

Contents

	Page No.
Notice	3
Board's Report	9
Independent Auditors' Report to the Members of India Tourism Development Corporation Ltd.	70
Accounts (Standalone) for the Year 2015-16	83
Cash Flow Statement	138
Consolidated Accounts for the Year 2015-16	141
Independent Auditors' Report to the Members of India Tourism Development Corporation Ltd. on the Consolidated Accounts for the year 2015-16	142
Consolidated Cash Flow Statement	213
Comments of the Comptroller and Auditor General of India	215
Comments of the Comptroller and Auditor General of India on the Consolidated Financial Statements	216
Proxy Form	218

Board of Directors

(As on 12th August, 2016)

Chairman & Managing Director

Shri Umang Narula

Functional Directors

Shri Piyush Tiwari

Director (Commercial & Marketing)

Shri Pradip Kumar Das, Director (Finance)

Government Nominee Directors

Shri Sanjeev Ranjan

Ms. Meenakshi Sharma

Independent Directors

Shri Anugolu Venkata Ratnam

Dr. (Ms.) Usha Kiran Rai

Shri Ajay Swarup

Shri Patel Karsanbhai Bhikhabhai

Company Secretary

Shri V.K. Jain

Registered Office

Scope Complex

Core 8, 6th Floor

7 Lodi Road

New Delhi-110003

Statutory Auditors

M/s Kishore & Kishore

Chartered Accountants

Flat No.9, 1st Floor

Ansari Market, Darya Ganj

New Delhi- 110 002

Branch Auditors

M/s Deoki Bijay & Co.

M/s K.G. Acharya & Co.

M/s V.J. Choksi & Co.

M/s G.S. & Associates

M/s A Mitra & Associates

M/s Santosh K Agrawalla & Associates

M/s Vinod Kumar Gupta & Associates

M/s Vinod Singhal & Co.

M/s B. N. Ashok Kumar & Co.

M/s Guru & Ram

M/s P V A R & Associates

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

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 51st Annual General Meeting of India Tourism Development Corporation Ltd. will be held on Thursday, the 29th September, 2016 at 1600 hours in Samrat Hotel, New Delhi 110021 to transact the following businesses:-

Ordinary Business

- (1) To receive, consider and adopt the Standalone Financial Statements as at 31st March, 2016 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, 2016 and report of Auditors and Comptroller and Auditor General of India thereon.
- (3) To declare a dividend of 15% (i.e. ₹ 1.50 per share) aggregating ₹ 12,86,54,100/- on the equity share capital of the company as recommended by the Board of Directors.
- (4) To appoint a Director in place of Shri Piyush Tiwari (DIN No. 07194427), Director who retires by rotation pursuant to Article 61 of the Article of Association and being eligible offers himself for re-appointment.
- (5) To appoint a Director in place of Shri Sanjeev Ranjan (DIN No. 02977371), Director who retires by rotation pursuant to Article 61 of the Article of Association and being eligible offers himself for re-appointment.

SPECIAL BUSINESS

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

“RESOLVED THAT pursuant to the Sub-section (2) of Section IV of Schedule IV to the Companies Act, 2013 read with Section 149(7) of the Companies Act, 2013, approval be and is hereby

accorded to the appointment of Shri Ajay Swarup, Ex Indian Foreign Service Officer as Independent Director in the Company w.e.f. 08/08/2016.”

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

“RESOLVED THAT pursuant to the Sub-section (2) of Section IV of Schedule IV to the Companies Act, 2013 read with Section 149(7) of the Companies Act, 2013, approval be and is hereby accorded to the appointment of Shri Karsanbhai Bhikhabhai Patel, Agriculturist, Business & Social Worker as Independent Director in the Company w.e.f. 08/08/2016.”

By Order of the Board of Directors

Place: New Delhi
Dated: 01.09.2016

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

Notes:

1. Additional information in respect of the Directors seeking re-appointment at the AGM and in respect of directors for whose appointment, approval of shareholders is being sought, is furnished and forms part of the Notice.
2. 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.
3. The Members/Proxies should bring the Attendance Slip, duly filled in and signed, for attending the Meeting.
4. In compliance with provisions of Regulation 44 of SEBI (LODR) Regulations, 2015 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. 23rd September, 2016 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. 23rd September, 2016 will also be entitled to cast his vote and may obtain the User ID and password. The manner of obtaining User ID and Password is available on <http://www.theashokgroup.com/Aboutus/InvestorCorner> under newspaper notice.

5. 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.
6. 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.
7. The Register of Members and Share Transfer Books of the Company will remain closed from Monday, the 26th September, 2016 to Thursday, the 29th September, 2016 (both days inclusive) for the purpose of AGM and Dividend payment. The Record date for Dividend payment will be 25th September, 2016.
8. 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 25th September, 2016.
9. Members holding shares in multiple folios in physical mode are requested to apply for consolidation to the RTA along with relevant share certificate.
10. Unclaimed dividend for the financial year 2008-09 will be due for transfer to the Investor Education and Protection Fund of the Central Government (IEPF) on 07.02.2017 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 2008-09 and upto and including the financial year 2014-15 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.

11. 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.
12. 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.
13. Electronic copy of the Annual Report for 2015-16 along with instructions for e-voting and Attendance Slip are being sent to all the members whose email- 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 email addresses, physical copies of the Annual Report for 2015-16 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.
14. 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.
15. 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 all business 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, Practicing Company Secretaries, as the Scrutinizer for this purpose.
16. 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.

To

- (i) All Members of India Tourism Development Corporation Ltd.
- (ii) M/s Kishore & Kishore Chartered Accountants, Flat No. 9, 1st Floor, Opp. Ram Mandir, Ansari Market, Darya Ganj, New Delhi - 110 002
- (iii) M/s Chandradip Bharti & Associates, Company Secretaries, Office No. 204, 2nd Floor, B-1267, R.S. Tower, Opposite Metro Pillar No. 156, New Ashok Nagar, New Delhi- 110 096.
- (iv) M/s Jalaj Srivastava & Associates, Company Secretaries, C/o Gem Business, 104, First Floor, 86, Nehru Place, Kalkaji, New Delhi - 110 019
- (v) All the Directors on the Board of India Tourism Development Corporation Ltd.
- (vi) All Stock Exchanges

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

Item No. (6) and (7)

Pursuant to the power to appoint Directors under Clause 61 of the Articles of Association, the President of India through the Ministry of Tourism vide its letters No. 1/2/2015-PSU(T)(i) and No. 1/2/2015-PSU(T)(ii) dated 08.08.2016 has appointed Sh. Ajay Swarup (DIN No. 06739593), Ex-Indian Foreign Service Officer and Sh. Patel Karsanbhai Bhikhabhai (DIN No. 00287492), Agriculturist, Business & Social Worker as Independent Directors.

Brief Resume of the above said Directors including their expertise, shareholding, directorship in other companies etc. pursuant to Regulation 36(3) of SEBI (LODR) Regulations, 2015 have been given at the end of this Notice.

Section IV of Schedule IV to the Companies Act, 2013 read with Section 149(7) of the Act specifies the manner of appointment of Independent Directors. Sub-Section (2) of this Section (i.e. Section IV to Schedule IV) requires that the appointment of independent director(s) of the company shall be approved at the meeting of the shareholders.

ITDC Board in its 321st Meeting held on 12th August, 2016 has appointed the above said directors under Section 161(3) of the Companies Act, 2013 subject to the approval of the shareholders in the General Meeting of the Company.

Accordingly approval of the shareholders is sought to the appointment of Shri Ajay Swarup and Shri Patel Karsanbhai Bhikhabhai as Independent Directors in the Company.

None of the Directors, Key Managerial Personnel and their relatives except Shri Ajay Swarup himself and his relatives (with respect to his appointment) and Shri Karsanbhai Bhikhabhai Patel and his relatives (with respect to his appointment) is interested in the resolution.

Details as required under Regulation 36(3) of SEBI (LODR) Regulations, 2015 in respect of Directors for whose appointment, approval is being sought and Directors liable to retire by rotation and seeking re-appointment

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 4 Joint Venture Companies of ITDC. He does not hold any shares in ITDC.

Shri Sanjeev Ranjan : Shri Sanjeev Ranjan is an IAS officer of 1985 batch and is M.Phil (Eco Planning) M.B.A.(Business Admn.), B.Tech. IIT Kanpur. Presently Sh. Ranjan is posted as Additional Secretary and Financial Advisor, Ministry of Tourism, Ministry of Shipping, Ministry of Road Transport and Highways, Government of India and a Government nominated director on the Board of ITDC. Previously, Shri Ranjan was Joint Secretary in Ministry of Defence. He is also on the Board of Shipping Corporation of India Limited. He has also served for Environment & Forests, Environment & Pollution Control, Finance Economic Affairs, Agriculture, Energy Power etc.

Shri Ajay Swarup : Shri Ajay Swarup is an Ex-Indian Foreign Service Officer. He had worked in the Ministry of External Affairs. He had worked at different positions in Indian Foreign Services like Ambassador in the Embassy of Indian- Belgrade, Consul General in Consulate General of India- Durban, Counsellor/Minister (Congressional Liaison) in Embassy of India-Washington, First Secy./Counsellor (Commercial & Economic), Charge d' Affaires in Embassy of India- Minsk, First Secretary (Economic) in Embassy of India-Moscow, Second Secretary (Economic and Commercial) in Embassy of India- The Hague, Regional Passport Officer, Regional Passport Office, Lucknow.

Shri Karsanbhai Bhikhabhai Patel : Shri Karsanbhai Bhikhabhai Patel is an Agriculturist, Business and Social Worker. He is an Ex-MLA from Gandevi Assembly Constituency.

By Order of the Board of Directors

Place: New Delhi
Dated: 01.09.2016

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

Board's Report (2015-16)

Dear Shareholders,

Your Directors have pleasure in presenting the 51st Annual Report together with the audited accounts of the Corporation for the year ended 31st March, 2016.

Your Corporation has achieved a total turnover of ₹ 465.69 crore during the financial year 2015-16 as against ₹ 504.19 crore in the previous year 2014-15. During the financial year 2015-16, the Corporation has recorded a Net Profit (before tax) of ₹ 32.42 crore as against Net Profit (before tax) of ₹ 38.95 crore in previous year 2014-15.

Performance Highlights

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

Particulars	₹ in crore)	
	2015-16	2014-15
Turnover	465.69	504.19
Operating Profit/(Loss)	42.51	51.68
Less: Depreciation	8.03	10.26
Less: Prior period adjustments & Extra ordinary items and Finance Cost	2.06	2.47

Profit/(Loss) before Tax	32.42	38.95
Add: Deferred Tax	2.43	4.42
Less: Provision for Income Tax	12.30	9.50
Less:- Provision for Wealth Tax	-	0.01
Add: Provision for Income Tax for earlier years written back	-	0.51
Profit/(Loss) after Tax	22.55	34.37
Amount available for appropriation	22.55	34.37
Proposed Dividend	12.87	17.15
Dividend Tax	2.62	3.49
Equity Capital	85.77	85.77
Capital Employed	282.94	279.77
Rate of Return on Capital:		
Before Tax	37.80%	45.41%
After Tax	26.29%	40.07%
Rate of Return on Capital Employed:		
Before Tax	11.46%	13.92%
After Tax	7.97%	12.29%

Operating Ratio

The Operating Ratio has marginally increased by 1.12% in the current year with the overall operating ratio of 90.87% as against 89.75% in the previous year 2014-15.

Division wise Financial Performance

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

- (i) Hotels Division achieved a turnover of ₹ 277.55 crore during the year 2015-16 as against ₹ 283.90 crore in the previous year 2014-15 and earned the net profit of ₹ 38.90 crore as against the net profit of ₹ 10.81 crore in the previous year.
- (ii) The turnover of Ashok International Trade (AIT) Division increased to ₹ 16.23 crore from ₹ 10.96 crore in the previous year. The AIT Division earned Net Profit of ₹ 2.37 crore as compared to net profit of ₹ 0.84 crore.
- (iii) The turnover of Ashok Travels & Tours Division is ₹ 104.37 crore in the year 2015-16 against ₹ 119.69 crore in the previous year 2014-15. The ATT Division incurred a loss of ₹ 10.37 crore as against net profit of ₹ 0.75 crore in the previous year 2014-15. The loss is due to providing a provision of ₹ 13.14 crore in the 'L' Block property case in which ITDC deposited a sum of ₹ 13.14 crore with the Registry of Delhi High Court for filing an appeal before the Division Bench of the High Court.
- (iv) The turnover of the Ashok Events Division including Ashok Creatives has been recorded at ₹ 23.66 crore during 2015-16 as against ₹ 12.33 crore in the previous year 2014-15. The Division earned a profit

of ₹ 4.01 crore during 2015-16 as against net profit of ₹ 2.11 crore during 2014-15.

- (v) The Engineering Division including SEL Projects has achieved a turnover of ₹ 15.31 crore during the year 2015-16 as against ₹ 8.09 crore in the previous year 2014-15 with net loss of ₹ 2.84 crore during 2015-16 as against net loss of ₹ 5.34 crore in previous year 2014-15.
- (vi) The Ashok Institute of Hospitality and Tourism Management (AIH&TM) achieved turnover of ₹ 3.28 crore during 2015-16 as against ₹ 18.23 crore in the previous year 2014-15 with net loss of ₹ 1.54 crore during 2015-16 as against a net profit of ₹ 2.79 crore during 2014-15.
- (vii) The Corporate HQ being the administrative office earned an income of ₹ 25.30 crore (previous year ₹ 27.72 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, 2016.

Dividend

The Board of Directors recommended a dividend of 15% for the financial year 2015-16 on the equity share capital of the company.

Transfer to Reserve

An amount of ₹ 7 crore has been transferred to the General Reserves.

Rating of ITDC vis-à-vis MoU targets

Performance of the Company for the year 2014-15 has been notified as 'Good' with Composite Score 2.87 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 2015-16 was ₹ 38.57 crore which included ₹ 36.67 crore for renovation/improvement on existing hotels and catering units. The capital expenditure during 2015-16 was ₹ 13.82 crore out of which ₹ 6.88 crore was capitalized and ₹ 6.94 crore was charged to revenue.

The Planned Capital outlay for the year 2016-17 is ₹ 57.05 crore out of which ₹ 54.58 crore relates to renovation/improvement in existing hotels and catering units.

Procurement from MSME

The Corporation has complied with guidelines issued by DPE in this regard.

Implementation of Official Language Policy

During the year 2015-16, 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 2015-16 has increased to ₹ 17.95 crore from ₹ 12.99 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 Limited. (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 2015-16.

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, six Board meetings held to transact the business of the Company.

During the year under review, following directors were appointed :

- i) Shri Umang Narula appointed as Chairman & the Managing Director w.e.f. 24.04.2015
- ii) Shri Piyush Tiwari, Director (C&M) w.e.f. 28.05.2015
- iii) Shri Pradip Kumar Das, Director (Finance) w.e.f. 25.02.2016
- iv) Shri Sanjeev Ranjan w.e.f. 01.10.2015
- v) Shri Suman Billa w.e.f. 01.10.2015

During the year under review, following directors ceased to be on the Board :

- i) Shri Girish Shankar, Director w.e.f 01.10.2015
- ii) Shri Trinath Behera, Director(Finance) w.e.f 01.07.2015
- iii) Dr. (Ms.) T. Kumar, Director w.e.f 01.10.2015

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 & the Managing Director w.e.f. 24.04.2015
- ii) Shri Piyush Tiwari, Director (C&M) w.e.f. 28.05.2015
- iii) Shri Pradip Kumar Das, Director (Finance) w.e.f. 25.02.2016
- iv) Shri Sanjeev Ranjan w.e.f 01.10.2015
- v) Ms. Meenakshi Sharma w.e.f 11.07.2016
- vi) Shri Anugolu Venkata Ratnam w.e.f 07.10.2013
- vii) Dr. Usha Kiran Rai w.e.f 10.12.2013
- viii) Shri Ajay Swarup w.e.f. 08.08.2016
- ix) Shri Patel Karsanbhai Bhikhabhai w.e.f. 08.08.2016

Pursuant to Article 61 of the Article of Association, Shri Piyush Tiwari and Shri Sanjeev Ranjan retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. Details of profile etc. as required under Regulation 36(3) of SEBI (LODR) Regulations, 2015 in respect of Director liable to retire by rotation and seeking

re-appointment and Directors for whose appointment, approval of shareholders is being sought in the ensuing AGM have been given at the end of 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 2015-16, Non-official Directors did not participate in any training programme through ITDC.

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/Listing Regulations.

Board Evaluation

The evaluation of the Board as a whole and the Independent Directors is 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 is measured in six areas. The performance evaluation of the Independent Directors is measured also in six areas based on questionnaire designed on a scale of 1 to 5. Independent Directors evaluate performance of the non-independent directors in a separate meeting of the Independent Directors.

None of the independent directors are due for re-appointment in the ensuing Annual General Meeting.

Particulars of loans, guarantee or investments

During the year under review, ITDC released loan of total ₹ 3,52,50,000/- at a rate of interest of 12.5% per annum to M/s Utkal Ashok Hotel Corporation Ltd., a joint venture subsidiary of ITDC for meeting out VRS liability of employees, payment of outstanding salaries of staff, statutory obligations and day-to-day expenditures.

Corporate Governance

As per the requirement of Clause C of Schedule V to SEBI (LODR) Regulations, 2015, 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 Regulation 17(8) of SEBI (LODR) Regulations, 2015]; and

(ii) Certificate from the Company's Auditors as Corporate Governance [Clause E to Schedule V to SEBI (LODR) Regulations, 2015] 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, 2016, 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, 2016 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 an 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

During 2015-16, one case was filed against an employee in 'The Ashok' before the Internal Complaint Committee. The Internal Complaint Committee investigated the case and has submitted its report in the matter to the Delhi Women Commission. The case has been closed.

Corporate Social Responsibility and Sustainable Development

The CSR activities undertaken during the financial year 2015-16 were "Swachh Bharat" and the construction of Toilet Blocks in the backward area in Churu (Rajasthan).

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

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 during 2015-16 are as under :

- | | |
|------------------|--|
| Economic Risk | : More Dependence on one segment of clients i.e. Government |
| Industrial Risk | : Threat to market share due to new players with wider facilities. |
| Personnel Risk | : Non-availability of adequate skill sets and depleting manpower in Key positions. |
| Legal Risk | : Contractual risk & tax risk |
| Operational Risk | : Ageing properties of Hotels |

Auditors and Auditor's Report

The Comptroller & Auditor General of India have appointed M/s Kishore & Kishore, Chartered Accountants as Statutory Auditors of the Company and also various Branch Auditors for the year 2015-16 under Section 619(2) of the Companies Act, 1956/143(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 2015-16 are given in **Annexures- IV & V.**

Secretarial Auditor and Secretarial Audit Report

ITDC Board in its meeting held on 27th January, 2016 has appointed M/s Chandradip Bharti & Associates, 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-VI** and Management replies to the comments and observation of the Secretarial Auditors on the Secretarial Audit Report for the year 2015-16 are given at **Annexure-VII.**

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 - VIII** 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 143(6) of the Companies Act, 2013 on the Accounts of the Company for the financial year ended 31st March, 2016 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: 12.08.2016
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

Annexure-I

Management Discussion and Analysis Report

Global and Indian Scenario

World GDP is estimated to have grown at 2.4% in 2015 as compared to 3.3% in the previous year and further strengthen over the next two years to 2.9% in 2016 and 3.2% in 2017.

Indian Economy grew 7.2% during 2014-15 and is estimated to grow at 7.6% in 2015-16 as per Economic Survey 2015-16 witnessing as the best performing economies of the world.

The Indian Travel & Tourism Industry is a significant source of foreign exchange, a major employment generator, and an integral part of the India growth story. The number of Foreign Tourist Arrivals (FTAs) recorded during 2015 was 80.27 lakh with a growth of 4.5% as compared to the FTAs of 76.79 lakh during 2014 with a growth of 10.2%, as compared to the FTAs of 69.67 lakh in 2013. The initiatives of the Government like 'Make in India', 'Swachh Bharat Mission' and 'Smart Cities' etc. and with the introduction of new Tourism Policy & the Civil Aviation Policy, Travel & Tourism is expected to play a crucial role in the economic growth of the country.

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.

ITDC has been awarded with the 7th Dalal Street Journal's Best PSU Award for 2015 under 'Fastest Growing Miniratna' title. The award was presented by Hon'ble Dr. Mahesh Sharma, Minister of State for Tourism & Culture (IC) and Minister of State for Civil Aviation. Besides Director (C&M) has been awarded the Best Professional in Business Development Tourism by Pacific Asia Travel Writers Association (PATWA) and GM (Corp. Mktg. & Sales) awarded as Best Marketing Professional.

ITDC entered into the Golden Jubilee Year. As a prelude to this on 1st October, 2015 an event was organized at 'The Ashok' wherein a pledge was taken by the employees of ITDC.

Segment wise Performance including Financial Performance with respect to Operational Performance

A. Hotels Division

Certain areas of The Ashok, New Delhi have been renovated, including guest corridors of 6th floor, D-wing corridors of 5th floor, washrooms of Oudh Restaurant etc. for an improved guest experience.

The team of 'The Ashok', New Delhi contributed to the culinary success of the various conferences, events and functions at the hotel by dignitaries like Hon'ble Prime Minister of India for Head of States at India Africa Forum Summit, by Hon'ble Speaker Lok Sabha, by Directorate of Film Festival and many others. The hotel has also taken pride and been a host

to many important conferences/events like 4th Indo-Africa Hydrocarbon Conference, Launch of "Atithi Devo Bhava" Television Commercial & "India land of Yoga", high profile weddings, Corporate & Government events and Lifestyle Exhibitions etc.

Hotel Samrat, New Delhi was host to the many important groups like Research & Information System for Developing Countries, Sardar Vallabhai Patel National Police Academy, National Centre for Good Governance, Ministry of Environment & Forest, Ministry of Textile, National Institute of Social Defence, National Museum Institute, Indira Gandhi National Forest Academy, Indian Council of Historical Research, Beti Bachao Beti Padoo Andolan- Min. of Women & Child Development, UPSC, SAARC Delegates, Election Commission of India, Lok Sabha Secretariat, Rajya Sabha Secretariat, MMTC, Indian Navy etc. The unit has also been associated with many organisations like Coal India, ECGC, NSE Ltd., SAIL, NCERT, CBGA, Air India and others for being their choice of venue for holding their conferences.

The packed thali of Hotel Janpath became very popular amongst guests, the hotel successfully delivered 3000 thalis on a single day for Civil Day Celebrations.

Hotel Patliputra Ashok, Patna made successful event and conferences in various market segments NGOs, Pharma, PSUs, Institutions, Aviation, Corporate Houses, Exhibitions, Hospitals etc. The unit also did an

outdoor catering for Hon'ble Prime Minister of India during his visit to Patna.

Hotel Kalinga Ashok, Bhubaneswar organised various conferences of Ministry of Tourism, Directorate of Economics & Statistics, National Health Mission. The unit also held various functions of State Urban Development Authority, Women & Child Welfare, Office of the Commissioner for persons with Disabilities, State Bank of India, UCO bank, SCST RTI etc.

Hotel Jammu Ashok, Jammu has successfully completed ISO certifications. The hotel remained host to some high valued conferences of Maruti Suzuki, Tractors India Ltd., Ministry of Khadi Gram Udyog etc.

Lalitha Mahal Palace Hotel, Mysore hosted the Hon'ble Prime Minister of India during his stay. The unit also did an out-door catering for him and his entourage during 103rd Indian Science Congress at Mysore. LMPH hosted many residential conferences for Kendriya Vidyalaya Principals, SBI Life, Conva Tec India, etc. Exclusive Dinner and FAM tour was also organised for the Chairman of Pacific Asia Travel Association and team in the month of Sept. 2015. Independence Day and Republic day Theme lunches were organised by the hotel. The unit also celebrated the festival of Dussehra with a weeklong event.

Hotels of the Ashok Group have exhibited their gastronomy skills by organizing food festivals.

- The Chefs of The Ashok Group participated in Indian Food Festivals across the globe in 12 countries, including Tashkent (Uzbekistan), Singapore, Malaysia, Ecuador, Japan, Palestine, Mexico, Lebanon, Madagascar, Egypt, Italy and The Netherlands and earned accolades.
- Hotel Kalinga Ashok, Bhubaneswar organized 10 days long Cocktail Kebab Festival and Goan Food Festival in the month of June and August 2015. In the month of December 2015 they also promoted the food of Purani Delhi by organising two day food festival as Dawat-e-Purani Delhi. Along with food, the hotel also had special offers in the bar in the month of May 2015.
- Hotel Janpath, New Delhi organised nine days navratra food festival and a month long Monsoon Meal Mahotsav. To suit the season of Summer the hotel celebrated Soup, Salad and Summer Drink festival for two months. To promote favourite delicacies of its restaurant, hotel is continuing with Shahi Gulnar Thali festival.
- Hotel Jammu Ashok also organised various food events like Awadhi food festival, Mango food festival and Kebab festival.
- The Ashok, New Delhi participated in three day long palette Fest held in December 2015.

The Ashok Group of Hotels won accolades:

- **The Ashok, New Delhi** awarded as “**Best MICE Hotel**” at the 11th Hospitality India & Explore the world Annual International Travel Awards - 2015.
- At Safari India Awards **The Ashok, New Delhi** was awarded for the “**Best MICE Hotel**” for the Year 2015.
- **Hotel Janpath, New Delhi** is awarded as **Best Performing Business Hotel** for the year 2015 by two online travel portals MakeMyTrip and ClearTrip. It has also been awarded as “**People’s Choice Hotel**” for the year 2015 by online review portal Mouthshut.com.
- **Hotel Patliputra Ashok, Patna** was presented “**Better Holiday**” award from an online travel portal ‘Holiday IQ’.
- **Hotel Kalinga Ashok, Bhubaneswar** was conferred as “**Featured Hotel**” by an online travel portal Cleartrip.com and received “**Better Holiday**” award from Holiday IQ.
- **Lalitha Mahal Palace Hotel, Mysore** was selected as “**Featured Hotel**” by an online travel portal Cleartrip for 2015. It also won the “**Best Garden Award**” during Dussehra 2015 conducted by the State Horticulture Deptt.

- **Hotel Bharatpur Ashok** has been Rank # 1, among Hotels in Bharatpur, on online travel portals MakeMyTrip and Booking.com

Officials of The Ashok Group of Hotels have been accredited with various awards:

- Silver Hat awarded in the 12th Annual Chef Awards organized by Indian Culinary Forum in association with the Indian Federation of Culinary Association (23.10.2015)
- Two Silver Medals in Culinary Art India competition by ICF during AAHAAR 2016
- “Best Banquet Manager 5* Deluxe Hotel” for the year 2015, presented by Hospitality India & Explore the world annual International Travel Awards as well as by Safari India.

During the financial year 2015-16, Hotels Division has achieved a turnover of ₹ 277.55 crore as against ₹ 283.90 crore in the previous year 2014-15 and earned the net profit of ₹ 38.90 crore as against the net profit of ₹ 10.81 crore in the previous year. The overall occupancy remained the same as was of previous year i.e. 55%.

