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Independent Auditor's Report

To the Members of Apollo Lavasa Health Corporation Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Apollo Lavasa Health Corporation Limited** ('the Company'), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the rules made thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 March 31, 2017 and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Other Matter

The financial information of the Company for the year ended March 31, 2016 and the transition date opening balance sheet as on April 01, 2015 included in these financial statements, are based on the previously issued statutory financial statements for the years ended March 31, 2016 and March 31, 2015 prepared in accordance with the Companies (Accounting Standards) Rules, 2006 (as amended) which were audited by us and on which we expressed an unmodified opinion dated April 21, 2016 and May 05, 2015 respectively. The adjustments to those financial statements for the differences in accounting principles adopted by the Company on transition to IND AS have been audited by us.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Government of India – Ministry of Corporate Affairs, in terms of sub-section (11) of section 143 of the Act, we enclose in the annexure 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.



- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules made thereunder.
- (e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (g) 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 does not have any pending litigations which would impact its financial position;
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. the Company has provided requisite disclosures in its financial statements as to holding as well as dealings in Specified Bank Notes during the period from November 08, 2016 to December 30, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer note 2.42 to the financial statement.

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi

Sachin A. Negandhi
Partner
Membership No: 112888

Place: Mumbai
Date: April 20, 2017

Annexure to the Auditor's Report

(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our Report of even date on the financial statements for the year ended on March 31, 2017, of **Apollo Lavasa Health Corporation Limited**)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets
- (b) A substantial portion of the fixed assets have been physically verified by the management during the year. In our opinion the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on verification between the physical stocks and book records were not material and are have been properly dealt with in books of accounts.
- (iii) As informed, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, provisions of clauses 3 (iii) (a), 3 (iii) (b) and 3 (iii) (c) of the Order are not applicable.
- (iv) As informed, the Company has not advanced any loans, made any investments or given any guarantees and securities. Accordingly clause 3 (iv) of the Order is not applicable.
- (v) The Company has not accepted any deposit from the public and consequently the directives issued by the Reserve Bank of India, provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, with regard to the deposits accepted from the public are not applicable to the Company. No order has been passed by the Company Law Board, National Law Tribunal or Reserve Bank of India or any other court or any other tribunal.
- (vi) We have been informed that the Company is not required to maintain cost records under sub-section (1) of section 148 of the Companies Act, 2013, which has been relied upon.
- (vii) (a) According to the records of the Company, the Company has been generally regular in depositing provident fund, employees' state insurance, income tax, sales tax, value added tax, service tax, duty of customs, duty of excise duty, cess and other material statutory dues applicable to it with the appropriate authorities though there has been a small delay in a few cases.



According to the information and explanations given to us, there are no undisputed dues in respect of provident fund, investor education and protection fund, employees' state insurance, income-tax, service tax, sales-tax, duty of customs, duty of excise, cess and other statutory dues which were outstanding, at the year end for a period of more than six months from the date they became payable.

- (b) According to the records of the Company, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute.
- (viii) According to the information and explanations given to us, the Company has not taken any money from any financial institution, bank, Government or debenture holder, and accordingly clause 3 (viii) of the Order is not applicable to the Company.
- (ix) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and did not have any term loans outstanding during the year. Accordingly clause 3 (ix) of the Order is not applicable to the Company.
- (x) According to the information and explanations furnished by the management, which have been relied upon by us, there were no frauds by the Company or on the Company by any of its officers or employees noticed or reported during the course of our audit.
- (xi) In absence of any managerial personnel, no managerial remuneration is paid and accordingly the provisions of clause 3 (xi) of the Order are not applicable to the Company.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly clause 3 (xii) of the Order is not applicable to the Company.
- (xiii) In our opinion all transactions with the related parties are in compliance with sections 177 and 188 of Act, where applicable, and the requisite details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with them.
- (xvi) According to the 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.

