated Financial Statements are given below:

Name of the Company	(Amount in ₹)		
	Total Assets	Total Revenues	Net Cash Flows
Subsidiary Companies			
Madhya Pradesh Ashok Hotel Corporation Ltd.	6,71,00,841.81	6,99,90,927.12	(90,88,764.65)
Utkal Ashok Hotel Corporation Ltd.	2,42,39,389.57	-	(1,051.00)
Assam Ashok Hotel Corporation Ltd.	4,78,04,379.00	6,47,32,224.00	(32,77,766.00)
Donyi Polo Ashok Hotel Corporation Ltd.	3,87,75,749.04	2,62,49,309.00	19,13,182.19
Ranchi Ashok Bihar Hotel Corporation Ltd.	3,75,28,645.32	1,89,18,311.00	(4,97,615.00)

Pondicherry Ashok Hotel Corporation Ltd.	3,10,79,731.54.00	2,91,53,452.00	(33,84,086.00)
Punjab Ashok Hotel Company Ltd.	2,80,62,794.39.00	-	(300.00)
Joint Ventures			
ITDC Aldeasa India Private Ltd.	47,80,938.60	4,03,028.50	-
Total	27,93,72,469.27	20,94,47,251.62	(1,43,34,298.46)

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements/financial information certified by the Management.

8. Report on Other Legal and Regulatory Requirements

- (i) As required by the Companies (Auditors' Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Act, based on the comments in the Auditors' Report of the Holding company, subsidiary companies, associate companies and jointly controlled companies incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- (ii) As required by Section 143(3) of the Act, we report, to the extent applicable, that:
- (a) We have sought and, except for the possible effect of the matter described in sub-paragraph (b) of the Basis for Qualified Opinion above,

obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

- (b) In our opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph above, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- (c) Except for the matter described in sub-paragraph (b) of the Basis for Qualified Opinion paragraph above, the reports on the accounts of the branch offices of the Holding Company, and its subsidiaries, associate companies and jointly controlled companies incorporated in India, audited under Section 143 (8) of the Act by branch auditors have been sent to us / the other auditors, as applicable, and have been properly dealt with in preparing this report.
- (d) The Consolidated Balance Sheet, the Consolidated Statement of Profit & Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the

purpose of preparation of the consolidated financial statements.

- (e) In our opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph above, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (f) The matters described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Group.
- (g) Being a Government company, pursuant to Notification No. GSR 29(E) dated 21/10/2003 issued by Government of India, Provision of Sub-section (2) of Section 164 of the Companies Act, 2013, are not applicable to the Corporation.
- (h) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above.
- (i) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- a. Except for the possible effect of the matter described in sub-paragraph (b) of the Basis of Qualified Opinion above, the consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, its associates and jointly controlled entities - Refer Note 31 to the consolidated financial statements.
- b. Except for the possible effect of the matter described in sub-paragraph (b) of the Basis of Qualified Opinion above, did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies, associate companies and jointly controlled companies incorporated in India.

For V.K.Verma & Co.
Chartered Accountants
(FRN- 000386N)

Vivek Kumar
(Partner)
M. No. 503826

Place: New Delhi
Date: 29th May, 2015

Annexure Referred to in our Report of even date on the Accounts of India Tourism Development Corporation Limited for the Year ended on 31st March, 2015.

Fixed Assets

- (a) The company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets except at few branches/units of ITDC where records were incomplete in respect of quantitative details and situation etc.
- (b) The fixed assets are reported to have been physically verified by the management generally at the yearend/reasonable intervals. In most of the branches / units of ITDC, the book balance and physical balances have not been reconciled and hence, the discrepancies, if any, have not been ascertained for necessary adjustments in the books of account.

Inventories

- (a) The inventory has been physically verified by the management generally once in a year except at few branches / units of ITDC where verification has been conducted at the end of every half year. Some of the branch auditors have reported

that though the inventory has been physically verified the frequency of verification is inadequate/not reasonable and needs to be increased in view of the size and nature of the inventory.

- (b) The procedures of physical verification of inventories followed by the management are generally reasonable and adequate in relation to the size of the Corporation and the nature of its business. Some of the branch auditors of ITDC have reported that the procedures of physical verification of inventories need to be strengthened and provision made for evaporation loss/obsolescence for dead stock of stores/spares/provisions, crockery & cutlery items and stationery items.
- (c) The company is generally maintaining proper records of inventory except at few units of ITDC wherein the branch auditors have reported that proper records of inventory were not maintained. The discrepancies noticed on physical verification between the physical stocks and the book records were not material except at some branches where such discrepancies could not be ascertained in the absence of proper records of inventory. However, since the consumption of these stocks, stores, crockery, cutlery etc. had been worked out by taking opening balance, purchases and closing balance based on physical inventories, the value of shortages

etc. has not been ascertained and shown separately. In this connection refer to our comment in para 2(b) above also.

Loans Taken

- (a) The Corporation has neither taken nor granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

Internal Control

In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to the purchase of inventory, fixed assets and with regard to the sale of goods and rendering of services except at some subsidiaries wherein the auditors have reported, that the evaluation of the prevailing internal control structure and its operation disclosed weak internal control systems and which is not adequate and commensurate with the size of the Company and the nature of its business, with regard to purchase of inventory and recording, purchase of fixed assets, sale of goods and services, purchase and consumption of raw materials, cost of services rendered, stores, stocks, issuance of material and which need to be improved / strengthened.

PUBLIC DEPOSITS

The Corporation has not accepted any deposit from public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules made thereunder.

COST RECORDS

As informed to us maintenance of cost Records has not been prescribed by the Central Government under Sub-section (1) of Section 148 of the Companies Act, 2013.

STATUTORY DUES

- (a) In our opinion the Corporation is generally regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, duty of customs, duty of excise, value added tax, Cess and other statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they become payable, are given below:

Name of the Unit/Subsidiary	Nature of Dues	Amount (₹ in lakh)	Period to which the Amount Relates
ESI, Vigyan Bhawan	ESI	4.79	More than six months
ESI, Hyderabad House	ESI	1.72	More than six months
ESI, Ashok Hotel New Delhi	ESI	0.445	More than six months
EPF, Ashok Hotel New Delhi	EPF	1.87	More than six months
Sales Tax, Ranchi Ashok Bihar Hotel Corporation Limited	Sales Tax	0.772	More than six months
Luxury Tax, Ranchi Ashok Bihar Hotel Corporation Limited	Luxury Tax	0.01881	More than six months

(b) In case dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess have not been deposited on account of any

dispute, then the amounts involved and the forum where dispute is pending shall be mentioned (A mere representation to the concerned Department shall not constitute a dispute).

Name of the Unit/Subsidiary	Nature of Dues	Amount (₹ in lakh)	Period to which the Amount Relates	Forum where Dispute is Pending
ESI, Hotel Patliputra Ashok, Patna	ESI	0.670	Earlier Years	Labour Court
Service Tax, Ashok Hotel New Delhi	Service Tax	330.91	Earlier Years	CESTAT, New Delhi
ESI, Ashok Hotel, New Delhi	ESI	641.90	Earlier Years	High Court of Delhi
The Delhi Sales tax Act, 1975	Local Sales Tax	150.25	1990 to 2007	Various Authorities
The Central Sales Tax Act, 1956	Central Sales Tax	3.02	1987 to 2002	Various Authorities
Andhra Pradesh VAT Act, 2005	Local Sales Tax	327.15	2005 to 2007	Hyderabad High Court
The Delhi Tax on Luxuries Act, 1996	Luxury Tax	42.58	2001-02 & 2002-03	Assistant Commissioner of Luxury Tax
The Income Tax Act, 1961	Income Tax	337.49	1992-93	Income Tax Appellate Tribunal
		17.59	1995-96	Delhi High Court
		386.91	2006-07	ITAT
		458.25	2007-08	CIT (A)
		49.93	2009-10	CIT (A)
Finance Act, 2014, Ashok Event	Service Tax	39.65	2006 to 2009	Additional Commissioner of Service Tax
Excise Duty Kalinga	Excise Duty	8.58	2002-03	High Court, Odisha
ESI, Kalinga	ESI	1.45	Earlier Years	Distt. Court, Khurda
Service Tax, Kalinga	Service Tax	52.91	Earlier Years	Addl. Director General, DGCEI, Kolkata

ESI, Hotel Samrat	ESI	71.68	01.10.1997 to 31.03.2000	High Court of Delhi
EPF, Hotel Samrat	EPF	17.92	1982 to 1985	Supreme Court of India
ESI, Hotel Janpath	ESI	60.08	1998-2003	High Court of Delhi
Custom Act, 1962	Custom Duty	18,478.67	2004-05	CESTAT
Custom Act, 1962	Custom Duty	42.17	2003	Committee of Disputes
Maharashtra Sales Tax Act	Sales Tax / VAT	2,465.62	1995-2008	Commissioner Appeals
Service Tax, Madhya Pradesh Ashok Hotel Corporation Limited, Bhopal	Service Tax	5.59	2008-2013	CESTAT, New Delhi
Luxury Tax, Madhya Pradesh Ashok Hotel Corporation Limited, Bhopal	Luxury Tax	1.94	2004-05	Commercial Tax Department

- (c) No amount is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act and Rules made there under.
- Even after considering the effects of quantified qualifications, in our opinion, the Corporation does not have accumulated losses. The Corporation has not incurred cash loss during the financial year covered by our audit and has incurred cash loss in the immediately preceding financial year. *However, the effect of resolution and quantification of matters reported / of un-quantified qualifications and others reported in -the main Audit Report, which may in some cases be significant, have not been taken into consideration, as the amounts are not ascertainable.*
 - According to the information and explanations given to us and based on the documents and records produced to us, the Corporation has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 - According to the information and explanations given to us Corporation has given guarantee for loans taken by a subsidiary Hotel Brahmaputra Ashok, from financial institutions, the terms and conditions whereof may become prejudicial to the terms of the company.
 - According to information and explanation given to us, one of the subsidiary of the Corporation i.e Hotel Brahmaputra Ashok has taken a term loan from Assam Industrial Development Corporation Ltd.

The Outstanding amount as on 31st March, 2014 is ₹ 3.57 crore and that Company failed to repay the said term loan.

or reported during the year, nor have we been informed of such case by the management.

12. During the course of our examination of the books and records of the Corporation, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Corporation, noticed

For V.K.Verma & Co.
Chartered Accountants
(FRN- 000386N)

Vivek Kumar
(Partner)
M. No. 503826

Place: New Delhi
Date: 29th May, 2015

Consolidated Balance Sheet as at 31st March, 2015

(₹ in lakh)

Particulars	Note	As at 31.3.2015	As at 31.3.2014
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
Share Capital	2	8,576.94	8,576.94
Reserves and Surplus	3	21,374.37	20,769.82
Money Received against Share Warrants		-	-
Deferred Government Grants		6.83	8.02
2. Minority Interest		304.81	334.43
3. Non-Current Liabilities			
Long-Term Borrowings	4	351.74	331.44
Other Long-Term Liabilities	6	765.08	584.28
Long-Term Provisions	7	4,494.81	4,688.37
4. Current Liabilities			
Short-Term Borrowings	8	26.50	-
Trade Payables	9	5,557.36	4,678.76
Other Current Liabilities	10	16,130.33	17,653.95
Short-Term Provisions	7	3,762.94	1,505.10
TOTAL		61,351.71	59,131.11
II. ASSETS			
1. Non-current Assets			
Fixed Assets			
Tangible Assets in Active Use	11	5,139.90	6,199.98
Tangible Assets Not in Active Use	11A	11.86	12.48
Intangible Assets	12	8.30	26.56
Capital Work-in-Progress	12A	663.93	587.73
Non-Current Investments	13	-	-
Deferred Tax Assets (Net)	5	3,105.98	2,626.75
Long-Term Loans and Advances	14	397.96	391.52
Other Non-Current Assets	15	69.75	96.40
2. Current Assets			
Inventories	16	1,281.00	1,362.14
Trade Receivables	17	12,039.43	8,194.44
Cash and Cash Equivalents	18	27,707.14	30,081.80
Short-Term Loans and Advances	14A	9,167.58	8,149.76
Other Current Assets	19	1,758.88	1,401.55
TOTAL		61,351.71	59,131.11

Notes to Accounts and Significant Accounting Policies 1
Note Nos. 1 to 32 form an integral part of these Financial Statements

(V.K. Jain) (P.K. Aggrawal) (Trinath Behera) (Umang Narula)
Company Secretary Vice President (F&A) Director (Finance) Chairman & Managing Director

As per our Report of even date
For V. K. Verma & Co.
Chartered Accountants (FRN 000386N)

Date : 29th May, 2015
Place : New Delhi

(Vivek Kumar)
Partner
(M.No. 503826)

Consolidated Statement of Profit & Loss for the Year Ended 31st March, 2015

(₹ in lakh)