B. 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 200 events during the year 2015-16. Some of the events managed/coordinated include: National Voters’ Day 2016 chaired by the Hon’ble President of India; “National Tourism Awards 2013-14” conferred by the Hon’ble President of India; Civil Services Day 2015 - The Hon’ble Prime Minister of India was the Chief Guest; Launch of “Start Up India” by the Hon’ble Prime Minister of India; Launch of “Skill India” by the Hon’ble Prime Minister of India; Launch of “Smart Cities, Amrut & Housing for All” by the Hon’ble Prime Minister of India; “National Meeting on Promoting Space Technology based Tools and Applications in Governance and Development” chaired by the Hon’ble Prime Minister of India; “International Yoga Day Conference 2015” - the Hon’ble Prime Minister of India was the Chief Guest; Event coordinators for “Make in India at Hannover, Germany” - the inaugural event was graced by the Hon’ble Prime Minister of India and Her Excellency the Chancellor of Germany.

Ashok Events managed “Bharat Parv”, a six day festival held at Red Fort ground from 26th to 31st January, 2016. One of the highlights of the celebration was the Food Festival that displayed food stalls set up by the National Association of Street Vendors of India and the Ashok Institute of Hospitality & Tourism Management Division of ITDC. Similar event “Bharat Parv” was managed by Ashok Events Division at five different locations in Delhi from 3rd August, to 15th August, 2015.

The Print & Production Department of Ashok Events too handled important assignments for its clients.

Through its Event Management activities, Ashok Events also generates business for other verticals of ITDC including Hotels and Travels & Tours.

The turnover of the Ashok Events Division including Ashok Creatives has been recorded at ₹ 23.66 crore during 2015-16 as against ₹ 12.33 crore in the previous year 2014-15 and has earned a Profit of ₹ 4.01 crore during 2015-16 as against net profit of ₹ 2.11 crore during 2014-15.

C. Ashok International Trade Division

AITD business is focused mainly on seaports. The Division has presence at 8 seaports and 1 Airport. The Division is expected to commence operations in Kandla and Cochin Seaports.

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.

The Division is pursuing with Tuticorin & JNPT port for allotment of space. The remaining major ports i.e. The Kamarajar is the next target wherein ITDC plans to commence operations.

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.

The turnover of Ashok International Trade (AIT) Division has increased to ₹ 16.23 crore from ₹ 10.96 crore in the previous year. The AIT Division has earned net profit of ₹ 2.37 crore as compared to net profit of ₹ 0.84 crore.

D. Ashok Travels and Tours Division

Ashok Travels and Tours, the in-house Travel Division of India Tourism Development Corporation has been providing all Travel related services like Air Ticketing/ Car Rental / Hotel Booking / Tour Packages/ LTC Packages etc. to various Ministries, Govt. Departments, public sector, Govt. Schools and also to general public for last 46 years.

The turnover of Ashok Travels & Tours Division is ₹ 104.37 crore in the year 2015-16 against ₹ 119.69 crore in the previous year 2014-15. The ATT Division has incurred a loss of ₹ 10.37 crore as against net profit of ₹ 0.75 crore in the previous year 2014-15. The loss is due to providing a provision of ₹ 13.14 crore in the 'L' Block property case in which ITDC deposited a sum of ₹ 13.14 crore with the Registry of Delhi High Court for filing an appeal before the Division Bench of the High Court.

In the next year 2016-17, the Division is poised to achieve the turnover of ₹ 125 crore. In order to achieve this, the following initiatives are being taken:

- a) Increasing the volume both in air ticketing and package tour by appointing more GSAs across the country.
- b) Strengthening the online travel portal which is the need of present time.
- c) Purchasing new fleet of tourist vehicles through lease plan.

d) Developing student packages for Govt./ private school.

e) Increase sales through a travel counter at Scope Complex.

f) Including fresh and young professional manpower on contractual basis for large scale expansion and customer's satisfaction.

g) Efforts are being made to venture into Cargo Business which has huge potential.

Overall, ATT is exploring the new avenues for the growth and consolidation for Travels and Tours Division.

E. Ashok Institute of Hospitality & Tourism Management

AIH&TM set up a new campus at Samrat Hotel, New Delhi as a Centre of Excellence. The fully air conditioned campus provides state of art facilities with spacious classrooms, training kitchen and bakery, computer lab, library and all training facilities under one roof.

B.Sc. Degree course in Hospitality and Hotel Administration in affiliation to National Council for Hotel Management and Catering Technology (NCHMCT), Ministry of Tourism, Govt. of India was launched at this campus in year 2015. The student intake every year to the 1st year of the course is 60.

AIH&TM proposes to launch craftsmanship courses offered by NCHMCT at this campus shortly.

AIH&TM is also trying to tie up with various State Governments to participate in Hospitality & Skill Training Programmes.

At the Qutub Institutional campus, AIH&TM continues to conduct 4-year Bachelor's Degree Course in International Hospitality Business Management, One year Trade Diploma courses in association with National Open School-Ministry of HRD, One year resident training in Hospitality and Travel Trades conducted on behalf of Ministry of DONER at ITDC Hotels located at Jaipur, Bhubaneswar, Puducherry and Mysore. Students who have undergone these training courses are well placed in Hospitality and Travel Industry.

The Ashok Institute of Hospitality and Tourism Management (AIH&TM) has achieved a turnover of ₹ 3.28 crore during 2015-16 as against ₹ 18.23 crore in the previous year 2014-15 with net loss of ₹ 1.54 crore during 2015-16 as against net profit of ₹ 2.79 crore during 2014-15.

F. Ashok Consultancy & Engineering Services Division (ACES)

Ashok Consultancy & Engineering Services Division consists of engineers from Civil, Electrical, Mechanical, Architect Disciplinary. The expertise lies in preparing Economic Feasibility Report, Management Consultancy, Advisory Services and Consultancy for Adventure Tourism. It also maintains and upgrades ITDC properties all over India. It 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.

ACES has recently created Centre of Excellence at Hotel Samrat as an Institute offering a three years degree course in Hotel Management along with necessary infrastructure like kitchen, bakery, computer lab etc.

ACES is in the process of renovating 45 guest rooms on fifth floor and Annexe Building along with toilets in Ashok Hotel. Work on renovating 32 toilets of guest rooms in Hotel Samrat along with public toilets in the lobby area along with restoration of swimming pool and strengthening of external facade has also been taken up.

ACES Division is implementing infrastructure works at Convention Centre at (1) Hotel Ranchi Ashok, Ranchi sanctioned by MoT under CFA (2) Development of Ranchi Saraikela kharsawan Purbi Singhbhum Mega Tourist Circuit, Jharkhand Phase I & II sanctioned by Ministry of Tourism (3) Construction of Art Gallery and Museum at Ludhiana sanctioned by Ministry of Culture (4) Construction of Memorial of Smt. Vidyawati Ji at Moranwali, Punjab sanctioned by Ministry of Culture.

Odisha State Government has sanctioned Infrastructure Development Project under Mega Circuit Development Scheme in the Puri Sector.

Future strategy is to focus on ITDC's properties for upgrading and bring at par with competition, to liaise with State Government for preparing DPRs for their Mega Projects and to focus on various infrastructure and renovation projects with various Ministries and State Governments, to earn additional revenue.

The Engineering Division Including SEL Projects has achieved a turnover of ₹ 15.31 crore during the year 2015-16 as against ₹ 8.09 crore in the previous year 2014-15 with net loss of ₹ 2.84 crore during 2015-16 as against net loss of ₹ 5.34 crore in previous year 2014-15.

G. Sound & Light Show

Sound & Light Show Division has the following functions :

1. Consultancy Services related to Sound & Light Shows.
2. Operation of Sound & Light Shows at Red Fort and Purana Quila, Delhi.
3. Implementation of Sound & Light Show projects.

During the year 2015-16, the Division has undertaken preparation of Detailed Project Report for Sarkhej Roza in Gujarat; upgradation of Red Fort, Delhi and Brahmakund Vrindavan, UP.

The Division has also undertaken the assignments of Impact Assessment of the Sound and Light equipments on the monuments which

is an essential requirement of the Archaeological Survey of India. So far the Impact Assessment Reports for Champaner and Sarkhej Roza in Gujarat were prepared and submitted by the Division.

The Sound & Light Show Projects at Kanke Dam in Ranchi and Dhauli in Odisha have been completed and commissioned. The project work of the SEL shows at Konark-Odisha, Dal Lake-J&K and Tilyar Lake-Haryana are in progress. The projects at Udayagiri-Odisha, Diu Port and Illumination work of 4 ASI protected monuments at Sarnath are under finalization.

SEL Projects in Maharashtra, Madhya Pradesh, Chhattisgarh, Rajasthan, Tripura, Punjab and Haryana are in the pipeline.

The Ministry of Tourism intends to install a total number of 100 shows across the country in the next three years. Therefore, there is a good business opportunity. At the same time the knowhow required for implementation of the SEL Projects has gained momentum and reached in some other State Organizations also which may affect the growth of business opportunities. Steps are being taken to meet this challenge by creating a brand image.

3. ITDC - SWOT Analysis

Strengths

- Well Established Brand for almost 50 years
- Properties at Prime Locations

- 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
- Established presence in many fields related with Tour & Travel Business.
- Patronage of Ministry of Tourism and other Govt. Agencies

Weakness

- Properties not upgraded and renovated for very long.
- Ageing and depleting manpower (especially at Senior level and in Key Executive Position)
- Comparatively High operating costs due to high wage bill

Opportunities

- Tourism infrastructure in India is improving which will eventually translate into significant business opportunities.
- E-based solutions and advanced 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 impacting occupancy and ARR.
- 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 of ITDC have Effluent Treatment Plant (ETP) and Rainwater Harvesting System, Solar Water Heating Plant and Organic Waste Management System.

As regards outside Delhi Hotels, all hotels outside Delhi 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 Travels & Tourism Industry has been applauded by a number of initiatives taken by the government like Swachh Bharat Mission, introduction of new Tourism Policy and Civil Aviation Policy etc.

ITDC is working hard to improve its overall performance by focussing in each vertical and various initiatives have been taken in this regard.

- Regular Revision of tariff for all the ITDC Hotels.
- Introduction of Summer Getaway Packages/Promotions and Royal Weekend Package for Ashok Hotel.
- Strengthening of Corporate Marketing Division and Regional Offices to increase reach of ITDC.
- Various policies are being reviewed to lie in sync with current market and business trend.
- ITDC participated in trade fairs and travel marts (including SATTE (New Delhi); Great India Travel Bazaar 2015 (Jaipur); World Travel Mart

2015(London); ITB 2015(Berlin); Arabian Travel Mart 2015 (Dubai); MICE Travel Mart (Mumbai)

- Product familiarization visits were organized to our properties from travel agents, opinion makers, PSUs etc.
- New contract with Goibibo, an Online Travel Agent, has been signed.
- Inventory and prices of ITDC Hotels are now being managed through Channel Manager.
- The process has been initiated to market our three Delhi based properties through Global Distribution System.
- New Marketing Executives have been hired on all India basis to strengthen the existing Marketing set up.
- Trying up with various schools to provide Sound & Light Shows.
- In view of increased rental at Air ports, AITD Division is focussed more on sea ports to increase number of Duty Free Shops.

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 the reports submitted by different units/divisions of ITDC are as under :

- Economic Risk : More Dependence on one segment of clients i.e. Government
- Industrial Risk : Threat to market share due to new players with wider facilities.
- Personnel Risk : Non-availability of adequate skill sets and depleting manpower in Key positions.
- Legal Risk : Contractual risk & tax risk
- Operational Risk : Ageing properties of Hotels

7. Internal Control

The Corporation has adequate internal controls 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.

8. Human Resource Management and Industrial Relations

The total number of employees in the Corporation as on 31.3.2015, were 1577 which have come down to 1403 as on 31.03.2016 (excluding 87 employees engaged on Direct contract basis). Out of 1403 employees, 416 employees belong to Scheduled Castes (SCs), 30 belong to Scheduled Tribes (STs) and 75 to Other Backward Classes (OBCs). 64 employees were promoted to the next higher posts, out of which 26 employees belong to Scheduled Castes (SCs), 12 employees belong to Scheduled Tribes (STs) and 01 belongs to Other Backward Castes (OBCs). There are 204 Women employees working in ITDC as on 31.03.2016 (55 Executives and 149 Non-Executives) constituting 14.54% 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 2015-16

Pursuant to Regulation 34(3) and Schedule V of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015

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 appointments of Directors are 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 2015-16, the Board had following composition:

(A) Executive Directors

Shri Umang Narula, Chairman & Managing Director from 24.04.2015

Shri Girish Shankar, Chairman & Managing Director from 09.12.2014 to 23.04.2015

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

Shri Piyush Tiwari, Director (C&M) from 28.05.2015

Shri Pradip Kumar Das, Director (Finance) from 25.02.2016

(B) Non-Executive Directors

(a) Part-time Govt. Directors

Shri Sanjeev Ranjan from 01.10.2015

Dr. (Ms.) T. Kumar from 04.09.2013 to 30.09.2015

Shri Suman Billa from 01.10.2015 to 10.07.2016

Shri Girish Shankar from 24.04.2015 to 30.09.2015

(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 nine Directors i.e. Chairman & Managing Director, Director (C&M), Director (Finance), two Government Nominee Directors and four Independent Directors as under :

(A) Executive Directors

Shri Umang Narula, Chairman & the Managing Director from 24.04.2015

Shri Piyush Tiwari, Director (C&M) from 28.05.2015

Shri Pradip Kumar Das, Director (Finance) from 25.02.2016

(B) Non-Executive Directors

(a) Part-time Government Nominee Directors

Shri Sanjeev Ranjan from 01.10.2015

Ms. Meenakshi Sharma from 11.07.2016

(b) Independent Part-time Directors

Shri Anugolu Venkata Ratnam from 07.10.2013

Dr. Usha Kiran Rai from 10.12.2013

Shri Ajay Swarup from 08.08.2016

Shri Patel Karshanbhai Bhikhabhai from 08.08.2016

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 Shri Anugolu Venkata Ratnam and Dr. Usha Kiran Rai 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

Six meetings of the Board of Directors were held during the year 2015-16 (i.e. 22nd April, 2015, 29th May, 2015, 14th August, 2015, 29th October, 2015, 27th January, 2016 and 12th February, 2016). 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 Umang Narula	05	05	Yes
¹ Shri Girish Shankar	03	03	No
Shri Piyush Tiwari	05	05	Yes
Shri Pradip Kumar Das	00	00	NA
² Shri Trinath Behera	02	02	NA
Shri Sanjeev Ranjan	03	01	NA
³ Dr. (Ms.) T. Kumar	03	02	No
Shri Suman Billa	03	01	NA
Shri Anugolu Venkata Ratnam	06	06	Yes
Dr. Usha Kiran Rai	06	06	Yes

¹Ceased to be on the Board w.e.f. 01.10.2015

²Ceased to be on the Board w.e.f. 01.07.2015

³Ceased to be on the Board w.e.f. 01.10.2015

2 (b) Other Directorships

The details of Directorships in other Companies and the Committee Memberships held by the Directors in such companies during 2015-16 were as under:

Name of the Director	No. of other Directorships	Board Committees of other Companies in which he/she is a Member/Chairman
Shri Umang Narula	8	1
¹ Shri Girish Shankar	9	1
Shri Piyush Tiwari	7	Nil
Shri Pradip Kumar Das	4	Nil
² Shri Trinath Behera	8	Nil
Shri Sanjeev Ranjan	1	Nil
³ Dr. (Ms.) T. Kumar	Nil	Nil
Shri Suman Billa	Nil	Nil
Shri Anugolu Venkata Ratnam	02	Nil
Dr. Usha Kiran Rai	Nil	Nil

¹Ceased to be on the Board w.e.f. 01.10.2015

²Ceased to be on the Board w.e.f. 01.07.2015

³Ceased to be on the Board w.e.f. 01.10.2015

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. 2015-16, the Non-official (Independent) Directors were paid the sitting fee as under :

- i) Sitting fee of ₹ 10,000/- for each Meeting of the Board.
- ii) ₹ 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 2015-16, 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 Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is enclosed at the end of this section.

(3) Audit Committee

Composition: During 2015-16, 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 (upto 30.09.2015)	Member	Non-Independent & Non-Executive
Shri Sanjeev Ranjan (w.e.f. 01.10.2015)	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 2015-16, 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,
- 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 Regulations, 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 2015-16, four meetings of the Audit Committee were held on 29.05.2015, 14.08.2015, 29.10.2015 and 12.02.2016. During the financial year 2015-16, one meeting of the Audit Committee was held with the Statutory Auditors, Branch Auditors and Internal Auditors on 11th February, 2016 in which only two directors (Sh. 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:

- Nature and Scope of Audit;
- Adequacy of Internal Control System;
- 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	02	01
Shri Sanjeev Ranjan	03	00

The chairman of the Audit Committee was present in the Annual General Meeting held on 28.09.2015 for the financial year 2014-15.

(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:

- Payment of Performance Related Pay (PRP),
- The level of executives, who will be provided company leased accommodation
- The other allowances and perks admissible to the different

categories of the executives subject to a maximum ceiling of 50% of the Basic Pay

- 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
- Introduction of CTC concept in ITDC.

During the year 2015-16, 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 (upto 30.09.2015)	Member	Non-Independent & Non-Executive

During the financial year 2015-16, one meeting of the Remuneration Committee was held i.e. on 29th May, 2015. Two members of the Nomination & Remuneration Committee of the Board were present in the meeting. Leave of absence was granted to Dr. (Ms.) T. Kumar.

As reconstituted by the Board in its meeting held on 12th August, 2016, presently, Shri Ajay Swarup, Independent Director is the Chairman of the Committee. The other members of the Committee are Dr. Usha Kiran Rai, Independent Director and Ms. Meenakshi Sharma, 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 Regulation 19 of SEBI (LODR) Regulations, 2015. 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 2015-16 were as under:-

Payment made to key management personnel (Board Members) and their relatives:

Remuneration: ₹ 64.21 lakh

Sitting fees: ₹ 2.02 lakh

Total: ₹ 66.23 lakh

(5) Share Transfer, Transmission, Issue of Duplicate Share Certificate and Issue of Share Certificate on receipt of Rematerialization requests

The Board of Directors in their meeting held on 07/12/2010 has delegated the power to approve Share Transfer Requests to M/s Karvy Computershare (Pvt) Ltd, the Registrar and Transfer Agent (RTA).

Regarding Transmission of Shares, Issue of Duplicate Share Certificate and issue of Share Certificate on Rematerialization requests, the power has been delegated by the Board in the meeting held on 12th August, 2016 to a committee consisting of following persons :

- One Executive at GM(F&A) level
- Company Secretary

During the financial year 2015-16, no meeting of the Share Transfer Committee was held.

(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 2015-16 the composition of the Committee was as under :

- Dr. Usha Kiran Rai
Independent Director : Chairperson
- Shri Anugolu Venkata Ratnam
Independent Director : Member
- Director (Finance) : Member

During the year 2015-16, one meeting of the Committee was held on 14th August, 2015 in which two members of the Committee were present.

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 2015-16, are as under:-

Particulars	Received + outstanding at the beginning of the year	Redressed	Pending with Investors for completing procedural formalities
Non-receipt of Dividend Warrant	5	4	1 (Resolved on 22.04.16)

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 2015-16, the composition of the Committee was as under :

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

During the financial year 2015-16, one meeting of the Committee was held i.e. 29.05.2015 in which all the members of the Committee were present.

(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 meeting on 27.01.2016.

(9) General Body Meetings

The last three Annual General Meetings were held as under:-

Year ended	Day & Date	Time	Venue	Special Resolution
31.3.2013	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
31.3.2015	28.09.2015 (Monday)	1600 hrs	Ashok Hotel New Delhi	No Special Resolution

Note: All the resolutions as set out in the respective AGM Notices, were duly passed by the Members. For AGM for the financial year ended 31.03.2015, all the resolutions were passed through voting (both electronic and physical).

(10) Disclosures

The status is 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/SEBI (LODR) Regulations 2015 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 SEBI (LODR) Regulations 2015:

- a) The second quarter results give the year to date performance which is the half yearly performance.
- b) The Internal Auditors submit their reports to the Chief Internal Audit Officer who co-ordinates with the units in preparing replies and submits the major observations, if any, to the Audit Committee.

(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 2015-16, two meetings of the RMCC were held on 16.04.2015 and 21.10.2015.

(12) Subsidiary Companies

As per Regulation 16(1)(c) of the SEBI (LODR) Regulation 2015 “material subsidiary” shall mean a subsidiary, whose income or net worth exceeds twenty percent of the consolidated income or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.

As per the above said definition, the Corporation does not have any materially unlisted subsidiary and hence is not required to have Independent Directors of the Corporation on the Board of such subsidiary. However, 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 29.05.2015 and 29.10.2015.

(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 newspaper '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, details of programme attended by the Independent Directors has been posted at the website of the company

<http://www.theashokgroup.com/Aboutus/Investorcorner>.

(16) General Shareholder Information

- (i) AGM : Thursday, the 29th September, 2016
- (ii) Financial Year: 1st April to 31st March
- (iii) Dividend: Dividend shall be paid to those shareholders whose name appear in the Book on the close of the Business hours of 25th September, 2016. Dividend shall be paid within 30 day of the date of declaration of the Dividend in the Annual General meeting.
- (iv) Book Closure: Monday, 26th September, 2016 to Thursday, 29th September, 2016 (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 2015-16 to The Bombay Stock Exchange. 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 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 2015-16 are summarized as under:-

Year 2015-16	Rupees High	Rupees Low	Number of Shares Traded	Total Turnover (₹ in lakh)
April,15	142.00	112.50	53,638	66.97
May,15	169.00	113.00	1,40,542	206.40
June,15	330.20	165.00	12,22,974	3,135.32
July,15	229.00	185.40	3,74,954	780.70
August,15	222.90	166.30	2,98,089	591.29
September,15	204.40	142.00	2,46,849	437.85
October,15	183.80	167.60	78,572	138.38
November,15	197.00	150.00	1,45,724	256.87
December,15	216.30	171.50	2,10,665	414.63
January, 16	213.20	153.10	1,83,792	343.98
February,16	213.00	140.00	3,10,646	569.78
March,16	255.00	167.20	3,17,712	661.25

The closing price of shares as on last working day of the March, 2016 i.e. 31.03.2016 was Rs.226.20.

(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 31.3.2016, is given in the Extract of the Annual Return attached with the Board's Report.

The distribution of shareholding as on 31st March, 2016 is as under: -

Category (Shares)	No. of Holders	% To Holders	No. of Shares	% To Shares
1-5000	2993	89.42	299615	0.35
5001-10000	181	5.41	149290	0.17
10001-20000	94	2.81	139187	0.16
20001-30000	35	1.05	86244	0.10
30001-40000	15	0.45	52477	0.06
40001-50000	8	0.24	37328	0.04
50001-100000	8	0.24	60726	0.07
100001 & Above	13	0.39	84944533	99.04
TOTAL:	3347	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, 2016, 85761589 number of shares constituting 99.99% are in dematerialized form. The entire promoter's holding is 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 Other Units etc:* The list of Corporation's owned and managed Hotels, Duty Free Shops and 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, 2016
2nd Quarterly Results	: on or before 15th November, 2016
3rd Quarterly Results	: on or before 15th February, 2017
4th Quarterly Results	: on or before 30th May, 2017
AGM for the year ending 31st March, 2017	: on or before 30th September, 2017

(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

DECLARATION

As provided under Regulation 34 of SEBI (LODR) Regulation 2015, the Board Members and Management Personnel have affirmed compliance with the Code of Conduct for the year ended 31st March, 2016.

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, 2016 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 following :

- a) Policy No.1 - "Accounting Convention" has been modified considering the provision of the Companies Act, 2013;
- b) Policy No. 9 - "Gratuity" has been modified to disclose about Gratuity Fund Trust;
- c) Policy No. 17 - "Segment Reporting" has been added for disclosure purposes;
- d) Policy No. 18 - "Cash Flow" has been added for disclosure purposes.

The above changes have been made for better presentation of Financial Statements and have no impact on the accounts; and

(iii) Instances of significant fraud of which we 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/-
(Pradip Kumar Das)
Director (Finance)
& CFO

sd/-
(Umang Narula)
Chairman &
Managing Director

Place: New Delhi
Dated: 30.05.2016

Auditor's Certificate on Compliance with the Conditions of Corporate Governance under Clause 49 of the Listing Agreement/Regulations 17 to 27 and Clause (b) to ii) of Sub-regulation (2) of Regulation 46 of SEBI (LODR) Regulations, 2015

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 ("the Company"), for the year ended 31st March, 2016, as stipulated in Clause 49 of the Listing Agreement (applicable till 30th November, 2015) of the said Company with the Stock Exchange(s) in India (hereinafter referred to as 'the Agreement') and the regulations 17 to 27 and Clause (b) to (i) of sub-regulation (2) of regulation 46 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (applicable w.e.f. 01st December, 2015).
2. We have conducted our examination on the basis of the relevant records and documents maintained by the Company for the year ended 31st March, 2016 and furnished to us for the purpose of the review and the information and explanations given to us by the Company 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 Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of Company.

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

As required by Para IA of the Clause 49 of the Agreement and the sub-regulation (1) of regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company does not fulfil the minimum requirement of Independent directors till the end of the financial year 2015-16. As on 31st March, 2016, the Company requires at least two more Independent Directors to fulfill the requirements of the same.
5. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Kishore and Kishore
Chartered Accountants
(FRN 000291N)

sd/-
(Anshu Gupta)
Partner
M.No. 077891

Place : New Delhi
Dated : 22.08.2016

Management's Replies to the Observations of Auditors on Corporate Governance for the Year 2015-16

Audit Observations	Management's Reply
As required by Para IA of the Clause 49 of the Agreement and the sub-regulation (1) of regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company does not fulfil the minimum requirement of Independent directors till the end of the financial year 2015-16. As on 31st March, 2016, the Company requires at least two more Independent Directors to fulfill 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. Further two more Independent Directors have been appointed by the President of India, Ministry of Tourism on 8th August, 2016. At present, one more Independent Director is required to be appointed on the Board. The process of appointing independent director as required under the Listing Agreement/SEBI (LODR) Regulations, 2015 is under consideration of the Administrative Ministry i.e. Ministry of Tourism.

Appendix

Annexure - III

The Network of ITDC Services (as on 31.03.2016)

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

Annual Report on CSR Activities

- 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 Policy/Programmes as recommended by the CSR Committee in its meeting held on 29th May, 2015 and approved by the Board is as under:

"During the financial year 2015-16, ITDC will take the following activities under CSR:

 - Expenditure on CSR activities related to community based skill development programmes and sanitation and hygiene - Clean India Project.
 - Expenditure on a project in Backward Area.

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."

ITDC Board in its meeting held on 27th January, 2016 approved the following works under Backward Area project :

"Construction of 2 Nos. of Toilet Block at Churu (Rajasthan)".

Web-link to the CSR policy : <http://www.theashokgroup.com/Aboutus/Investorcorner>
- The Composition of CSR Committee :**
Composition of the Committee as re-constituted by the Board is as under :

 - Shri Anugolu Venkata Ratnam, Independent Director
 - Managing Director
 - Director (Commercial & Marketing)

Average net profit of the company for last three financial years : ₹ 18.78 crore

Prescribed CSR expenditure (two per cent of the amount as in item 3 above) : ₹ 37.57 lakh

Details of CSR spent during the financial year:

 - Total amount to be spent for the financial year : ₹ 37.57 lakh
 - Amount unspent, if any : Out of total amount of ₹ 37.57 lakh, Rs.13.58 lakh was spent on 'Clean India Campaign' at Qutub Minar as detailed in para (c) below. Further work in progress in respect of construction of Toilet Block as on 31.03.2016 was ₹ 16.50 lakh.

(As shown in Notes to Note No.27 of the Financial Statement 2015-16. The above work was in progress as on 31st March, 2016).