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi

Sachin A. Negandhi
Partner
Membership No: 112888

Place: Mumbai
Date: April 20, 2017

Annexure - B to the Independent Auditor's Report of even date on the Financial Statements of Apollo Lavasa Health Corporation Limited

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 **Apollo Lavasa Health Corporation Limited** ("the Company") as of March 31, 2017 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 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 company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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



We believe that the audit evidence we have obtained 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, 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.

Place: Mumbai

Date: April 20, 2017

For K. S. Aiyar & Co.

Chartered Accountants

ICAI Firm Registration No. 100186W

Sachin A. Negandhi

Sachin A. Negandhi

Partner

Membership No: 112888

APOLLO LAVASA HEALTH CORPORATION LIMITED

CIN:- U85100MH2007PLC176736

Balance Sheet as at 31st March, 2017

(₹ in Lakhs)

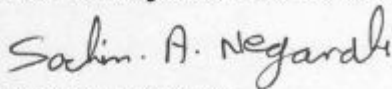
Particular	Note No	As at March 31st, 2017	As at March 31st, 2016	As at April 1st, 2015
ASSETS				
(1) Non-current assets				
(a) Property, Plant and Equipment	2.01	7,472.97	7,562.88	7,666.59
(b) Capital work-in- progress	2.01	90.97	90.97	122.41
(c) Other Intangible Assets	2.01	59.86	69.13	79.40
(i) Other Financial assets	2.02	19.30	19.30	19.30
(2) Current assets				
(a) Financial Assets				
(i) Investments	2.03	-	-	109.67
(ii) Trade Receivable	2.04	65.85	49.98	36.31
(iii) Cash and Cash equivalents	2.05	42.31	12.38	28.67
(iv) Other Financial assets	2.06	0.40	0.30	0.30
(b) Current tax assets (net)	2.07	3.25	4.64	5.71
(c) Other current assets	2.08	4.53	15.78	17.99
Total Assets		7,759.44	7,825.35	8,086.36
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	2.09	127.92	127.92	127.92
(b) Other Equity	2.10	5,454.18	5,844.80	6,239.31
LIABILITIES				
(1) Non-current liabilities				
(a) Provisions	2.11	2.32	2.27	2.48
(b) Deferred tax liabilities (net)	2.12	-	-	-
(2) Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	2.13	1,172.38	997.38	972.38
(ii) Trade payables		209.86	196.19	227.80
(b) Other current liabilities	2.14	786.26	645.87	504.52
(c) Provisions	2.15	6.53	10.92	11.94
Total Equity and Liabilities		7,759.44	7,825.35	8,086.36

Significant accounting policies and notes to accounts 1 and 2.

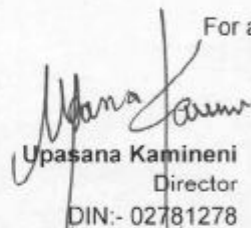
The accompanying notes are an integral part of the standalone financials statements

For and on behalf of the Board of Directors

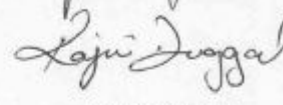
As per our Report of even date attached
For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W



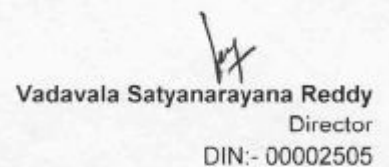
Sachin A. Negandhi
Partner
Membership No. 112888



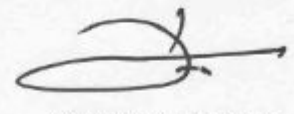
Upasana Kamineni
Director
DIN:- 02781278




Rajiv Duggal
Director
DIN:- 00989554



Vadavala Satyanarayana Reddy
Director
DIN:- 00002505



Santosh A. Marathe
Additional Director
DIN:- 07755759



Mukund Motilal Rath
Director
DIN:- 07260182

Place : Mumbai
Date : 20/04/2017

Place : Mumbai
Date : 20/04/2017

APOLLO LAVASA HEALTH CORPORATION LIMITED

CIN:- U85100MH2007PLC176736

Statement of profit and Loss account for the year ended March 31,2017

(₹ in Lakhs)