Particulars	Note	Year Ended 31.3.2015	Year Ended 31.3.2014
REVENUE			
I. Revenue from Operations	20		
Sales of products		11,434.93	11,084.85
Sales of services		37,604.61	34,670.84
Other operating revenues		176.28	160.41
		49,215.82	
II. Other Income	21	3,243.13	3,198.66
III. TOTAL REVENUE (I+II)		52,458.95	49,114.76
EXPENSES			
Cost of materials consumed & services rendered	22	6,467.80	4,907.72
Purchase of stock-in-trade	23	1,680.88	1,853.72
Changes in inventories of finished goods and stock-in-trade	24	27.45	(118.70)
Employees' Remuneration & Benefits	25	15,030.96	15,239.20
Finance Costs	26	41.88	28.88
Depreciation and amortization expense	11&12	1,127.95	662.02
Less: Attributed to the Projects		1.31	(0.23)
Operating Expenses & Other Expenses	27	24,633.07	25,237.18
IV. TOTAL EXPENSES		49,011.30	47,809.79
V. Profit/(Loss) Before Exceptional, Extraordinary Items and Prior Period Adjustments (III-IV)		3,447.65	1,304.97
VI. Exceptional Items	28	(418.77)	(134.39)
VII. Profit/(Loss) Before Extraordinary Items and Prior Period Adjustments (V-VI)		3,866.42	1,439.36
Prior Period Adjustments	29	(10.77)	(55.16)
Prior Period Income		237.00	321.33
Prior Period Expenses/Adjustments		(247.77)	321.33
VIII. Profit/(Loss) Before Extraordinary Items		3,618.65	1,062.87
IX. Extraordinary Items		-	-
X. Profit/(Loss) Before Tax(PBT) (VIII-IX)		3,618.65	1,062.87
XI. Tax Expense of continuing operations:			
Current Tax (Income Tax)		(966.96)	(396.35)
Tax written Back (Previous Year)		52.91	(0.21)
Current Tax (Wealth Tax)		(0.79)	(0.68)
MAT credit Entitlement		-	-
Deferred Tax	5	466.00	135.83
		(448.84)	
XII. Profit/(loss) for the period from continuing operations (X-XI)		3,169.81	801.46
XIII. Profit/(loss) from discontinuing operations		-	-
XIV. Tax expense of discontinuing operations		-	-
XV. Profit/ (loss) from discontinuing operations (after Tax) (XIII-XIV)		-	-
XVI. Profit/ (loss) for the period [Profit After Tax (PAT)] (XII+XV)		3,169.81	801.46
Less: Profit/(Loss) attributable to Minority Interest		(15.38)	(9.69)
AMOUNT AVAILABLE FOR APPROPRIATION		3,185.19	811.15
XVII. Earnings per equity share in ₹	30	3.71	0.95
(1) Basic &			
(2) Diluted			

Notes to Accounts and Significant Accounting Policies

1

Note Nos. 1 to 32 form an Integral Part of these Financial Statements

 (V.K. Jain) (P.K. Aggrawal) (Trinath Behera) (Umang Narula)
 Company Secretary Vice President (F&A) Director (Finance) Chairman & Managing Director

 As per our Report of even date
 For V. K. Verma & Co.
 Chartered Accountants (FRN 000386N)

 (Vivek Kumar)
 Partner
 (M.No. 503826)

 Date : 29th May, 2015
 Place : New Delhi

Note - 1
Notes to Consolidated Financial Statements
1. BASIS OF CONSOLIDATION

1.1 The consolidated financial statements relate to ITDC Ltd. (the Company), its seven Subsidiaries and interest in one Joint Ventures.

a) Basis of Accounting

i) The financial statements of the subsidiary companies and Joint Ventures in the consolidation are drawn up to the same reporting date as of the Company.

ii) The consolidated financial statements have been prepared in accordance with Accounting Standard (AS) 21- 'Consolidated Financial Statements' and Accounting Standard (AS) 27- 'Financial Reporting of Interest in Joint Venture' of Companies (Accounting Standards) Rules, 2006 and generally accepted accounting principles.

b) Principles of Consolidation

The consolidated financial statements have been prepared as per the following principles:

i) The financial statements of the company and its subsidiaries are combined on a line by line basis by adding together the book value of like items of assets, liabilities, income and expenses after eliminating intra-group balances, intra-group transactions, unrealised

profits or losses and minority interest have been separately disclosed.

ii) The consolidated financial statements include the interest of the company in joint ventures, which have been accounted for using the proportionate consolidation method of accounting and reporting whereby the company's share of each asset, liability, income and expense of a jointly controlled entity is considered as a separate line item.

iii) The consolidated financial statements are 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 separate financial statements except as otherwise stated in the notes to the accounts.

1.2 The list of Subsidiary Companies and Joint Ventures considered in the preparation of the Consolidated Financial Statements of ITDC Limited is as under:

Name of the Subsidiary Company	Share % of Profit/Losses
Assam Ashok Hotel Corporation Ltd.	51.00
Donyi Polo Ashok Hotel Corporation Ltd.	51.02
Madhya Pradesh Ashok Hotel Corporation Ltd.	51.00
Pondicherry Ashok Hotel Corporation Ltd.	51.00
Punjab Ashok Hotel Company Ltd.	51.00
Ranchi Ashok Bihar Hotel Corporation Ltd.	51.00
Utkal Ashok Hotel Corporation Ltd.	91.54
Name of the Joint Venture	Share % of Profit/Losses
ITDC Aldeasa India Private Ltd.*	50.00

* Accounts of the Joint Venture ITDC Aldeasa India Private Ltd. are unaudited.
 All the above Companies are incorporated in India.
 There is no change in the % of sharing.

1.3 The consolidated financial statements include the interest of the Company in Joint Venture entity namely ITDC Aldeasa India Private Limited, whereby the Company's share in each asset, liability, income and expense is as under:

(Amount in ₹)		
Particular	Current Year	Previous Year
Fixed Assets	NIL	NIL
Current Assets	47,80,938.60	44,36,881.10
Current Liabilities	2,90,45,321.50	2,89,63,386.00
Provisions- Income Tax	NIL	NIL
Accumulated Losses	2,45,76,504.90	2,47,03,949.00
Income	4,03,028.50	2,15,185.00
Expenses- Operating & others	23,553.00	34,751.00
Prior Period Expenses	NIL	NIL
Profit/ (Loss) before Tax	3,79,475.50	1,84,434.00
Net Profit/(Loss) after Tax	2,62,122.00	1,27,444.00

Significant Accounting Policies

1. Accounting Convention

The Financial Statements are prepared under the historical cost convention and comply in all material aspects with generally accepted accounting principles in India, the Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013.

2. Use of Estimates

The preparation of Financial Statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions in respect of certain items that affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amount of income and expenses during the reporting period. Actual results/outcome could differ from estimates. Any revision

in accounting estimates is recognized prospectively in the period in which such results do materialize.

3. Disputed Income Tax and Sales Tax Demands

The disputed Income Tax and Sales Tax demands in respect of assessments completed and against which appeals have been filed are disclosed by way of contingent liability and are charged to accounts in the year of settlement.

4. Fixed Assets and Depreciation

A) Fixed Assets

- Fixed assets are valued at cost of acquisition, net of 'Grant-in-aid' where applicable.
- Fixed Assets retired from active use and held for disposal are stated at the lower of book value and/ or net realizable value and are shown separately in the financial statements. Loss determined, if any, is recognized in the Profit & Loss statement.
- In cases where receipts/scrutiny of final bills of the contractors/ suppliers, settlement of the rates to be paid for extra items and price escalation etc. are pending, the capitalization is effected provisionally, based on value of work completed as certified by Project Engineers. Difference, if any, is proposed to be accounted for in the year in which the final bills are settled.
- Intangible Assets (Software) are stated at their cost of acquisition.

B) Depreciation

- Depreciation on tangible assets will be provided pro-rata "over the useful life of the asset" as defined in Schedule II of Companies Act, 2013.
- Residual value, equal to 5% of the Actual Cost of the asset shall be retained in the books in respect of Tangible Assets. Only 95% value shall be depreciated over the useful life of the asset.
- Intangible Assets will be amortized "over a period of legal right to use or 3 years" whichever is earlier.
- No residual value (5%) shall be retained in the books in respect of Intangible Assets. 100% value shall be amortized over its useful life.

The rates at which depreciation has been charged are given below:-

Sl. No.	Particulars	*Straight Line Method % adopted by Corporation		**Straight Line Method % rates as per Schedule II of the Company Act, 2013		**Straight Line Method USEFUL LIFE as per Schedule II of the Company Act, 2013 (in years)	
		Hotels	Other than Hotels	Hotels	Other than Hotels	Hotels	Other than Hotels
1.	Building	1.5833	1.5833	1.5833	1.5833	60.00	60.00
2.	Roads	9.50	9.50	9.50	9.50	10.00	10.00
3.	Plant & Machinery	12.67	6.33	12.67	6.33	7.50	15.00
4.	Electrical Installation	9.50	9.50	9.50	9.50	10.00	10.00
5.	Lifts	12.67	6.33	12.67	6.33	7.50	15.00
6.	Kitchen Equipment	12.67	6.33	12.67	6.33	7.50	15.00
7.	Sound System & Musical Instruments	12.67	6.33	12.67	6.33	7.50	15.00
8.	Furniture, Fixture & Furnishing	11.88	9.50	11.88	9.50	8.00	10.00
9.	Office and Miscellaneous Equipment	19.00	19.00	19.00	19.00	5.00	5.00
10.	Computers						
	Servers & Networks	15.83	15.83	15.83	15.83	6.00	6.00
	End user devices such as desktop, laptop, etc	31.67	31.67	31.67	31.67	3.00	3.00
11.	Coolers & Refrigerator	12.67	6.33	12.67	6.33	7.50	15.00
12.	Air Conditioners (Both Plant & Window Type)	12.67	6.33	12.67	6.33	7.50	15.00
13.	Vehicles (Staff Car & Scooters, etc.)	9.50	9.50	9.50	9.50	10.00	10.00
14.	Transport Vehicles	-	-	-	-	-	-
15.	Sanitary Installation	12.67	6.33	12.67	6.33	7.50	15.00

5. Investments

Long term investments are stated at cost. Provision for diminution in value of each investment, if any, is made to recognize the decline, other than of temporary nature.

6) Valuation of Inventories

Stocks and stores including stock of crockery, cutlery, glassware and linen etc., in hand as well as in circulation are valued at cost on FIFO basis or realizable value whichever is less.

7) Execution of Projects for Clients

i) Value of work done in respect of projects executed including cost plus/deposit/turnkey/project management work are shown in the accounts at best estimates by the management after deduction for likely rejections, if any, by the client.

ii) Indirect costs are treated as "period costs" and are charged to Profit & Loss Account in the year of incurrence.

8) Provision, Contingent Liabilities and Contingent Assets

i) Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be outflow of sources.

ii) Where as a result of past events, there is a possible obligation that may, but probably will not, require any outflow of resources, no provision is recognized but appropriate disclosure is made in the notes.

iii) Contingent assets are neither recognized nor disclosed in the financial statements.

9) Employees' Benefits

A) Provident Fund

Company's contributions to Provident Fund are charged to Profit & Loss Account.

B) Gratuity

i) Provision for Gratuity is made on the basis of Actuarial Valuation.

ii) Contribution towards Gratuity scheme is based on the premium contribution called for by the Life Insurance Corporation of India (LIC) with whom the Company has entered into an agreement. As per the terms of its scheme, LIC settles the claim for the full value of the Gratuity paid by the Company to its employees, as and when such a payment is made.

C) Leave Encashment

The provision for leave encashment is made on the basis of actuarial valuation.

10) Deferred Taxation

i) Deferred Tax is provided during the year, using the liability method on all temporary differences at the Balance Sheet date between the tax basis of assets and liabilities and their carrying amounts for financial reporting purposes in accordance with the Accounting Standard (AS-22).

ii) Deferred Tax Asset is recognized, subject to consideration of prudence, only to the extent that there is reasonable certainty that

sufficient taxable profits will be available against which such Deferred Tax Assets can be realized. In situations where the company has any unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

iii) Deferred Tax Assets and Liabilities are measured at the rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantially enacted at the Balance Sheet date.

11) Government Grant

i) The Government grant received for upgradation of properties is recognized as income from the year in which respective properties are upgraded and to the extent grant related costs incurred i.e. written off as depreciation, revenue expenditure each year.

ii) The balance of Government Grant to the extent not adjusted as at the close of the year, is carried in the financial statements as 'Deferred Government Grant' after 'Reserves & Surplus.'

12) Revenue Recognition

i) Income from Projects is recognized on the percentage of completion method including in respect of cost plus/deposit/turnkey/project management work. In terms of this method, revenue is recognized

in proportion to the actual costs incurred as against the total estimated cost of project under execution. The determination of revenues under this method involves making estimates, some of which are of technical nature, concerning, where relevant, the percentages of completion, costs of completion (including cost of rejection), expected revenues etc.

ii) Income from services rendered in respect of projects /license fees/ Management fee are accounted for (exclusive of service tax) as per terms of the agreement. However, where such service charges/fees are not realised in cash for significant period the accrual thereof is postponed to be accounted for on receipt.

iii) Revenue from sales (net of returns and discounts) is recognized on transfer of substantial risks and rewards to the customers. Sales Tax and Value Added Tax are excluded.

iv) Interest income, other than management fees income/interest on loans and advances from subsidiary companies which are accounted for on receipt basis or on receipt of Tax deduction certificate because of liquidity problem in those companies referred to in (ii) above, and income from investments are accounted for on accrual basis at the contracted rates and/or at the time of establishment of right to receive respectively.

v) Interest/Damages on overdue amounts recoverable from licensees are accounted for on realization basis.