 - Manner in which the amount spent during the financial year is detailed below:

Report on Sustainable Development Activities

Under Sustainable Development Activities, ITDC completed installation of Organic Waste Management System at Hotel Janpath.

Installation of Solar Power Generation of 100 KW was in progress.

(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- Cleaniness and maintenance of Qutub Minar	Protection of national heritage, art and culture including restoration of buildings and sites of historical importance	Delhi	₹ 18.785 lakh	₹ 13.58 lakh	₹ 13.58 lakh	Direct
2	Construction of 2 Nos. of Toilet as under : 1. Rajkiya Parakh Balika Madhyamik Vidyalaya, Churu, Rajasthan 2. Rajkiya Seth La Na Bagla Balika Uchh Vidyalaya, Churu, Rajasthan	Sanitation and making available drinking water	1. Rajkiya Parakh Balika Madhyamik Vidyalaya, Churu, Rajasthan 2. Rajkiya Seth La Na Bagla Balika Uchh Vidyalaya, Churu, Rajasthan	Estimated cost: Rs.19 lakh for both the toilet blocks.	As on 31.03.2016 : Work in Progress was Rs.16.50 lakh. The work was in progress as on 31.03.2016.	As on 31.03.2016 : Work in Progress was Rs.16.50 lakh. The work was in progress as on 31.03.2016.	Direct
Total				₹ 37.785 lakh	₹ 30.08 lakh	₹ 30.08 lakh	

3. 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: Works done have not been accounted for as completion certificate is not given by 31.03.2016. Work was still in progress as on 31.03.2016

We hereby affirm that the CSR Policy as approved by the Board, has been implemented and the CSR Committee monitors the implementation of the CSR Projects and Programmes in compliance with CSR Policy.

sd/-
Umang Narula
(Chairman & Managing Director)

sd/-
A. V. Ratnam
(Chairman of CSR Committee)

Replies to the Comments contained in Statutory Auditors' Report to the Members of India Tourism Development Corporation Limited on the Standalone Financial Statement for the Year Ended 31st March, 2016

Para on Basis for Qualified Opinion	Management Reply
(a)	The investments in the subsidiary companies are of long term nature, the shortfall/diminution in their value is not permanent and that the intrinsic value of the assets owned by these companies are sufficient to recover the Company's dues and it's cost of investments. As regards two non-operational companies, the action for revival of the incomplete project at Anandpur Sahib through PPP mode is in progress and in the case of closed unit Hotel Nilachal Ashok, Puri, the Joint Venture Company would explore further business avenues upon final resolution of the subjudice matter. Further, pursuant to the GoI decision, the Ministry of Tourism has also initiated the proposal for sale/lease of hotel properties of the Company and its subsidiaries and in view of the same there remains no doubt about recoverability of the amounts invested by the Company and its other recoverables. [Refer Note Nos. 17(1), 14A(1) & 32 (10)].
(b)	In the absence of any demand, the interest liability, if any, on service tax paid by Ashok Hotel was indeterminate till the finalization of the accounts. Therefore, it was not possible to make the provision for the same.

Replies to the Comments contained in Statutory Auditor's Report to the Members of India Tourism Development Corporation Limited on the Consolidated Financial Statements for the Year Ended 31st March, 2016

Para on Basis for Qualified Opinion	Management Reply
(a)	The investments in the subsidiary companies are of long term nature, the shortfall/diminution in their value is not permanent and that the intrinsic value of the assets owned by these companies are sufficient to recover the Company's dues and it's cost of investments. As regards two non-operational companies, the action for revival of the incomplete project at Anandpur Sahib through PPP mode is in progress and in the case of closed unit Hotel Nilachal Ashok, Puri, the Joint Venture Company would explore further business avenues upon final resolution of the subjudice matter. Further, pursuant to the GoI decision, the Ministry of Tourism has also initiated the proposal for sale/lease of hotel properties of the Company and its subsidiaries and in view of the same there remains no doubt about recoverability of the amounts invested by the Company and its other recoverables. [Refer Note Nos. 17(1), 14A(1) & 32 (10)].
(b)	In the absence of any demand, the interest liability, if any, on service tax paid by Ashok Hotel was indeterminate till the finalization of the accounts. Therefore, it was not possible to make the provision for the same.

**Replies to Observation of Statutory Auditors
contained in Annexure to the Report on the
Financial Statement for the Year Ended 31st March, 2016**

Para No.	Management Reply
“Annexure A”	
i) (a),(b)&(c)	Noted for Compliance
ii)	Noted for Compliance
iii) & iv)	No Comments
v)	No Comments
vi)	No Comments
vii)(a)	Noted for Compliance
vii)(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.
viii) to xvi)	No Comments
“Annexure B”	Noted for Compliance

On the observation 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, 2016**

Para No.	Management Reply
“Annexure A”	
i) (a),(b)&(c)	Noted for Compliance
ii)	Noted for Compliance
iii) & iv)	No Comments
v)	No Comments
vi)	No Comments
vii)(a)	Noted for Compliance
vii)(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.
viii) to xvi)	No Comments
“Annexure B”	Noted for Compliance

On the observation 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.

Annexure-VI

**Form No. MR-3
Secretarial Audit Report
for the Financial Year Ended
31st March, 2016**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 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, 2016 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 the Company for the financial year ended on 31st March, 2016, 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, Overseas Direct Investment and External Commercial Borrowings (Not applicable to the Company during the audit period);
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 SEBI (LODR), Regulation 2015.
 - (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

- (e) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; and the Securities and Exchange Board of India (Share Based Employee Benefits) Regulation, 2014;
 - (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (g) 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;
 - (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
 - (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
 - (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-

- (a) The Listing Agreements entered into by the Company with the Stock Exchanges.
- (b) Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, and Standards etc. mentioned above.

I further report that:

The Compliance by the Company of applicable financial laws, like direct and indirect taxes 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, Non-Executive Directors except minimum requirement of Independent Directors. i.e. 50% of the Board under Clause 49 of the Listing Agreement / SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Presently Company is having four 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 directors 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 decisions at Board Meetings and Committee Meetings were carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee(s) of the Board as the case may be.

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 has major bearing on the Company's affairs in pursuance of the act,

rules, regulations, guidelines, standards, etc. referred above.

For Chandradip Bharati & Associates,
Company Secretaries

sd/-
(Chandradip Bharati)
Partner
Date: 22.08.2016 M.No. 7098
Place: New Delhi CP No. 14770

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 2015-16 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, provided a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records, labour laws records, personal records of

employees and books of accounts of the Company as these do not fall under the 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 Chandradip Bharati & Associates,
Company Secretaries

sd/-
(Chandradip Bharati)
Partner
Date: 22.08.2016 M.No. 7098
Place: New Delhi CP No. 14770

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
The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors except minimum requirement of Independent Directors. i.e. 50% of the Board under Clause 49 of the Listing Agreement / SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Presently, Company is having four 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 directors 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.	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. Further two more Independent Directors have been appointed by the President of India, Ministry of Tourism on 8th August, 2016. At present, one more Independent Director is required to be appointed on the Board. The process of appointing independent director as required under the Listing Agreement/SEBI (LODR) Regulations, 2015 is under consideration of the Administrative Ministry i.e. Ministry of Tourism.

Form No. MGT-9 (Extracts of Annual Return) As on the Financial Year ended on 31st March, 2016

(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

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)

- (v) Address of the Registered office and contact 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 (as per NIC 2008)	% to Total Turnover of the Company
1.	Hotels	55101	59.60
2.	Tours & Travels	79120	22.41

III. Particulars of Holding, Subsidiary and Associate Companies

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

(i) Category-wise shareholding as on 31.03.2016

Category Code	Category of Shareholder	No. of Shares held at the beginning of the year 01/04/2015				No. of Shares held at the end of the year 31/03/2016				% 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/UTI	0	0	0	0.00	0	0	0	0.00	0.00
(b)	Financial Institutions /Banks	3521111	0	3521111	4.41	3436529	0	3436529	4.01	0.10
(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) :	3521111	0	3521111	4.41	3436529	0	3436529	4.01	0.10

Category Code	Category of Shareholder	No. of Shares Held at the beginning of the year 01/04/2015				No. of Shares Held at the end of the year 31/03/2016				% 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)	6873682	0	6873682	8.01	6868261	0	6868261	8.01	-0.01
(b)	Individuals									
(i)	Individuals holding nominal Share Capital up to ₹ 1 lakh	619728	8011	627739	0.73	671575	7811	679386	0.79	0.06
(ii)	Individuals holding nominal Share Capital in excess of ₹ 1 lakh	97700	0	97700	0.11	88195	0	88195	0.10	-0.01
(c)	Others									
(i)	CLEARING MEMBERS	1611	0	1611	0.00	48943	0	48943	0.06	0.06
(ii)	NON RESIDENT INDIANS	5876	0	5876	0.01	6405	0	6405	0.01	0.00
(d)	Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total B(2) :	7598597	8011	7606608	8.87	7683379	7811	7691190	8.97	0.10
	Total B=B(1)+B(2) :	11119708	8011	11127719	12.97	11119908	7811	11127719	12.97	0.00
	Total (A+B) :	85761389	8011	85769400	100.00	85761589	7811	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) :	85761389	8011	85769400	100.00	85761589	7811	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 2015-16.

(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	394682	0.46		
	Date wise increase/decrease in Shareholding during the year				
	22/05/2015	Sale of Shares - 1253		393429	0.46
	19/06/2015	Sale of Shares - 29577		363852	0.42
	26/06/2015	Sale of Shares - 15000		348852	0.41
	30/06/2015	Sale of Shares - 9776		339076	0.40
	03/07/2015	Sale of Shares - 7828		331248	0.39
	10/07/2015	Sale of Shares - 14355		316893	0.37
	17/07/2015	Sale of Shares - 6793		310100	0.36
	31/03/2016	Closing Balance		310100	0.36
4	The New India Assurance Company Limited (No change during the year)	109700	0.13	109700	0.13
5	LKP SECURITIES LTD	22439	0.03	22439	0.03
	19/06/2015	Sale of Shares - 22439		0	0.00
	31/03/2016	Closing Balance		0	0
6	Vikash Agarwal	21000	0.02	20000	0.02
	12/06/2015	Sale of Shares - 1000		20000	0.02
	31/03/2016	Closing Balance		20000	0.02

7	Kumar Mangalam Lamboria	Purchase of Shares - 16500	0	0.00	16500	0.02
	23/10/2015					
	31/03/2016	Closing Balance			16500	0.02
8	Kshitij Portfolio Pvt. Ltd.	Purchase of Shares - 25000	0	0.00	25000	0.03
	11/12/2015	Sale of Shares - 10000			15000	0.02
	26/02/2016					
	31/03/2016	Closing Balance			15000	0.02
9	Preeti Bhatia	Sale of Shares - 9170	15000	0.02	5830	0.01
	04/09/2015					
	31/03/2016	Closing Balance			5830	0.01
10	Pramod Premchand Shah	Sale of Shares - 14000	14000	0.02	0	0.00
	26/02/2016					
	31/03/2016	Closing Balance			0	0.00
11	Neeta Jatin Jhaveri	Purchase of Shares - 14000	0	0.00	14000	0.02
	26/02/2016					
	31/03/2016	Closing Balance			14000	0.02
12	Kailash Kumari Aggarwal (No change during the year)		13695	0.02	13695	0.02
13	Aditya Deorah	Date wise increase/decrease in Shareholding during the year	0	0.00		
	29/05/2015	Purchase of Shares - 2000			2000	0.00
	05/06/2015	Purchase of Shares - 4628			6628	0.01
	12/06/2015	Sale of Shares - 1628			5000	0.01
	26/06/2015	Sale of Shares - 5000			0	0.00
	11/03/2016	Purchase of Shares - 10000			10000	0.01
	18/03/2016	Purchase of Shares - 500			10500	0.01
	25/03/2016	Purchase of Shares - 2500			13000	0.02
	31/03/2016	Closing Balance			13000	0.02
14	Daxaben Laxmiram Dharia	Date wise increase/decrease in Shareholding during the year	12005	0.01	12005	0.01
	12/06/2015	Sale of Shares - 4000			8005	0.01
	26/06/2015	Sale of Shares - 2000			6005	0.01
	30/06/2015	Sale of Shares - 5000			1005	0.00
	10/07/2015	Sale of Shares - 1000			5	0.00
	30/09/2015	Sale of Shares - 5			0	0.00

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Name of the Directors and KMP	Shareholding at the beginning of the year		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	Sh. Umang Narula	Nil	Nil	Nil	Nil	Nil	Nil
2	Sh. Piyush Tiwari	Nil	Nil	Nil	Nil	Nil	Nil
3	Sh. Pradip Kumar Das	Nil	Nil	Nil	Nil	Nil	Nil
4	Sh. Sanjeev Ranjan	Nil	Nil	Nil	Nil	Nil	Nil
5	Sh. Suman Billa	Nil	Nil	Nil	Nil	Nil	Nil
6	Sh. A.V. Ratnam	Nil	Nil	Nil	Nil	Nil	Nil
7	Dr. Usha Kiran Rai	Nil	Nil	Nil	Nil	Nil	Nil
8	Dr. (Ms.) T. Kumar	Nil	Nil	Nil	Nil	Nil	Nil
9	Sh. Girish Shankar	Nil	Nil	Nil	Nil	Nil	Nil
10	Sh. V. K. Jain (CS)	Nil	Nil	Nil	Nil	Nil	Nil
11	Sh. P. K. Aggarwal (CFO)	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	Sh. Umang Narula	Sh Sameer Sharma	Sh Piyush Tiwari	Sh RK Okhandiar	Sh. Pradip Kumar Das	Sh. Trinath Behera
1.	Gross salary						
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	21,31,650	11,391	20,91,078	9,68,705	2,27,731	5,62,412
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	-	2,64,812	-	5,400	1,58,144
	(c) Profits in lieu of Salary under Section 17(3) of the Income Tax Act, 1961	Nil	Nil	Nil	Nil	Nil	Nil
2.	Stock Option	Nil	Nil	Nil	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil	Nil	Nil	Nil
4.	Commission	Nil	Nil	Nil	Nil	Nil	Nil
	- As % of profit						
	- Others, specify-----						
5.	Others, please specify	Nil	Nil	Nil	Nil	Nil	Nil
	Total (A)	21,31,650	11,391	23,55,890	9,68,705	2,33,131	7,20,556
	Ceiling as per the Act						

B. Remuneration to other Directors:

(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	1,01,451	1,00,311	2,01,762
	• Commission	Nil	Nil	Nil
	• Other, please specify	Nil	Nil	Nil
	Total (1)	1,01,451	1,00,311	2,01,762
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)	1,01,451	1,00,311	2,01,762
	Total Managerial Remuneration	1,01,451	1,00,311	2,01,762
	Overall Ceiling as per the Act			

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

(Amount in ₹)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO (Sh P.K. Aggrawal)	Total
1.	Gross salary				
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961		11,55,097	7,10,928	18,11,096
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961		Nil		Nil
	(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		15,834		15,834
	Total		11,70,931	7,10,928	18,81,859

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 financial statements of INDIA TOURISM DEVELOPMENT CORPORATION LIMITED, New Delhi, which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and 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 locations of the branches].

2. Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters in Section 134(5) of the Companies Act, 2013, ("the Act") with respect to the preparation and presentation 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 the 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. 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 financial statements.

4. Basis for Qualified Opinion

- (a) *The Company has dues of ₹ 1668.87 lakh as at 31.03.2016 (₹ 1332.57 lakh upto 31.03.2015) from certain subsidiaries with state governments/ their companies (with significant accumulated losses) for services rendered and funds advanced to them (including interest thereon), besides, holding investments therein at a book value of ₹ 1060.58 lakh as at 31.03.2016 (Previous Year ₹ 1060.58 lakh) against which the management has represented that these investments being of long term nature, the shortfall/diminution in their value is not permanent and that the intrinsic value of the assets owned by these companies are sufficient to recover the Company's dues and it's cost of investments, even when two of these companies are non-operational and the present net worth of most of the companies is in the negative. Further, pursuant to the Gol decision, the Ministry of Tourism has also initiated the proposal for sale/lease of hotel properties' of the Company and its subsidiaries and in view of the same there remains no doubt about recoverability of the amounts invested by the Company and its other recoverable. [Refer Note no. 17(1), 14A(1) & 32 (10)].*

- (b) *The Ashok Hotel, New Delhi, a unit of the Company, paid on different dates during the year, sums aggregating ₹ 117.04 lakh to the Service Tax Department for the excess CENVAT Credit availed by them on their input services as per the observations in their last statutory audit report for the year ended 31st March 2015 dt. 21st May 2015, Para 4(iii). However, the Unit has neither deposited interest payable under the provisions of service-tax law on the said sum of ₹ 117.04 lakh nor provided the liability in respect thereof in the books of accounts, the impact whereof remains indeterminate on the financial statements.*

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 2016, its profit and cash flow for the year ended on that date.

6. Emphasis of Matter

- a. *The amount of consumption of stock of stores, crockery, cutlery, etc, has been worked out by adding to the opening balances, the purchases made during the year and deducting them from the closing balance at the yearend based on the physical inventories valued as per the accounting policy, and accordingly,*

separate impact of loss/shortage/wastage included in the consumption thereof in the financial statements of the units of the Company remains indeterminate [Refer Para no.32 (3)]. Our opinion is not qualified in respect of this matter.

- b. *We draw attention to the Note 31 para C, regarding the Company's appeal in the matter of vacation of property dismissed by the Divisional bench of Hon'ble Delhi High Court on 22.04.2016, and the Company is in the process of filing SLP with the Hon'ble Supreme Court of India and the management is of the view, supported by the legal opinion, that the appeal will be successfully challenged and the Company's liability will be substantially lower than the sum ₹ 1,314.21 lakh deposited by them. However, on prudent basis the Company has made provision in the books of accounts for ₹ 1,314.21 lakh pending finalization of the matter, the 50% of the decreed amount provided is shown as Exceptional Item in the Statement of Profit & Loss and the balance amount with interest upto 31.03.2016 has been included under contingent liabilities. Our opinion is not qualified in respect of this matter.*

7. Other Matter

We did not audit the financial statements /information of 35 branches included in the Standalone financial statements of the Company whose financial statements/financial information reflect total assets of ₹ 25,369.19 lakh as at 31st March, 2016 and total revenues of ₹ 29,753.06 lakh 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 disclosure of amounts 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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of Sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanation given to us, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the said Order.

2. 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 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 and the Statement of Profit and 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 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 matters 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 21st October 2003, issued by the Government of India, provisions of Sub-section (2) of Section 164 of the Companies Act, 2013, are not applicable to the Company;
- (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 adequacy of the internal financial control over

financial reporting of the Company and the operating effectiveness of such control, refer to our separate report in "Annexure B".

- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i). The Company has disclosed the impact 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; and
- (iii). An amount of ₹ 0.10 lakh required to be transferred to the Investor Education and Protection Fund was outstanding at the year-end was deposited on 9th May, 2016.

For Kishore & Kishore
Chartered Accountants
(FRN. No. 000291N)

Anshu Gupta
(Partner)

Place: New Delhi
Date: 30.05.2016

Membership No. 077891

“Annexure A” to Independent Auditor’s Report for the year ended 31.03.2016

The Annexure ‘A’ referred to in our report of even date on the accounts of India Tourism Development Corporation Limited, New Delhi, for the year ended 31st March, 2016, we report that:

- i). (a) The Company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets *except in few units/branches where records were incomplete in respect of quantitative details, situation, etc.*
- (b) As per the information & explanation given to us, the fixed assets have been physically verified by the management generally at interval of one year. *In most of the units/branches as well as in Head-office, the book balance and physical balances have not been reconciled and hence, the discrepancies have not been ascertained for necessary adjustments in the books of accounts.*
- (c) *The title deed of immovable properties in following cases are not held in the name of the Company:*

S. No.	Name of the Unit	Status of the Title Deed
1	The Ashok, New Delhi	Lease deed is in the name of Ashok Hotels Ltd. which was merged with the Company on 28.03.1970 and not been transferred in the name of the Company.
2	Hotel Jammu Ashok, Jammu	Lease deed expired on 11.01.2010
3	Hotel Patliputra Ashok, Patna	The land at B.C.P. Marg measuring 1.5 acre was donated by the Government of Bihar and is not supported by title deed.
4	ATT, Delhi	Title deed of leasehold land not available
5	Samrat Hotel, New Delhi	Title deed of leasehold land (3.19 acre) not executed

- ii) As per the information & explanation provided to us, the inventories have been physically verified by the management generally once in a year. *Few of the branch auditors have reported that physical verification report was not available for verification.*

The Company is generally maintaining proper record of inventory *but the closing inventory is recorded in the books of accounts on the basis of physically available inventory and no actual shortage/loss/wastage is recorded.*

- iii) As per the information and explanations given to us, the Company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013, therefore Clause 3(iii) (a)(b) and (c) of the Companies (Auditors Report) Order, 2016, are not applicable.
- iv) As per the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013.
- v) As per the information and explanation given to us, the Company has not accepted any deposit from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013, and the Rules framed thereunder. Thus, the directives of Reserve Bank of India and provisions of Clause 3 (v) of the Companies (Auditors Report) Order, 2016, are not applicable.
- vi) As per the information and explanation given 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.

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

Name of the Unit	Nature of Dues	Amount (₹ in lakh)	Period to which the Amount Relates
Ashok Institute of Hospitality & Tourism Management	EPF	0.21	More than 6 months
Vigyan Bhawan	ESI	4.78	More than 6 months
Hyderabad House	ESI	1.71	More than 6 months

- (b) Cess, 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 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
Hotel Patliputra Ashok, Patna	Bihar VAT	3.09	Earlier Years	JCCT, Patna
Ashok International Trade Division	Custom Duty	18,478.67	2004-05	CESTAT
Ashok International Trade Division	Custom Duty	42.17	2003	Committee of Dispute
Ashok International Trade Division	Sales/VAT	2,465.62	1995-08	Commissioner Appeals
Ashok Events	Service Tax	39.65	2006-2009	Additional Commissioner of Service Tax
Kalinga	Excise Duty	13.33	2002-03	High Court, Odisha
Kalinga	Service Tax	52.91	Earlier Years	Additional Director General, DGCEI, Kolkata
Taj Restaurant	Trade Tax	0.50	30.09.2002	Department of VAT
Taj Restaurant	Trade Tax	0.79	12.02.2003	Department of VAT
Hotel Ashok	Service Tax	701.93	Earlier Years	CESTAT, Delhi
LMPH	Service Tax	16.48	29.03.2016	Commissioner of Central Excise, Mysore

viii) According to the information and explanations given to us, the Company has not taken any loan from any financial institution, Bank or issued any debentures till the end of financial year. Hence, the provisions of Clause 3(viii) of the Companies (Auditors Report) Order, 2016, regarding reporting on default in repayment of dues to financial institution or bank or debenture is not applicable.

ix) According to the information provided and explanations given to us, no moneys have been raised by way of initial public offer or further public offer (including debt instruments) nor any term loan from any bank or financial institutions. Thus provisions of Clause 3 (ix) of the Companies (Auditors Report) Order, 2016, are not applicable to the Company.

- x) As per the information provided and explanation given to us, no fraud by or on the Company by its officers or employees has been noticed or reported during the year.
- xi) As per the information and explanation given to us the provisions of Section 197 read with Schedule V to the Companies Act, 2013, are not applicable on Government Company. Thus, the provisions of Clause 3 (xi) of the Companies (Auditors Report) Order, 2016, are not applicable to the Company.
- xii) The Company is not a Nidhi Company, so the provisions of Clause 3 (xii) of the Companies (Auditors Report) Order, 2016, are not applicable
- xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013, and wherever applicable the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv) According to the information and explanations provided to us, the Company has not made any preferential allotment or private placement of shares or fully or

partly convertible debentures during the year under review so, the requirement of Section 42 of the Companies Act, 2013, are not applicable on it; therefore Clause 3 (xiv) of the Companies (Auditors Report) Order, 2016, are not applicable to the Company.

xv) According to information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him, therefore Clause 3 (xv) of the Companies (Auditors Report) Order, 2016, are not applicable to the Company.

xvi) According to information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934, therefore Clause 3 (xvi) of the Companies (Auditors Report) Order, 2016, are not applicable to the Company.

For Kishore & Kishore
Chartered Accountants
Firm Regn. No. : 000291N

(CA Anshu Gupta)
Partner
M.No. 077891

Place: New Delhi
Date: 30th May, 2016

“Annexure B” to Independent Auditor’s Report of even date on the Financial Statements of India Tourism Development Corporation Limited, New Delhi

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

We have audited the internal financial controls over financial reporting of India Tourism Development Corporation Limited, New Delhi, as of March 31, 2016, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India”. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit and considering the reports of the branch auditors. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence, we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting,

including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company generally has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India”.

For Kishore & Kishore
Chartered Accountants
Firm Regn. No. : 000291N

(CA Anshu Gupta)
Partner
M.No. 077891

Place: New Delhi
Date: 30th May, 2016

Addendum to the Independent Audit Report dated 30.05.2016

To

The Members of India Tourism Development Corporation Limited, New Delhi

Report on the Standalone Financial Statement:

Report on Other Legal and Regulatory Requirements

1A. As required by the Companies Act, 2013, under Sub-section(5) of Section 143, our report on the Compliances of directions issued by the Comptroller and Auditor General of India, indicating the areas to be examined, are set out in "Annexure A-1".