Particulars	Note no	For the year ended 31st March,2017	For the Year ended 31st March,2016
Revenue from Operations	2.16	48.15	48.89
Other Income	2.17	22.11	23.13
Total Income		70.26	72.01
EXPENSES			
Operational Expenses	2.18	51.04	55.52
Employee Benefit expenses	2.19	62.08	65.02
Administrative expenses	2.20	99.66	74.68
Finance Cost	2.21	152.03	156.23
Depreciation and amortization expenses	2.01	96.07	115.07
Total Expenses		460.89	466.52
Profit/(Loss) before exceptional items and tax		(390.63)	(394.51)
Exceptional Items			
Profit/(Loss) before tax		(390.63)	(394.51)
Tax expenses		-	-
(1) Current tax		-	-
(2) Deferred tax charge		-	-
Profit/ (loss) for the Year		(390.63)	(394.51)
Other Comprehensive Income		0.79	1.43
Items that will not be reclassified to profit or loss			
Total Comprehensive Income for the year(Comprising Profit (Loss) and Other Comprehensive Income for the year)		(389.84)	(393.08)

As per our Report of even date attached

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi

Sachin A. Negandhi
Partner
Membership No. 112888

Place : Mumbai
Date : 20/04/2017

Upasana Kamineni
Upasana Kamineni

Director
DIN:- 02781278

Rajiv Duggal
Rajiv Duggal
Director
DIN:- 00989554

Vadavala
Vadavala
Satyanarayana Reddy
Director
DIN:- 00002505

Santosh A. Marathe
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Additional Director
DIN:- 07755759

Mukund Motilal Rath
Mukund Motilal Rath
Director
DIN:- 07260182

Place : Mumbai
Date : 20/04/2017

Supriya

APOLLO LAVASA HEALTH CORPORATION LIMITED

CIN:- U85100MH2007PLC176736

Cash Flow Statement for the year ended 31st March 2017

(₹ in Lakhs)

Particulars	For the Year ended 31st March 2017	For the Year ended 31st March 2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
- Net profit / (loss) before tax and Exceptional items	(390.63)	(394.51)
Adjustment for :		
- Loss on Fixed Assets written off	3.98	-
- Interest on ICD	152.03	156.23
- Loss / (Profit) on Sale of Investment (Net)	-	(20.00)
- Loss / (Profit) on Sale of Asset	-	3.29
- Depreciation	96.07	115.07
- Prior Period Expenses	-	-
- Interest on Income Tax refund	(0.23)	(0.25)
Operating Cash Flow before working Capital changes	(138.78)	(140.17)
(Increase) / Decrease in Non Current Asset	-	(26.54)
(Increase) / Decrease in Trade Receivables	(15.87)	12.87
(Increase) / Decrease in Loans and Advances & Other recivable	8.86	2.21
(Increase) / Decrease Trade payable / Other payable	(2.32)	(47.73)
A. CASH GENERATED FROM OPERATING ACTIVITIES	(148.11)	(199.36)
Less: Direct Taxes (Paid)/ Refunded	3.68	1.33
NET CASH GENERATED FROM OPERATING ACTIVITIES	(151.79)	(198.02)
B. CASH FLOW FROM INVESTING ACTIVITIES		
- (Purchase)of fixed assets/Capital Work In Progress	(0.86)	30.36
Proceed from Sale of Asset	-	3.47
Proceeds from Sale of Investments	-	129.66
₹- (Purchase)of Investment (Net)	(0.00)	(6.76)
(Increase) / Decrease Capital Work in Progress	(0.00)	(6.76)
NET CASH FLOW FROM INVESTING ACTIVITIES	(0.87)	156.73
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid/Payable	0.23	-
Proceeds from / (Repayment of) Borrowings	175.00	25.00
NET CASH FLOW FROM FINANCING ACTIVITIES	175.23	25.00
Increase / (Decrease) in cash and cash equivalents	29.93	(16.29)
Cash and cash equivalents at beginning of Year	12.38	28.67
Cash and cash equivalents at end of Year	42.31	12.38

Notes :

- Details of Cash and cash equivalents are given in note No. 2.13
- Previous year figures have been regrouped/recasted wherever necessary.