13) Foreign Currency Transactions

a) Transactions in Foreign Exchange

i) 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 the transaction.

ii) Conversion

Foreign currency monetary items are reported using the closing rate Non-monetary items that are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

iii) Exchange Differences

Exchange differences arising on the settlement of monetary items or on recording/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, are recognized as income or as expenses in the year in which they arise. Exchange differences on liabilities relating to fixed assets acquired from outside India are added to the cost of such assets.

b) Money Changing Business

i) The transactions concluded during the period are recorded based on the actual rate realized.

ii) Foreign currency balances as at

close of the year are converted at the year end rates.

iii) Income from money changing business as reflected in the accounts is net of cost of sale of currency.

14) Borrowing Costs

i) Borrowing Costs if any, that are directly attributable to the acquisition/construction of qualifying assets are capitalized as part of the cost of the respective assets.

ii) Other borrowing costs are expensed in the year in which they are incurred.

15) Prior Period/Extraordinary Items

i) All prior period items which are material and which arise in the current period as a result of 'errors or omissions' in the preparation of prior period's financial statements are separately disclosed in the current Statement of Profit & Loss. However, differences in actual income/expenditure arising out of over or under estimation' in prior period are not treated as prior period income/expenditure.

ii) All extraordinary items, i.e. gains or losses which arise from events or transactions which are distinct from the ordinary activities of the company and which are material are separately disclosed in the statement of accounts.

16) Claims

Supplementary claims including insurance claims are accounted for on acceptance/receipt basis.

Share Capital

Note - 2

Authorised, Issued, Subscribed and Paid-up Share Capital and Par Value per share

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Authorised Share Capital		
15,00,00,000 Equity Shares of ₹ 10/- each (Previous year 15,00,00,000 Equity Shares of ₹ 10/- each)	15,000.00	15,000.00
	15,000.00	15,000.00
Issued & Subscribed Share Capital		
8,57,69,400 Equity Shares of ₹ 10/- each (Previous year 8,57,69,400 Equity shares of ₹ 10/- each)	8,576.94	8,576.94
	8,576.94	8,576.94
Paid-up Share Capital		
8,57,69,400 Equity Shares of ₹ 10/- each (Previous year 8,57,69,400 Equity Shares of ₹ 10/- each)	8,576.94	8,576.94
	8,576.94	8,576.94
TOTAL	8,576.94	8,576.94

15,238 Equity Shares of ₹ 100/- each (since converted into 1,52,380 equity shares of ₹ 10/- each) were allotted as fully paid up pursuant to the Amalgamation Order (1966) under Section 396 of Companies Act, 1956.

75,000 Equity Shares of ₹ 100/- each (since converted into 7,50,000 equity shares of ₹ 10/- each) were allotted as fully paid up in consideration for transfer of ownership of some properties.

Reconciliation of number of Equity Shares outstanding at the beginning and at end of the year

Particulars	As at 31.3.2015	As at 31.3.2014
Number of Shares outstanding as at beginning of the year	8,57,69,400	8,57,69,400
Add:		
Number of Shares allotted as fully paid-up-bonus shares during the year	-	-
Number of Shares allotted during the year as fully paid-up pursuant to a contract without payment being received in cash	-	-
Number of Shares allotted to employees pursuant to ESOPs/ESPs	-	-
Number of Shares allotted for cash pursuant to public issue	-	-
	8,57,69,400	8,57,69,400
Less:		
Number of Shares bought back during the year	-	-
Number of Shares outstanding as at end of the year	8,57,69,400	8,57,69,400

contd.....

Rights, Preferences and Restrictions (including restrictions on distribution of dividends and repayment of capital) attached to the class of shares

Particulars	As at 31.3.2015	As at 31.3.2014
	Class of Shares	Class of Shares
The Company has one class of Equity shares having a par value of ₹ 10/- per share. Each Shareholder is eligible for one vote per share held. The Dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the Equity Shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.	Equity Shares	Equity Shares

Shares in the Company held by each Shareholder holding more than 5% Equity Shares

(₹ in lakh)

Particulars	As at 31.3.2015		As at 31.3.2014	
	Number of Shares held	Percentage of Shares held	Number of Shares held	Percentage of Shares held
i) President of India	7,46,41,681	87.030	7,46,41,681	87.030
ii) The Indian Hotels Company. Ltd.	67,50,275	7.870	67,50,275	7.870

Reserves and Surplus

Note - 3

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Capital Reserve		
As per Last Balance Sheet	62.98	62.98
Securities Premium Reserve		
As per Last Balance Sheet	5,475.00	5,475.00
Addition During The Year	-	-
	5,475.00	-
General Reserve		
As per Last Balance Sheet	15,325.62	14,760.40
Add/(Less): Current Year Adjustments	1,400.00	565.22
Less: Adjustment for Depreciation	(516.04)	-
Closing Balance	16,209.58	15,325.62
Surplus in the Statement of Profit & Loss		
As per Last Balance Sheet	(93.78)	(3.20)
Transfer From Profit & Loss Accounts	3,185.19	811.15
Surplus For The Year	3,091.41	807.95
Appropriations/Adjustments		
Proposed Dividend	1,715.39	428.85
Dividend Tax	349.21	72.88
Transfer to General Reserve	1,400.00	400.00
Closing Balance	(373.19)	-
GRAND TOTAL	21,374.37	20,769.82

Long-Term Borrowings

Note - 4

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) BONDS/DEBENTURES		
Secured	-	-
Unsecured	-	-
(B) TERM LOANS FROM BANKS		
(C) TERM LOANS FROM OTHERS		
Secured Loan from Bihar Industries Credit & Investment Corpn Ltd.	-	-
Principal Amount	-	-
Interest accrued and due	-	-
(Secured against first mortgage of present/future immovable and movable properties, machineries, tools, accessories and other fixed assets of the Ranchi Ashok Bihar Hotel Corporation Ltd. except book debts. Promoters guarantees shall rank pari passu with the mortgaged and charges created/ to be created.)		
Secured Loan from Assam Industrial Development Corporation Ltd.		
Principal Amount	90.00	90.00
Interest accrued and due including penal interest	261.74	241.44
(Term Loan from financial institutions guaranteed by ITDC and Govt. of Assam secured against Plant and Machinery and Building of Assam Ashok Hotel Corporation Limited)		
Unsecured	-	-
(D) LOANS AND ADVANCES FROM RELATED PARTIES		
Secured	-	-
Unsecured	-	-
(E) PUBLIC DEPOSITS (UNSECURED)		
(F) LONG-TERM MATURITIES OF FINANCE LEASE OBLIGATIONS (SECURED BY HYPOTHECATION OF MACHINERY TAKEN ON FINANCE LEASE)		
	-	-
TOTAL	351.74	331.44

Deferred Tax Assets (Net)

Note - 5

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
DEFERRED TAX LIABILITIES	14.16	50.79
DEFERRED TAX ASSETS	3,120.14	2,677.54
DEFERRED TAX ASSETS (Net)	3,105.98	2,626.75

Accounting for Taxes on Income -
Accounting Standard - 22 - Deferred Tax:

The major components of Deferred Tax Asset (net) as on 31.3.2015 are given below:-

(₹ in lakh)

Particulars	31.3.2015	31.3.2014
DEFERRED TAX LIABILITIES		
Depreciation	256.76	604.90
DEFERRED TAX ASSETS		
Carried forward business loss	-	-
Provision for Gratuity	239.30	303.27
Provision for Doubtful Debts & Advances & Inventory write down	1,644.53	1,374.35
Provision for Leave Encashment	1,395.37	1,268.87
Municipal Taxes	-	-
Disallowances under Income Tax Act, 1961	83.54	285.16
DEFERRED TAX ASSET (NET)	3,105.98	2,626.75

As required by Accounting Standard -22, the Deferred Tax Assets/Liabilities were reviewed by the management, based on the advice of tax consultants, and in view of sufficient taxable profits in the current year and the expectation that future taxable profits will be available for realisation of the Deferred Tax Asset and accordingly the above Deferred Tax Asset (Net) up to 31.3.2015 has been recognised in the financial statements.

Other Long-Term Liabilities

Note - 6

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Security Deposit & Retention Money	765.08	584.28
Total	765.08	584.28

Provisions

Note - 7

(₹ in lakh)

Particulars	As at 31.3.2015			As at 31.3.2014		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Employee Benefits						
Gratuity	7,011.48	1,690.96	8,702.44	7,006.61	1,489.99	8,496.60
Less:- Fund size of Investment as per Gratuity Policy	(6,302.21)	(1,687.66)	(7,989.87)	(6,024.21)	(1,488.32)	(7,512.53)
Leave Encashment	3,823.23	735.70	4,558.93	3,746.64	608.44	4,355.08
Less:- Fund size of Investment as per Gratuity Policy	(37.69)	(8.77)	(46.46)	(40.67)	(3.77)	(44.44)
Sick Leave	-	-	-	-	-	-
	4,494.81	730.23	5,225.04	4,688.37	606.34	5,294.71
Income Tax						
Provision for Income Tax	-	967.32	967.32	-	396.35	396.35
	-	967.32	967.32	-	396.35	396.35
Wealth Tax						
Provision for Wealth Tax	-	0.79	0.79	-	0.68	0.68
	-	0.79	0.79	-	0.68	0.68
Proposed Dividends						
Proposed Dividend	-	1,715.39	1,715.39	-	428.85	428.85
Dividend Tax	-	349.21	349.21	-	72.88	72.88
	-	2,064.60	2,064.60	-	501.73	501.73
TOTAL	4,494.81	3,762.94	8,257.75	4,688.37	1,505.10	6,193.47

Company has a separate Gratuity Fund Trust in which investments are made in various schemes of insurance companies. All settlement of claims in respect of Gratuity payable to employees is made by the Gratuity Fund Trust.

Short-Term Borrowings

Note - 8

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) LOANS REPAYABLE ON DEMAND		
Secured	26.50	-
Unsecured	-	-
(B) LOANS AND ADVANCES FROM RELATED PARTIES		
Secured	-	-
Unsecured	-	-
(C) PUBLIC DEPOSITS (UNSECURED)		
	-	-
Total	26.50	-

Trade Payable

Note - 9

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Trade Payables	5,557.36	4,678.76
TOTAL	5,557.36	4,678.76

Other Current Liabilities

Note - 10

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Due To ITDC Limited		
- Project Division	-	-
- ITDC Ltd. (HQ)	-	-
BSTDC/PTDC	29.67	27.09
Interest accrued but not due on borrowings	5.87	5.87
Interest accrued and due on borrowings	0.44	-
Sundry Creditors (Other Than Trade Payable)	4,096.29	4,111.75
Security Deposits & Retention Money	2,783.01	2,889.66
Advances From Customers	6,612.92	7,288.07
Unclaimed Dividend*	0.35	-
Other Liabilities	2,601.78	3,331.51
TOTAL	16,130.33	17,653.95

*These figures include ₹ 0.10 lakh being amount due and outstanding to be credited to Investor Education and Protection Fund on 29.05.2015

Sundry creditors include unlinked receipts from customers etc. of ₹ 70.27 lakh (P.Y. ₹ 46.73 lakh) which could not be linked to respective customer accounts, for want of adequate details.

Rental agreement with Life Insurance Corporation of India (LIC) expired on 25.07.2005 was pending renewal. Pending finalization of terms and conditions and execution of new lease deed. The Corporation has paid the rent @ 135/- per sq.foot w.e.f 26-07-2010 (After the expiry of five years from 25-07-2005) as per MoU with LIC along with service tax w.e.f 01-06-2007 as per decision and as demanded by LIC. The rental premises has been vacated and handed over to LIC on 30.11.2014. The rent due on the above basis up to the date of vacation has been paid. No claim has been received by ITDC from LIC in this connection except a demand of ₹ 154.86 lakh towards interest on late payment @ 12 % p.a. However, the Corporation has not acknowledged the demand of interest by LIC.

Tangible Assets in Active use

Note - 11

(₹ in lakh)

Sl. No.	Description	Gross Block				Provided during the year	Depreciation		Impairment		Net Carrying Amount			
		Up To 31.03.2014	Addition during the year	Add/(Less): Sales, Transfer, Write Offs and Adjustments during the year	Up To 31.03.2015		Up To 31.03.2014	Add/(Less): Sales, Transfer, Write Offs and Adjustments during the year	Up To 31.03.2015	As at 31.03.2014	Reversed during the year	Provided during the year	Up To 31.03.2015	As at 31.03.2015
1.	Land													
	Owned (FreeHold)	26.25	-	-	26.25	2.24	-	***2.24	-	-	-	-	24.01	24.01
	Leased	335.00	-	-	335.00	114.01	3.52	*117.53	-	-	-	-	217.47	220.99
2.	Buildings	3,605.56	53.40	(0.18)	**3,658.78	1,818.17	65.19	48.63	1,931.99	-	-	-	1,726.79	1,787.39
3.	Plant & Equipment	7,823.46	429.83	30.77	8,284.06	4,982.50	706.97	251.93	5,941.40	-	-	-	2,342.66	2,840.96
4.	Furniture & Fixtures	3,103.11	63.22	0.62	3,166.95	2,368.41	183.80	22.61	2,574.82	-	-	-	592.13	734.70
5.	Vehicles	156.96	3.96	(8.97)	151.95	119.58	11.34	(3.44)	127.48	-	-	-	24.47	37.38
6.	Office Equipments	1,582.41	36.08	(63.07)	1,555.42	1,027.86	137.55	177.64	1,343.05	-	-	-	212.37	554.55
	Total	16,632.75	586.49	(40.83)	17,178.41	10,432.77	1,108.37	497.37	12,038.51	-	-	-	5,139.90	6,199.98
	Previous Year's total	16,387.26	335.82	(90.33)	16,632.75	9,648.33	638.93	145.51	10,432.77	-	-	-	6,199.98	-

* This represents amortization of leasehold land.