For Kishore and Kishore
Chartered Accountants
(FRN 000291N)

sd/-
(Anshu Gupta)
Partner
M.No. 077891

Place : New Delhi
Dated : 19.07.2016

Report on directions given by The Comptroller and Auditor General of India under Section 143 (5) of the Companies Act, 2013 of India Tourism Development Corporation Ltd. (Standalone Financial Statement) for the year ended on 31st March, 2016

S.No.	Directions	Comments
1.	Whether the Company has clear title/lease deeds for freehold and leasehold land respectively? If not, please state the area of freehold and leasehold for which title/lease deeds are not available.	As per the information and explanation given to us, the Company has clear title/lease deeds for freehold and leasehold land, except in the following cases: S.No. Unit Name Remarks 1. The Ashok Lease deed in respect of land of Ashok Hotel is registered in the name erstwhile Ashok Hotel Limited, which was merged with the Corporation on 28th March, 1970. Area involved is 21.155 acre. 2. Hotel Samrat Title deed is not executed. Areas involved is 15929.762 sq.mtr. 3. Hotel Patliputra Ashok, Patna The land was donated by the Govt. of Bihar and is not supported by the title deed. Area involved is 1.5 acre. 4. Hotel Jammu Lease deed expired on 11.01.2010 5. ATT, Delhi Title deed of leasehold land not available. Area involved 8566 sq. yards.
2.	Whether there are any cases of waiver/write off of debts/loans/interest etc. If yes, the reasons there for and the amount involved.	During the course of audit, we have not observed any case of waiver/write off of debts/loans/interest etc. except following: a) In Hotel Janpath, debts of total ₹7,01,047.32 and the individual cases and less than ₹25,000.00, were outstanding and not recoverable for long, have been written off as per recommendation of the Committee constituted

	<p>for this purpose which is further approved by the Competent Authority.</p> <p>b) In ATT Delhi Debts which are more than 5 years old and are not recoverable have been written off as per the recommendation of the Committee constituted for this purpose and subsequent approval of the Competent Authority. The financial implication in this regard is to the tune of ₹49,050.79 (two in all) and the individual cases are less than ₹40,000/-.</p>
<p>3. Whether proper records are maintained for inventories lying with third parties & assets. Received as gift/ grant(s) from Govt. or other Authority.</p>	<p>As per information and explanation given by the Management, no inventory is lying with third parties and no assets were received as gift from Govt. or other Authorities except in the case of Hotel Ashok Delhi - Inventory of wine, beer and beverages is lying with the leased out restaurants for which proper records are maintained by the Unit.</p>

Accounts (Standalone) for the Year 2015-16

Balance Sheet as at 31st March, 2016

Particulars	Note	(₹ in lakh)	
		As at 31.3.2016	As at 31.3.2015
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
Share Capital	2	8,576.94	8,576.94
Reserves and Surplus	3	24,635.44	23,928.49
Money Received against Share Warrants		-	-
Deferred Government Grants		3.63	4.38
(2) Non-Current Liabilities			
Long-Term Borrowings	4	-	-
Other Long-Term Liabilities	6	671.37	763.41
Long-Term Provisions	7	3,807.16	4,050.72
(3) Current Liabilities			
Short-Term Borrowings	8	-	-
Trade Payables	9	5,647.70	5,434.59
Other Current Liabilities	10	14,212.75	14,525.53
Short-Term Provisions	7	3,536.97	3,716.57
TOTAL		61,091.96	61,000.63
II. ASSETS			
(1) Non-Current Assets			
Fixed Assets			
Tangible Assets in Active Use	11	4,211.62	4,251.28
Tangible Assets Not in Active Use	11A	9.92	11.25
Intangible Assets	12	3.93	8.00
Capital Work-in-Progress	12A	513.39	368.27
Non-Current Investments	13	1,111.48	1,111.48
Deferred Tax Assets (Net)	5	3,296.48	3,052.98
Long-Term Loans and Advances	14	345.09	365.37
Other Non-Current Assets	15	94.39	69.18
(2) Current Assets			
Inventories	16	1,399.82	1,226.75
Trade Receivables	17	10,788.14	11,997.00
Cash and Cash Equivalents	18	27,841.38	26,947.33
Short-Term Loans and Advances	14A	9,707.92	9,859.07
Other Current Assets	19	1,768.40	1,732.67
TOTAL		61,091.96	61,000.63

Notes to Accounts and Significant Accounting Policies

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

(V.K. Jain) (A.K. Jain) (Pradip Kumar Das) (Umang Narula)
Company Secretary General Manager (F&A) Director (Finance) Chairman & Managing Director

As per our Report of even date
For M/s Kishore & Kishore
Chartered Accountants (FRN 00291N)

Date : 30th May, 2016
Place : New Delhi

(Anshu Gupta)
Partner
(M.No. 077891)

Statement of Profit & Loss for the Year Ended 31st March, 2016

Particulars	Note	(₹ in lakh)	
		Year Ended 31.3.2016	Year Ended 31.3.2015
REVENUE			
I. Revenue from Operations			
Sales of Products		9,891.09	10,558.47
Sales of Services		33,675.44	36,522.46
Other Operating Revenues		146.70	146.87
II. Other Income	21	2,856.10	3,191.18
III. Total Revenue (I+II)		46,569.33	50,418.98
EXPENSES			
IV. Total Expenses			
Cost of Materials Consumed & Services Rendered	22	5,729.53	6,135.45
Purchase of Stock-in-Trade	23	1,005.19	1,680.88
Changes in inventories of Finished Goods and Stock-in-Trade	24	(180.50)	27.44
Employees' Remuneration & Benefits	25	13,183.68	13,908.05
Finance Costs	26	42.71	20.21
Depreciation and Amortization Expense	11&12	803.13	1,026.62
Less: Attributed to the Projects		(0.19)	(0.19)
Operating Expenses & Other Expenses	27	21,770.54	23,906.66
IV. Total Expenses		42,354.09	46,705.12
V. Profit/(Loss) Before Exceptional, Extraordinary Items and Prior Period Adjustments (III-IV)		4,215.24	3,713.86
VI. Exceptional Items	28	(809.88)	407.84
VII. Profit/(Loss) Before Extraordinary Items and Prior Period Adjustments (V-VI)		3,405.36	4,121.70
Prior Period Adjustments	29	(9.24)	(11.27)
Prior Period Income		154.26	215.43
Prior Period Expenses/Adjustments		(163.50)	215.43
VIII. Profit/(Loss) Before Extraordinary Items		3,241.86	3,895.00
IX. Extraordinary Items		-	-
X. Profit/(Loss) Before Tax(PBT) (VIII-IX)		3,241.86	3,895.00
XI. Tax Expense of Continuing Operations			
Current Tax (Income Tax)		(1,230.00)	(950.00)
Tax Written Back (Previous Year)		0.05	50.71
Current Tax (Wealth Tax)		-	(0.79)
MAT Credit Entitlement		-	-
Deferred Tax	5	243.49	441.96
XII. Profit/(Loss) for the period from continuing operations (X-XI)		2,255.40	3,436.88
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)		2,255.40	3,436.88
XVII. Earnings per equity share (in ₹)			
(1) Basic &		2.63	4.01
(2) Diluted	30		

(V.K. Jain) (A.K. Jain) (Pradip Kumar Das) (Umang Narula)
Company Secretary General Manager (F&A) Director (Finance) Chairman & Managing Director

As per our Report of even date
For M/s Kishore & Kishore
Chartered Accountants (FRN 00291N)

Date : 30th May, 2016
Place : New Delhi

(Anshu Gupta)
Partner
(M.No. 077891)

Note - 1

Significant Accounting Policies

1. Accounting Convention

The Financial Statements are prepared on accrual basis of accounting under the historical cost convention and comply in all material aspects with generally accepted accounting principles in India, the Accounting Standards specified under Section 133 of Companies Act, 2013 read with Rule 7 of Companies (Account) Rule, 2014, the Companies Act, 2013 (to the extent notified and applicable) 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 the 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 and assumptions. 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) The Fixed assets are carried at cost of acquisition, net of 'Grant-in-aid' where applicable less accumulated depreciation/amortisation.
- ii) The 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, the 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. The difference, if any, is accounted for in the year in which the final bills are settled.

- iv) Intangible Assets (Software) are stated at their cost of acquisition less accumulated amortisation.

B) Depreciation

- i) Depreciation on Tangible Assets is provided pro-rata "over the useful life of the asset" on Straight Line Method following useful life as below:-

Sl. Particulars No.	Useful life as per the Schedule II of the Companies Act, 2013 (for years)		Straight Line Method % age 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 & Refrigerators	7.5	15	12.67	6.33
14 Electrical Installation	10	10	9.50	9.50
15 Office and Miscellaneous Equipments	5	5	19.00	19.00
16 Computers (End User 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 carried 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 as Contingent Liabilities.
- iii) Contingent liabilities are disclosed on the basis of judgement of the management / independent experts. These are revised at each Balance Sheet date and adjusted to reflect the current management estimate.
- iv) Contingent assets are neither recognized nor disclosed in the financial statements.

9. Employees Benefits

A) Provident Fund

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

B) Gratuity

The Company's liability towards gratuity, is determined by independent actuary, at year end using the projected unit credit method. Actuarial gains/losses are recognised in the Statement of Profit & Loss. The liability for gratuity as per actuarial valuation is

paid to a fund administered through a separate trust.

C) Leave Encashment

The provision for leave encashment including half pay leave 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 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 arises. Exchange differences on liabilities relating to fixed assets acquired from outside India are accordingly adjusted 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 materials 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.

17. Segment Reporting

Segment revenue, Segment expenses, Segment assets and segment liabilities are identified to segments on the basis of their relationship to the operating activities of the segment. Revenue, expenses, assets and liabilities which relate to company as a whole and not allocable to segments on reasonable basis are included under other revenue/expenses/assets/liabilities.

18. Cash Flow Statement

Cash Flow Statement is prepared in accordance with the indirect method prescribed in Accounting Standard (AS)-3 on 'Cash Flow Statements'.

Share Capital

Note - 2

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

Particulars	(₹ in lakh)	
	As at 31.3.2016	As at 31.3.2015
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 31.3.2016	As at 31.3.2015
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 31.3.2016	As at 31.3.2015
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 31.3.2016		As at 31.3.2015	
	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 31.3.2016	As at 31.3.2015
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	18,412.02	17,495.42
Less: Adjustment for fixed assets	-	(483.40)
Add/(Less): Current Year Adjustments	700.00	1,400.00
Closing Balance	19,112.02	18,412.02
Surplus in the Statement of Profit & Loss		
As per Last Balance Sheet	17.93	45.65
Transfer From Profit & Loss Accounts	2,255.40	3,436.88
Surplus For The Year	2,273.33	3,482.53
Appropriations/Adjustments		
Proposed Dividend	1,286.54	1,715.39
Dividend Tax	261.91	349.21
Transfer to General Reserve	700.00	1,400.00
	24.88	
Grand Total	24,635.44	23,928.49

Long-Term Borrowings

Note - 4

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(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 31.3.2016	As at 31.3.2015
DEFERRED TAX LIABILITIES	-	-
DEFERRED TAX ASSETS	3,296.48	3,052.98
DEFERRED TAX ASSETS (Net)	3,296.48	3,052.98

Notes:-

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

The major components of Deferred Tax Asset (net)
as on 31.3.2016 are given below:-

(₹ in lakh)

Particulars	31.3.2016	31.3.2015
DEFERRED TAX LIABILITIES		
Depreciation	35.14	136.04
DEFERRED TAX ASSETS		
Carried forward Business Loss	-	-
Provision for Leave Encashment	1,427.00	1,318.05
Provision for Gratuity	153.09	179.84
Provision for Doubtful Debts & Advances & Inventory write down	1,621.27	1,611.07
Disallowances under Income Tax Act, 1961	130.26	80.06
	3,331.62	3,189.02
DEFERRED TAX ASSET (NET)	3,296.48	3,052.98

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 31.3.2016 has been recognised in the financial statements.

Other Long-Term Liabilities

Note - 6

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Security Deposit & Retention Money	671.37	763.41
Total	671.37	763.41

Provisions

Note - 7

(₹ in lakh)

Particulars	As at 31.3.2016			As at 31.3.2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Employee Benefits						
Gratuity	5,931.85	1,732.98	7,664.83	6,450.39	1,629.15	8,079.54
Less:- Fund size of Investment as per Gratuity Policy	(5,489.50)	(1,732.98)	(7,222.48)	(5,930.75)	(1,629.15)	(7,559.90)
Leave Encashment	3,364.81	758.52	4,123.33	3,531.08	701.18	4,232.26
	3,807.16	758.52	4,565.68	4,050.72	701.18	4,751.90
Income Tax						
Provision for Income Tax	-	1,230.00	1,230.00	-	950.00	950.00
	-	1,230.00	1,230.00	-	950.00	950.00
Wealth Tax						
Provision for Wealth Tax	-	-	-	-	0.79	0.79
	-	-	-	-	0.79	0.79
Proposed Dividend						
Proposed Dividend	-	1,286.54	1,286.54	-	1,715.39	1,715.39
Dividend Tax	-	261.91	261.91	-	349.21	349.21
	-	1,548.45	1,548.45	-	2,064.60	2,064.60
Total	3,807.16	3,536.97	7,344.13	4,050.72	3,716.57	7,767.29

Short-Term Borrowings

Note - 8

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(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 31.3.2016	As at 31.3.2015
Trade Payables	5,647.70	5,434.59
Total	5,647.70	5,434.59

Note:-

Trade Payable includes long outstanding for more than 3 years old debit balances of ₹ 1,750.24 lakh which are reflected in running account payments. These are to be adjusted/recovered after reconciliation.

Other Current Liabilities

Note - 10

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Sundry Creditors (Other Than Trade Payables)	4,107.76	3,808.07
Security Deposits & Retention Money	2,857.68	2,701.18
Advances From Customers	4,953.32	5,631.86
Unclaimed Dividend*	0.55	0.35
Other Liabilities	2,293.44	2,384.07
Total	14,212.75	14,525.53

* These figures include ₹ 0.10 lakh being amount due and outstanding to be credited to Investor Education & Protection Fund. (since deposited on 9th May, 2016)

Note:-

Sundry creditors include unlinked receipts from customers etc. of ₹ 170.58 lakh (Previous year ₹ 69.75 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 31.03.2015	Addition during the year	Add/(Less): Sales, Transfer, Write Offs and Adjustments during the year	Up to 31.03.2016		Up to 31.03.2015	Add/(Less): Sales, Transfer, Write Offs and Adjustments during the year	Up to 31.03.2016	Up to 31.03.2015	Reversed during the year	Provided during the year	Up to 31.03.2016	As at 31.03.2016
1.	Land													
	Owned (FreeHold)	20.60	-	-	20.60	2.25	-	***2.25	-	-	-	-	18.35	18.35
	Leased	326.60	-	-	326.60	115.08	3.43	-	-	-	-	-	208.09	211.52
2.	Buildings	2,664.89	-	-	**2,664.89	1,547.11	43.26	0.14	1,590.51	-	-	-	1,074.38	1,117.78
3.	Plant & Equipment	7,477.12	615.81	(0.05)	8,092.88	5,315.12	533.92	0.63	5,849.67	-	-	-	2,243.21	2,162.00
4.	Furniture & Fixtures	2,875.31	121.92	-	2,997.23	2,337.01	153.22	0.02	2,490.25	-	-	-	506.98	538.30
5.	Vehicles	138.88	-	-	138.88	119.25	3.75	0.38	123.38	-	-	-	15.50	19.63
6.	Office Equipment	1,459.23	22.16	(0.87)	1,480.52	1,275.53	59.49	0.39	1,335.41	-	-	-	145.11	183.70
	Total	14,962.63	759.89	(0.92)	15,721.60	10,711.35	797.07	1.56	11,509.98	-	-	-	4,211.62	4,251.28
	Previous Year's 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	-

- 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 have not been finalised and registration of title deeds/execution of lease deeds have 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 ₹ 1,955.42 lakh has been accounted for based on certificates issued by Project Engineers for the work carried out at various projects (previous year ₹ 2,215.20 lakh). Adjustments, if any, to cost is proposed to be carried out upon final settlement of the bills.

Tangible Assets not in Active use

Note - 11-A

(₹ in lakh)

Particulars	Gross Block				Depreciation				Net Block		Balance Provided For
	Up to 31.3.2015	Addition during the year	Add/(Less): Sales, Transfers, Write-Offs and Adjustments during the year	Cost as on 31.3.2016	Up to 31.3.2015	Additions during the year	Add/(Less): Sales, Transfers, Write-Offs and Adjustments during the year	Accumulated Depreciation up to 31.3.2016	Depreciated Value as on 31.3.2016	Net Realisable Value as on 31.3.2016	
A. Net Realisable Value is more than Depreciated Value											
Plant & Equipment	117.51	0.58	(0.61)	117.48	109.87	0.56	(0.58)	109.85	7.63	7.63	-
Furniture & Fixtures	7.11	-	-	7.11	6.74	-	-	6.74	0.37	0.37	-
Vehicles	3.93	-	-	3.93	3.74	-	-	3.74	0.19	0.19	-
Office Equipments	2.64	-	0.19	2.83	1.88	-	0.30	2.18	0.65	0.65	-
Total-A	131.19	0.58	(0.42)	131.35	122.23	0.56	(0.28)	122.51	8.84	8.84	-
B. Net Realisable value is less than depreciated value:-											
Plant & Equipment	26.16	-	-	26.16	16.96	-	-	16.96	9.20	0.43	8.77
Furniture & Fixtures	35.64	-	-	35.64	33.88	-	-	33.88	1.76	0.25	1.51
Vehicles	-	-	-	-	-	-	-	-	-	-	-
Office Equipments	10.76	-	0.41	11.17	9.33	-	0.28	9.61	1.56	0.40	1.16
Total-B	72.56	-	0.41	72.97	60.17	-	0.28	60.45	12.52	1.08	11.44
Total (A+B)	203.75	0.58	(0.01)	204.32	182.40	0.56	-	182.96	21.36	9.92	11.44
Previous Year's Total	173.27	41.12	(10.64)	203.75	152.26	39.10	(8.96)	182.40	21.35	11.25	10.10

- 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 31.03.2015	Additional adjustments during the year	Deduction during the year	As at 31.03.2016		As at 31.03.2015	Add/(Less) adjustments during the year	As at 31.03.2016	As at 31.03.2015	Reversed during the year	Provided during the year	As at 31.03.2016	As at 31.03.2016	As at 31.03.2015
1.	Goodwill														
2.	Brands/Trade Marks														
3.	Computer Software														
	- Acquired	97.72	1.99	-	99.71	89.72	6.06	-	95.78	-	-	-	-	3.93	26.36
	- Internally Generated														
4.	Mastheads														
5.	Mining Rights														
6.	Copyrights														
	- Acquired														
	- Internally Generated														
7.	Patents														
	- Acquired														
	- Internally Generated														
	Total	97.72	1.99	-	99.71	89.72	6.06	-	95.78	-	-	-	-	3.93	26.36
	Previous Year's total	96.58	1.14	-	97.72	70.22	19.50	-	89.72	-	-	-	-	26.36	-

Capital Work-in-Progress

Note - 12A

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
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	625.86	473.89
II) Expenses attributable on Projects Pending Allocation	113.99	110.87
III) Capital Goods-in-Hand & in Transit	0.29	7.34
	740.14	592.10
Less:- Provision for Impairment	(226.75)	(223.83)
TOTAL	513.39	368.27

Notes:-

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

(₹ in lakh)

Particulars	Current Year	Previous Year
Opening Balance	110.87	118.12
Add:-		
Other Project Overheads	2.93	18.42
Depreciation/Amortisation of Lease	0.19	0.19
Less: Capitalised during the year	(0.00)	(25.86)
Closing Balance	113.99	110.87

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 31.3.2016	As at 31.3.2015
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
(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 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 ₹ 2.78 (Pre.Year ₹ 2.62 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 31.3.2016	As at 31.3.2015
A) Security Deposits		
Secured, considered good	3.62	1.89
Unsecured, considered good	177.04	202.51
Doubtful	77.38	42.63
Less: Allowance for bad and doubtful advances	(77.38)	(42.63)
Total (A)	180.66	204.40
(B) Others		
Secured, considered good	-	-
Unsecured, considered good	164.43	160.97
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	164.43	160.97
TOTAL [(A)+(B)]	345.09	365.37

Short Term Loans & Advances

Note - 14A

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(A) Loans and Advances to Related Parties		
Secured, considered good	-	-
Unsecured, considered good	1,333.17	995.65
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (A)	1,333.17	995.65
(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	2.99	4.63
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	2.99	4.63
(C) Others		
Secured, considered good	0.51	5.54
Unsecured, considered good#	1,713.93	1,738.39
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (C)	1,714.44	1,743.93
(D) Advance Income Tax and Tax Deducted at Source	6,611.17	7,115.55
Total (D)	6,611.17	7,115.55
(E) Sales Tax paid in Advance	46.15	31.68
Total (E)	46.15	31.68
TOTAL [(A)+(B)+(C)+(D)+(E)]	9,707.92	9,891.44

Notes:-

1. Loans and Advances includes ₹ 1,333.17 lakh (net) (Previous year ₹ 995.65.00 lakh (net) in respect of following subsidiary companies.

Name of the Company	Current Year	Previous Year
i) Assam Ashok Hotel Corporation Ltd.	71.53	71.01
ii) Donyi Polo Ashok Hotel Corporation Ltd.	(1.75)	(1.22)
iii) MP Ashok Hotel Corporation Ltd.	173.25	179.55
iv) Pondicherry Ashok Hotel Corporation Ltd.	26.69	23.61
v) Ranchi Ashok Bihar Hotel Corporation Ltd.	99.18	98.56
vi) Utkal Ashok Hotel Corporation Ltd.*	931.47	591.98
vii) Punjab Ashok Hotel Company Ltd.	32.80	32.16
Total	1,333.17	995.65
Less: Provision made	-	-
Net	1,333.17	995.65

(*) 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	2.99	4.63
Maximum amount due from Directors and officers of the Corporation during the year	4.24	7.20

Include FDR amounting to ₹ 1.62 lakh (Previous Year ₹ 1.62 lakh) deposited with Hon'ble High Court, Delhi as per Court order

Other Non-Current Assets

Note - 15

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(A) Long-Term Trade Receivables other than Current (including trade receivables on deferred credit terms)		
Secured, considered good	59.85	7.81
Unsecured, considered good	28.08	54.02
Doubtful	3,858.37	3,458.91
Less: Allowance for bad and doubtful advances	(3,858.37)	(3,458.91)
Total (A)	87.93	61.83
(B) Others		
Secured, considered good	-	-
Unsecured, considered good	6.46	7.35
Doubtful	450.43	449.78
Less: Allowance for bad and doubtful advances	(450.43)	(449.78)
Total (B)	6.46	7.35
TOTAL [(A)+(B)]	94.39	69.18

Inventories

Note - 16

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(As per inventories prepared, valued and certified by the Management at lower of the cost or net realisable value)		
Stores and Spares	208.17	222.59
Tools	0.64	0.52
Crockery, Cutlery, Glassware and Linen etc. (in hand and in use)	250.54	273.95
Other Stocks and Stores (Others)	980.51	769.66
Goods - in- Transit	-	-
Less:- Provision for Inventory Write Down	(40.04)	(39.97)
Total	1,399.82	1,226.75

Trade Receivables

Note - 17

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
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	101.46	76.10
(ii) Unsecured, considered good	3,720.60	3,592.52
(iii) Doubtful	154.73	504.58
Less: Allowance for bad and doubtful debts	(154.73)	(504.58)
TOTAL (A)	3,822.06	3,668.62
(B) Trade Receivables (others)		
(i) Secured, considered good	342.06	173.68
(ii) Unsecured, considered good	6,624.02	8,122.33
(iii) Doubtful	103.73	10.33
Less: Allowance for bad and doubtful debts	(103.73)	(10.33)
TOTAL (B)	6,966.08	8,296.01
TOTAL {A+B}	10,788.14	11,964.63

Notes:-

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

Name of the Company	Current Year	Previous Year
(i) Assam Ashok Hotel Corporation Ltd.	106.42	106.42
(ii) Donyi Polo Ashok Hotel Corporation Ltd.	-	-
(iii) MP Ashok Hotel Corporation Ltd.	77.84	77.84
(iv) Pondicherry Ashok Hotel Corporation Ltd.	50.30	50.30
(v) Ranchi Ashok Bihar Hotel Corporation Ltd.	76.58	76.58
(vi) Utkal Ashok Hotel Corporation Ltd.*	24.56	24.56
(vii) 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:-

(₹ in lakh)

Particulars	Current Year	Previous Year
Debts due from Directors and officers of the Corporation	-	-
Maximum amount due from Directors and officers of the Corporation during the year	-	-

3. Provision for Bad & Doubtful Debts are made:-

- (i) In respect of Debtors Ageing above three years excluding the amount of securities deposit received, if any, other than Bank Guarantee;
- (ii) In respect of Debtors Ageing less than three years on merits of the case;
- (iii) In case of Debtors due from Subsidiary Companies, no provision is made keeping in view intrinsic value of the Assets held by these companies.

Cash and Cash Equivalents

Note - 18

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(A) Cash on hand		
Cash on hand*	24.19	16.43
(B) Balances with Banks		
In Current Account**	5,585.61	3,600.15
In Savings Account	0.76	0.73
Provision for Doubtful Recovery	-	-
(C) Cheques, Drafts in hand		
Cheques in hand	419.74	74.69
Drafts in hand	-	-
(D) Other Bank Balances		
Term deposits with Banks for Less than 12 months***	21,805.14	23,249.75
Term deposits with Banks for more than 12 months	5.94	5.58
(E) Others	-	-
TOTAL	27,841.38	26,947.33

* Include Foreign Currency equivalent to ₹ 4.98 lakh (Previous Year ₹ 1.45 lakh)

** Include towards Unclaimed Dividend of ₹ 0.55 lakh

*** Include FDR's of ₹ 53.49 lakh (Previous year ₹ 50.78 lakh) lodged as security.

Other Current Assets

Note - 19

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Interest accrued but not due on Term Deposits	1,294.77	1,309.04
Others	473.63	423.63
Less: Allowance for bad and doubtful advances	-	-
TOTAL	1,768.40	1,732.67

Notes:-

(i) Others include FDRs ₹ 1.58 lakh (Previous Year ₹ 1.58 lakh) deposited with RPFC Jaipur.

(ii) Others include ₹ 166.55 lakh paid to the workers of the contractor towards wages upto March, 2016, as per the directions of the Hon'ble High Court in the matter filed by 60 workers of the contractors. The final outcome of the case is awaited.

Revenue from Operations

Note - 20

Particulars	(₹ in lakh)	
	Year Ended 31.3.2016	Year Ended 31.3.2015
Sales of Products (A)		
Food	6,703.25	6,489.29
Beer, Wine & Spirits	2,709.61	2,486.62
Cigars and Cigarettes	68.31	33.01
Soft Drinks	285.12	248.56
Petrol, oil & Lubricant	-	1,166.48
Tourist Literature and Other Publications	120.18	132.83
Miscellaneous Sales	4.62	1.68
Total (A)	9,891.09	10,558.47
Sales of Services (B)		
Room Rent	11,966.82	12,812.15
Licence Fees	5,024.15	4,967.45
Banquet Hall/Lawn Rental	1,172.05	991.54
Traffic Earnings & Package Tours	1,659.40	1,859.82
Travel Services	8,642.56	10,041.57
Management/Consultancy/Event Management/Training Fees	2,660.46	3,080.10
Revenue From Execution of Project	1,428.27	1,728.97
Son-et-Lumiere & Cultural Shows	93.54	85.96
Commission Received	95.63	33.76
Electricity Charges	499.40	484.09
Telephone Services	4.46	6.34
Advertisement Income	37.96	33.88
Service Charges	390.74	396.83
Total (B)	33,675.44	36,522.46
Other Operating Revenues (C)		
Miscellaneous Income	146.70	146.87
Total (C)	146.70	146.87
TOTAL (A)+(B)+(C)	43,713.23	47,227.80

Notes:-

(i) 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.

(ii) In case of Vigyan Bhawan, New Delhi which has been working for providing catering services under a contract with Director of Estates, New Delhi which ended on 17.11.2015. Further renewal is under process and pending renewal revenue till year-end has been recognised on the basis of above agreement.