As per our Report of even date

For and on behalf of the Board of Directors

As per our Report of even date attached
For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi

Sachin A. Negandhi
Partner
Membership No. 112888

Upasana Kamineni
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DIN:- 07260182

Place : Mumbai
Date : 20/04/2017

Place : Mumbai
Date : 20/04/2017

A Company Overview

Apollo Lavasa Health Corporation Limited ('the company') is a public limited company incorporated and domiciled in India and having its "Hospital and Health care services" at Lavasa, India. The company was incorporated December 13, 2007, and having its registered office in Navi Mumbai, India. The company operates as a subsidiary of Apollo Hospitals Enterprises Limited.

B Basis of Preparation of Financial Statements

The financial statements are prepared in accordance with Indian Accounting Standard (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair value, the provision of Companies Act, 2013 (to the extent notified). The Ind AS prescribed under section 133 of the Act read with rules 4 of the Companies (Indian Accounting Standard) Rules, 2015 and Companies (Indian Accounting Standard) Amendment Rules 2016.

The Company has adopted all Ind AS standards and adoption has been carried out in accordance with Ind AS101, First Time Adoption of Indian Accounting Standard. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Sec 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. Reconciliations and descriptions of the effect of the transition has been summarized in Note 2.33, 2.34 & 2.35.

C Statement of Compliance

The Financial Statements comprising Balance Sheet, Statement of profit and Loss, Statement of changes in Equity, Cash Flow Statement, together with notes for the year ended March 31, 2017 have been prepared in accordance with Ind AS as notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016

D Basis of measurement

The financial statements have been prepared on a historical cost convention and on an accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:

- i. Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments);
- ii. Defined benefit and other long-term employee benefits.

E Functional and Presentation Currency

Items included in financial statement of the Company are measured using the currency of the primary economic environment in which the Company operates ("the functional currency").

Indian rupee is the functional currency of the Company.

The financial statements are presented in Indian Rupees (Rs.) which is the Company's presentation currency. All financial information presented in Indian Rupees has been rounded up to the nearest lakhs except where otherwise indicated.

F First-time adoption of Ind AS

The financial statement for the year ended March 31, 2017 are the first financial statement prepared by the company in accordance with Ind AS.

For the periods up to and inclusive of year ended March 31, 2016, the Company prepared its financial statements in accordance with accounting standards specified in section 133 of companies Act 2013 read together with rule 7 of Companies (Accounting Standards) Rules 2014 (Previous GAAP). Reconciliation and description of the effect of transition from previous GAAP to Ind AS on equity, Profit and cash flows are provided in Note No. 2.33, 2.34 & 2.35. The Balance Sheet as on the date of transition has been prepared in accordance with Ind AS 101 first-time Adoption of Indian Accounting Standards.

Ind AS 101 requires that all Ind AS for the first Ind AS Financial Statements, be applied consistently and retrospectively for all fiscal years presented. However this standard provides some exceptions and exemptions to the general this general requirement in specific cases. The application of these exceptions and exemptions are as discussed below:

F (a) Exceptions to retrospective application of other Ind AS

i. Ind AS 16 Property, Plant and Equipment/ Ind AS 38 Intangible assets :

An entity may elect to measure an item of property, plant and equipment and Intangible asset at the date of transition to Ind AS at its fair value and use that fair value as deemed cost at that date or may measure the items of Property, plant and equipment, Intangibles by applying Ind AS retrospectively or use the carrying amount under Previous GAAP on the date of transition as deemed cost. The Company has elected to continue with the carrying amount for all of its property, plant and equipment, Intangible assets measured as per Previous GAAP and use that as its deemed cost as at the date of transition.

iii. Ind AS 17 Leases :

An entity shall determine based on facts and circumstances existing at the date of transition to Ind AS whether an arrangement contains a Lease and when a lease includes both land and building elements, an entity shall assess the classification of each element as finance or operating lease. The Company has used this exemption and assessed all arrangements based on conditions existing as at the date of transition.