** Includes staff quarters of value of ₹ 194.03 lakh (Previous year ₹ 194.03 lakh).

However, this figure does not include value of staff quarters at some units, as the cost could not be ascertained separately.

*** Includes amortisation of leasehold residential flats at Headquarters before their conversion into Freehold.

- Tangible Assets other than Leasehold land are owned by the Corporation.

Notes:-

- Terms of purchase/lease of land having not been finalised and registration of title deeds/execution of lease deeds having not been effected, liability towards cost/lease rent, ground rent and registration fee, etc. has not been created in respect of Hotel Patliputra Ashok at Patna, Ashok Institute of Hospitality and Tourism Management (AIH&TM) and Tennis Court at New Delhi.
- Lease deeds/title deeds have not yet been executed in favour of the Corporation in respect of land at Hotel Samrat, Office Premises in Scope at New Delhi and Donyi Polo Ashok Hotel Corporation Limited in respect of land at Itanagar.
- Lease deed in respect of land of Ashok Hotel, New Delhi is registered in the name of erstwhile Ashoka Hotels Limited, which was merged with the Corporation on 28th March, 1970
- Registration of title deeds in favour of the Corporation have not been effected in respect of:-
 - Land and building of Taj Restaurant at Agra.
 - Land at Gulmarg.
- Lease deed in respect of Hotel Jammu Ashok was expired on 11.01.2010, pending renewal of the same liability towards lease rent etc. has not been provided.
- Pending finalisation of cost and adjustment thereof, capitalisation of Land, Building, Furniture & Fixtures and Equipment of retained Travellers Lodges, Restaurants and Hotel taken over from the Ministry of Tourism, has been effected based on the payments made.
- Pending receipt/scrutiny of final bills of the contractors/suppliers, settlement of the rates for extra items and escalation etc., the capitalisation and/or charge to expenditure to the extent of ₹ 2,215.20 lakh has been accounted for based on certificates issued by Project Engineers for the work carried out at various projects (previous year ₹ 1,745.63 lakh). Adjustments, if any, to cost is proposed to be carried out upon final settlement of the bills.
- Pursuant to enactment of the Companies Act, 2013, the company has applied the estimated useful lives as specified in Schedule II. Accordingly, the unamortised carrying value is being depreciated/amortised over the revised remaining useful lives. The written down value of fixed assets whose lives have expired as at 1st April, 2014 have been adjusted net of tax, in the opening balance of General Reserve amounting to ₹ 516.04 lakh.
- Further in respect of tangible fixed assets having remaining useful life as on 1-4-2014, depreciation has been charged in alignment with the provisions of Schedule II to the Companies Act, 2013 by using straight line method. As a result the depreciation for the year is higher by ₹ 575.40 lakh.

Tangible Assets not in Active use

Note - 11-A

(₹ in lakh)

Particulars	Gross Block				Depreciation				Net Block		Balance Provided For
	Up to 31.3.2014	Addition during the year	Add/(Less): Sales, Transfers, Write-Offs and Adjustments during the year	Cost as on 31.3.2015	Up to 31.3.2014	Additions during the year	Add/(Less): Sales, Transfers, Write-Offs and Adjustments during the year	Accumulated Depreciation up to 31.3.2015	Depreciated Value as on 31.3.2015	Net Realisable Value as on 31.3.2015	
A. Net Realisable Value is more than Depreciated Value											
Plant & Equipment	95.77	21.74	-	117.51	89.18	20.69	-	109.87	7.64	7.64	-
Furniture & Fixtures	7.11	-	-	7.11	6.74	-	-	6.74	0.37	0.37	-
Vehicles	13.64	-	9.71	23.35	11.87	-	8.13	20.00	3.35	0.19	3.16
Office Equipments	3.38	-	(0.74)	2.64	2.58	-	(0.70)	1.88	0.76	0.76	-
Total-A	119.90	21.74	8.97	150.61	110.37	20.69	7.43	138.49	12.12	8.96	3.16
B. Net Realisable value is less than depreciated value:-											
Plant & Equipment	36.81	-	0.19	36.62	26.91	-	0.13	26.78	9.84	2.02	7.82
Furniture & Fixtures	22.78	19.38	-	42.16	21.18	18.41	-	39.59	2.57	0.42	2.15
Vehicles	0.01	-	-	0.01	0.01	-	-	0.01	-	-	-
Office Equipments	15.70	-	-	15.70	12.26	-	-	12.26	3.44	0.46	2.98
Total-B	75.30	19.38	0.19	94.49	60.36	18.41	0.13	78.64	15.85	2.90	12.95
Total (A+B)	195.20	41.12	9.16	245.10	170.73	39.10	7.56	217.13	27.97	11.86	16.11
Previous Year's Total	170.32	30.68	(5.80)	195.20	148.72	27.17	(51.30)	170.73	24.47	12.48	-

- Tangible Assets not in active use other than Leasehold land are owned by the Corporation.

Fixed Assets-Intangible

Note - 12

(₹ in lakh)

Sl. No.	Description	Gross Carrying Amount				Provided during the year	Accumulated Amortisation		Accumulated Impairment		Net carrying Amount			
		As at 31.03.2014	Additional Adjust-ment during the year	Deduction during the year	As at 31.03.2015		As at 31.03.2014	As at 31.03.2015	Reversed during the year	Provided during the year	As at 31.03.2015	As at 31.03.2015	As at 31.03.2014	
1.	Goodwill													
2.	Brands/Trade Marks													
3.	Computer Software													
-	Acquired	98.42	1.32	-	99.74	19.58	-	91.44	-	-	-	-	8.30	26.56
-	Internally Generated													
4.	Mastheads													
5.	Mining Rights													
6.	Copyrights													
-	Acquired													
-	Internally Generated													
7.	Patents													
-	Acquired													
-	Internally Generated													
	Total	98.42	1.32	-	99.74	19.58	-	91.44	-	-	-	-	8.30	26.56
	Previous Year's total	96.51	1.91	-	98.42	23.09	-	71.86	-	-	-	-	26.56	-

Capital Work-in-Progress

Note - 12A

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
I) Work-in-Progress (at cost) including Construction material lying at site and Fixed assets not put to use, Value of work done and material supplied by the contractors/suppliers	691.61	574.92
II) Expenses Attributable on Projects Pending Allocation	188.81	204.40
III) Capital Goods-in-Hand & in Transit	7.34	30.14
	887.76	809.46
Less:- Provision for Impairment	(223.83)	(221.73)
TOTAL	663.93	587.73

(a) Capital work-in-progress includes expenditure attributable to projects, to be apportioned to various projects upon their completion.

(b) Expenses attributed to projects pending allocation are as follows: -

(₹ in lakh)

Particulars	Current year	Previous year
Opening Balance	204.40	196.87
Add:-		
Other Project Overheads	21.35	26.36
Depreciation/Amortisation of Lease	1.30	0.23
Less: Capitalised during the year	38.24	19.06
Closing Balance	188.81	204.40

Non-Current Investments

Note - 13

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Non-Trade Investments		
Trade(Unquoted) in Subsidiary Companies		
(i) Investments in Equity Instruments		
Delhi Maida Consumers Co-operative Society Limited		
1 Equity ordinary share of ₹ 25 Each*	-	-
TOTAL	-	-

*Investment of ₹ 25 has been shown as NIL due to rounding off

Long-Term Loans and Advances

Note - 14

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) Security Deposits		
Secured, considered good	1.89	1.89
Unsecured, considered good	235.10	228.66
Doubtful	42.96	26.06
Less: Allowance for bad and doubtful advances	(42.96)	(26.06)
Total (A)	236.99	230.55
(B) OTHERS		
Secured, considered good	-	-
Unsecured, considered good	160.97	160.97
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	160.97	160.97
TOTAL [(A)+(B)]	397.96	391.52

Short Term Loans & Advances

Note - 14A

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) Loans and Advances to Related Parties		
Secured, considered good	-	-
Unsecured, considered good	-	-
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (A)	-	-
(B) Loans and Advances Due by Directors or Officers of the Company or any of them either severally or jointly with others or by Firms or Private Companies respectively in which any Director is a Partner or a Director or Member		
Secured, considered good	-	-
Unsecured, considered good	4.63	3.72
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	4.63	3.72
(C) Others (Specify)		
Secured, considered good	5.54	0.51
Unsecured, considered good	1,888.99	1,940.94
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (C)	1,894.53	1,941.45
(D) Advance Income Tax and Tax Deducted at Source		
Total (D)	7,233.91	6,136.54
(E) Sales Tax paid in Advance		
Total (E)	34.51	68.05
TOTAL [(A)+(B)+(C)+(D)+ (E)]	9,167.58	8,149.76

1. Loans & Advances include the following:-

(₹ in lakh)

Particulars	Current Year	Previous Year
Advances due from Directors and Officers of the Corporation	4.63	3.72
Maximum amount due from Directors and Officers of the Corporation during the year	7.20	11.42

2. Loans and Advances includes ₹ 142.64 lakh being recoverable from M/s Paul Mech (lessee) on account of VRS (compensation) including terminal benefits in respect of 29 employees of Hotel Nilachal Ashok, Puri.

Other Non-Current Assets

Note - 15

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) Long-Term Trade Receivables Other Than Current (including trade receivables on deferred credit terms)		
Secured, considered good	7.81	9.51
Unsecured, considered good	54.01	86.31
Doubtful	3,701.12	3,529.87
Less: Allowance for bad and doubtful advances	(3,701.12)	(3,529.87)
Total (A)	61.82	95.82
(B) Others		
Secured, considered good	1.11	-
Unsecured, considered good	6.82	0.58
Doubtful	452.01	447.41
Less: Allowance for bad and doubtful advances	(452.01)	(447.41)
Total (B)	7.93	0.58
TOTAL [(A)+(B)]	69.75	96.40

Inventories

Note - 16

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
<i>(As per inventories prepared, valued and certified by the Management at lower of the cost or net realisable value)</i>		
Stores and Spares	240.29	286.93
Tools	0.84	0.76
Crockery, Cutlery, Glassware and Linen etc. (in hand and in use)	292.84	261.40
Other Stocks and Stores (Others)	788.17	735.38
Goods-in-Transit	-	120.50
Less: Provision for Inventory Write Down	(41.14)	(42.83)
Total	1,281.00	1,362.14

Trade Receivables

Note - 17

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Current Trade Receivables		
(A) Trade receivables outstanding for more than six months from the date they became due for payment:		
(i) Secured, considered good	77.54	46.53
(ii) Unsecured, considered good	3,448.93	2,270.42
(iii) Doubtful	504.58	49.02
Less: Allowance for bad and doubtful debts	(504.58)	(49.02)
TOTAL (A)	3,526.47	2,316.95
(B) Trade Receivables (others)		
(i) Secured, considered good	198.40	78.91
(ii) Unsecured, considered good	8,314.56	5,798.58
(iii) Doubtful	10.33	176.36
Less: Allowance for bad and doubtful debts	(10.33)	(176.36)
TOTAL (B)	8,512.96	5,877.49
TOTAL {A+B}	12,039.43	8,194.44

Trade Receivable include the following:-

(₹ in lakh)

Particulars	Current Year	Previous Year
Debts due from Directors and Officers of the Corporation	-	0.17
Maximum amount due from Directors and Officers of the Corporation during the year	-	0.23

Cash and Cash Equivalents

Note - 18

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
(A) Cash on hand	26.61	35.09
(B) Balances with Banks		
In Current Account	3,703.97	2,430.93
In Savings Account	0.73	0.70
Provision for Doubtful Recovery	-	-
(C) Cheques, Drafts in hand		
Cheques on hand	111.16	321.01
Drafts in hand	-	-
(D) Other Bank Balances		
Term deposits with Banks for less than 12 months*	23,809.60	27,245.41
Term deposits with Banks for more than 12 months	55.07	48.66
(E) Bank Balance held as margin money or as security against Borrowings	-	-
Guarantees	-	-
Letter of Credit	-	-
Other commitments	-	-
(F) Others	-	-
Gratuity Fund Trust (SBI)	-	-
TOTAL	27,707.14	30,081.80

* include FDRs of ₹ 78.98 lakh (Previous year ₹ 35.95 lakh) lodged as security.

Other Current Assets

Note - 19

(₹ in lakh)

Particulars	As at 31.3.2015	As at 31.3.2014
Interest accrued but not due on Term Deposits	1,333.11	1,130.76
Others	425.77	270.79
Less: Allowance for bad and doubtful advances	-	-
TOTAL	1,758.88	1,401.55

Note:-

Others include FDR of ₹ 1.58 lakh deposited with RPFC Jaipur

Revenue from Operation

Note - 20

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Sales of Products (A)		
Food	7,121.67	7,175.29
Beer, Wine & Spirits	2,661.48	2,243.38
Cigars and Cigarettes	50.00	17.00
Soft Drinks	265.23	297.33
Petrol, Oil & Lubricant	1,166.48	1,287.61
Tourist Literature and Other Publications	132.83	31.40
Miscellaneous Sales	37.24	32.84
TOTAL (A)	11,434.93	11,084.85
Sales of Services (B)		
Room Rent	13,653.42	11,683.63
Licence Fees	5,062.42	5,331.08
Banquet Hall/Lawn Rental	1,141.68	1,064.35
Traffic Earnings & Package Tours	2,289.90	1,202.51
Travel Services	9,620.63	11,065.61
Management/Consultancy/Event Management/Training Fees	3,061.02	2,057.91
Revenue From Execution of Project	1,728.97	1,219.75
Son-et-Lumiere & Cultural Shows	85.96	81.52
Commission Received	26.84	30.19
Electricity Charges	492.61	469.43
Telephone Services	8.07	8.23
Advertisement Income	33.88	94.38
Service Charges	399.21	362.25
TOTAL (B)	37,604.61	34,670.84
Other Operating Revenues (C)		
Miscellaneous Income	176.28	160.41
TOTAL (C)	176.28	160.41
TOTAL (A)+(B)+(C)	49,215.82	45,916.10

Note:-

Pending execution of fresh license Agreements, income from License fees (from continuing licensees) has been accounted for on provisional basis and/or based on the earlier license agreements.