Other Income

Note - 21

Particulars	(₹ in lakh)	
	Year Ended 31.3.2016	Year Ended 31.3.2015
Other Income		
Interest (Gross) From-Banks/Financial Institutions	2,251.28	2,537.42
Loan to Employees	0.58	0.61
On Income Tax Refund	202.15	-
Others	0.84	-
Profit on Sale of Assets	0.02	3.98
Gain on Foreign Exchange Variation	5.27	3.80
Grant from the Ministry of Tourism	0.09	0.35
Others	395.87	645.02
Total	2,856.10	3,191.18

Note:-

Out of the balance amount of ₹ 4.38 lakh (Previous year ₹ 4.73 lakh) of Deferred Government Grants from the Ministry of Tourism for the renovation/upgradation of properties, a sum of ₹ 0.75 lakh incurred during the year, including adjustments relating to earlier years ₹ 0.66 lakh (Previous year ₹ 0.35 lakh) has been charged to the respective head of expenditure. The amount equivalent to the grant related cost incurred/ adjusted during the year has accordingly been recognised as income. The balance of ₹ 3.63 lakh (Previous Year ₹ 4.38 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 31.3.2016	Year Ended 31.3.2015
(A) Cost of Consumption of Raw Materials, Other Materials Sold and Service Rendered		
i) Provisions, Beverages & Smokes		
Opening Stock	58.60	82.78
Add:- Purchases & Adjustments	2,368.38	2,228.73
Less:- Transfer & Adjustments	(100.00)	(254.19)
Closing Stock	78.38	58.60
TOTAL (i)	2,248.60	1,998.72
ii) Wine & Liquors		
Opening Stock	323.25	337.99
Add:- Purchases & Adjustments	541.31	730.03
Less:- Transfer & Adjustments	(89.57)	(250.32)
Closing Stock	331.63	323.25
TOTAL (ii)	443.36	494.45
iii) Other Materials		
Opening Stock	-	-
Add:- Purchases & Adjustments	89.23	103.20
Less:- Transfer & Adjustments	-	-
Closing Stock	-	-
TOTAL (iii)	89.23	103.20
TOTAL (i+ii+iii) (A)	2,781.19	2,596.37
(B) Cost of Service Rendered/Purchased		
- Execution of Project	1,308.48	1,610.48
- Other Services	1,654.83	1,943.92
TOTAL (B)	2,963.31	3,554.40
TOTAL (A+B)	5,744.50	6,150.77
Less: Charged to the Ministry of External Affairs	(14.97)	(15.32)
GRAND TOTAL	5,729.53	6,135.45

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 31.3.2016	Year Ended 31.3.2015
i) Provisions, Beverages & Smokes	40.47	17.56
ii) Wine & Liquors	962.91	556.16
iii) Other Material	1.81	1,107.16
TOTAL	1,005.19	1,680.88

Change in Inventory of Traded Goods

Note - 24

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
(A) OPENING 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
(B) CLOSING STOCK		
i) Provisions, Beverages & Smokes	16.01	8.57
ii) Wine & Liquors	547.94	373.37
iii) Other Material	2.07	3.58
TOTAL	566.02	385.52
(C) CHANGE IN INVENTORY	(180.50)	27.44
	(180.50)	27.44

Employees' Remuneration & Benefits

Note - 25

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Salaries, Wages & Bonus	11,150.43	11,737.76
Employer's Contribution to Provident & Other Funds	997.57	973.68
Staff Welfare Expenses (including contribution to Staff Welfare Fund)	848.31	964.65
Uniform	31.66	22.46
Provision/Contribution to Employees' Gratuity Scheme (net)	432.11	505.24
	13,460.08	14,203.79
Less:-		
Charged to the Projects of the Ministry of Tourism	61.39	56.84
Charged to the Ministry of External Affairs	215.01	238.90
Total	13,183.68	13,908.05

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 - 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 1.04.2015	8,079.54	4,179.68	52.58
Current service cost	292.34	180.98	5.72
Interest cost	646.36	335.29	4.22
Actuarial gain (-) / losses (+)	52.35	(621.51)	(13.63)
Past service cost	-	-	-
Benefits paid	(1,405.77)	-	-
Present value of projected benefit obligation as on 31.03.2016	7,664.83	4,074.44	48.89

(₹ in lakh)

Particulars	Gratuity	Leave Encashment	Half Pay Leave
Reconciliation of Fair Value of Assets and Obligations			
Fair value of plan assets as on 1.04.2015	7,559.90	-	-
Acquisition adjustment	-	-	-
Expected return on plan assets	591.30	-	-
Actual Company's contribution	509.40	-	-
Actuarial gain (-) / losses (+)	(32.35)	-	-
Benefits paid/adjustments	(1,405.77)	-	-
Fair value of plan assets as on 31.03.2016	7,222.48	-	-
Present value of defined obligation	-	-	-
Net liability recognised in the Balance Sheet (Note-7)	442.35	4,074.44	48.89
Expenses recognised in the Statement of Profit & Loss Account for the year ended 31.03.2016			
Current service cost	292.34	180.98	5.72
Interest cost	646.36	335.29	4.22
Actuarial gain (-) / losses (+)	84.70	(621.51)	(13.63)
Past service cost	-	-	-
Expected return on plan assets	(591.30)	-	-
Employees' Remuneration & Benefit charged to Profit & Loss A/c			
a) Gratuity	432.11	-	-
b) Others	-	(105.24)	(3.69)
Gratuity Fund Investment Details (Fund manager wise, to the extent funded)			
Life Insurance Corporation of India	2,074.25	-	-
Metlife Traditional Fund	664.63	-	-
Metlife Unit Linked	-	-	-
Kotak Mahindra Old Mutual Life Insurance Ltd.	690.86	-	-
HDFC Standard Life Insurance	353.03	-	-
Birla Sun-life Insurance Fund	1,924.40	-	-
Future Generali India Fund	1,535.32	-	-
Total	7,222.48	-	-

(₹ 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	IALM (2006-08) 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	8.00% p.a.	8.00% 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
Method	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit

Finance Cost

Note - 26

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Interest paid on Advances	40.72	19.88
Other Borrowing Cost	1.99	0.33
TOTAL	42.71	20.21

Operating and Other Expenses

Note - 27

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
TRAVELLING AND CONVEYANCE		
(a) Directors	28.54	31.62
(b) Officers & Staff	105.02	125.27
(c) Staff Car Expenses	77.14	61.93
	210.70	
RENT, RATES, TAXES AND INSURANCE		
(a) Rent	252.19	398.32
(b) Rates & Taxes	320.10	315.34
(c) Insurance	103.10	101.24
	675.39	
REPAIRS & MAINTENANCE		
(a) Plant and Machinery	510.11	440.92
(b) Buildings	748.80	945.22
(c) Vehicles	5.72	10.23
(d) Others	1,030.62	1,192.39
	2,295.25	
Auditors' Remuneration (Including Branch Auditors)		
(a) Audit fees	19.39	18.91
(b) Tax audit fees	5.81	5.67
(c) Certification	-	-
(d) Taxation Matters	-	-
(e) Company Law Matters	-	-
(f) Out of Pocket Expenses	0.06	0.29
	25.26	
Directors' Sitting Fees	2.02	1.43
Legal and Professional Charges	191.90	173.85
Printing, Stationery and Periodicals	115.12	167.80
Communication Expenses	110.91	111.15
Power & Fuel	3,000.42	3,033.16
Advertisement, Publicity & Sales Promotion	336.96	395.86
Entertainment	12.19	13.10
Band and Music	34.16	34.90
Commission to Travel Agents & Credit Card Companies	99.78	63.45
Licencees' Share of Profit	-	1.67
Miscellaneous Expenses	60.54	111.53
Upkeep, Service Cost and Other Operating Expenses	13,810.64	14,822.45
Loss on Sale of Fixed Assets/Write off of Assets	0.07	1.06
Depletion/Consumption & Breakage in Crockery, Cutlery & Utensils etc.	53.62	56.54
Reimbursement of Sale Proceeds	486.19	723.95
Bad Debts	7.58	19.13
Loss on Foreign Exchange Variations	-	5.91
Provision for Doubtful Debts & Advances	388.44	596.48
Provision for Impairments	2.93	2.10
Provision for Diminution of Fixed Assets	1.27	-
Provision for Inventory Write Down/Write Off of Inventories	0.08	-

Corporate Social Responsibility*	13.58	14.08
Litigation Loss	2.79	57.79
	<u>21,937.79</u>	<u>24,054.74</u>
Less:-		
Charged to the Projects of Ministry of Tourism	22.30	17.53
Charged to the Ministry of External Affairs	144.95	130.55
	<u>167.25</u>	<u>148.08</u>
	<u>21,770.54</u>	<u>23,906.66</u>

Notes:-

1. Expenses on Generation of Power:-

Particulars	(₹ In lakh)	
	Year Ended 31.03.2016	Year Ended 31.03.2015
Salaries and Wages	6.27	6.00
Fuel	35.73	46.51
Depreciation	40.50	46.23
Repairs	39.06	35.95
Others	0.50	-
Total	<u>122.06</u>	<u>134.69</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. ₹ 1,382.32 lakh (Previous Year ₹ 1153.92 lakh) spent on renovation during the year at various hotels has been segregated as relating to capital ₹ 688.12 lakh (Previous Year ₹ 477.29 lakh) and revenue expenditure ₹ 694.20 lakh (Previous Year ₹ 676.64 lakh) based on certificate issued by the Project engineer and which have been relied upon by the auditors.

* Details of expenditure towards Corporate Social Responsibility

- a) Gross Amount required to be spent by the company during the year ₹ 38.10 lakh
- b) Amount spent during the year on:

Particulars	(₹ In lakh)		
	In Cash	Yet to be paid in cash for Work in Progress	Total
(i) Construction/ acquisition of any asset	-	-	-
(ii) On purposes other than (i) above	13.58	16.50	30.08

Exceptional Items

Note - 28

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Provisions no Longer required written back	504.34	407.84
Others*	(1,314.22)	-
Total	<u>(809.88)</u>	<u>407.84</u>

* Refer Note 31 Point No. C

Note:-

(i) 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	209.45	86.13
2. Depreciation	0.29	83.98
3. Cost of Material Sold and Services Rendered	1.42	19.36
4. Salaries, Wages and Benefits	2.10	4.02
5. Finance cost	-	14.74
6. Repairs and Maintenance	130.62	3.75
7. Upkeep & Service Cost	9.97	59.35
8. Other Operating and Administrative Expenses	0.57	0.01
9. Provision for Inventory written down	-	2.40
10. Others	149.92	134.10
Total	<u>504.34</u>	<u>407.84</u>

Prior Period Adjustments

Note - 29

Particulars	(₹ in lakh)	
	Year Ended 31.3.2016	Year Ended 31.3.2015
Prior Period Income	(9.24)	(11.27)
Prior Period Expenses	154.26	215.43
Net Prior Period Income/(Expenditure)	(163.50)	(226.70)

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	-	4.01
Room rent/licence fee	-	-
Consultancy	(13.56)	-
3. Others:		
Employees' remuneration and benefits	1.91	-
Income from hired vehicles	-	(9.89)
Deferred Government Grant	0.66	-
Miscellaneous Income	1.75	(5.39)
Total	(9.24)	(11.27)
Expenditure:		
1. Cost of consumption of raw material, other materials sold and services	21.03	1.88
2. Employees' remuneration and benefits	6.54	1.03
3. Travelling and Conveyance	0.28	(0.02)
4. Rent, rates, taxes and insurance	1.20	148.25
5. Repairs and maintenance	20.97	(48.05)
6. Audit Fees	0.03	(0.01)
7. Legal and Professional Charges	4.48	5.56
8. Staff Welfare	3.32	(8.31)
9. Communication Expenses	2.10	2.01
10. Power and Fuel	26.11	17.00
11. Advertisement, publicity and sales promotion	1.66	-
12. Sundry Expenses	2.28	(0.12)
13. Upkeep and Service Cost and Other Operating Expenses	16.34	15.17
14. Depreciation	2.47	76.32

(₹ in lakh)

Particulars	(₹ in lakh)	
	Year Ended 31.3.2015	Year Ended 31.3.2014
15. Payment to hired vehicles	2.63	-
16. Fees & Subscription	0.03	-
17. Data Processing	0.34	0.07
18. Others	42.45	4.65
Total	154.26	215.43

Earning Per Share

Note - 30

Particulars	(₹ in lakh)	
	Year Ended 31.3.2016	Year Ended 31.3.2015
The calculation of Earning per share as per Accounting Standard - 20 is as under:-		
BASIC & DILUTED		
Net (Loss)/ Profit available for Equity Shareholders (₹ in lakh)	2,255.40	3,436.88
Weighted Average number of Equity Share of ₹ 10/- each	8,57,69,400	8,57,69,400
Basic earnings per share (₹)	2.63	4.01

Note - 31

Contingent Liabilities and Commitments

Particulars	₹ in lakh	
	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 ₹ 18,520.84 lakh) and are subjudice].	72,857.40	83,613.08
(ii) Guarantees executed in favour of various authorities, banks and financial institution [including guarantees provided against loans obtained by subsidiary companies, ₹ 360.84 lakh (Previous year ₹ 351.74 lakh)].	516.21	578.74
(iii) Income Tax matters in appeal [Includes appeals preferred by Income Tax Department ₹ 475.84 lakh (Previous Year ₹ 475.84 lakh)]	847.92	1,250.17
(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].	2,949.13	2,951.88
(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).	386.65	140.03

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 ₹ 4,858.04 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 Rs. 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. The H'ble court vide judgement dt. 17.7.2015 concluded that the rate of mesne profits

adopted by the Local Commissioner is in order and reduced the interest awarded from 12% to 8% per annum simple interest from the date of mesne profit fell due till payment is received by the plaintiff.

Both the parties filed Appeal before the Division bench of H'ble Delhi High Court. The Appeal of plaintiff was dismissed and on the Appeal of ITDC the H'ble High Court stayed the order of Single bench with the condition that ITDC will deposit 50% of the decretal amount. ITDC has since deposited a sum of Rs 13,14,21,951 in the High court Registry vide a Banker's Cheque dt. 14.1.2016. However, the Appeal of ITDC has been dismissed by H'ble High court on 22.4.2016. The further course of action will be decided in due course. Pending finalization of the matter 50% of decretal amount is shown as Exceptional item in P&L Account and the balance amount has 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. M/s Airports Authority of India had filed an appeal in CESTAT inter alia to adjudicate if Service Tax is chargeable on Appealants revenue from renting/ leasing of space inside Airports Civil Enclave to various persons for their business activities. CESTAT vide their order date 2.1.2015 had ordered that service tax is chargeable on above renting/ leasing. The AAI has further appealed against the order of Hon'ble Delhi High Court. Further an amount of ₹ 1.61 crore paid by ITDC as security deposit in the form of Fixed Deposit during 2006-07 was encashed by Delhi International Airport Pvt. Ltd.(DIAL) on account of Service Tax levied as above. Pending final resolution of the matter the estimated liability of ₹ 1,779.49 lakh (Previous year ₹ 1,779.49 lakh) from 10.09.2004 to 31.03.2008 has been included as Contingent Liability at Para A(a)(i). above, and ₹ 1.61 crore has been included as amount recoverable from M/s DIAL.

E. The Employees State Insurance Corporation (ESI) authorities had raised demands (including interest where applicable) totalling ₹ 803.13 lakh (Previous year ₹ 780.92 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 ₹ 587.70 lakh (Previous year ₹ 565.49 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 in respect of three Delhi based properties i.e. Ashoka, Samrat and Janpath Hotels 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.

From the year 2010-11 to 2015-16, NDMC vide their order dated 11.02.2016 assessed above three properties on Unit area method on a much higher RV than assessed upto the year 2008-09 vide Order dt. 31.3.2013. ITDC challenged the assessment made under Unit area method and filed three writ petitions in Delhi High Court. The matter came up for hearing before DB of the H'ble court on 8.3.2016. H'ble court was pleased to order that subject to ITDC paying the admitted tax, no coercive measures shall be taken by NDMC. ITDC has already deposited its admitted tax liability based upon assessment made vide order dt. 31.3.2013 and the balance disputed amount of Rs 165.91 crores has been included in the contingent Liability A(a)(i) above subject to final resolution of the matter by H'ble court.

General Notes

Note - 32

- In spite of requests made by the Company, confirmation of balances have not been received in 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. The effect on accounts, if any, due to our exercise for obtaining confirmation, reconciliation and adjustments thereof will be adjusted accordingly.
- The net accumulated amount of losses - ₹ 3,086.15 lakh (Previous year ₹ 2,690.24 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.#	2015-16	51.00	453.89
Donyi Polo Ashok Hotel Corporation Ltd.#	2015-16	51.02	-66.1
Madhya Pradesh Ashok Hotel Corporation Ltd.#	2015-16	51.00	65.69
Pondicherry Ashok Hotel Corporation Ltd.#	2015-16	51.00	87.55
Punjab Ashok Hotel Company Ltd.#	2015-16	51.00	8.67
Ranchi Ashok Bihar Hotel Corporation Ltd.#	2015-16	51.00	389.79
Utkal Ashok Hotel Corporation Ltd.#@	2015-16	91.54	2,146.66
Total Net Losses			3,086.15
Previous Year Net Losses			2,690.24

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 there from 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 were filed by ITDC for eviction of premises and recovery of damages under Public Premises (Eviction of Unauthorized Occupants) Act, 1971 before the Estate Officer. In the meanwhile M/S Maruti Udyog Ltd. renamed as M/S Maruti Suzuki India Ltd. (MSIL) 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 vide order dt. 30.12.2012. Against the order of H'ble High Court MSIL had

filed an appeal before the Division Bench which was also dismissed vide order dt. 29.4.2013. MSIL filed an SLP challenging the orders of H'ble High court. The said SLP was disposed off vide order dt. 13.9.2013 with direction to Estate Officer to decide the jurisdiction. The Estate officer vide its order dt. 24.3.2014 held that that the Estate officer has jurisdiction to entertain the application filed by ITDC. Another Arbitration Petition had been filed by MSIL before Hon'ble High Court for appointment of Arbitrator. Hon'ble High Court vide its interim order dt 23.5.2011 directed to appoint two Arbitrators who may proceed to appoint Presiding Arbitrator. ITDC preferred an Application for recalling the order of H'ble court. The H'ble court vide its order dt. 29.9.2011 sustained the order dt. 23.5.2011 with modification that the only issue Arbitral tribunal will determine is whether ITDC violated terms of Sub-Lease dt. 19.2.2002 and MSIL suffered any losses/harassment. The rest of the issues shall be determined under Public Premises Act. MSIL filed SLP against order dt. 29.9.2011 and the same was dismissed vide order dt. 6.5.2014 by H'ble Supreme Court. Now the proceedings before the Estate officer are in progress and pending legal proceedings in the matter, the premises has not yet been vacated by M/S MSIL

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

(₹ in lakh)

a) Aggregate amount of Revenue recognised up to the reporting date	13,494.95
b) Aggregate cost incurred up to reporting date	12,284.36
c) Revenue recognised during the current financial year	1,400.03
d) Cost incurred during the financial year	1,308.33
e) Total amount of funds received up to the reporting date	17,790.23
f) Advance due to customers up to reporting date	3,256.25
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 till date
- Shri Piyush Tiwari,
Director (Commercial & Marketing)
w.e.f. 28.05.2015 till date
- Shri Pradip Kumar Das,
Director (Finance)
w.e.f. 25.02.2016 till date
- Shri Girish Shankar,
Chairman & Managing Director
w.e.f. 9.12.2014 to 23.04.2015
- Shri Trinath Behera,
Director (Finance)
w.e.f. 26.4.2013 to 30.06.2015

Payment made to key management personnels and their relatives.

(₹ in lakh)

Particulars	Current Year	Previous Year
Remuneration	64.21	61.61

- 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. Pursuant to a decision of Government of India, it was decided that Ministry of Tourism will examine the proposal for Sale/ Lease of Hotel Properties of the company including Properties of Subsidiary Companies. In the cases where Hotel properties are located on State Govt Leased Land and the State is reluctant to extend the lease, then the property may be offered to the State Govt at its officially valued price. Inter Ministerial Group (IMG) has since been formed by the Govt which is in the process of appointing of Transaction Advisors who will do the entire exercise of Valuation of the properties, legal advising, devising framework for transfer/ exit/ absorption of employees, documentation, etc.

In the absence of any formal approved plan for discontinuance as on date the hotel operations have been considered as normal continuing operations of the company within the meaning of AS-24.

Further, as the process of disinvestment/ divestment of Hotel Properties including

that of Subsidiary Companies is going on and it is expected that on completion of the proposed transaction of sale/ lease out properties of Subsidiary Companies, company will be able to realise full value of its investments, made in these Subsidiary Companies and Accounts Recoverable on account of Management Fees and Loans & Advances, etc. Therefore, no provision is considered necessary and these accounts are considered good for recovery.

11. 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, 2016, 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.

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

(₹ in lakh)

Name of the Provision	Balance as on 1.4.2015	Provided during the year relating to 2015-16	Provided during the year relating to 2014-15	Payments/ Adjustments during the year	Provision reversed/ written back	Closing Balance as on 31.3.2016
Income Tax	950.00	1,230.00	-	949.95	0.05	1,230.00
Wealth Tax	0.79	-	-	0.79	-	-

13. Other disclosure as per Schedule III of Companies Act, 2013:

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

Particulars	(₹ in lakh)	
	Current Year	Previous Year
i) Beer, Wine and Spirits	941.10	557.82
ii) Cigars and Cigarettes	37.71	17.23
iii) Other items	-	66.99
Total	978.81	642.04

b) Expenditure in Foreign Currency :-

Particulars	(₹ in lakh)	
	Current Year	Previous Year
i) Travelling	9.18	6.65
ii) Fees & Subscription	2.32	3.75
Total	11.50	10.40

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

Particulars	(₹ in lakh)	
	Current Year	Previous Year
i) Boarding, Lodging and Other Facilities	529.90	440.51
ii) Sale of Goods at Duty Free Shops	1,260.31	856.03
iii) Gain in Foreign Exchange (net)	5.27	2.31
Total	1,795.48	1,298.85

(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.

14. In the opinion of the management, the value of assets, other than fixed assets and non current investments, on realisation in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet.

15. Disclosure as per Accounting Standard - 1, on Disclosure of Accounting Policies

During the year, following changes in the Accounting Policies have been made:

a) Policy No. 1 - "Accounting Convention" has been modified considering the provision of the Companies Act, 2013;

b) Policy No. 9 - "Gratuity" has been modified to disclose about Gratuity Fund Trust;

c) Policy No. 17 - "Segment Reporting" has been added for disclosure purposes;

d) Policy No. 18 - "Cash Flow" has been added for disclosure purposes.

The above changes have been made for better presentation of Financial Statements and have no impact on the accounts.

16. 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	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
PRIMARY DISCLOSURE (Operation-wise)														
1 Segment Revenue														
a) Total Revenue	27,880.35	28,416.39	1,622.70	1,095.61	10,486.79	13,220.17	3,223.30	3,547.80	1,531.39	2,043.07	2,529.94	2,772.18	47,274.48	51,095.22
b) Less Inter Segment Revenue	125.76	25.66	-	-	49.93	77.46	529.46	573.12	-	-	-	-	705.15	676.24
c) External Revenue	27,754.59	28,390.73	1,622.70	1,095.61	10,436.86	13,142.71	2,693.84	2,974.68	1,531.39	2,043.07	2,529.94	2,772.18	46,569.33	50,418.98
2. Segment Results														
Profit/(Loss) before Interest, Tax and Overheads	3,892.26	3,593.21	236.61	170.97	(1,037.42)	141.16	247.64	575.37	(283.92)	(545.15)	765.88	2,792.06	3,821.05	6,727.61
Less:- Allocable Corporate Overheads	-	-	-	-	-	-	-	-	-	-	(536.50)	(2,812.41)	(536.50)	(2,812.41)
Less: Interest	1.99	0.33	-	-	-	-	-	-	-	-	40.72	19.88	42.71	20.21
Less: Provision for Income Tax	-	-	-	-	-	-	-	-	-	-	1,230.00	950.00	1,230.00	950.00
Less: Provision for Wealth Tax	-	-	-	-	-	-	-	-	-	-	-	0.79	-	0.79
Less: Provision for Deferred Tax	-	-	-	-	-	-	-	-	-	-	(243.49)	(441.96)	(243.49)	(441.96)
Add: Provision for Income Tax for earlier year written back	-	-	-	-	-	-	-	-	-	-	(0.05)	(50.71)	(0.05)	(50.71)
Profit/(Loss) available for appropriation	3,890.27	3,592.88	236.61	170.97	(1,037.42)	141.16	247.64	575.37	(283.92)	(545.15)	(797.79)	(498.35)	2,255.40	3,436.88
3. Segment Assets (Current assets plus fixed assets & WIP and Investments)	16,565.43	17,008.89	948.48	770.41	3,178.21	2,994.31	2,459.90	1,392.09	739.12	1,399.72	33,904.33	34,382.22	57,795.47	57,947.64
4. Segment Liabilities	16,038.64	16,434.80	773.10	610.83	1,996.81	2,149.24	2,959.81	2,185.50	7,649.90	9,011.30	(1,542.31)	(1,900.85)	27,875.95	28,490.82
5. Depreciation & amortisation in respect of Segment Assets for the period	759.90	979.70	1.99	3.24	4.26	11.51	16.40	8.12	0.22	0.60	20.17	23.26	802.94	1,026.43
6. Cost incurred during the period to acquire Segment Assets (Tangible & intangible fixed assets)	479.91	531.40	2.48	0.17	3.71	9.07	257.32	1.55	-	1.15	18.46	11.17	761.88	554.51
7. Non Cash Expenses Other than Depreciation and Amortisation incurred by the Business Segment	678.56	1,018.49	(18.17)	22.30	(97.20)	195.70	40.84	25.04	14.75	97.11	(11.24)	27.11	607.54	1,385.74

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 31.3.2016		Year Ended 31.3.2015
A Cash Flow from Operations				
Profit before Taxation		3,241.86		3,895.00
Adjustments for:				
Depreciation	802.94		1,026.43	
Diminution in value of Fixed Assets/Investments	4.20		2.10	
Deferred Government Grant	(0.75)		(0.35)	
Finance Charges	42.71		20.21	
Provision for Inventory Write-down	0.08		-	
Provision for Doubtful Debts & Advances	388.44		596.48	
Interest Income	(2,454.85)		(2,538.03)	
Bad Debts/Advances Written Off	7.58		19.13	
(Profit)/Loss on Sale of Fixed Assets	0.05	(1,209.60)	(2.92)	(876.95)
Operating Profit before Working Capital Changes		2,032.26		3,018.05
(Increase)/Decrease in Current Assets				
Inventories	(172.99)		74.76	
Trade Receivables	812.84		(4,433.56)	
Other Current Assets	(35.73)		(359.81)	
Other Non-current Assets	(25.21)		26.64	
Long-term Loans and Advances	20.28		(6.97)	
Short-term Loans and Advances	151.15	750.34	(1,027.35)	(5,726.30)
Increase/(Decrease) in Current Liabilities				
Trade Payables	213.11		854.22	
Other Current Liabilities	(312.78)		(1,506.11)	

(₹ in lakh)

Particulars		Year Ended 31.3.2016		Year Ended 31.3.2015
Other Long Term Liabilities	(92.04)		179.13	
Long Term Provision	(243.56)		(226.70)	
Short Term Provision	57.34	(377.93)	108.73	(590.73)
Cash Inflow/(Outflow) from Operations		2,404.67		(3,298.98)
Direct Taxes Paid	-		-	
Income Tax Paid	949.95		350.00	
Income Tax for Earlier years Written Back	(0.05)	949.90	(50.71)	299.29
Net Cash Inflow/(Outflow) from Operation (A)		(1,454.78)		(3,598.27)
B Cash Flow from Investing Activities				
Purchase of Fixed Assets		(763.12)		(575.19)
Sale of Fixed Asset and Adjustments		0.02		16.92
Income from Interest/Dividends		2,454.85		2,538.03
Reduction/(Addition) of Work-in-Progress		(145.12)		(97.27)
(Increase)/Decrease in Investments		-		-
Net Cash Inflow/(Outflow) from Investing Activities (B)		1,546.63		1,887.49
C Cash Flow from Financing Activities				
Increase in Share Capital		-		-
Increase/(Decrease) in Borrowings		-		-
Finance Charges		(42.71)		(20.21)
Wealth Tax Paid		(0.79)		(0.68)
Dividend Paid		(1,715.39)		(428.85)
Dividend Tax Paid		(349.21)		(72.88)
Deferred Government Grant		0.75		0.35

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Net Cash Inflow/(Outflow) from Financing Activities (C)	(2,107.35)	(522.27)
Net Change in Cash or Cash Equivalents during the Year	894.05	(2,233.05)
Cash and Cash Equivalents at the beginning of the year*	26,947.33	29,180.38
Cash and Cash Equivalents at the end of the year*	27,841.38	26,947.33

* For details refer Note-18
For CSR refer footnote in Note 27

(V.K. Jain) (A.K. Jain) (Pradip Kumar Das) (Umang Narula)
Company Secretary General Manager (F&A) Director (Finance) Chairman & Managing Director

As per our Report of even date
For M/s Kishore & Kishore
Chartered Accountants (FRN 00291N)

Date : 30th May, 2016
Place : New Delhi

(Anshu Gupta)
Partner
(M.No. 077891)

Consolidated Accounts for the Year 2015-16

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

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of INDIA TOURISM DEVELOPMENT CORPORATION LIMITED, New Delhi, (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, 2016, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement, and a summary of the Significant Accounting Policies and other explanatory information for the year then ended (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters in Section 134(5) of the Companies Act, 2013, ("the Act") with respect to the preparation and presentation of these Consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance 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 the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 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. 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 we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated financial statements.