F (b) Exemptions from retrospective application of Ind AS

i. Ind AS 16 Property, Plant and Equipment/ Ind AS 38 Intangible assets :

An entity may elect to measure an item of property, plant and equipment and Intangible asset at the date of transition to Ind AS at its fair value and use that fair value as deemed cost at that date or may measure the items of Property, plant and equipment, Intangibles by applying Ind AS retrospectively or use the carrying amount under Previous GAAP on the date of transition as deemed cost. The Company has elected to continue with the carrying amount for all of its property, plant and equipment, Intangible assets measured as per Previous GAAP and use that as its deemed cost as at the date of transition.

Signature

Signature

G Use of Estimates

The preparations of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, the disclosures of contingent assets and contingent liabilities, at the time of financial statements, income and expenses during the period. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in future periods which are affected.

Application of accounting policies that require critical accounting estimates and assumption having the most significant effect on the amounts recognised in the financial statements are :

Useful lives of property, plant and equipment
Measurement of defined employee benefit obligations
Provisions
Utilisation of Tax Losses

H SIGNIFICANT ACCOUNTING POLICIES:

a) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

b) Depreciation and Amortization

Depreciation on tangible assets is provided on straight line method over the estimated useful lives of the assets on pro-rata basis. The estimated useful lives are as below,

Building : 30 years
Plant & Machinery : 15 years
Medical Equipments : 13 years
Computers : 6 years
Office Equipments : 5 years
Vehicles : 8 years
Furniture & Fixtures : 10 years

For the above classes of assets, based on internal assessment, Management believes that the useful life as given above represents the period over which it expects to use these assets. Hence the useful lives of these assets are different from the useful lives as prescribed under Part C of Schedule II of Companies Act, 2013.

c) Intangible Assets

Intangible assets are valued at cost less accumulated amortisation and impairment loss if any. Intangible assets are amortized over their respective individual estimated useful lives on straight line basis.

d) Financial Instruments

a. Financial Assets

Financial assets comprises of investments in the equity and debt securities, trade receivables cash and cash equivalents and other financial assets.

Initial recognition:

All financial assets are recognised initially at fair value plus in case of financial assets not recorded fair value through profit or loss, transaction cost attributable to the acquisition of financial assets purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the assets.

Subsequent measurement:

i. Financial assets measured at amortized cost:

Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and contractual terms of financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortised cost using effective interest rate (EIR) method. The EIR amortisation is recognised at finance income in Statement of Profit and Loss.

The Company while applying above criteria has classified the following at Amortised cost

- a) Trade receivable
- b) Other Financial Assets

ii. Financial assets at Fair Value through other comprehensive income (FVTOCI):

Financial assets that are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial assets give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are subsequently measured at FVTOCI. Fair value movements in financial assets at FVTOCI are recognised in other comprehensive income.

iii. Financial asset are measured at fair value through profit or loss (FVTPL)

Financial assets are measured at fair value through profit or loss if it does not meet the criteria for classification as measured at amortised cost or at fair value through other comprehensive income. All fair value changes are recognised in the Statement of Profit and Loss.

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De recognition of financial assets

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred and the transfer qualifies for de recognition. On de recognition of a financial asset in its entirety, the difference between the carrying amount (measured at the date of de recognition) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognised in the Statement of Profit and Loss.

c. Offsetting of financial assets and financial liabilities -

Financial assets and liabilities are offset and the net amount is presented in Balance Sheet when, and only when, the Company has a legal right to offset the recognised amounts and intends either to settle on a net basis or to realize the assets and settle the liability simultaneously.