Other Income

Note - 21

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Other Income		
Interest (Gross) From- Banks/ Financial Institutions	2,598.30	2,425.70
Loan to Employees	0.61	0.63
On Income Tax Refund	-	-
Others	0.55	144.94
Profit on Sale of Assets	4.29	4.39
Gain on Foreign Exchange Variation	3.87	13.81
Grant from the Ministry of Tourism	1.19	0.89
Others	634.32	608.30
TOTAL	3,243.13	3,198.66

Note:-

Out of the balance amount of ₹ 8.02 lakh (Previous Year ₹ 8.91 lakh) of Deferred Government Grants from the Ministry of Tourism for the renovation/upgradation of properties, a sum of ₹ 1.19 lakh incurred during the year has been charged to the respective head of expenditure. The amount equivalent to the grant related cost incurred during the year has accordingly been recognised as income. The balance of ₹ 6.83 lakh (Previous Year ₹ 8.02 lakh) at the close of the year has been presented in the accounts as Deferred Government Grant after Reserve and Surplus.

Cost of Material Consumed and Services Rendered

Note - 22

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
(A) Cost of Consumption of Raw Materials, Other Materials Sold and Service Rendered		
i) Provisions, Beverages & Smokes		
Opening Stock	92.82	104.13
Add:- Purchases & Adjustments	2,530.88	2,397.70
Less:- Transfer & Adjustments	(257.37)	(270.81)
Closing Stock	64.70	92.82
TOTAL (i)	2,301.63	2,138.20
ii) Wine & Liquors		
Opening Stock	350.10	157.74
Add:- Purchases & Adjustments	757.89	666.19
Less:- Transfer & Adjustments	(272.50)	(113.94)
Closing Stock	311.61	350.10
TOTAL (ii)	523.88	359.89
iii) Other Material		
Opening Stock	-	-
Add:- Purchases & Adjustments	103.20	24.55
Less:- Transfer & Adjustments	-	-
Closing Stock	-	-
TOTAL (iii)	103.20	24.55
TOTAL (i+ii+iii) (A)	2,928.71	2,522.64
(B) Cost of Service Rendered/Purchased:-		
Execution of Project	1,610.48	1,121.74
Other Services	1,943.93	1,278.57
TOTAL (B)	3,554.41	2,400.31
TOTAL (A)+(B)	6,483.12	4,922.95
Less: Charged to the Ministry of External Affairs	15.32	15.23
GRAND TOTAL	6,467.80	4,907.72

NOTE :

Cost of consumption of Raw material, other materials sold and services rendered includes cost of food consumed by operational staff at catering establishments (amount not ascertained).

Purchases of Traded Goods

Note - 23

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
i) Provisions, Beverages & Smokes	17.56	8.66
ii) Wine & Liquors	556.16	583.62
iii) Other Material	1,107.16	1,261.44
TOTAL	1,680.88	1,853.72

Change in Inventory of Traded Goods

Note - 24

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
OPENING STOCK		
i) Provisions, Beverages & Smokes	7.21	2.33
ii) Wine & Liquors	370.64	260.20
iii) Other Material	35.11	31.73
TOTAL	412.96	294.26
CLOSING STOCK		
i) Provisions, Beverages & Smokes	8.57	7.21
ii) Wine & Liquors	373.37	370.64
iii) Other Material	3.58	35.11
TOTAL	385.52	412.96
CHANGE IN INVENTORY	27.45	(118.70)
TOTAL	27.45	(118.70)

Employees' Remuneration and Benefits

Note - 25

Particulars	(₹ in lakh)	
	Year Ended 31.3.2015	Year Ended 31.3.2014
Salaries, Wages & Bonus	12,677.67	12,634.46
Employer's Contribution to Provident & Other Funds	1,060.81	1,071.32
Staff Welfare Expenses (Including contribution to Staff Welfare Fund)	993.24	874.56
Uniform	29.06	56.20
Provision/Contribution to Employees' Gratuity Scheme (net)	565.93	844.18
	15,326.71	15,480.72
Less:-		
Charged to the Project of the Ministry of Tourism	56.84	56.01
Charged to the Project of the Ministry of External Affairs	238.90	185.51
TOTAL	15,030.97	15,239.20

Note:-

The disclosure relating to AS-15 (Revised) - Employees Benefits:-

- Provident Fund - 12% of Basic (including dearness pay) plus Dearness Allowance, contributed to Recognised Provident Fund
- Leave Encashment (P/Leave & Half Pay Sick leaves as applicable)-Payable on separation to eligible employees who have accumulated earned leave
- Gratuity- Payable on separation @ 15 days pay for each completed year of service to eligible employees who render continuous service for 5 years or more. Maximum limit is ₹ 10.00 lakh.

In terms of Accounting Standard 15 (Revised) on Employees Benefits, the following disclosure sets out the status as required:-

Particulars	(₹ in lakh)		
	Gratuity	Leave Encashment	Half Pay Leave
Fair Value of Defined Obligation			
Present value of projected benefit obligation as at 1.04.2014	8,496.60	4,313.44	41.65
Current service cost	336.47	197.22	5.86
Interest cost	681.01	345.86	3.33
Actuarial gain(-) / losses (+)	359.33	(335.55)	1.74
Past service cost	-	-	-
Benefits paid	(1,170.97)	(14.62)	-
Present value of projected benefit obligation as on 31.03.2015	8,702.44	4,506.35	52.58
Reconciliation of Fair Value of Assets and Obligations			
Fair value of plan assets as on 1.04.2014	7,512.53	44.44	-
Acquisition adjustment	-	-	-
Expected return on plan assets	621.37	4.00	-
Actual Company's* contribution	837.43	-	-

(₹ in lakh)

Particulars	Gratuity	Leave Encashment	Half Pay Leave
Actuarial gain(-) / losses(+)	189.51	(0.14)	-
Benefits paid/ adjustments	(1,170.97)	(1.84)	-
Fair value of plan assets as on 31.03.2015	7,989.87	46.46	-
Present value of defined obligation	8,702.44	326.67	-
Net liability recognised in the Balance Sheet (Note-7)	712.57	4,459.89	52.58
Expenses recognised in the Statement of Profit & Loss for the year ended 31.03.2015			
Current service cost	336.47	197.22	5.86
Interest cost	681.01	345.86	3.33
Actuarial gain(-) / losses (+)	169.82	(335.41)	1.74
Past service cost	-	-	-
Expected return on plan assets	(621.37)	(4.00)	-
Employees' remuneration & benefit charged to Profit & Loss A/c-			
a) Gratuity	565.93	203.67	10.93
b) Others	-	-	-
Gratuity Fund Investment details (Fund manager wise, to the extent funded)			
Life Insurance Corporation of India	883.66	46.46	-
Life Insurance Corporation of India	2,348.20	-	-
Metlife Traditional Fund	586.12	-	-
Metlife Unit Linked	301.87	-	-
Kotak Mahindra Old Mutual Life Insurance Ltd.	342.00	-	-
HDFC Standard Life Insurance	330.57	-	-
Birla Sun-life Insurance Fund	1,789.55	-	-
Future Generali India Fund	1,407.90	-	-
Total	7,989.87	46.46	-
Actuarial assumption			
Discount rate	8.00% per annum	8.00% per annum	8.00% per annum
Mortality rate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate	LIC 94-96 Ultimate
Withdrawal rate (18-30 years)	0.00% p.a.	0.00% p.a.	0.00% p.a.
Withdrawal rate (31-44 years)	1.00% p.a.	1.00% p.a.	1.00% p.a.
Withdrawal rate (44-58 years)	3.00% p.a.	3.00% p.a.	3.00% p.a.
Expected rate of return	9.00% p.a.	9.00% p.a.	8.00% p.a.
Future salary increase	5.00% p.a.	5.00% p.a.	5.00% p.a.
Retirement age	58 years	58 years	58 years

Finance Cost

Note - 26

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Interest paid to Banks/Financial Institutions	41.88	28.88
Other Borrowing Cost	-	-
TOTAL	41.88	28.88

Operating and Other Expenses

Note - 27

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Travelling and Conveyance		
- Directors	33.02	28.28
- Officers and Staff	148.80	164.33
- Staff Car Expenses	63.57	84.58
	245.39	
Rent, Rates, Taxes and Insurance		
- Rent	399.61	681.07
- Rates & Taxes	342.01	333.68
- Insurance	105.12	107.88
- Bar Licence Fees	-	-
	846.74	
Repairs & Maintenance		
- Plant and Machinery	458.95	629.05
- Building	961.54	454.45
- Vehicles	11.28	6.48
- Others	1,249.38	1,357.78
	2,681.15	
Auditors' Remuneration (Including Branch Auditors)		
- Audit fees	20.57	21.08
- Tax Audit Fees	6.16	6.27
- Certification	0.11	0.51
- Taxation Matters	-	-
- Company Law Matters	-	-
- Out of Pocket Expenses	0.31	0.51
	27.15	
Directors' Sitting Fees	1.43	0.05
Legal and Professional Charges	190.37	158.93
Printing, Stationery and Periodicals	184.47	144.62
Communication Expenses	123.03	121.00
Power & Fuel	3,208.44	3,083.12
Advertisement, Publicity & Sales Promotion	410.53	413.70
Litigation Loss*	57.79	930.26
Entertainment	13.10	13.62
Band and Music	35.65	60.68
Expenses on Cultural Shows	-	8.29
Commission to Travel Agents & Credit Card Companies	76.29	85.19
Licensees' Share of Profit	11.55	3.09
Miscellaneous Expenses	117.82	78.94
Upkeep, Service Cost and Other Operating Expenses	15,108.94	15,202.07
Loss on Sale of Fixed Assets/Write off of Assets	1.06	0.70
Loss on Collaboration Ventures	-	-
Depletion/Consumption & Breakage in Crockery, Cutlery & Utensils etc.	64.75	40.79
Reimbursement of Expenses	723.95	659.62
Interest paid on Advances	-	-
Bad Debts	19.13	2.12

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Loss on Foreign Exchange Variations	5.91	1.47
Advances Written Off	-	0.10
Provision for Doubtful Debts & Advances	607.47	456.84
Provision for Impairments	2.10	4.42
Provision for Diminution of Fixed Assets	-	-
Provision for Inventory Write Down/ Write Off of Inventories	-	9.32
Corporate Social Responsibility	16.94	10.90
Marketing, Guidance & Supervision Expenses	-	-
Demand & Notice	-	-
TOTAL (A)	24,781.15	25,365.79
Less:-		
Charged to the Project of the Ministry of Tourism	17.53	14.70
Charged to the Project of the Ministry of External Affairs	130.55	113.91
Departmental Expenses Charged to ITDC Unit	-	-
TOTAL (B)	148.08	128.61
TOTAL (A-B)	24,633.07	25,237.18

Note:-

- Expenses on Generation of Power:-

(₹ in lakh)

Particulars	Current Year	Previous Year
Salaries and Wages	6.00	5.46
Fuel	50.70	30.84
Depreciation	46.23	16.06
Repairs	37.22	70.13
Others	-	-
Total	140.15	122.49

(Above excludes expenditure incurred by some units which is not ascertainable.)

- No separate charge is made to Repairs and Maintenance Account in respect of salaries, wages etc. of staff deployed for repairs carried out departmentally.
- ₹ 1,153.92 (Previous Year ₹ 147.06 lakh) spent on renovation during the year at various hotels has been segregated as relating to capital ₹ 477.29 (Previous Year ₹ 75.35) and revenue expenditure ₹ 676.64 (Previous Year ₹ 71.71 lakh) based on certificate issued by the Project engineer and which have been relied upon by the auditors.