Basis for Qualified Opinion

- (a) *The Company has dues of ₹1668.87 lakh as at 31.03.2016 (₹ 1332.57 lakh upto 31.03.2015) from certain subsidiaries with state governments/ their companies (with significant accumulated losses) for services rendered and funds advanced to them (including interest thereon), besides, holding investments therein at a book value of ₹ 1060.58 lakh as at 31.03.2016 (Previous Year ₹ 1060.58 lakh) against which the management has represented that these investments being of long term nature, the shortfall/diminution in their value is not permanent and that the*

intrinsic value of the assets owned by these companies are sufficient to recover the Company's dues and its cost of investments, even when two of these companies are non-operational and the present net worth of most of the companies is in the negative. Further, pursuant to the Govt decision, the Ministry of Tourism has also initiated the proposal for sale/lease of hotel properties of the Company and its subsidiaries and in view of the same there remains no doubt about recoverability of the amounts invested by the Company and its other recoverables. (Refer Note 17(1), 14A(1) & 32(10) of the ITDC Standalone Financial Statements).

- (b) *The Ashok Hotel, New Delhi, a unit of the Company, paid on different dates during the year, sums aggregating ₹ 117.04 lakh to the Service Tax Department for the excess CENVAT Credit availed by them on their input services as per the observations in their last statutory audit report for the year ended 31st March, 2015 dt. 21st May, 2015, Para 4(iii). However, the Unit has neither deposited interest payable under the provisions of service-tax law on the said sum of ₹ 117.04 lakh nor provided the liability in respect thereof in the books of accounts, the impact whereof remains indeterminate on the financial statements .*

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, 2016, their consolidated profit and their consolidated cash flow for the year ended on that date.

Emphasis of Matter

- (a) The amount of consumption of stock of stores, crockery, cutlery, etc. has been worked out by adding to the opening balances, the purchases made during the year and deducting them from the closing balance at the yearend based on the physical inventories valued as per the accounting policy, and accordingly, separate impact of loss/shortage/wastage included in the consumption thereof in the financial statements of the units of the Company remains indeterminate [Refer Note No.32 para 2]. Our opinion is not qualified in respect of this matter.
- (b) We draw attention to the Note 31para (H), regarding the Company's appeal in the matter of vacation of property dismissed by the Divisional bench of Hon'ble Delhi High Court on 22.04.2016, and the Company is in the process of filing SLP with the Hon'ble Supreme Court of India and the management is of the view, supported by the legal opinion, that the appeal will be successfully challenged and the Company's liability will be substantially lower than the sum ₹1,314.21 lakh deposited by them. However, on prudent basis the Company has made provision in the books of accounts for ₹1,314.21 lakh pending finalization of the matter, the 50%

of the decreed amount provided is shown as Exceptional Item in the Statement of Profit & Loss and the balance amount with interest upto 31.03.2016 has been included under contingent liabilities. Our opinion is not qualified in respect of this matter.

- (c) In the matter of Assam Ashok Hotel Corporation Ltd. the lease period of the land taken on lease from the government of Assam is to expire on 08-07-2016. Our opinion is not qualified in respect of this matter [Refer Note No.11].
- (d) In the matter of M.P Ashok Hotel Corporation Ltd. the lease of the land is about to expire. Our opinion is not qualified in respect of this matter. [Refer Note No.11].

Other Matters

We did not audit the financial statements / information of following subsidiaries and joint controlled entities, whose financial statement/ financial information reflect total assets of ₹ 2,678.57 lakh as at 31st March, 2016, total revenues of ₹ 2,257.44 lakh and net cash flows amounting to (₹ 180.90 lakh) for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statement also include the Group's share of net loss of Rs. 573.70 lakh for the year ended 31st March, 2016, 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 venture to the extent to which they are reflected in the consolidated financial statements are given below:

(Amount in ₹)

Name of the Company	Total Assets	Total Revenues	Net Cash Flows
Subsidiary Companies			
Madhya Pradesh Ashok Hotel Corporation Ltd.	6,05,55,705.41	7,22,63,122.45	(10,969,364.73)
Utkal Ashok Hotel Corporation Ltd.	2,72,38,830.19	3,500.00	2,682,951.50
Assam Ashok Hotel Corporation Ltd.	4,14,18,046.00	6,99,56,409.00	(2,269,864.00)
Ranchi Ashok Bihar Hotel Corporation Ltd.	3,52,72,633.00	1,47,61,215.00	(2,566,900.00)
Pondicherry Ashok Hotel Corporation Ltd.	2,99,59,464.45	3,90,92,299.94	(243,360.88)
Punjab Ashok Hotel Company Ltd.	2,91,28,821.39	0.00	788,850.00
Donyi Polo Ashok Hotel Corporation Ltd.	3,91,23,991.66	2,92,56,871.18	(5,512,373.38)
ITDC Aldeasa India Private Ltd.	51,59,537.47	4,11,217.37	-
Total	26,78,57,029.57	22,57,44,634.94	(18,090,061.49)

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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central

Government of India in terms of sub-section (11) of section 143 of the Act, based on the comments in the Auditors' Report of the Holding Company, subsidiaries, associates and jointly controlled companies incorporated in India, and according to the information and explanation given to us, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the said Order.

2. As required by Section143(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 relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books;

- (b) The reports on the accounts of branch offices of the Holding Company, its subsidiaries, associates and jointly controlled companies incorporated in India, audited under section 143(8) of the Act by branch auditors and other auditors have been sent to us and have been properly dealt with by us in preparing this report.

- (c) The Consolidated Balance Sheet and the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained *and with the returns received from the branches of the Holding Company, its subsidiaries, associates and jointly controlled companies incorporated in India 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 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;
- (e) 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.
- (f) Being a Government Company, pursuant to Notification No. GSR 29(E) dated 21st

October, 2003, issued by the Government of India, provisions of Sub-section (2) of Section 164 of the Companies Act, 2013, are not applicable to the Company ;

- (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 adequacy of the internal financial control over financial reporting of the Group and the operating effectiveness of such control, refer to our separate report in “Annexure B”.
- (i) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group - Refer Note 31 to the consolidated financial statements;

- b) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- c) An amount of ₹ 0.10 lakh required to be transferred to the Investor Education and Protection Fund was outstanding at the year-end was deposited on 9th May,

2016 in respect of the Holding Company.

For Kishore & Kishore
Chartered Accountants
(FRN- 000291N)

Place: New Delhi
Date: 30th May, 2016

Anshu Gupta
(Partner)
M. No. 077891

“Annexure A” to Independent Auditor’s Report

For the year ended 31.03.2016

The Annexure 'A' referred to in our report of even date on the consolidated accounts of, India Tourism Development Corporation Limited, New Delhi, its subsidiaries, associates and jointly controlled companies incorporated in India for the year ended 31st March, 2016, we report that;

- (i) (a) The Group has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets *except in few units/branches/subsidiaries/ jointly controlled companies where records were incomplete in respect of quantitative details, situation, etc.*
- (b) As per the information & explanation to us, the fixed assets have been physically verified by the management generally at the year end except Utkal Ashok Hotel Corporation Ltd. In *most of the units/branches/subsidiaries/ jointly controlled companies as well as in Head-office, the book balance and physical balances have not been reconciled and hence, the discrepancies have not been ascertained for necessary adjustments in the books of accounts.*

- (c) *The title deed of immovable properties in following cases are not held in the name of the Holding Company:*

S. No.	Name of the Unit	Status of the Title Deed
1	The Ashok, New Delhi	Lease deed is in the name of Ashok Hotels Ltd. which was merged with the Company on 28.03.1970 and not been transferred in the name of the Company.
2	Hotel Jammu Ashok, Jammu	Lease deed expired on 11.01.2010
3	Hotel Patliputra Ashok, Patna	The land at B.C.P. Marg measuring 1.5 acre was donated by the Government of Bihar and is not supported by title deed.
4	ATT, Delhi	Title deed of leasehold land not available
5	Samrat Hotel, New Delhi	Title deed of leasehold land (3.195 acre) not executed

- (ii) As per the information & explanation provided to us, the inventories have been physically verified, by the management generally once in a year. *Few of the branch auditors have reported that physical verification report was not available for verification.*

The Group is generally maintaining proper record of inventory *but the closing inventory is recorded in the books of accounts on the basis of physically available inventory and no actual shortage/loss/wastage is recorded.*

- (iii) As per the information and explanations given to us, the Company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013, therefore Clause 3(iii) (a) (b) and (c) of the Companies (Auditors Report) Order, 2016, are not applicable.

- (iv) As per the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013.

- (v) As per the information and explanation given to us, the Company has not accepted any deposit from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013, and the Rules framed there under. Thus, the directives of Reserve Bank of India and provisions of Clause 3 (v) of the Companies (Auditors Report) Order, 2016, are not applicable.

- (vi) As per the information and explanation given 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.

- (vii) (a) In our opinion the Group is generally regular in depositing undisputed statutory dues including Provident Fund, Income-Tax, Sales-Tax, Service-Tax, customs duty, excise duty, value-added tax, cess and any other statutory dues to the appropriate authorities and if not, *the extent of arrears of outstanding statutory dues as at the last day of financial year concerned for a period of more than six months from the date they became payable, are given below:*

Name of the Unit subsidiaries/ JV	Nature of Dues	Amount (₹ in lakh)	Period to which the Amount Relates
Ashok Institute of Hospitality & Tourism Management	EPF	0.21	More than 6 months
Vigyan Bhawan	ESI	4.78	More than 6 months
Hyderabad House	ESI	1.71	More than 6 months
Assam Ashok Hotel Corporation Ltd.	Value Added Tax	15.05	More than 6 months
Assam Ashok Hotel Corporation Ltd.	General Sales Tax	1.18	More than 6 months
Assam Ashok Hotel Corporation Ltd.	Expenditure Tax	2.89	More than 6 months
Assam Ashok Hotel Corporation Ltd.	Luxury Tax	2.21	More than 6 months
Ranchi Ashok Hotel Corporation Ltd.	Sales Tax	0.77	More than 6 months
Ranchi Ashok Hotel Corporation Ltd.	Luxury Tax	0.02	More than 6 months

- (b) Cess, 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 have not been deposited on account of dispute:

Name of the Unit	Nature of Dues	Amount (₹ in lakh)	Period to which the Amount Relates	Forum where Dispute is Pending
Hotel Patliputra Ashok, Patna	Bihar VAT	3.09	Earlier Years	JCCT, Patna
Ashok International Trade Division	Custom Duty	18,478.67	2004-05	CESTAT
Ashok International Trade Division	Custom Duty	42.17	2003	Committee of Dispute
Ashok International Trade Division	Sales/VAT	2,465.62	1995-08	Commissioner Appeals
Ashok Events	Service Tax	39.65	2006-2009	Additional Commissioner of Service Tax
Kalinga Ashok	Excise Duty	13.33	2002-03	High Court, Odisha
Kalinga Ashok	Service Tax	52.91	Earlier Years	Additional Director General, DGCEI, Kolkata
Taj Restaurant	Trade Tax	0.50	30.09.2002	Department of VAT
Taj Restaurant	Trade Tax	0.79	12.02.2003	Department of VAT
Hotel Ashok	Service Tax	701.93	Earlier Years	CESTAT, Delhi
LMPH	Service Tax	16.48	29.03.2016	Commissioner of Central Excise, Mysore
Assam Ashok Hotel Corporation Ltd.	Service Tax, Interest & Penalty	89.96	Not Mentioned	CESTAT, Kolkata
M P Ashok Corporation Ltd.	Service Tax	5.59	2008-09 to 2012-13	CESTAT, New Delhi
M P Ashok Corporation Ltd.	Luxury Tax	1.38	2004-05	No Forum, dispute with commercial Tax Deptt.
M P Ashok Corporation Ltd.	Service Tax	0.17	2013-14	Commissioner (Appeal)

(viii) According to the information and explanations given to us, the Group has not taken any loan from any financial institution, Bank or issued any debentures till the end of financial year *except in the case of Assam Ashok Hotel Corporation, the detail of outstanding as follow:*

Particular	Amount (₹ in lakh)
Assam Industrial Development Corporation Ltd.	90.00
Interest on Loan	195.44
Panel Interest	40.39
Additional Interest	40.87
Total	366.70

(ix) According to the information provided and explanations given to us, no moneys have been raised by way of initial public offer or further public offer (including debt instruments) nor any term loan from any bank or financial institutions. Thus provisions of Clause 3 (ix) of the Companies (Auditor's Report) Order, 2016, are not applicable to the Company.

x) As per the information provided and explanation given to us, no fraud by or on the Group by its officers or employees has been noticed or reported during the year.

xi) As per the information and explanation given to us the provisions of section 197 read with Schedule V to the Companies Act, 2013, are not applicable on Government Company. Thus provisions of Clause 3 (xi) of the Companies (Auditors Report) Order, 2016, are not applicable to the Company.

xii) The Group does not have any Nidhi Company, so the provisions of clause 3 (xii) of the Companies (Auditors Report) Order, 2016, are not applicable

xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013, and wherever applicable the details have been disclosed in the Consolidated Financial Statements as required by the applicable accounting standards.

xiv) According to the information and explanations provided to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review so, the requirement of Section 42 of the Companies Act, 2013, are not applicable on it; therefore Clause 3 (xiv) of the Companies (Auditors Report) Order, 2016, are not applicable to the Company.

xv) According to information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him, therefore Clause 3 (xv) of the Companies (Auditors Report) Order, 2016, are not applicable to the Company.

xvi) According to information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act,

1934, therefor Clause 3 (xvi) of the Companies (Auditor's Report) Order, 2016, are not applicable to the Company.

For Kishore & Kishore
Chartered Accountants
(FRN- 000291N)

Place: New Delhi
Date: 30th May, 2016

Anshu Gupta
(Partner)
M. No. 077891

“Annexure B” to Independent Auditor’s Report of even date on the Consolidated Financial Statements of India Tourism Development Corporation Limited, New Delhi, its Subsidiaries, Associates and Jointly Controlled Companies Incorporated in India .

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

We have audited the accompanying consolidated financial statements of **INDIA TOURISM DEVELOPMENT CORPORATION LIMITED, New Delhi, (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, in conjunction with our audit of the financial statements of the Company for the year ended on 31st March, 2016.

Management’s Responsibility for Internal Financial Controls

The Respective Board of Directors of the Holding Company and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants

of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Group’s internal financial controls over financial reporting based on our audit and considering the reports of the branch auditors and other auditors of the subsidiaries, associates and jointly controlled companies. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding

of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence, we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Group's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company and its subsidiaries, associates and jointly controlled companies incorporated in India generally have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For Kishore & Kishore
Chartered Accountants
(FRN- 000291N)

Place: New Delhi
Date: 30th May, 2016

Anshu Gupta
(Partner)
M. No. 077891

Addendum to the Independent Audit Report dated 30.05.2016

To

The Members of India Tourism Development Corporation Limited, New Delhi

Report on the Consolidated Financial Statement:

Report on Other Legal and Regulatory Requirements

1A. As required by the Companies Act, 2013, under Sub-section(5) of Section 143, our report on the Compliances of directions issued by the Comptroller and Auditor General of India, indicating the areas to be examined, are set out in "Annexure A-1".

For Kishore and Kishore
Chartered Accountants
(FRN 000291N)

sd/-
(Anshu Gupta)
Partner
M.No. 077891

Place : New Delhi
Dated : 19.07.2016

Annexure A-1

Report on directions given by The Comptroller and Auditor General of India under Section 143 (5) of the Companies Act, 2013 of India Tourism Development Corporation Ltd. (Consolidated Financial Statement) for the year ended on 31st March, 2016

S.No.	Directions	Comments
1.	Whether the Company has clear title/lease Deeds for freehold and leasehold land respectively? If not, please state the area of freehold and leasehold for which title/lease deeds are not available.	As per the information and explanation given to us, the Company has clear title/lease deeds for freehold and leasehold land, except in the following cases: S.No. Unit Name Remarks 1. The Ashok Lease deed in respect of land of Ashok Hotel is registered in the name erstwhile Ashok Hotel Limited, which was merged with the Corporation on 28th March, 1970. Area involved is 21.155 acre.

	2.	Hotel Samrat	Title deed is not executed. Areas involved is 15929.762 sq.mtr.
	3.	Hotel Patliputra Ashok, Patna	The land was donated by the Govt. of Bihar and is not supported by the title deed. Area involved is 1.5 acre.
	4.	Hotel Jammu	Lease deed expired on 11.01.2010
	5.	ATT, Delhi	Title deed of leasehold land not available. Area involved 8566 sq. yards.
2.	Whether there are any cases of waiver/write off of debts/loans/interest etc. If yes, the reasons there for and the amount involved.		
	During the course of audit, we have not observed any case of waiver/write off of debts/loans/interest etc. except following: a) In Hotel Janpath, debts of total ₹ 7,01,047.32 and the individual cases and less than ₹ 25,000.00, were outstanding and not recoverable for long, have been written off as per recommendation of the Committee constituted for this purpose which is further approved by the Competent Authority. b) In ATT Delhi Debts which are more than 5 years old and are not recoverable have been written off as per the recommendation of the Committee constituted for this purpose and subsequent approval of the Competent Authority. The financial implication in this regard is to the tune of ₹ 49,050.79 (two in all) and the individual cases are less than ₹ 40,000/-.		
3.	Whether proper records are maintained for inventories lying with third parties & assets. received as gift/grant(s) from Govt. or other Authority.		
	As per information and explanation given by the Management, no inventory is lying with third parties and no assets were received as gift from Govt. or other Authorities except in the case of Hotel Ashok Delhi - Inventory of wine, beer and beverages is lying with the leased out restaurants for which proper records are maintained by the Unit.		

Consolidated Balance Sheet as at 31st March, 2016

(₹ in lakh)

Particulars	Note	As at 31.3.2016	As at 31.3.2015
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
Share Capital	2	8,576.94	8,576.94
Reserves and Surplus	3	21,610.75	21,374.37
Money Received against Share Warrants		-	-
Deferred Government Grants		5.32	6.83
		275.75	304.81
2. Minority Interest			
3. Non-Current Liabilities			
Long-Term Borrowings	4	360.84	351.74
Other Long-Term Liabilities	6	725.72	765.08
Long-Term Provisions	7	4,257.72	4,494.81
		5,344.28	
4. Current Liabilities			
Short-Term Borrowings	8	63.85	26.50
Trade Payables	9	5,769.57	5,557.36
Other Current Liabilities	10	15,782.81	16,130.33
Short-Term Provisions	7	3,560.87	3,762.94
		25,177.10	
TOTAL		60,990.14	61,351.71
II. ASSETS			
1. Non-current Assets			
Fixed Assets			
Tangible Assets in Active Use	11	5,092.99	5,139.90
Tangible Assets Not in Active Use	11A	10.55	11.86
Intangible Assets	12	4.12	8.30
Capital Work-in-Progress	12A	811.82	663.93
Non-Current Investments	13	-	-
Deferred Tax Assets (Net)	5	3,360.68	3,105.98
Long-Term Loans and Advances	14	367.22	397.96
Other Non-Current Assets	15	94.98	69.75
		9,742.36	
2. Current Assets			
Inventories	16	1,456.36	1,281.00
Trade Receivables	17	10,856.19	12,039.43
Cash and Cash Equivalents	18	28,423.29	27,707.14
Short-Term Loans and Advances	14A	8,725.39	9,167.58
Other Current Assets	19	1,786.55	1,758.88
		51,247.78	
TOTAL		60,990.14	61,351.71

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

(V.K. Jain) (A.K. Jain) (Pradip Kumar Das) (Umang Narula)
Company Secretary General Manager Director (Finance) Chairman & Managing Director

As per our Report of even date
For M/s Kishore & Kishore
Chartered Accountants (FRN 00291N)

Date : 30th May, 2015
Place : New Delhi

(Anshu Gupta)
Partner
(M.No. 077891)

Consolidated Profit & Loss Statement for the Year Ended 31st March, 2016

		(₹ in lakh)	
Particulars	Note	Year Ended 31.3.2016	Year Ended 31.3.2015
REVENUE			
I. Revenue from Operations	20		
Sales of products		10,785.10	11,434.93
Sales of services		34,945.01	37,604.61
Other operating revenues		177.69	176.28
		45,907.80	
II. Other Income	21	2,898.14	3,243.13
III. TOTAL REVENUE (I+II)		48,805.94	52,458.95
EXPENSES			
Cost of materials consumed & services rendered	22	6,091.67	6,467.80
Purchase of stock-in-trade	23	1,005.19	1,680.88
Changes in inventories of finished goods and stock-in-trade	24	(180.51)	27.45
Employees' Remuneration & Benefits	25	14,539.89	15,030.96
Finance Costs	26	65.43	41.88
Depreciation and amortization expense	11&12	890.69	1,127.95
Less: Attributed to the Projects		(0.19)	1.31
Operating Expenses & Other Expenses	27	22,678.39	24,633.07
IV. TOTAL EXPENSES		45,090.56	49,011.30
V. Profit/(Loss) Before Exceptional, Extraordinary Items and Prior Period Adjustments (III-IV)		3,715.38	3,447.65
VI. Exceptional Items	28	794.44	(418.77)
VII. Profit/(Loss) Before Extraordinary Items and Prior Period Adjustments (V-VI)		2,920.94	3,866.42
Prior Period Adjustments	29	(8.10)	(10.77)
Prior Period Income		175.34	237.00
Prior Period Expenses/Adjustments		(183.44)	237.00
VIII. Profit/(Loss) Before Extraordinary Items		2,737.50	3,618.65
IX. Extraordinary Items		-	-
X. Profit/(Loss) Before Tax(PBT) (VIII-IX)		2,737.50	3,618.65
XI. Tax Expense of continuing operations			
Current Tax (Income Tax)		(1,238.09)	(966.96)
Tax written Back (Previous Year)		1.65	52.91
Current Tax (Wealth Tax)		-	(0.79)
MAT credit Entitlement		-	-
Deferred Tax	5	254.70	466.00
XII. Profit/(loss) for the period from continuing operations (X-XI)		1,755.76	3,169.81
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)		1,755.76	3,169.81
Less: Profit/(Loss) attributable to Minority Interest		(29.06)	(15.38)
AMOUNT AVAILABLE FOR APPROPRIATION		1,784.82	3,185.19
XVII. Earnings per equity share in ₹	30	2.08	3.71
(1) Basic			
(2) Diluted			

Notes to Accounts and Significant Accounting Policies

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

(V.K. Jain) Company Secretary (A.K. Jain) General Manager (Pardip Kumar Das) Director (Finance) (Umang Narula) Chairman & Managing Director

As per our Report of even date
For M/s Kishore & Kishore
Chartered Accountants (FRN 00291N)

(Anshu Gupta)
Partner
(M.No. 077891)

Date : 30th May, 2016
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 ₹)		
Particulars	Current Year	Previous Year
Fixed Assets	NIL	NIL
Current Assets	51,59,537.47	47,80,938.60
Current Liabilities	2,43,14,382.90	2,90,45,321.50
Provisions- Income Tax	1,24,176.00	1,17,353.50
Accumulated Losses	2,40,36,694.03	2,45,76,504.90
Income	4,11,217.37	4,03,028.50
Expenses- Operating & others	9,352.50	23,553.00
Prior Period Expenses	NIL	NIL
Profit/(Loss) before Tax	4,01,864.87	3,79,475.50
Net Profit/(Loss) after Tax	2,77,688.87	2,62,122.00

Significant Accounting Policies

1. Accounting Convention

The Financial Statements are prepared on accrual basis of accounting under the historical cost convention and comply in all material aspects with generally accepted accounting principles in India, the Accounting Standards specified under Section 133 of Companies Act, 2013 read with Rule 7 of Companies (Account) Rules, 2014. The Companies Act, 2013 (to the extent notified and applicable) 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 the 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 and assumptions. 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

- The Fixed assets are carried at cost of acquisition, net of 'Grant-in-aid' where applicable less accumulated depreciation/amortisation.
- The 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 accounted for in the year in which the final bills are settled.

- Intangible Assets (Software) are stated at their cost of

acquisition less accumulated amortisation.

B) Depreciation

- Depreciation on Tangible Assets is provided pro-rata "over the useful life of the asset" on Straight Line Method following useful life as below:-

Sl. No.	Particulars	Useful life as per the Schedule II of Companies Act, 2013 (in years)		Straight Line Method % rates	
		Hotels	Other than Hotels	Hotels	Other than Hotels
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 & Land Scaping	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	10	9.50	9.50
15	Office and Miscellaneous Equipments	5	5	19.00	19.00
16	Computers (End User 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 (Motor Cycle & 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 carried 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 as Contingent Liabilities.

- iii) Contingent liabilities are disclosed on the basis of judgement of the management/independent experts. These are revised at each Balance Sheet date and adjusted to reflect the current management estimate.

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

9. Employees Benefits

A) Provident Fund

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

B) Gratuity

The Company's liability towards gratuity, is determined by independent actuary, at year end using the projected unit credit method. Actuarial gains/losses are recognised in the Statement of Profit & Loss. The liability for gratuity as per actuarial valuation is paid to a fund administered through a separate trust.

C) Leave Encashment

The provision for leave encashment including half pay leave 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.

17) Segment Reporting

Segment revenue, Segment expenses, Segment assets and segment liabilities are identified to segments on the basis of their relationship to the operating activities of the segment. Revenue, expenses, assets and liabilities which relate to company as a whole and not allocable to segments on reasonable basis are included under other revenue/expenses/assets/liabilities.

18) Cash Flow Statement

Cash flow statement is prepared in accordance with the indirect method prescribed in Accounting Standard (AS)-3 on 'Cash Flow Statements'.

Share Capital

Note - 2

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

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
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 31.3.2016	As at 31.3.2015
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 31.3.2016	As at 31.3.2015
	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 31.3.2016		As at 31.3.2015	
	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 31.3.2016	As at 31.3.2015
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	16,209.59	15,325.62
Add/(Less): Current Year Adjustments	700.00	1,400.00
Less: Adjustment for Depreciation	-	(516.04)
Closing Balance	16,909.59	16,209.58
Surplus in the Statement of Profit & Loss		
As per Last Balance Sheet	(373.19)	(93.78)
Transfer From Profit & Loss Accounts	1,784.82	3,185.19
Surplus For The Year	1,411.63	3,091.41
Appropriations/Adjustments		
Proposed Dividend	1,286.54	1,715.39
Dividend Tax	261.91	349.21
Transfer to General Reserve	700.00	1,400.00
Closing Balance	(836.82)	
GRAND TOTAL	21,610.75	21,374.37

Long-Term Borrowings

Note - 4

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(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	270.84	261.74
(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	360.84	351.74

Deferred Tax Assets (Net)

Note - 5

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
DEFERRED TAX LIABILITIES	11.44	14.16
DEFERRED TAX ASSETS	3,372.12	3,120.14
DEFERRED TAX ASSETS (Net)	3,360.68	3,105.98

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

The major components of Deferred Tax Asset (net)
as on 31.3.2016 are given below:-

(₹ in lakh)

Particulars	31.3.2016	31.3.2015
DEFERRED TAX LIABILITIES		
Depreciation	146.55	256.76
DEFERRED TAX ASSETS		
Carried forward business loss	-	-
Provision for Gratuity	205.44	239.30
Provision for Doubtful Debts & Advances & Inventory write down	1,658.48	1,644.53
Provision for Leave Encashment	1,480.28	1,395.37
Municipal Taxes	-	-
Disallowances under Income Tax Act, 1961	163.03	83.54
DEFERRED TAX ASSET (NET)	3,360.68	3,105.98

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 31.3.2016 has been recognised in the financial statements.