d. Reclassification of Financial Assets -

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no re classification is made for financial assets which are categorised as equity instruments at FVTOCI and financial assets of liabilities that are specifically designated at FVTPL. For Financial Assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be very in frequent. The management determines change in the business model as a result of external or internal changes which are significant to the company's operations. A change in the business model occurs when the company either begins or ceases to perform an activity that is significant to its operations. If the company reclassifies the financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

e) Impairment

The Company makes assessment of any indicator that may lead to impairment of the Assets on an annual basis. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value, which is higher of net selling price and the value in use. Impairment loss, if any, is charged to profit and loss account in the year in which it is identified as impaired.

f) Taxes on Income

The tax expense comprises of current tax & deferred tax charged or credited to the Statement of Profit and Loss for the year. Income tax expense is recognized in profit and loss except to the extent that it relates to items of equity and other comprehensive income. Current tax is calculated in accordance with the tax laws applicable to the current financial year using tax rates enacted or substantively enacted on the reporting date. Deferred tax is recognised using balance sheet method providing for temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Where there are unabsorbed depreciation or carry forward losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. At each balance sheet date, recognised and unrecognised deferred tax assets are reviewed.

g) Revenue Recognition

- i) Revenue is recognised as and when services are rendered.
- ii) Interest income is recognised on time proportionate at basis

h) Employee Benefits

i) Defined Contribution Plans

Company's Contributions paid/payable during the year to Provident Fund and Labour Welfare Fund are recognized in the Profit and Loss Account.

ii) Defined Benefit Plan & Other long term benefits

Company's liabilities towards gratuity and leave encashment are determined using the projected unit credit method which considers each period of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation. Actuarial gain and losses are recognized immediately in the statement of Profit and Loss Account as income or expenses. Obligation is measured at the present value of estimated future cash flows using a discounted rate that determined by reference to market yields at the Balance Sheet date on Government bonds where the currency and terms of the Government bonds are consistent with the currency and estimated terms of the defined benefit obligation.

Short-term employee benefits such as salaries, wages, short term compensated absences, performance incentives etc. and expected cost of bonus are recognised as expenses at the undiscounted amounts in the Statement of Profit and Loss of the year in which the related service is rendered.

i) Borrowing Costs

Borrowing costs (less any income on the temporary investments of those borrowings) attributable to qualifying assets are capitalised. Other borrowing costs are charged to profit and Loss account.

j) Contingencies / Provisions

A provisions are recognised when the Company has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities are not provided for unless a reliable estimate of probable outflow to the Company exists as at the Balance Sheet date. Contingent assets are neither recognised nor disclosed in the financial statements.

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k) Earning Per Share

Basic earning per share is calculated by dividing the net profit or loss for the year attributable to the equity shareholders (after deducting preference dividends and attributable taxes, if any) by the weighted average number of shares outstanding during the year. For the purpose of calculating diluted earning per share, net profit & loss for the year attributable to equity shareholders and weighted number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

l) Foreign Currency Transactions

Foreign currency transactions during the year are accounted at the prevailing rate on the date of transaction. Current assets and current liabilities are translated at the exchange rate prevailing on the last day of the year. Gains or losses arising out of remittance/ translations at the year end are credited/ debited to the profit and loss account for the year.

m) Lease

Where the Company is the lessee and the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss account on a straight-line basis over the lease term.

n) Segmental Reporting

The Company's operation is considered under one segment "Hospital and Healthcare Services" for internal reporting. Therefore, the Company's business does not fall under different operational segments as defined by Ind AS 108 - "Operating Segments" referred to in Section 133 of the Companies Act, 2013.

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Fixed Assets		
Fixed Assets		
Tangible Assets		
Intangible Assets		

[illegible]

APOLLO LAVASA HEALTH CORPORATION LIMITED

CIN:- U85100MH2007PLC176736

Notes to and forming part of the financial statements as at and for the year ended 31st March 2017