Exceptional Items

Note - 28

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Provisions no Longer required written back (Negative if Profit)	(418.77)	(134.39)
TOTAL	(418.77)	(134.39)

Note:-

The Provisions/liabilities no longer required written back during the year and disclosed in statement of Profit & Loss Account are given as under:-

(₹ in lakh)

Particulars	Current year	Previous Year
1. Provision for Doubtful Debts and Advances	105.02	129.22
2. Depreciation	84.68	18.96
3. Cost of Material Sold and Services Rendered	19.36	16.97
4. Salaries, Wages and Benefits	4.02	11.63
5. Finance cost	14.74	6.59
6. Upkeep & Service Cost	59.35	2.88
7. Other Operating and Administrative Expenses	125.45	3.07
8. Provision for Diminution in Fixed Assets	-	-
9. Provision for Inventory Written Down	2.40	-
10. Legal & Professional Charges	-	-
11. Rates & Taxes	-	(54.93)
12. Communication Exp.	-	-
13. Repairs and Maintenance	3.75	-
14. Power & Fuel	-	-
Total	418.77	134.39

Prior Period Adjustments

Note - 29

(₹ in lakh)

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
Prior Period Income (Negative)	(10.77)	(55.16)
Prior Period Expenses/Adjustments	237.00	321.33
TOTAL	247.77	376.49

Income/expenditure and adjustment relating to earlier years charged to Statement of Profit & Loss are as follows:-

(₹ in lakh)

Particulars	Current Year	Previous Year
Income:		
1. Beer, Wine and Spirit Sales	-	-
2. Income from Services Rendered :		
Room Rent/Licence Fee	4.01	0.41
Consultancy	-	(47.96)
3. Others :		
Employees' Remuneration and Benefits	-	(10.80)
Rent Recovery	-	0.19
Miscellaneous Income	(4.89)	(2.40)
Cost of Sales	-	(1.61)
Income from Hired Vehicles	(9.89)	-
Depreciation	-	0.58
Interest	-	-
Electricity & Water Charges	-	6.43
Total	(10.77)	(55.16)
Expenditure:		
1. Cost of Consumption of Raw Material, Other Materials Sold and Services	1.38	(11.80)
2. Employees' Remuneration and Benefits	0.81	17.60
3. Travelling and Conveyance	1.65	0.78
4. Rent, Rates, Taxes and Insurance	150.43	16.19
5. Repairs and Maintenance	(43.78)	10.47
6. Legal and Professional Charges	16.04	4.61
7. Printing, Stationery and Periodicals	(0.16)	(0.08)
8. Communication Expenses	2.15	0.46
9. Power and Fuel	17.00	(0.62)
10. Advertisement, Publicity and Sales Promotion	0.09	(6.65)
11. Sundry Expenses	4.12	21.54
12. Upkeep and Service Cost and Other Operating Expenses	15.57	20.63
13. Depreciation	76.32	247.88
14. Data Processing	0.07	-
15. Payment to Hired Vehicles	-	-
16. Electricity & Water charges	-	-
17. Hire Charges	3.48	(0.06)
18. Commission Charges	-	-
19. Staff welfare	(8.31)	-
20. Audit Fee	(0.14)	(0.01)
21. Fees, Subscription & Membership Fees	-	0.39
Total	237.00	321.33

Earning Per Share

Note - 30

The calculation of Earning per share as per Accounting Standard - 20 is as under:-

Particulars	Year Ended 31.3.2015	Year Ended 31.3.2014
BASIC & DILUTED		
Net Profit/(Loss) available for Equity Shareholders (₹ in lakh)	3,185.19	811.15
Weighted Number of Equity Shares of ₹ 10 each	8,57,69,400	8,57,69,400
Basic & Diluted earnings per share (in ₹)	3.71	0.95

Note - 31

Contingent Liabilities and Commitments

(₹ in lakh)		
Particulars	Current Year	Previous Year
A. Contingent Liabilities		
(a) Claims against the Corporation not acknowledged as debts		
(i) Claims against the Corporation not acknowledged as debts [includes demands from custom authority ₹ 18,520.84 (Previous Year ₹ 18,523.84 lakh) and are subjudice].	83,910.53	77,832.46
(ii) Guarantees executed in favour of various authorities, banks and financial institution [including guarantees provided against loans obtained by subsidiary companies, ₹ 351.74 lakh (Previous year ₹ 331.44 lakh)].	578.74	484.84
(iii) Income Tax matters in appeal [Includes appeals preferred by Income Tax Department ₹ 475.84 lakh (Previous Year ₹ 17.59 lakh)]	1,265.89	1,207.39
(iv) Sales Tax matters in appeal [includes ₹ 2,465.62 lakh (Previous Year ₹ 2,465.62 lakh) in respect of closed Duty Free Shop, Mumbai, appeals against which are pending before Maharashtra Sales Tax Tribunal/ High Court].	2,951.88	2,949.80
(v) (a) Liability towards service tax (including interest thereon) pertaining to banqueting, including catering activities, at hotels up to 31.03.2007.	Amount unascertained	Amount unascertained
(b) Liability towards work contract tax (including interest thereon) pertaining to building repair work carried at units.		
B. COMMITMENTS		
Estimated amount of contracts remaining to be executed on capital account (net of advances and excluding escalation in rates, if any) (on completion, part of the work may result as revenue expenditure).	140.03	501.98

Note No. (1) Contingent Liabilities at Sl. No. A(a)(i), A(a)(iii) & A(a)(iv) are dependent upon court decision/out of court settlement/disposal of appeal etc.

Note No. (2): Amount indicated as Contingent liability/ claims against the Corporation only reflect basic value. Legal and other costs being indeterminable at this stage are not considered.

Note No. (3): Contingent liabilities at A(i) above includes ₹ 4,801.97 lakh in respect of matters under arbitration with suppliers in respect of works relating to supply of furniture and furnishing of flats on behalf of Delhi Development Authority (DDA). However, the MoU with DDA indicates that the payments of decreed amounts, if any, as decided by arbitrator, court of law will be made by DDA.

(C) The Utkal Ashok Hotel Corporation Limited, Puri has neither ascertained nor provided for any liability that may arise due to non-deduction of Tax on provisions made for payment of Interests to the holding company to the tune of ₹ 23.56 lakh (Previous Year ₹ 22.47 lakh), the liability on account of interest that may become payable for such non-deduction and non-payment of dues to Central Govt. account under the Income Tax Act, 1961. Since the Company is not in operation, any liability arising therefore shall be recognized in the year of adjudication/ payment.

(D) In Utkal Ashok Hotel Corporation Limited, Puri, no provision has been made for liabilities which may arise due to pending

legal cases in the court of law on account of wage revision w.e.f. 01.01.1992, the same shall be recognised on the basis of actual due.

(E) In Utkal Ashok Hotel Corporation Limited, Puri, the damages that may arise and become payable on the delayed deposits of Statutory Dues in relation to Provident Fund and ESI etc. could not be ascertained and therefore has not been provided for. The expenses if any shall be accounted for in the year of adjudication and payment.

(F) The Employees State Insurance Corporation (ESI) authorities had raised demands (including interest where applicable) totalling ₹ 780.92 lakh (Previous year ₹ 758.60 lakh) towards ESI dues in respect of four hotel/catering units against which the Corporation holds a deposit of ₹ 334.85 lakh (Previous year ₹ 334.85 lakh) (included in Loans and Advances) with the said authorities (made up of amounts withdrawn by the authorities after freezing bank accounts- ₹ 310.09 lakh and amount deposited ₹ 24.76 lakh). Against this, the Corporation holds a liability of ₹ 215.43 lakh (previous year ₹ 215.43 lakh) towards ESI dues. No provision has been made for the balance of ₹ 565.49 lakh (Previous year ₹ 543.17 lakh) as the matter is subjudice and pending finality in the matter, the same has been included under Contingent Liabilities at Sl. No. (A) (a)(i) above.

(G) M/s Airports Authority of India (AAI) and other private airport operators had levied

service tax on their billings for licence fee/royalty for Duty Free Shops at various locations and Ashok Airport Restaurant w.e.f. 10.9.2004. However, the Circular dated 17.9.2004 issued by Government of India provides that the activity of renting, leasing out part of airport/civil enclave premises does not amount to rendering of services and the license fee/royalty payable in this regard is not subject to service tax. Similar views on non levying of service tax on such licence fee/royalty have also been opined by tax consultants. The issue is also under consideration by the Director General of Central Excise Intelligence. Pending clarifications, no provision has been made for the estimated liability, towards service tax for the period from 10.9.2004 to 31.3.2008 for all the ten duty free shops, which works out to ₹ 1,779.49 lakh (Previous year ₹ 1,779.49 lakh).

(H) The Corporation had taken a property on rent from the Custodian of Enemy Property in 1965. Subsequently, the said property was released in favour of present owner by the Custodian. The owner had filed a suit for recovery of the possession of the said property. The Hon'ble High Court decided the matter in favour of the owner and the Corporation was directed to vacate the property. The Hon'ble high court also fixed the rent @ ₹ 30,000/- for the month of January 1980 only on lumpsum/adhoc basis along with interest and also appointed a Local Commissioner to determine the amount of rent for the period from 1.2.1980 till date of handing

over the possession of the property. Aggrieved by the decision, a Special Leave Petition before the Hon'ble Supreme Court was filed which was dismissed by the court & upheld the earlier judgement of the Hon'ble High Court. Accordingly, the premises was vacated & possession handed over to the owner on 28.02.2007. The Local Commissioner has rejected the claim of approx ₹ 300 crore of Shri Anil Kumar Khanna & Ors on account of mesne profits and has calculated the mesne profit by taking the base rent of ₹ 9.37 per sq ft per month with the increase of 15 % every year and interest @ 12 % p.a. as mentioned in the Report. The total amount payable as per Local Commissioner order comes to ₹ 12,15,55,555/- as on February 2007 Further interest @ 12 % p.a. is payable, as per report, till the payment. Aggrieved by this decision of the local commissioner ITDC has filed its Objections to High Court. The Owners/Plaintiffs have also filed Objections to the Report wherein they have claimed ₹ 2,96,23,97,284/- w.e.f. 01.02.1980 till the date of possession of the property i.e. 28.02.2007. After the completion of hearing the matter is reserved for order. Pending finalization of the matter no provision has been made in the accounts and the demand of the owner have been included under contingent liability A(a)(i) above.

- (I) The matter relating to determination of property tax was subjudice in the Hon'ble High Court of Delhi. During proceedings

NDMC offered a basis for determination of property tax for assessing the hotel properties to which ITDC also agreed. Accordingly, the Hon'ble High Court vide its orders dated 19.10.2010 disposed off the said petition by directing NDMC to reassess the property tax due from hotels and hotels to fully cooperate in the matter. Accordingly, the NDMC vide its assessment orders dated 31.03.2013 made the fresh assessment up to 31.03.2009 and gave a basis of determination of property tax which was agreed by ITDC.

In compliance to the assessment order, a provisional liability of ₹ 2,159.59 lakh towards property tax due for the hotel for the years up to 2008-09 have been worked out and accounted for. Further, hotels have adopted the same formula for determining the property tax for the years from 2009-10 to 2014-15 whereas NDMC is raising bills as per old basis i.e the basis it was following before the court orders. Since the basis of determination of property pursuant to the court order has already been agreed by NDMC and ITDC, ITDC has not accepted the demands and submitted representations to NDMC Besides, NDMC has not made assessment for the years 2009-10 to 2014-15. Therefore, pending final resolution in the matter, the difference of ₹ 1,483.88 lakh between the property tax demanded by NDMC ₹ 2,449.75 lakh) and property tax admitted by ITDC (₹ 965.87 lakh) has been disclosed as "Contingent Liabilities" under A(a)(i) Above.

Note - 32

General Notes

1. Confirmation of balances have not been received in most of the cases of Trade receivable, Trade payable, Loans and Advances and Deposits. Besides in a few units, balances in customers accounts are under reconciliation with the General Ledger control account balances. Effect on the accounts on due confirmation, reconciliation and adjustments thereof cannot be indicated at this stage.
2. Following past practice, consumption of Stocks, stores, crockery, cutlery etc. has been worked out by adding opening balances to purchases and deducting therefrom closing balance based on physical inventories valued as per accounting policy.
3. The Corporation has been managing Hotel Bharatpur Ashok and Kosi Restaurant owned by the Ministry of Tourism and the profit/loss in respect of these units is accounted for by the Corporation in the respective Notes of Statement of Profit & Loss Account.
4. Company entered into an Agreement dt. 19th February, 2002 with M/s Maruti Udyog Ltd. for renewal of Sub-Lease from 1st February 2002 to 31st January, 2011 and another period of nine years thereafter subject to enhancement of rent in respect of the property comprising of Workshop cum Depot constructed on Plot No. C-119 Naraina Industrial Area Phase-I, New Delhi. As per terms of agreement the entire rent for a period of 9 years was paid by Maruti Udyog Ltd in advance. During the currency of the lease period, M/s Maruti Udyog Ltd carried out additional

construction in the said premises and in the process the Workshop cum Depot that had been let out was demolished and rendered extinct which was neither envisaged nor intended in the Sub-Lease Agreement. Therefore, a legal notice dt. 14th June, 2010 was given to Maruti Udyog Ltd to vacate the premises w.e.f. 1.7.2010. The balance amount of advance rent lying with ITDC amounting to ₹ 25,01,849/- was accordingly, returned to M/s Maruti Udyog Ltd. Applications dt. 1.7.2010 was filed by ITDC for eviction of premises and recovery of damages under Public Premises (Eviction of Unauthorized Occupants) Act, 1971 before H'ble Estate Officer. In the meanwhile Maruti Udyog Ltd filed a writ petition in H'ble Delhi High Court against the eviction and recovery applications of ITDC which has been dismissed by the Hon'ble High Court. Against the order of H'ble High Court Maruti Udyog Limited had filed an appeal before the Division Bench which was also simultaneously dismissed. Another Arbitration Petition had been filed by Maruti Udyog Ltd. before Hon'ble High Court for appointment of Arbitrator. Hon'ble High Court vide its order dt. 29.09.2011 appointed Arbitrator with certain directions against the aforesaid order. ITDC has filed Writ Petition praying for stay of Arbitration proceedings. The matter is pending before H'ble High Court. Maruti Udyog Limited has also filed a writ petition against the order dated 29.09.2011 before the H'ble Supreme Court of India. Proceedings initiated by MUL before Hon'ble High court and Hon'ble Supreme Court have disposed off. The matter of recovery of possession and recovery of amount are now fixed for 28.05.2015. Pending legal proceedings in the matter, the premises has not yet been vacated by M/s Maruti Udyog Ltd.