Other Long-Term Liabilities

Note - 6

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Security Deposit & Retention Money	675.72	765.08
Other Liabilities	50.00	-
Total	725.72	765.08

Provisions

Note - 7

(₹ in lakh)

Particulars	As at 31.3.2016			As at 31.3.2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Employee Benefits						
Gratuity	6,552.44	1,777.06	8,329.50	7,011.48	1,690.96	8,702.44
Less:- Fund size of Investment as per Gratuity Policy	(5,930.46)	(1,774.17)	(7,704.63)	(6,302.21)	(1,687.66)	(7,989.87)
Leave Encashment	3,686.28	784.54	4,470.82	3,823.23	735.70	4,558.93
Less:- Fund size of Investment as per Gratuity Policy	(50.54)	(13.10)	(63.64)	(37.69)	(8.77)	(46.46)
Sick Leave	-	-	-	-	-	-
	4,257.72	774.33	5,032.05	4,494.81	730.23	5,225.04
Income Tax						
Provision for Income Tax	-	1,238.09	1,238.09	-	967.32	967.32
	-	1,238.09	1,238.09	-	967.32	967.32
Wealth Tax						
Provision for Wealth Tax	-	-	-	-	0.79	0.79
	-	-	-	-	0.79	0.79
Proposed Dividends						
Proposed Dividend	-	1,286.54	1,286.54	-	1,715.39	1,715.39
Dividend Tax	-	261.91	261.91	-	349.21	349.21
	-	1,548.45	1,548.45	-	2,064.60	2,064.60
TOTAL	4,257.72	3,560.87	7,818.59	4,494.81	3,762.94	8,257.75

Short-Term Borrowings

Note - 8

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(A) LOANS REPAYABLE ON DEMAND		
Secured	-	26.50
Unsecured	-	-
(B) LOANS AND ADVANCES FROM RELATED PARTIES		
Secured	-	-
Unsecured	63.85	-
(C) PUBLIC DEPOSITS (UNSECURED)		
	-	-
Total	63.85	26.50

Trade Payable

Note - 9

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Trade Payables	5,769.57	5,557.36
TOTAL	5,769.57	5,557.36

Note:

Trade Payable includes long outstanding for more than 3 years old debit balances of ₹ 1,750.24 lakh which are reflected in running account payments. These are to be adjusted/recovered after reconciliation.

Other Current Liabilities

Note - 10

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Due To ITDC Limited		
- Project Division	-	-
- ITDC Ltd. (HQ)	-	-
BSTDC/PTDC	40.48	29.67
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)	4,243.33	4,096.29
Security Deposits & Retention Money	2,946.69	2,783.01
Advances From Customers	5,879.29	6,612.92
Unclaimed Dividend*	0.55	0.35
Other Liabilities	2,666.60	2,601.78
TOTAL	15,782.81	16,130.33

* These figures include ₹ 0.10 lakh being amount due and outstanding to be credited to Investor Education & Protection Fund. (since deposited on 9th May, 2016)

Note:

Sundry creditors include unlinked receipts from customers etc. of ₹ 172.04. lakh (P.Y. ₹ 70.27 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 31.03.2015	Addition during the year	Add/(Less): Sales, Transfer, Write Offs and Adjustments during the year	Up To 31.03.2016		Up To 31.03.2015	Up To 31.03.2016	As at 31.03.2015	Reversed during the year	Provided during the year	Up To 31.03.2016	As at 31.03.2016	As at 31.03.2015	
1.	Land														
	Owned (FreeHold)	26.25	-	-	***26.25	2.24	0.00	-	-	-	-	-	-	24.01	24.01
	Leased	335.00	-	-	335.00	117.53	3.52	-	-	-	-	-	-	213.95	217.47
2.	Buildings Owned	3,658.78	22.80	-	**3,681.58	1,931.99	68.31	0.14	-	-	-	-	-	1,681.14	1,726.79
3.	Plant & Equipment Owned	8,284.06	656.97	(4.33)	8,936.70	5,941.40	576.02	(3.19)	-	-	-	-	-	2,422.47	2,342.66
4.	Furniture & Fixtures Owned	3,166.95	136.05	-	3,303.00	2,574.82	168.46	0.02	-	-	-	-	-	559.70	592.13
5.	Vehicles Owned	151.95	-	(0.05)	151.90	127.48	4.55	0.33	-	-	-	-	-	19.54	24.47
6.	Office Equipments Owned	1,555.42	25.09	(1.68)	1,578.83	1,343.05	63.66	(0.06)	-	-	-	-	-	172.18	212.37
	Total	17,178.41	840.91	(6.06)	18,013.26	12,038.51	884.52	(2.76)	12,920.27	-	-	-	-	5,092.99	5,139.90
	Previous Year's 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	-

* 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 ₹ 1,955.42 lakh has been accounted for based on certificates issued by Project Engineers for the work carried out at various projects (previous year ₹ 2,215.20 lakh). Adjustments, if any, to cost is proposed to be carried out upon final settlement of the bills.
- Lease agreement of Assam ashok Hotel Corporation is taken on 09.07.1986 for 30 years with Govt of Assam.
- Lease of the Land available with Madhya Pradesh Ashok Hotel Corporation Limited expiring in August 2016.

Tangible Assets not in Active use

Note - 11-A

(₹ in lakh)

Particulars	Gross Block				Depreciation				Net Block		Balance Provided For
	Up to 31.3.2015	Addition during the year	Add/(Less): Sales, Transfers, Write-Offs and Adjustments during the year	Cost as on 31.3.2016	Up to 31.3.2015	Additions during the year	Add/(Less): Sales, Transfers, Write-Offs and Adjustments during the year	Accumulated Depreciation up to 31.3.2016	Depreciated Value as on 31.3.2016	Net Realisable Value as on 31.3.2016	
A. Net Realisable Value is more than Depreciated Value											
Plant & Equipment - owned	117.51	0.58	(0.61)	117.48	109.87	0.56	(0.58)	109.85	7.63	7.63	-
Furniture & Fixtures - owned	7.11	-	-	7.11	6.74	-	-	6.74	0.37	0.37	-
Vehicles - owned	23.35	-	-	23.35	20.00	-	-	20.00	3.35	0.20	3.15
Office Equipments - owned	2.64	-	0.19	2.83	1.88	-	0.30	2.18	0.65	0.65	-
Total-A	150.61	0.58	(0.42)	150.77	138.49	0.56	(0.28)	138.77	12.00	8.85	3.15
B. Net Realisable value is less than depreciated value:-											
Plant & Equipment - owned	36.62	-	-	36.62	26.78	-	-	26.78	9.84	0.79	9.05
Furniture & Fixtures - owned	42.16	-	-	42.16	39.59	-	-	39.59	2.57	0.43	2.14
Vehicles - owned	0.01	-	-	0.01	0.01	-	-	0.01	-	-	-
Office Equipments - owned	15.70	-	(0.41)	15.29	12.26	-	0.28	11.98	3.31	0.48	2.83
Total-B	94.49	-	(0.41)	94.08	78.64	-	0.28	78.36	15.72	1.70	14.02
Total (A+B)	245.10	0.58	(0.83)	244.85	217.13	0.56	-	217.13	27.72	10.55	17.17
Previous Year's Total	195.20	41.12	9.16	245.10	170.73	39.10	7.56	217.13	27.97	11.86	-

- 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 31.03.2015	Additional Adjust-ment during the year	Deduction during the year	As at 31.03.2016		As at 31.03.2015	As at 31.03.2016	As at 31.03.2015	Reversed during the year	Provided during the year	As at 31.03.2016	As at 31.03.2016	As at 31.03.2015
1.	Goodwill													
2.	Brands/Trade Marks													
3.	Computer Software													
-	Acquired	99.74	1.99	-	101.73	6.17	-	97.61	-	-	-	-	4.12	8.30
-	Internally Generated													
4.	Mastheads													
5.	Mining Rights													
6.	Copyrights													
-	Acquired													
-	Internally Generated													
7.	Patents													
-	Acquired													
-	Internally Generated													
	Total	99.74	1.99	-	101.73	6.17	-	97.61	-	-	-	-	4.12	8.30
	Previous Year's total	98.42	1.32	-	99.74	19.58	-	91.44	-	-	-	-	8.30	-

Capital Work-in-Progress

Note - 12A

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
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	843.58	691.61
1. Construction material lying at site		
2. Value of work done and materials supplied by the Contractors/suppliers		
3. Fixed assets not put to use		
II) Expenses Attributable on Projects Pending Allocation	194.70	188.81
III) Capital Goods-in-Hand & in Transit	0.29	7.34
	-	887.76
Less:- Provision for Impairment	(226.75)	(223.83)
TOTAL	811.82	663.93

(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	188.81	204.40
Add:-		
Other Project Overheads	5.70	21.35
Depreciation/Amortisation of Lease	0.19	1.30
Less: Capitalised during the year	0.00	38.24
Closing Balance	194.70	188.81

Non-Current Investments

Note - 13

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Non-Trade Investments		
Trade(Unquoted) in Subsidiary Companies		
(i) Investments in Equity Instruments		
Delhi Maida Consumers Co-operative Society Limited		
1 Equity 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 31.3.2016	As at 31.3.2015
(A) Security Deposits		
Secured, considered good	3.62	1.89
Unsecured, considered good	199.17	235.10
Doubtful	77.71	42.96
Less: Allowance for bad and doubtful advances	(77.71)	(42.96)
Total (A)	202.79	236.99
(B) OTHERS		
Secured, considered good	-	-
Unsecured, considered good	164.43	160.97
Doubtful	0.61	-
Less: Allowance for bad and doubtful advances	(0.61)	-
Total (B)	164.43	160.97
TOTAL [(A)+(B)]	367.22	397.96

Short Term Loans & Advances

Note - 14A

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(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	2.99	4.63
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	2.99	4.63
(C) Others (Specify)		
Secured, considered good	0.51	5.54
Unsecured, considered good*	1,917.26	1,888.89
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (C)	1,917.77	1,894.43
(D) Advance Income Tax and Tax Deducted at Source		
Total (D)	6,756.71	7,233.91
(E) Sales Tax paid in Advance		
Total (E)	47.92	34.51
TOTAL [(A)+(B)+(C)+(D)+ (E)]	8,725.39	9,167.48

1. Loans & Advances include the following:-

(₹ in lakh)

Particulars	Current Year	Previous Year
Advances due from Directors and Officers of the Corporation	2.99	4.63
Maximum amount due from Directors and Officers of the Corporation during the year	4.24	7.20

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.

* Include FDR amounting to ₹ 1.62 lakh (P.Y. ₹ 1.62 lakh) deposited with Hon'ble High Court, Delhi as per Court order.

Other Non-Current Assets

Note - 15

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(A) Long-Term Trade Receivables Other Than Current (including trade receivables on deferred credit terms)		
Secured, considered good	59.85	7.81
Unsecured, considered good	28.08	54.01
Doubtful	4,144.40	3,701.12
Less: Allowance for bad and doubtful advances	(4,144.40)	(3,701.12)
Total (A)	87.93	61.82
(B) Others		
Secured, considered good	-	1.11
Unsecured, considered good	7.05	6.82
Doubtful	451.36	452.01
Less: Allowance for bad and doubtful advances	(451.36)	(452.01)
Total (B)	7.05	7.93
TOTAL [(A)+(B)]	94.98	69.75

Inventories

Note - 16

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
<i>(As per inventories prepared, valued and certified by the Management at lower of the cost or net realisable value)</i>		
Stores and Spares	229.67	240.29
Tools	1.04	0.84
Crockery, Cutlery, Glassware and Linen etc. (in hand and in use)	265.90	292.84
Other Stocks and Stores (Others)	1,000.96	788.17
Goods-in-Transit	-	-
Less: Provision for Inventory Write Down	(41.21)	(41.14)
Total	1,456.36	1,281.00

Trade Receivables

Note - 17

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Current Trade Receivables		
(A) Trade receivables outstanding for more than six months from the date they became due for payment		
(i) Secured, considered good	102.90	77.54
(ii) Unsecured, considered good	3,563.92	3,448.93
(iii) Doubtful	154.73	504.58
Less: Allowance for bad and doubtful debts	(154.73)	(504.58)
TOTAL (A)	3,666.82	3,526.47
(B) Trade Receivables (others)		
(i) Secured, considered good	362.19	198.40
(ii) Unsecured, considered good	6,827.18	8,314.56
(iii) Doubtful	103.73	10.33
Less: Allowance for bad and doubtful debts	(103.73)	(10.33)
TOTAL (B)	7,189.37	8,512.96
TOTAL {A+B}	10,856.19	12,039.43

1. Trade Receivable include the following:-

(₹ in lakh)

Particulars	Current Year	Previous Year
Debts due from Directors and Officers of the Corporation	-	0.00
Maximum amount due from Directors and Officers of the Corporation during the year	-	0.00

2. Provision for Bad & Doubtful Debts are made:-

- In respect of Debtors Ageing above three years excluding the amount of securities deposit received, if any, other than Bank Guarantee.
- In respect of Debtors Ageing less than three years on merits of the case.

Cash and Cash Equivalents

Note - 18

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
(A) Cash on hand		
Cash on hand*	27.46	26.61
(B) Balances with Banks		
In Current Account**	5,719.81	3,703.97
In Savings Account	0.76	0.73
Provision for Doubtful Recovery	-	-
(C) Cheques, Drafts in hand		
Cheques in hand	424.60	111.16
Drafts in hand	-	-
(D) Other Bank Balances		
Term deposits with Banks for less than 12 months***	22,193.22	23,809.60
Term deposits with Banks for more than 12 months	57.44	55.07
(E) Bank Balance held as margin money or as security against Borrowings	-	-
Guarantees	-	-
Other commitments	-	-
(F) Others	-	-
Gratuity Fund Trust (SBI)	-	-
TOTAL	28,423.29	27,707.14

* Include Foreign Currency equivalent to ₹ 4.98 lakh (Previous Year ₹ 1.45 lakh)

** Include towards Unclaimed Dividend of ₹ 0.55 lakh

*** Include FDR's of ₹ 53.49 lakh (Previous year ₹ 50.78 lakh) lodged as security.

Other Current Assets

Note - 19

(₹ in lakh)

Particulars	As at 31.3.2016	As at 31.3.2015
Interest accrued but not due on Term Deposits	1,303.78	1,333.11
Others	482.77	425.77
Less: Allowance for bad and doubtful advances	-	-
TOTAL	1,786.55	1,758.88

Notes:-

(i) Others include FDRs of ₹ 1.58 lakh deposited with RPFJ Jaipur

(ii) Others include ₹ 166.55 lakh paid to the workers of the contractor towards wages upto March, 2016, as per the directions of the Hon'ble High Court in the matter filed by 60 workers of the contractors. The final outcome of the case is awaited.

Revenue from Operation

Note - 20

Particulars	(₹ in lakh)	
	Year Ended 31.3.2016	Year Ended 31.3.2015
Sales of Products (A)		
Food	7,424.30	7,121.67
Beer, Wine & Spirits	2,809.22	2,661.48
Cigars and Cigarettes	69.03	50.00
Soft Drinks	307.02	265.23
Petrol, Oil & Lubricant	-	1,166.48
Tourist Literature and Other Publications	120.18	132.83
Miscellaneous Sales	55.35	37.24
TOTAL (A)	10,785.10	11,434.93
Sales of Services (B)		
Room Rent	12,972.20	13,653.42
Licence Fees	5,130.77	5,062.42
Banquet Hall/Lawn Rental	1,328.62	1,141.68
Traffic Earnings & Package Tours	1,658.71	2,289.90
Travel Services	8,645.51	9,620.63
Management/Consultancy/Event Management/Training Fees	2,644.01	3,061.02
Revenue From Execution of Project	1,428.27	1,728.97
Son-et-Lumiere & Cultural Shows	93.54	85.96
Commission Received	95.98	26.84
Electricity Charges	509.13	492.61
Telephone Services	5.73	8.07
Advertisement Income	37.96	33.88
Service Charges	394.58	399.21
TOTAL (B)	34,945.01	37,604.61
Other Operating Revenues (C)		
Miscellaneous Income	177.69	176.28
TOTAL (C)	177.69	176.28
TOTAL (A)+(B)+(C)	45,907.80	49,215.82

Notes:-

(i) 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.

(ii) In case of Vigyan Bhawan, New Delhi which has been working for providing Catering services under a contract with Director of Estates, New Delhi which ended on 17.11.2015. Further renewal is under process and pending renewal revenue till year-end has been recognised on the basis of above agreement.

Other Income

Note - 21

Particulars	(₹ in lakh)	
	Year Ended 31.3.2016	Year Ended 31.3.2015
Other Income		
Interest (Gross) From- Banks/ Financial Institutions	2,290.70	2,598.30
Loan to Employees	0.58	0.61
On Income Tax Refund	202.15	-
Others	1.40	0.55
Profit on Sale of Assets	0.08	4.29
Gain on Foreign Exchange Variation	5.37	3.87
Grant from the Ministry of Tourism	0.85	1.19
Others	397.01	634.32
TOTAL	2,898.14	3,243.13

Note:-

Out of the balance amount of ₹ 6.83 lakh (Previous year ₹ 8.02 lakh) of Deferred Government Grants from the Ministry of Tourism for the renovation/upgradation of properties, a sum of ₹ 1.51 lakh incurred during the year, including adjustments relating to earlier years ₹ 0.66 lakh (Previous year ₹ 1.19 lakh) has been charged to the respective head of expenditure. The amount equivalent to the grant related cost incurred/ adjusted during the year has accordingly been recognised as income. The balance of ₹ 5.32 lakh (Previous Year ₹ 6.83 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 31.3.2016	Year Ended 31.3.2015
(A) Cost of Consumption of Raw Materials, Other Materials Sold and Service Rendered		
i) Provisions, Beverages & Smokes		
Opening Stock	66.57	92.82
Add:- Purchases & Adjustments	2,698.00	2,530.88
Less:- Transfer & Adjustments	(101.30)	(255.50)
Closing Stock	88.41	66.57
TOTAL (i)	2,574.86	2,301.63
ii) Wine & Liquors		
Opening Stock	333.79	350.10
Add:- Purchases & Adjustments	577.07	757.89
Less:- Transfer & Adjustments	(89.57)	(250.32)
Closing Stock	342.05	333.79
TOTAL (ii)	479.24	523.88
iii) Other Material		
Opening Stock	-	-
Add:- Purchases & Adjustments	89.23	103.20
Less:- Transfer & Adjustments	-	-
Closing Stock	-	-
TOTAL (iii)	89.23	103.20
TOTAL (i+ii+iii) (A)	3,143.33	2,928.71
(B) Cost of Service Rendered/Purchased:-		
Execution of Project	1,308.48	1,610.48
Other Services	1,654.83	1,943.93
TOTAL (B)	2,963.31	3,554.41
TOTAL (A)+(B)	6,106.64	6,483.12
Less: Charged to the Ministry of External Affairs	14.97	15.32
GRAND TOTAL	6,091.67	6,467.80

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 31.3.2016	Year Ended 31.3.2015
i) Provisions, Beverages & Smokes	40.47	17.56
ii) Wine & Liquors	962.91	556.16
iii) Other Material	1.81	1,107.16
TOTAL	1,005.19	1,680.88

Change in Inventory of Traded Goods

Note - 24

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
OPENING 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
CLOSING STOCK		
i) Provisions, Beverages & Smokes	16.01	8.57
ii) Wine & Liquors	547.94	373.37
iii) Other Material	2.07	3.58
TOTAL	566.02	385.52
CHANGE IN INVENTORY	(180.51)	27.45
TOTAL	(180.51)	27.45

Employees' Remuneration and Benefits

Note - 25

Particulars	(₹ in lakh)	
	Year Ended 31.3.2016	Year Ended 31.3.2015
Salaries, Wages & Bonus	12,304.72	12,677.67
Employer's Contribution to Provident & Other Funds	1,098.04	1,060.81
Staff Welfare Expenses (Including contribution to Staff Welfare Fund)	874.03	993.24
Uniform	35.02	29.06
Provision/Contribution to Employees' Gratuity Scheme (net)	504.48	565.93
	14,816.29	15,326.71
Less:-		
Charged to the Project of the Ministry of Tourism	61.39	56.84
Charged to the Project of the Ministry of External Affairs	215.01	238.90
TOTAL	14,539.89	15,030.97

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 1.04.2015	8,675.76	4,491.58	52.58
Current service cost	319.36	195.25	5.72
Interest cost	693.81	360.11	4.22
Actuarial gain(-) / losses (+)	85.38	(603.56)	(13.63)
Past service cost	-	-	-
Benefits paid	(1,444.81)	(21.44)	-
Present value of projected benefit obligation as on 31.03.2016	8,329.50	4,421.93	48.89
Reconciliation of Fair Value of Assets and Obligations			
Fair value of plan assets as on 1.04.2015	7,961.47	46.46	-
Acquisition adjustment	-	-	-
Expected return on plan assets	628.30	5.12	-
Actual Company's* contribution	593.90	22.61	-

(₹ in lakh)

Particulars	Gratuity	Leave Encashment	Half Pay Leave
Actuarial gain(-) / losses(+)	(34.23)	(0.93)	-
Benefits paid/ adjustments	(1,444.81)	(9.61)	-
Fair value of plan assets as on 31.03.2016	7,704.63	63.64	-
Present value of defined obligation	8,329.50	4,421.93	-
Net liability recognised in the Balance Sheet (Note-7)	624.87	4,358.29	48.89
Expenses recognised in the Statement of Profit & Loss for the year ended 31.03.2016			
Current service cost	319.36	195.25	5.72
Interest cost	693.81	360.11	4.22
Actuarial gain(-) / losses (+)	119.61	(602.63)	(13.63)
Past service cost	-	-	-
Expected return on plan assets	(628.30)	(5.12)	-
Employees' remuneration & benefit charged to Profit & Loss A/c			
a) Gratuity	504.48	-	-
b) Others	-	(52.39)	(3.69)
Gratuity Fund Investment details (Fund manager wise, to the extent funded)			
Life Insurance Corporation of India	2,556.39	63.64	-
Life Insurance Corporation of India	-	-	-
Metlife Traditional Fund	644.63	-	-
Metlife Unit Linked	-	-	-
Aviva Life Insurance Company India Ltd.	690.86	-	-
HDFC Standard Life Insurance	353.03	-	-
Birla Sun-life Insurance Fund	1,924.40	-	-
Future Generali India Fund	1,535.32	-	-
Total	7,704.63	63.64	-
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	IALM (2006-08) 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
Method	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit

Finance Cost

Note - 26

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Interest paid to Banks/Financial Institutions	63.44	41.55
Other Borrowing Cost	1.99	0.33
TOTAL	65.43	41.88

Operating and Other Expenses

Note - 27

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Travelling and Conveyance		
- Directors	28.83	33.02
- Officers and Staff	135.59	148.80
- Staff Car Expenses	78.39	63.57
	242.81	
Rent, Rates, Taxes and Insurance		
- Rent	253.48	399.61
- Rates & Taxes	353.63	342.01
- Insurance	107.34	105.12
- Bar Licence Fees	-	-
	714.45	
Repairs & Maintenance		
- Plant and Machinery	528.70	458.95
- Building	829.67	961.54
- Vehicles	6.30	11.28
- Others	1,057.66	1,249.38
	2,422.23	
Auditors' Remuneration (Including Branch Auditors)		
- Audit fees	21.21	20.57
- Tax Audit Fees	6.44	6.16
- Certification	0.11	0.11
- Taxation Matters	-	-
- Company Law Matters	-	-
- Out of Pocket Expenses	0.09	0.31
	27.85	
Directors' Sitting Fees	2.02	1.43
Legal and Professional Charges	205.55	190.37
Printing, Stationery and Periodicals	128.49	184.47
Communication Expenses	124.68	123.03
Power & Fuel	3,199.85	3,208.44
Advertisement, Publicity & Sales Promotion	344.23	410.53
Litigation Loss*	-	57.79
Entertainment	12.19	13.10
Band and Music	34.98	35.65
Expenses on Cultural Shows	-	-
Commission to Travel Agents & Credit Card Companies	117.38	76.29
Licensees' Share of Profit	72.28	11.55
Miscellaneous Expenses	66.56	117.82
Upkeep, Service Cost and Other Operating Expenses	14,116.68	15,108.94
Loss on Sale of Fixed Assets/Write off of Assets	0.73	1.06
Loss on Collaboration Ventures	-	-
Depletion/Consumption & Breakage in Crockery, Cutlery & Utensils etc.	62.16	64.75
Reimbursement of Expenses	486.19	723.95
Interest paid on Advances	-	-
Bad Debts	7.63	19.13

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Loss on Foreign Exchange Variations	-	5.91
Advances Written Off	-	-
Provision for Doubtful Debts & Advances	432.21	607.47
Provision for Impairments	4.20	2.10
Provision for Diminution of Fixed Assets	-	-
Provision for Inventory Write Down/ Write Off of Inventories	0.08	-
Corporate Social Responsibility*	14.08	16.94
Marketing, Guidance & Supervision Expenses	-	-
Demand & Notice	6.03	-
TOTAL (A)	22,845.64	24,781.15
Less:-		
Charged to the Project of the Ministry of Tourism	22.30	17.53
Charged to the Project of the Ministry of External Affairs	144.95	130.55
Departmental Expenses Charged to ITDC Unit	-	-
TOTAL (B)	167.25	148.08
TOTAL (A-B)	22,678.39	24,633.07

Note:-

1. Expenses on Generation of Power:-

(₹ in lakh)

Particulars	Current Year	Previous Year
Salaries and Wages	6.27	6.00
Fuel	39.02	50.70
Depreciation	40.50	46.23
Repairs	39.81	37.22
Others	0.50	-
Total	126.10	140.15

(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. ₹ 1,382.32 lakh (Previous Year ₹ 1,153.92 lakh) spent on renovation during the year at various hotels has been segregated as relating to capital ₹ 688.12 lakh (Previous Year ₹ 477.29) and revenue expenditure ₹ 694.20 lakh (Previous Year ₹ 676.64 Lakh) based on certificate issued by the Project engineer and which have been relied upon by the auditors.