5. In respect of Assam Ashok Hotel Corporation Limited disputed billing

revenue of ₹ 245.59 lakh is not accounted during the year 2006-07, as hotel has gone for arbitration case with 33rd National Games 2007 authority to release disputed billing balance toward the Catering Service during the National Games events. As the matter is disputed and Company is contemplating for settlement through Arbitration.

6. Disclosure in accordance with Accounting Standard- 7 - Construction Contracts

(₹ in lakh)	
a) Aggregate amount of Revenue Recognised up to the reporting date	15,058.70
b) Aggregate cost incurred up to reporting date	13,675.10
c) Revenue Recognised during the current financial year	1,744.76
d) Cost incurred during the financial year	1,611.86
e) Total amount of funds received up to the reporting date	16,015.53
f) Advance due to customers up to reporting date	3,704.36
g) Advance due from Customers up to reporting date	164.10

7. Disclosure in pursuance of Accounting Standard -19 on Leases:-

The Corporation's leasing arrangements are generally in respect of operating lease for premises (residential, office accommodation, and godowns etc). These leasing arrangements are not non-cancellable and are also usually renewable by mutual consent on mutually agreeable terms. The aggregate lease rentals paid/payable are charged as Rent under Employees Remuneration & Benefits (Note-25) & Operating and Other Expenses (Note-27). In some of the hotel units, arrangements made with other parties to

operate restaurants and other business premises are on licence basis which are also not non-cancellable and are usually renewable by mutual consent on mutually agreeable terms.

8. ADDITIONAL INFORMATION PURSUANT TO THE REQUIREMENTS OF PART II OF NOTE VI OF THE COMPANIES ACT, 1956: -

(₹ in lakh)		
Particulars	Current Year	Previous Year
a) Value of Imports on C.I.F. basis:		
i) Beer, Wine and Spirits	557.82	552.44
ii) Cigars and cigarettes	17.23	7.22
iii) Other items	66.99	-
Total	642.04	559.66
b) Expenditure in Foreign Currency:-		
i) Travelling	6.65	12.43
ii) Fees & Subscription	3.75	6.89
Total	10.40	19.32
(c) Earnings in Foreign Currency (Direct) (on receipt basis) :-		
i) Boarding, lodging and other facilities	442.06	681.95
ii) Sale of goods at Duty Free Shops	856.03	897.00
iii) Gain in Foreign Exchange (net)	2.38	12.34
Total	1,300.47	1,591.29

(d) (i) Amount due to Small Scale Industries, to the extent such parties have been identified from available information, of more than one lakh and for a period exceeding 30 days is ₹ NIL. (Previous year Nil)

(ii) The Government of India had promulgated "The Micro, Small and Medium Enterprises Development Act, 2006". As per the said Act, the Corporation is to identify the parties and pay them interest beyond the specified period if not paid. The Corporation is in the process of

identifying the suppliers. In view of this, the liability for interest could not be worked out.

(iii) The Companies (Second Amendment) Act, 2002 provides for levy of cess, towards rehabilitation/ revival of sick industrial companies, which shall not be less than 0.005% but not more than 0.10% of the turnover or the gross receipts as the Central Government may from time to time specify in the Official Gazette. Since no notification has been issued, provision thereof has not been created.

9. GOING CONCERN ASSUMPTION:- The Unit was incurring huge loss since its inception and was not even generating enough revenue to meet its operational expenses and had no viability to be run as a commercial entity. The Board of Directors in their meeting held on 23rd March, 2004, after reviewing the performance in view of the losses standing at ₹ 946.20 lakh up to 31.03.2003 had resolved to temporarily close down the commercial operation of the unit effective from March, 2004. Subsequently, the Govt. of India directed ITDC to examine various options including long term lease in respect of Hotel Nilanchal Ashok, Puri. Therefore in accordance with the decision of the Govt. of India, the Board of Directors in their meeting held on 21st June, 2005 approved the leasing out of the Hotel Nilanchal Ashok Puri for a period of 30 years. Further, the State Govt. while granting the permission vide their letter dated 26.05.2007 allowed Utkal Ashok Hotel Corp., Puri to sublease the land for a period of 40 years. The Board in its meeting held on 09.06.2008 approved the proposal of leasing out the joint venture hotel property at Puri on lease cum Management basis for a period of 40 years. The Committee formed for this purpose has already floated the

tender and the tender was awarded to M/s Paulmech Infrastructure Pvt. Ltd. for 40 years lease. The letter of intent has been issued to the lessee.

M/s Paulmech Infrastructure Pvt Ltd, who were issued a Letter of Intent dated 19.01.2010, pursuant to the tender for 40 years lease of Hotel Nilanchal Ashok, Puri have filed a Writ Petition being WP (Civil) No. 23103 of 2013 before the Hon'ble High Court at Cuttack praying for a direction to ITDC and Utkal Ashok Hotel Corporation Ltd (UAHCL) to execute the lease agreement pertaining to the lease of Hotel Nilanchal Ashok, Puri in pursuance to the letter of Intent and further direction to ITDC and UAHCL to calculate interest on the amounts deposited by the petitioner more particularly ₹ 4.41 crore since 17.2.2010, ₹ 2 crore since 28.12.2010, ₹ 1.41 crore since 29.12.2010 and ₹ 70 lakh since 07.10.2011 and to adjust the said interest towards balance payment. Thereafter M/s Paulmech filed amendment Petition seeking stay of operation of cancellation of lease as per letter dated 10.12.2013.

UAHCL issued termination of letter of intent letter vide letter no. ITDC /Nilanchal /2013 dated 10.12.2013 due to non compliance of Clause - 2 of the LOI by Paulmech. The Board of Directors in the meeting held on 19.09.2013 decided to find out the (a) possibility to run the hotel after carrying out necessary renovation (b) To demolish the hotel completely and construct a new hotel in its place (c) To run the hotel through public, private partnership (PPP) model (d) To lease out the hotel on as is where is basis through competitive bidding process after obtaining requisite clearance.

After filing of the above Petition, M/s Paulmech has filed an amended Petition praying inter alia for quashing the letter dated 10/12/2013 whereby the Board of

Directors of OP No. 5 - UAHCL had decided to terminate the letter of Intent dated 19/01/2010.

The matter had come up for hearing on 15.10.2014 for orders. Having been apprised of the counter affidavit being already filed on our behalf, the Hon'able Court directed the matter to be placed for final disposal. Now the matter is likely to be listed any day. Interim order passed earlier has been directed to be continued till the next date. As informed by the Senior Advocate, the matter is likely to be listed after Summer vacations.

Therefore in view of the position stated above efforts have been made to revive the hotel unit of the company at Puri to run it in a commercially viable manner. The management had at no point of time intentions to close the unit permanently. In view of the temporary suspension of commercial activities and further in view of the revival process in progress as stated above the Annual Accounts for the year 2014-15 have been prepared on "Going Concern" basis/assumption.

10. Offer of VRS for Employees of Nilachal Ashok :

The Board of UAHCL in its meeting dated 22nd July, 2014 has agreed to refloat the VRS scheme for presently existing employees and that who do not accept VRS may be retrenched immediately and compensation permissible under the applicable law would be paid to them.

In the pending proceedings before the Hon'able high court at cuttack being W.P. (C) No. 2174 of 2011 titled united itdc employees Union Vs Union of India & Ors, as requested by the residual workers for opting VRS it is decided by the UAHCL to accept their request for VRS. The amount of VRS shall be paid by UAHCL"as per the

guidlines of the public enterprises (DPE), Govt of India". A notice was displayed on the Notice Board of Hotel Nilanchal Ashok, Puri and also published in the New Indian Express (All Odisha Edition) and Dhariti (All Odisha Edition) for completing the necessary formalities. In response to the said notice, the employee of Hotel Nilanchal Ashok, Puri have opted for the VRS "as per the guidelines of (DPE), Govt. of India". Accordingly, their request for VRS has been accepted. They were ordered to be stood relieved w.e.f 30.04.2015 (A/N).

11. The Company, Punjab Ashok Hotel Company Ltd. was incorporated on 11th November, 1998. The only Hotel of the Subsidiary is under construction. The Hotel building is being constructed on Land measuring 5 Acres was provided by the Government of Punjab during 1998-99. Agreement for the same was executed on 30.03.2000. Accordingly, the company has been granted lease hold rights for 99 years. There was no commercial activity during the Financial Year 2013-14. The construction work of companies hotel project at Anandpur Sahib has been at a standstill for quite some time for paucity of funds.

12. Disclosure pursuant to Accounting Standard 17 on Segment Reporting is given in **Annexure "A"** to this note.

13. Disclosure of transactions with related parties as per Accounting Standard -18, to the extent applicable, is as under: -

Key Management Personnels: -

1. Shri Umang Narula
Chairman & Managing Director
w.e.f. 24.04.2015
2. Shri Girish Shankar
Chairman & Managing Director
w.e.f. 09.12.2014 to 23.04.2015

3. Dr. Sameer Sharma
Managing Director
w.e.f. 12.05.2014 to 09.12.2014
4. Shri Girish Shankar
Managing Director
w.e.f. 23.04.2013 to 11.05.2014
5. Shri Trinath Behera
Director (Finance)
w.e.f. 26.4.2013
6. Shri Ratan Kumar Okhandiar
Director (C&M)
w.e.f. 10.07.2012 to 31.03.2015

Payment made to key management personnels and their relatives.

Particulars	(Amount in ₹)	
	Current Year	Previous Year
Remuneration	6,160,628.00	43,14,368.00

Name of the Provision	Balance as on 1.4.2014	Provided during the year relating to 2014-15	Provided during the year relating to 2013-14	Payments/Adjustments during the year	Provision reversed/ written back	(₹ in lakh)
						Closing Balance as on 31.03.2015
Income Tax	396.35	965.78	6.40	347.85	54.90	965.78
Wealth Tax	0.68	0.79	-	0.68	-	0.79
Dividend Tax	72.88	349.21	-	72.88	-	349.21

16. Additional Information as required under Schedule III to the Companies Act, 2013 of enterprises consolidated as Subsidiary/Joint Venture for the year 2014-2015 is enclosed as **Annexure "B"**.
17. Statement containing Salient features of the Financial Statements of Subsidiaries/ Joint venture as per Companies Act, 2013 is enclosed as **Annexure "C"**.
18. Previous years' figures have been regrouped/rearranged wherever necessary.

(V.K. Jain) Company Secretary (P.K. Aggrawal) Vice President (F&A) (Trinath Behera) Director (Finance) (Umang Narula) Chairman & Managing Director As per our Report of even date For V. K. Verma & Co. Chartered Accountants (FRN 000386N)

Date : 29th May, 2015
Place : New Delhi

(Vivek Kumar)
Partner
(M.No. 503826)

Annexure “A” to Note No. 32 {Sl. No. 12} Segment Reporting-AS-17

(₹ in lakh)

	Hotel/Restaurants Operations		Duty Free Shops Operations		Travels & Tours Operations		ARMS & Misc. Operations		Construction, Consultancy & SEL Projects		Others		Total for Company	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
PRIMARY DISCLOSURE (Operation-wise)														
1 Segment Revenue														
a) Total Revenue	30,510.88	28,609.29	1,095.61	940.48	13,220.17	13,714.21	3,547.80	2,416.57	2,043.07	1,576.50	2,772.18	2,675.88	53,189.71	49,932.93
b) Less Inter Segment Revenue	80.18	86.35	-	1.27	77.46	114.78	573.12	446.57	-	96.50	-	72.71	730.76	818.18
c) External Revenue	30,430.70	28,522.95	1,095.61	939.21	13,142.71	13,599.43	2,974.68	1,970.00	2,043.07	1,480.00	2,772.18	2,603.18	52,458.95	49,114.76
2 Segment Results :-														
Profit/(Loss) before Interest, Tax and overheads	3,339.39	2,948.95	172.15	(46.84)	141.16	(103.87)	575.37	328.81	(545.15)	(814.09)	2,790.02	2,468.17	6,472.94	4,781.13
Less: Allocable Corporate Overheads	-	-	-	-	-	-	-	-	-	-	2,812.41	3,689.38	2,812.41	3,689.38
Less: Interest	22.00	28.88	-	-	-	-	-	-	-	-	19.88	-	41.88	28.88
Less: Provision for Income Tax	15.79	45.78	1.17	0.57	-	-	-	-	-	-	950.00	350.00	966.96	396.35
Less: Provision for Wealth Tax	-	-	-	-	-	-	-	-	-	-	0.79	0.68	0.79	0.68
Less: Provision for Deferred Tax	(24.04)	(36.06)	-	-	-	-	-	-	-	-	(441.96)	(99.77)	(466.00)	(135.83)
Add: Provision for income tax for earlier year written back	2.20	(0.21)	-	-	-	-	-	-	-	-	50.71	-	52.91	(0.21)
Profit/(Loss) available for appropriation	3,327.84	2,910.14	170.98	(47.41)	141.16	(103.87)	575.37	328.81	(545.15)	(814.09)	(500.40)	(1,472.12)	3,169.81	801.46
3 Segment Assets (Current assets plus fixed assets & WIP)	19,701.80	16,853.57	818.23	803.07	2,994.31	2,392.60	1,392.09	974.64	1,184.69	587.18	32,154.61	34,893.29	58,245.73	56,504.36
4 Segment Liabilities	20,941.08	19,613.36	658.14	804.54	2,149.24	1,815.72	2,185.50	1,563.45	8,759.56	8,991.66	(3,604.76)	(3,346.83)	31,088.76	29,441.90
5 Depreciation & Amortisation in respect of Segment Assets for the period	1,082.53	617.18	3.24	2.03	11.51	13.87	8.12	3.66	0.60	1.09	23.26	24.16	1,129.26	661.99
6 Cost incurred during the period to acquire Segment Assets (Tangible & intangible fixed assets)	564.70	302.30	0.17	1.13	9.07	2.42	1.55	2.12	1.15	0.12	11.17	27.75	587.81	335.82
7 Non Cash Expenses Other than Depreciation and Amortisation incurred by the Business Segment	1,142.60	1,210.28	22.30	(2.04)	195.70	102.43	25.04	55.18	97.11	7.81	27.11	202.74	1,509.86	1,576.39

N.B. : Secondary (Geographical) disclosure is not given, since company has no overseas operations/activities.

ANNEXURE- B
Additional Information as required under Schedule III to the Companies Act, 2013 of enterprises consolidated as Subsidiary/ Joint Venture for the year 2014-15

(₹ in lakh)

Name of the Entity in the parent i.e India Tourism Development Corporation Ltd.	Net Assets, i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of consolidated Net Assets	Amount	As % of consolidated Profit or Loss	Amount
Parent				
India Tourism Development Corporation	108.53	32,505.43	107.90	3,436.88
Subsidiaries				
Indian				
Ranchi Ashok Bihar Hotel Corpn. Ltd.	-0.35	-105.80	-3.35	-106.71
MP Ashok Hotel Corpn. Ltd.	0.22	66.11	0.17	5.29
Pondicherry Ashok Hotel Corpn.Ltd.	0.30	90.54	-0.97	-30.76
Utkal Ashok Hotel Corpn. Ltd.	-5.52	-1,652.62	-2.20	-69.94
Punjab Ashok Hotel Co.Ltd.	0.78	233.10	-0.10	-3.09
Donyi Polo Ashok Hotel Corp. Ltd.	0.76	228.54	-0.09	-2.83
Assam Ashok Hotel Corp. Ltd.	-2.08	-622.69	-3.73	-118.80
Minority Interest in all Subsidiaries	1.02	304.81	-0.48	-15.38
Joint Venture (as per proportioned) ITDC Aldeasa India Private Ltd.	-0.81	-242.64	0.08	2.62

ANNEXURE- C
Statement containing Salient features of the Financial Statements of Subsidiaries/Joint venture as per Companies Act, 2013
Part "A": Subsidiaries

Name of the Subsidiary	Ranchi Ashok Bihar Hotel Corporation Ltd.		Madhya Pradesh Ashok Hotel Corporation Ltd.		Pondicherry Ashok Hotel Corporation Ltd.		Utkal Ashok Hotel Corporation Ltd.		Punjab Ashok Hotel Company Ltd.		Donyi Polo Ashok Hotel Corporation Ltd.		Assam Ashok Hotel Corporation Ltd.	
	(₹ in lakh)		(₹ in lakh)		(₹ in lakh)		(₹ in lakh)		(₹ in lakh)		(₹ in lakh)		(₹ in lakh)	
Reporting Period for the Subsidiary concerned, if different from Holding Company's Reporting period	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries.	489.96	(595.76)	375.29	478.63	189.18	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)
Share Capital	489.96	(595.76)	375.29	478.63	189.18	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)
Reserves (Net of Accumulated Losses)	375.29	478.63	189.18	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)
Total Assets	865.25	(117.13)	564.48	957.26	378.36	(213.42)	213.42	(213.42)	213.42	(213.42)	213.42	(213.42)	213.42	(213.42)
Total Liabilities	489.96	(595.76)	375.29	478.63	189.18	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)	106.71	(106.71)
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Turnover	699.91	15.53	699.91	15.53	699.91	15.53	699.91	15.53	699.91	15.53	699.91	15.53	699.91	15.53
Profit/loss before taxation	699.91	15.53	699.91	15.53	699.91	15.53	699.91	15.53	699.91	15.53	699.91	15.53	699.91	15.53
Provision for taxation	10.06	5.29	10.06	5.29	10.06	5.29	10.06	5.29	10.06	5.29	10.06	5.29	10.06	5.29
Profit/loss after taxation	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)	(106.71)
Proposed Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-
% of Shareholding	51.00	51.00	51.00	51.00	51.00	51.00	51.00	51.00	51.00	51.00	51.00	51.00	51.00	51.00

 Name of subsidiaries which are yet to commence operations
 1. Punjab Ashok Hotel Company Ltd.
 Name of subsidiaries which have been liquidated or sold during the year. NA

Part "B" : Associates & Joint Ventures

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

		(₹ in lakh)
Name of the Associate / Joint Venture	Itdc Aldeasa India Pvt. Ltd.	
1. Latest audited Balance Sheet date		2013-14
2. Shares of associate / joint venture held by the Company on the year end		
Amount of Investment in associates/joint venture		0.50
Extent of holding %		50.00
3. Description of how there is significant influence	There is significant influence due to (%) percentage of shareholding	
4. Reason why associate / joint venture is not consolidated		NA
5. Networth attributable to shareholding as per latest Audited Balance Sheet (2013-14)		(245.26)
6. Profit/ loss for the year*		
i. Considered in consolidation		2.62
ii. Not considered in consolidation		Nil

*The profit considered in consolidation are based on unaudited Accounts of the Joint Venture ITDC Aldeasa India Private Ltd. for 2014-15.

Name of associates/ joint ventures which are yet to commence oprations NA

Name of associates/ joint ventures which have been liquidated or sold during the year NA

Cash Flow Statement for the Year ended 31st March, 2015

(₹ in lakh)

Particulars		Year Ended 31.3.2015		Year Ended 31.3.2014
A Cash Flow from Operations				
Profit before Taxation		3,618.65		1,062.87
Adjustments for:				
Depreciation	1,129.26		661.79	
Other Non Cash Item	-		(41.80)	
Deferred Government Grant	(1.19)		(0.89)	
Finance Charges	41.88		28.88	
Provision for Inventory Write-down	2.10		9.32	
Provision for Doubtful Debts & Advances	607.47		456.84	
Interest Income	(2,599.46)		(2,571.28)	
Bad Debts/Advances Written Off	19.13		2.22	
(Profit)/Loss on Sale of Fixed Assets	(5.35)	(806.16)	(3.70)	(1,458.62)
Operating Profit before Working Capital Changes		2,812.49		(395.75)
(Increase)/Decrease in Current Assets				
Inventories	79.04		(289.33)	
Trade Receivables	(4,471.59)		1,628.65	
Other Current Assets	(357.33)		(118.56)	
Other Non-current Assets	26.65		(54.94)	
Long-term Loans and Advances	(6.44)		(25.89)	
Short-term Loans and Advances	(1,017.82)	(5,747.49)	116.43	1,256.36
Increase/(Decrease) in Current Liabilities				
Trade Payables	878.60		(620.64)	
Other Current Liabilities	(1,523.62)		2,424.12	
Other Long Term Liabilities	180.80		(296.53)	
Long Term Provision	(193.56)		(253.46)	
Short Term Provision	123.89	(533.89)	108.47	1,361.96
Cash Inflow/(Outflow) from Operations		(3,468.89)		2,222.57
Direct Taxes Paid				
Income Tax Paid	396.35		268.89	
Income Tax for Earlier years Written Back	(52.91)	343.44	0.21	269.10
Net Cash Inflow/ (Outflow) from Operation (A)		(3,812.33)		1,953.47

B	Cash Flow from Investing Activities		
	Purchase of Fixed Assets	(580.18)	(335.41)
	Sale of Fixed Asset and Adjustments	17.39	13.54
	Income from Interest/Dividends	2,599.46	2,571.28
	Reduction/(Addition) of Work in Progress	(76.20)	(145.09)
	(Increase)/Decrease in Investments	-	-
	Net Cash Inflow/ (Outflow) from Investing Activities (B)	1,960.47	2,104.32
C	Cash Flow from Financing Activities		
	Increase in Share Capital	-	518.36
	Increase/(Decrease) in Borrowings	20.30	(177.54)
	Finance Charges	(41.88)	(28.88)
	Wealth Tax Paid	(0.68)	(0.71)
	Dividend Paid	(428.85)	-
	Dividend Tax Paid	(72.88)	-
	Deferred Government Grant	1.19	-
	Net Cash Inflow/ (Outflow) from Financing Activities (C)	(522.80)	311.23
	Net Change in Cash or Cash Equivalents during the Year	(2,374.66)	4,369.02
	Cash and Cash Equivalents at the beginning of the year*	30,081.80	25,712.78
	Cash and Cash Equivalents at the end of the year*	27,707.14	30,081.80

*For Details refer Note-18

(V.K. Jain) (P.K. Aggrawal) (Trinath Behera) (Umang Narula)
Company Secretary Vice President (F&A) Director (Finance) Chairman & Managing Director

Date : 29th May, 2015
Place : New Delhi

As per our Report of even date
For V. K. Verma & Co.
Chartered Accountants (FRN 000386N)

(Vivek Kumar)
Partner
(M.No. 503826)

Comments of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the Financial Statements of India Tourism Development Corporation Limited for the Year Ended 31st March, 2015

The preparation of financial statements of India Tourism Development Corporation Limited for the year ended 31st March, 2015 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the Management of Company. The statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statement under Section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 29th May, 2015.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 143(6)(a) of the Act of the financial statement of India Tourism Development Corporation Limited for the year ended 31st March, 2015. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and Company personnel and a selective examination of some of the accounting records.

On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

For and on behalf of the
Comptroller and Auditor General of India

Sd/-
(Vimalendra Patwardhan)
Principal Director of Commercial Audit
& Ex-officio Member, Audit Board-I,
New Delhi

Place : New Delhi
Dated : 27th July, 2015

Comments of the Comptroller and Auditor General of India under Section 143(6)(b) read with Section 129(4) of the Companies Act, 2013 on the Consolidated Financial Statements of India Tourism Development Corporation Limited for the Year Ended 31st March, 2015

Annexure

The preparation of consolidated financial statements of India Tourism Development Corporation Limited for the year 31st March, 2015 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the Management of the Company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 139(5) read with Section 129(4) of the Act is responsible for expressing opinion on the financial statement under Section 143 read with Section 129(4) of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 29th May, 2015.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 143(6) (a) read with Section 129(4) of the Act of the Consolidated Financial Statements of India Tourism Development Corporation Limited for the year ended 31st March, 2015. We conducted a supplementary audit of the financial statement of India Tourism Development Corporation Limited but did not conduct supplementary audit of the financial statements of seven subsidiaries and one jointly controlled entity as per the list annexed for the year ended on that date. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditor and company personnel and a selective examination of some of the accounting records.

On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

For and on behalf of the
Comptroller and Auditor General of India

Sd/-
(Vimalendra Patwardhan)
Principal Director of Commercial Audit
& Ex-officio Member, Audit Board-I,
New Delhi

Place : New Delhi
Dated : 27th July, 2015

NAME OF SUBSIDIARIES

1. Ranchi Ashok Bihar Hotel Corporation Limited
2. MP Ashok Hotel Corporation Limited
3. Pondicherry Ashok Hotel Corporation Limited
4. Utkal Ashok Hotel Corporation Limited
5. Punjab Ashok Hotel Company Limited
6. Donyi Polo Ashok Hotel Corporation Limited
7. Assam Ashok Hotel Corporation Limited

NAME OF JOINT VENTURE

1. ITDC Aldeasa India Private Limited

India Tourism Development Corporation Limited

Registered office: Scope Complex, Core 8, 6th Floor, 7 Lodi Road, New Delhi - 110 003
 Telefax: 011-24360249 web: www.theashokgroup.com
 CIN No. L74899DL1965GOI004363

PROXY FORM

Name of the Member	
Folio No.	
DP ID No.	
Client ID No.	
No. of Shares Held	

I/We, being the Member(s) ofShares of the above named Company, hereby appoint :

Name		Signature	
Address			
E-mail ID			

Or failing him

Name		Signature	
Address			
E-mail ID			

Or failing him

Name		Signature	
Address			
E-mail ID			

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Company, to be held on Monday, the 28th September, 2015 at 1600 hours at Ashok Hotel, New Delhi - 110 021 and any adjournment thereof in respect of such resolutions as are indicated below:

Sl. No.	Resolution	For	Against
	ORDINARY BUSINESS		
1	Adoption of Standalone Financial Statements as at 31st March, 2015 together with the Report of the Auditors, CAG and the Board's Report thereon.		
2	Adoption of Consolidated Financial Statement and Report of Auditors thereon		
3	Declaration of Dividend @ 20% on the Equity Share Capital		
4	Re-appointment of Shri Girish Shankar, Director who retires by rotation		
	SPECIAL BUSINESS		
5	Appointment of Shri Umang Narula as Director		
6	Appointment of Shri Piyush Tiwari as Director		

Signed this _____ day of _____, 2015.

Affix Revenue Stamp of ₹ 1/-

Signature of Shareholder.....

Signature of Proxy Holder(s).....

Road Map for The Ashok



Landmarks:

- Adjacent to Nehru Garden
- Opposite British High Commission
- Opposite Australian High Commission