* Details of expenditure towards Corporate Social Responsibility

a) Gross Amount required to be spent by the company during the year ₹ 38.10 lakh

b) Amount spent during the year on:

(₹ in lakh)

Particulars	In Cash	Yet to be paid in cash	Total
(i) Construction/ acquisition of any asset	-	-	-
(ii) On purposes other than (i) above	14.08	16.50	30.58

Exceptional Items

Note - 28

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Provisions no Longer required written back (Negative if Profit)	(519.78)	(418.77)
Others*	1,314.22	-
TOTAL	794.44	(418.77)

*Refer Note 31 point no (H)

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	209.45	105.02
2. Depreciation	0.29	84.68
3. Cost of Material Sold and Services Rendered	1.42	19.36
4. Salaries, Wages and Benefits	17.15	4.02
5. Finance Cost	-	14.74
6. Upkeep & Service Cost	9.97	59.35
7. Other Operating and Administrative Expenses	150.88	125.45
8. Provision for Diminution in Fixed Assets	-	-
9. Provision for Inventory Written Down	-	2.40
10. Legal & Professional Charges	-	-
11. Rates & Taxes	-	-
12. Communication Exp.	-	-
13. Repairs and Maintenance	130.62	3.75
14. Power & Fuel	-	-
Total	519.78	418.77

Prior Period Adjustments

Note - 29

(₹ in lakh)

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
Prior Period Income (Negative)	(8.10)	(10.77)
Prior Period Expenses/Adjustments	175.34	237.00
TOTAL	183.44	247.77

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
Consultancy	(12.52)	-
3. Others :		
Employees' Remuneration and Benefits	1.91	-
Rent Recovery	-	-
Miscellaneous Income	1.85	(4.89)
Cost of Sales	-	-
Income from Govt. Grant	0.66	(9.89)
Depreciation	-	-
Interest	-	-
Electricity & Water Charges	-	-
Total	(8.10)	(10.77)
Expenditure:		
1. Cost of Consumption of Raw Material, Other Materials Sold and Services	23.07	1.38
2. Employees' Remuneration and Benefits	18.40	0.81
3. Travelling and Conveyance	1.83	1.65
4. Rent, Rates, Taxes and Insurance	4.16	150.43
5. Repairs and Maintenance	21.30	(43.78)
6. Legal and Professional Charges	5.01	16.04
7. Printing, Stationery and Periodicals	0.08	(0.16)
8. Communication Expenses	2.75	2.15
9. Power and Fuel	26.61	17.00
10. Advertisement, Publicity and Sales Promotion	1.66	0.09
11. Sundry Expenses	2.28	4.12
12. Upkeep and Service Cost and Other Operating Expenses	16.18	15.57
13. Depreciation	2.47	76.32
14. Data Processing	0.34	0.07
15. Payment to Hired Vehicles	2.70	-
16. Electricity & Water charges	-	-
17. Hire Charges	-	3.48
18. Commission Charges	-	-
19. Staff welfare	3.32	(8.31)
20. Audit Fee	0.03	0.14
21. Others	43.15	-
Total	175.34	237.00

Earning Per Share

Note - 30

The calculation of Earning per share as per Accounting Standard - 20 is as under:-

Particulars	Year Ended 31.3.2016	Year Ended 31.3.2015
BASIC & DILUTED		
Net Profit/(Loss) available for Equity Shareholders (₹ in lakh)	1,784.82	3,185.19
Weighted Number of Equity Shares of ₹ 10 each	8,57,69,400	8,57,69,400
Basic & Diluted earnings per share (in ₹)	2.08	3.71

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 ₹ 18,520.84 lakh) and are subjudice].	73,248.02	83,910.53
(ii) Guarantees executed in favour of various authorities, banks and financial institution [including guarantees provided against loans obtained by subsidiary companies, ₹ 360.84 lakh (Previous year ₹ 351.74 lakh)].	516.21	578.74
(iii) Income Tax matters in appeal [Includes appeals preferred by Income Tax Department ₹ 475.84 lakh (Previous Year ₹ 475.84 lakh)]	847.92	1,265.89
(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].	2,949.13	2,951.88
(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).	386.65	140.03

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 ₹ 4858.04 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 ₹ 23.56 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 ₹ 803.13 lakh (Previous year ₹ 780.92 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 ₹ 587.70 lakh (Previous year ₹ 565.49 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.

(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. M/s Airports Authority of India had filed an appeal in CESTAT inter alia to

adjudicate if Service Tax is chargeable on Appealants revenue from renting/ leasing of space inside Airports Civil Enclave to various persons for their business activities. CESTAT vide their order date 2.1.2015 had ordered that service tax is chargeable on above renting/ leasing. The AAI has further appealed against the order of Hon'ble Delhi High Court. Further an amount of ₹ 1.61 crore paid by ITDC as security deposit in the form of Fixed Deposit during 2006-07 was encashed by Delhi International Airport Pvt. Ltd.(DIAL) on account of Service Tax levied as above. Pending final resolution of the matter the estimated liability of ₹ 1,779.49 lakh (Previous year ₹ 1,779.49 lakh) from 10.09.2004 to 31.03.2008 has been included as Contingent Liability at Para A(a)(i). above, and ₹ 1.61 crore has been included as amount recoverable from M/s DIAL.

(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. The H'ble court vide judgement dt. 17.7.2015 concluded that the rate of mesne profits adopted by the Local Commissioner is in order and reduced the interest awarded from 12% to 8% per annum simple interest from the date of mesne profit fell due till payment is received by the plaintiff.

Both the parties filed Appeal before the Division bench of H'ble Delhi High Court. The Appeal of plaintiff was dismissed and on the Appeal of ITDC the H'ble High Court stayed the order of Single bench with the condition that ITDC will deposit 50% of the decretal amount. ITDC has since deposited a sum of ₹ 13,14,21,951 in the High court Registry vide a Banker's Cheque dt. 14.1.2016. However, the Appeal of ITDC has been dismissed by H'ble High court on 22.4.2016. The further course of action will be decided in due course. Pending finalization of the

matter 50% of decretal amount is shown as Exceptional item in P&L Account and the balance amount has been included under contingent liability A(a)(i) above.

- (I) The matter relating to determination of property tax in respect of three Delhi based properties i.e. Ashoka, Samrat and Janpath Hotels 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.

From the year 2010-11 to 2015-16, NDMC vide their order dated 11.02.2016 assessed above three properties on Unit area method on a much higher RV than assessed upto the year 2008-09 vide Order dt. 31.3.2013. ITDC challenged the assessment made under Unit area method and filed three writ petitions in Delhi High Court. The matter came up for hearing before DB of the H'ble court on 8.3.2016. H'ble court was pleased to order that subject to ITDC paying the admitted tax, no coercive measures shall be taken by NDMC. ITDC has already deposited its admitted tax liability based upon assessment made vide order dt. 31.3.2013 and the balance disputed amount of ₹ 165.91 crores has been included in the contingent Liability A(a)(i) above subject to final resolution of the matter by H'ble court.

Note - 32

General Notes

1. In spite of request made by the company, confirmation of balances have not been received in 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. The effect on accounts, if any, due to our exercise for obtaining confirmation, reconciliation and adjustments thereof will be adjusted accordingly.
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 were filed by ITDC for eviction of premises and recovery of damages under Public Premises (Eviction of Unauthorized Occupants) Act, 1971 before the Estate Officer. In the meanwhile M/S Maruti Udyog Ltd. renamed as M/S Maruti Suzuki India Ltd. (MSIL) 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 vide order dt. 30.12.2012. Against the order of H'ble High Court MSIL had filed an appeal before the Division Bench which was also dismissed vide order dt. 29.4.2013. MSIL filed an SLP challenging the orders of H'ble High court. The said SLP was disposed off vide order dt. 13.9.2013 with direction to Estate Officer to decide the jurisdiction. The Estate officer vide its order dt. 24.3.2014 held that the Estate officer has jurisdiction to entertain the application filed by ITDC. Another Arbitration Petition had been filed by MSIL before Hon'ble High Court for appointment of Arbitrator. Hon'ble High Court vide its interim order dt 23.5.2011

directed to appoint two Arbitrators who may proceed to appoint Presiding Arbitrator. ITDC preferred an Application for recalling the order of H'ble court. The H'ble court vide its order dt. 29.9.2011 sustained the order dt. 23.5.2011 with modification that the only issue Arbitral tribunal will determine is whether ITDC violated terms of Sub-Lease dt. 19.2.2002 and MSIL suffered any losses/harassment. The rest of the issues shall be determined under Public Premises Act. MSIL filed SLP against order dt. 29.9.2011 and the same was dismissed vide order dt. 6.5.2014 by H'ble Supreme Court. Now the proceedings before the Estate officer are in progress and pending legal proceedings in the matter, the premises has not yet been vacated by M/S MSIL.

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

c) Revenue Recognised during the current financial year	1,400.03
d) Cost incurred during the financial year	1,308.33
e) Total amount of funds received up to the reporting date	17,790.23
f) Advance due to customers up to reporting date	3,256.25
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.

(₹ in lakh)

a) Aggregate amount of Revenue Recognised up to the reporting date	13,494.95
b) Aggregate cost incurred up to reporting date	12,284.36

8. Other disclosure as per Schedule III of Companies Act, 2013: -

Particulars	(₹ in lakh)	
	Current Year	Previous Year
a) Value of Imports on C.I.F. basis:		
i) Beer, Wine and Spirits	941.10	557.82
ii) Cigars and cigarettes	37.71	17.23
iii) Other items	-	66.99
Total	978.81	642.04
b) Expenditure in Foreign Currency:-		
i) Travelling	9.18	6.65
ii) Fees & Subscription	2.32	3.75
Total	11.50	10.40
(c) Earnings in Foreign Currency (Direct) (on receipt basis)		
i) Boarding, lodging and other facilities	532.32	442.06
ii) Sale of goods at Duty Free Shops	1,260.31	856.03
iii) Gain in Foreign Exchange (net)	5.37	2.38
Total	1,798.00	1,300.47

(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 Nilachal 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 Nilachal 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 / Nilachal /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 counteraffidavit 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. ITDC filed an application for taking permission for using the Hotel Nilanchal Ashok for temporary accomodation/ceremonial occasions. The application was listed on 04.07.2015, when the Court did not function in the second half after lunch, due to certain death of an officials of the Court. Though memo of Hearings are being filed by our Advocates yet the matter has not been taken up. On 09.02.2016 ITDC filed an application being Misc. Case No 2188 of 2016 praying for passing appropriated orders directing early hearing and disposal of the writ petition.

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 2015-16 have been prepared on "Going Concern" basis/assumption.

10. Out of total 23 employees of Hotel Nilanchal Ashok, 22 employees who accepted VRS were stand relieved w.e.f. 30/04/2015 (AN). All above 22 employees have been paid their full and final dues as per VRS scheme during the financial Year 2015-16, the remaining one employee has also accepted the offer of VRS on 3rd March , 2016. Accordingly his final dues on the VRS scheme will be paid in due course of time.
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 2015-16. 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 till date
2. Shri Piyush Tiwari
Director (Commercial & Marketing)
w.e.f. 28.05.2015 till date
3. Shri Pradip Kumar Das
Director (Finance)
w.e.f. 25.02.2016 till date
4. Shri Girish Shankar
Chairman & Managing Director
w.e.f. 10.12.2014 to 23.04.2015
5. Shri Trinath Behera
Director (Finance)
w.e.f. 26.4.2013 to 30.06.2015

Payment made to key management personnels and their relatives.

(₹ in lakh)

Particulars	Current Year	Previous Year
Remuneration	64.21	61.61

14. Pursuant to a decision of Government of India, it was decided that Ministry of Tourism will examine the proposal for Sale/ Lease of Hotel Properties of the company including Properties of Subsidiary Companies. In the cases where Hotel properties are located on State Govt Leased Land and the State is reluctant to extend the lease, then the property may be offered to the State Govt at its officially valued price. Inter Ministerial Group (IMG) has since been formed

by the Govt which is in the process of appointing of Transaction Advisors who will do the entire exercise of Valuation of the properties, legal advising, devising framework for transfer/ exit/ absorption of employees, documentation, etc.

In the absence of any formal approved plan for discontinuance as on date the hotel operations have been considered as normal continuing operations of the company within the meaning of AS-24.

Further, as the process of disinvestment/ divestment of Hotel Properties including that of Subsidiary Companies is going on and it is expected that on completion of the proposed transaction of sale/ lease out properties of Subsidiary Companies, company will be able to realise full value of its investments, made in these Subsidiary Companies and Accounts Recoverable on account of Management Fees and Loans &

Advances, etc. Therefore, no provision is considered necessary and these accounts are considered good for recovery.

15. 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, 2016, 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.
16. Disclosure in pursuance to Accounting Standard - 29 - Provisions, Contingent Liabilities and Contingent Assets:

(₹ in lakh)

Name of the Provision	Balance as on 1.4.2015	Provided during the year relating to 2015-16	Provided during the year relating to 2014-15	Payments/Adjustments during the year	Provision reversed/ written back	Closing Balance as on 31.03.2016
Income Tax	965.78	1,236.85	0.40	964.49	1.69	1,236.85
Wealth Tax	0.79	-	-	0.79	-	-
Dividend Tax	349.21	261.91	-	349.21	-	261.91

17. Additional Information as required under Schedule III to the Companies Act, 2013 of enterprises consolidated as Subsidiary/ Joint Venture for the year 2015-2016 is enclosed as **Annexure "B"**.
18. Statement containing Salient features of the Financial Statements of Subsidiaries/ Joint venture as per Companies Act, 2013 is enclosed as **Annexure "C"**.
19. In the opinion of the management, the value of assets, other than fixed assets and non current investments, on realisation in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet.
20. Disclosure as per Accounting Standard - 1, on Disclosure of Accounting Policies

During the year, following changes in the Accounting Policies have been made:
a) Policy No. 1 - "Accounting Convention" has been modified considering the provision of the Companies Act, 2013;
b) Policy No. 9 - "Gratuity" has been modified to disclose about Gratuity Fund Trust;
c) Policy No. 17 - "Segment Reporting" has been added for disclosure purposes;
d) Policy No. 18 - "Cash Flow" has been added for disclosure purposes.

The above changes have been made for better presentation of Financial Statements and have no impact on the accounts.

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

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	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
PRIMARY DISCLOSURE (Operation-wise)														
1 Segment Revenue														
a) Total Revenue	30,133.66	28,609.29	1,626.81	1,095.61	10,486.79	13,220.17	3,223.30	3,547.80	1,531.39	2,043.07	2,529.94	2,772.18	49,531.90	53,189.71
b) Less Inter Segment Revenue	146.57	80.18	-	-	49.93	77.46	529.46	573.12	-	-	-	-	725.96	730.76
c) External Revenue	29,987.09	28,529.11	1,626.81	1,095.61	10,436.86	13,142.71	2,693.84	2,974.68	1,531.39	2,043.07	2,529.94	2,772.19	48,805.94	52,458.95
2 Segment Results :-														
Profit/(Loss) before Interest, Tax and overheads	3,406.62	3,339.39	240.63	172.15	(1,037.42)	141.16	247.64	575.37	(283.92)	(545.15)	765.88	2,790.02	3,339.43	6,472.94
Less: Allocable Corporate Overheads	-	-	-	-	-	-	-	-	-	-	(536.50)	2,812.41	(536.50)	2,812.41
Less: Interest	24.71	22.00	-	-	-	-	-	-	-	-	40.72	19.88	65.43	41.88
Less: Provision for Income Tax	6.85	15.79	1.24	1.17	-	-	-	-	-	-	1,230.00	950.00	1,238.09	966.96
Less: Provision for Wealth Tax	-	-	-	-	-	-	-	-	-	-	-	0.79	-	0.79
Less: Provision for Deferred Tax	(11.21)	(24.04)	-	-	-	-	-	-	-	-	(243.49)	(441.96)	(254.70)	(466.00)
Add: Provision for income tax for earlier year written back	1.60	2.20	-	-	-	-	-	-	-	-	0.05	50.71	1.65	52.91
Profit/(Loss) available for appropriation	3,387.86	3,327.84	239.39	170.98	(1,037.42)	141.16	247.64	575.37	(283.92)	(545.15)	275.20	(500.40)	1,755.76	3,169.81
3 Segment Assets (Current assets plus fixed assets & WIP)	19,128.17	19,701.80	1,000.08	818.23	3,178.21	2,994.31	2,459.90	1,392.09	533.87	1,184.69	31,329.23	32,154.61	57,629.46	58,245.73
4 Segment Liabilities	21,003.21	20,941.08	824.19	658.14	1,996.81	2,149.24	2,959.81	2,185.50	7,398.57	8,759.56	(3,661.25)	(3,604.76)	30,521.34	31,088.76
5 Depreciation & Amortisation in respect of Segment Assets for the period	847.46	1,082.53	1.99	3.24	4.26	11.51	16.40	8.12	0.22	0.60	20.17	23.26	890.50	1,129.26
6 Cost incurred during the period to acquire Segment Assets (Tangible & intangible fixed assets)	560.93	564.70	2.48	0.17	3.71	9.07	257.32	1.55	-	1.15	18.46	11.17	842.90	587.81
7 Non Cash Expenses Other than Depreciation and Amortisation incurred by the Business Segment	843.24	1,142.60	(18.17)	22.30	(97.20)	195.70	40.84	25.04	14.75	97.11	(11.24)	27.11	772.22	1,509.86

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 2015-16

(₹ 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	110.02	33,212.38	126.37	2,255.40
Subsidiaries				
Indian				
Ranchi Ashok Bihar Hotel Corpn. Ltd.	-0.90	-272.24	-9.42	-168.12
MP Ashok Hotel Corpn. Ltd.	0.10	31.20	-1.96	-34.92
Pondicherry Ashok Hotel Corpn.Ltd.	0.23	69.37	-1.19	-21.17
Utkal Ashok Hotel Corpn. Ltd.	-6.13	-1,850.05	-11.06	-197.42
Punjab Ashok Hotel Co.Ltd.	0.77	232.99	-0.01	-0.12
Donyi Polo Ashok Hotel Corp. Ltd.	0.76	229.30	0.04	0.76
Assam Ashok Hotel Corp. Ltd.	-2.58	-778.18	-8.71	-155.49
Minority Interest in all Subsidiaries	0.91	275.74	-1.63	-29.06
Joint Venture (as per proportioned) ITDC Aldeasa India Private Ltd.	-0.79	-239.87	0.16	2.78

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
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries.		NA		NA		NA		NA		NA		NA		NA
Share Capital	489.96	(763.88)	352.73	624.96	147.61	(168.12)	168.12	(168.12)	51.00	51.00	51.00	51.00	51.00	51.00
Reserves (Net of Accumulated Losses)	352.73	(763.88)	624.96	147.61	168.12	(168.12)	168.12	(168.12)	51.00	51.00	51.00	51.00	51.00	51.00
Total Assets	842.69	(407.10)	977.69	772.52	315.73	(1.00)	336.24	(1.00)	102.00	102.00	102.00	102.00	102.00	102.00
Total Liabilities	352.73	(763.88)	624.96	147.61	168.12	(168.12)	168.12	(168.12)	51.00	51.00	51.00	51.00	51.00	51.00
Investments														
Turnover	147.61	(168.12)	168.12	168.12	168.12	(168.12)	168.12	(168.12)	51.00	51.00	51.00	51.00	51.00	51.00
Profit/loss before taxation	147.61	(168.12)	168.12	168.12	168.12	(168.12)	168.12	(168.12)	51.00	51.00	51.00	51.00	51.00	51.00
Provision for taxation														
Profit/loss after taxation	147.61	(168.12)	168.12	168.12	168.12	(168.12)	168.12	(168.12)	51.00	51.00	51.00	51.00	51.00	51.00
Proposed Dividend														
% of Shareholding														

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	2.78	
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 2015-16.

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, 2016

(₹ in lakh)

Particulars		Year Ended 31.3.2016		Year Ended 31.3.2015
A Cash Flow from Operations				
Profit before Taxation		2,737.50		3,618.65
Adjustments for:				
Depreciation	890.50		1,129.26	
Diminution/Impairment in value of Fixed Assets	4.20		-	
Deferred Government Grant	(1.51)		(1.19)	
Finance Charges	65.43		41.88	
Provision for Inventory Write-down	0.08		2.10	
Provision for Doubtful Debts & Advances	432.21		607.47	
Interest Income	(2,494.83)		(2,599.46)	
Bad Debts/Advances Written Off	7.63		19.13	
(Profit)/Loss on Sale of Fixed Assets	(0.81)	(1,097.10)	(5.35)	(806.16)
Operating Profit before Working Capital Changes		1,640.40		2,812.49
(Increase)/Decrease in Current Assets				
Inventories	(175.44)		79.04	
Trade Receivables	743.40		(4,471.59)	
Other Current Assets	(27.67)		(357.33)	
Other Non-current Assets	(25.23)		26.65	
Long-term Loans and Advances	30.74		(6.44)	
Short-term Loans and Advances	442.19	987.99	(1,017.82)	(5,747.49)
Increase/(Decrease) in Current Liabilities				
Trade Payables	212.21		878.60	
Other Current Liabilities	(347.52)		(1,523.62)	
Other Long Term Liabilities	(39.36)		180.80	
Long Term Provision	(237.09)		(193.56)	
Short Term Provision	44.10	(367.66)	123.89	(533.89)
Cash Inflow/(Outflow) from Operations		2,260.73		(3,468.89)
Direct Taxes Paid				
Income Tax Paid	965.67		396.35	
Income Tax for Earlier years Written Back	-	965.67	(52.91)	343.44
Net Cash Inflow/ (Outflow) from Operation (A)		1,295.06		(3,812.33)

B	Cash Flow from Investing Activities		
	Purchase of Fixed Assets	(843.01)	(580.18)
	Sale of Fixed Asset and Adjustments	0.02	17.39
	Income from Interest/Dividends	2,494.83	2,599.46
	Reduction/(Addition) of Work in Progress	(147.89)	(76.20)
	(Increase)/Decrease in Investments	-	-
	Net Cash Inflow/ (Outflow) from Investing Activities (B)	1,503.95	1,960.47
C	Cash Flow from Financing Activities		
	Increase in Share Capital	-	-
	Increase/(Decrease) in Borrowings	46.45	20.30
	Finance Charges	(65.43)	(41.88)
	Wealth Tax Paid	(0.79)	(0.68)
	Dividend Paid	(1,715.39)	(428.85)
	Dividend Tax Paid	(349.21)	(72.88)
	Deferred Government Grant	1.51	1.19
	Net Cash Inflow/ (Outflow) from Financing Activities (C)	(2,082.86)	(522.80)
	Net Change in Cash or Cash Equivalents during the Year	716.15	(2,374.66)
	Cash and Cash Equivalents at the beginning of the year*	27,707.14	30,081.80
	Cash and Cash Equivalents at the end of the year*	28,423.29	27,707.14

*For Details refer Note-18
For CSR refer footnote in Note 27

(V.K. Jain)
Company Secretary

(A.K. Jain)
G.M. (F&A)

(Pradip Kumar Das)
Director (Finance)

(Umang Narula)
Chairman & Managing Director

As per our Report of even date
For M/s Kishore & Kishore
Chartered Accountants (FRN 00291N)

Date : 30th May, 2016
Place : New Delhi

(Anshu Gupta)
Partner
(M.No. 077891)

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, 2016

The preparation of financial statement of INDIA TOURISM DEVELOPMENT CORPORATION LIMITED for the year ended 31st March, 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the Management of Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on the financial statements under Section 143 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 30th May, 2016.

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, 2016. 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/-
(Neelesh Kumar Sah)
Principal Director of Commercial Audit
& Ex-officio Member, Audit Board-I,
New Delhi

Place : New Delhi
Dated : 29th July, 2016

**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, 2016**

Annexure

The preparation of consolidated financial statements of INDIA TOURISM DEVELOPMENT CORPORATION LIMITED for the year ended 31st March, 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013(Act) 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 statements 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 30th May, 2016.

List of subsidiaries of India Tourism Development Corporation Limited whose audit was not conducted by the O/o C&AG of India

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, 2016. We conducted a supplementary audit of the financial statements of INDIA TOURISM DEVELOPMENT CORPORATION LIMITED and its subsidiary companies Madhya Pradesh Ashok Hotel Corporation Ltd., Assam Ashok Hotel Corporation Ltd. & Donyi Polo Ashok Hotel Corporation Ltd. but did not conduct supplementary audit of the financial statements of its four subsidiaries whose list is annexed for the year ended on that date. Further, Section 139(5) and 143(6) (b) of the Act are not applicable to its Joint Venture ITDC - Aldeasa India Private Limited being private entity for appointment of its Statutory Auditor nor for conduct of supplementary audit. Accordingly, C&AG has neither appointed the Statutory Auditor nor conducted the supplementary audit of this Company. 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.

1. Utkal Ashok Hotel Corporation Ltd.
2. Ranchi Ashok Bihar Hotel Corporation Ltd.
3. Pondicherry Ashok Hotel Corporation Ltd.
4. Punjab Ashok Hotel Company Ltd.

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/-
(Naresh Kumar Sah)
Principal Director of Commercial Audit
& Ex-officio Member, Audit Board-I,
New Delhi

Place : New Delhi
Dated : 29th July, 2016

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 Thursday, the 29th September, 2016 at 1600 hours at Samrat 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, 2016 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 @ 15% on the Equity Share Capital		
4	Re-appointment of Shri Piyush Tiwari, Director who retires by rotation		
5	Re-appointment of Shri Sanjeev Ranjan, Director who retires by rotation		
	SPECIAL BUSINESS		
6	Approval of appointment of Shri Ajay Swarup as Independent Director w.e.f. 08.08.2016		
7	Approval of appointment of Shri Karsanbhai Bhikhabhai Patel as Independent Director w.e.f 08.08.2016		

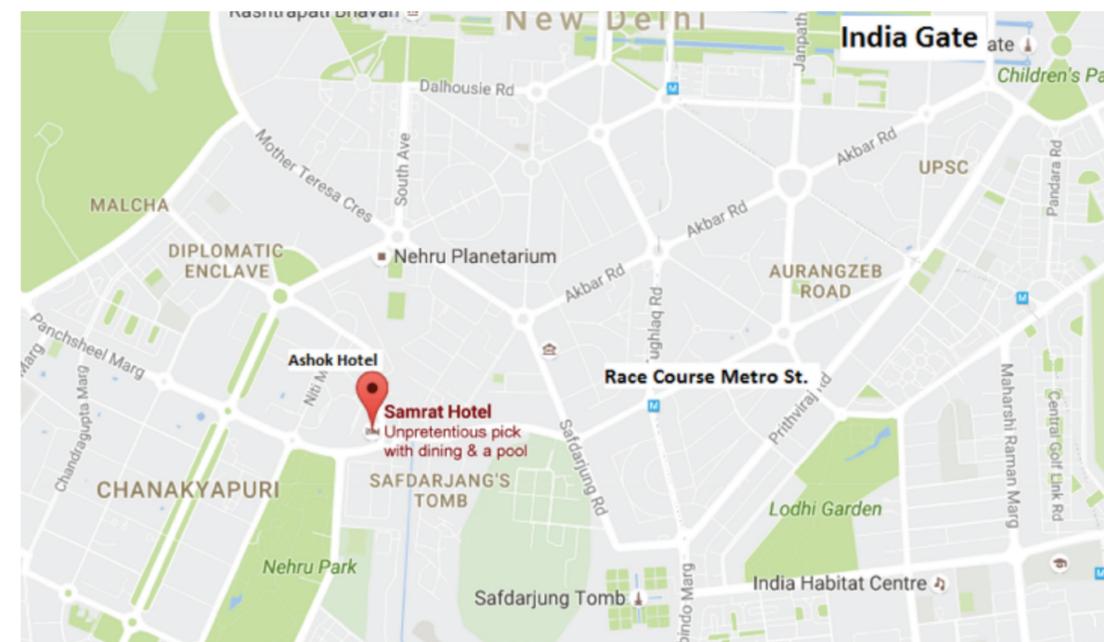
Signed this _____ day of _____, 2016.

Affix Revenue Stamp of ₹ 1/-

Signature of Shareholder.....

Signature of Proxy Holder(s).....

Road Map for Hotel Samrat



Landmarks:

- Adjacent to Hotel The Ashok
- Near to Race Course Metro Station
- Near to Old Wallington Camp