	As at March 31st, 2017	As at March 31st, 2016	As at April 1st, 2015
2.02 Other Financial Assets			
Deposits	19.30	19.30	19.30
	<u>19.30</u>	<u>19.30</u>	<u>19.30</u>
2.03 Investments			
Investment in Mutual Fund	-	-	109.67
(As on 1-Apr-2015 9207.965 Units @1191 Per Unit)	-	-	109.67
	<u>-</u>	<u>-</u>	<u>109.67</u>
2.04 Trade Receivables (Unsecured, considered good)			
(i) Outstanding over Six Months from the date they became due	55.65	8.22	7.54
(ii) Provision for Doubtful Debts	-	-	-
(iii) Outstanding Less than Six Months	10.20	41.76	28.77
(iv) Others Receivable	-	-	-
	<u>65.85</u>	<u>49.98</u>	<u>36.31</u>
2.05 Cash and Cash equivalents			
(a) Balances With Banks	42.20	12.25	28.60
(b) Cash On Hand	0.12	0.13	0.07
	<u>42.31</u>	<u>12.38</u>	<u>28.67</u>
2.06 Other Financial assets			
(a) Deposits	0.40	0.30	0.30
	<u>0.40</u>	<u>0.30</u>	<u>0.30</u>
2.07 Current Tax Assets (Net)			
Advance Payment of Taxes			
Advance Tax ₹ 3.76 Lakhs (Previous Year ₹ 16.21 Lakhs)	3.25	4.64	5.71
Provision for Tax ₹ 0.51 Lakhs (Previous Year ₹ 11.57 Lakhs)	-	-	-
	<u>3.25</u>	<u>4.64</u>	<u>5.71</u>
2.08 Other Current Assets			
Amounts Recoverable In Cash Or Kind	2.91	3.64	3.52
Advances to Suppliers	1.61	12.14	14.48
	<u>4.53</u>	<u>15.78</u>	<u>17.99</u>

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(₹ in Lakhs)

	As at March 31st, 2017	As at March 31st, 2016	As at April 1st, 2015
2.09 Share Capital			
(a) Authorised			
50,00,000 (Previous Year 50,00,000) Equity Shares of ₹ 10/- each	500.00	500.00	500.00
	500.00	500.00	500.00

(b) **SUBSCRIBED AND PAID UP
Equity Share Capital**

12,79,201 (Previous Year 12,79,201) Equity Shares of ₹ 10/- each fully paid up	127.92	127.92	127.92
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Details of holding company and shareholders holding more than 50% shares.

Apollo Hospitals Enterprise Ltd the holding Company 6,52,393 equity shares (51.00%) (As on 31.03.2016 - 6,52,393 shares 51%)

(As on 01.04.2015 - 4,79,701 shares 37.50%)

Lavasa Corporation Limited, 6,26,808 equity shares (49.00%) (As on 31.03.2016 - 6,26,808 shares 49%) (As on 01.04.2015 - 7,99,500 shares 62.50%)

Total	127.92	127.92	127.92
--------------	---------------	---------------	---------------

A) **Reconciliation of shares outstanding at the beginning and at the end of the period**

<u>Equity Shares</u>	As at March 31th, 2017		As at March 31st, 2016		As at April 1st, 2015	
	No of shares	₹ In Lakhs	No of shares	₹ In Lakhs	No of shares	₹ In Lakhs
At the beginning of the year	1,279,201	127.92	1,279,201	127.92	1,279,201	127.92
At the end of the year	1,279,201	127.92	1,279,201	127.92	1,279,201	127.92

C) **Rights & restriction attached to equity shareholders**

The Company has only one class of equity shares having face value of ₹10/- each. Every holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company after distribution of all preferential amount. Any dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting

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APOLLO LAVASA HEALTH CORPORATION LIMITED

CIN:- U85100MH2007PLC176736

Statement of Changes in Equity as at March 31, 2017

A. Equity Share Capital

(₹ in Lakhs)

Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
127.92	-	127.92

2.10 Other Equity

(₹ in Lakhs)

Particulars	Share application money pending allotment	Reserve and Surplus		Other Items of other comprehensive Income (Specify Nature)	Total
		Securities Premium Reserve	Retained Earnings		
Balance as on 1st April 2015	-	8,872.08	(2,289.81)	-	6,582.27
Impact	-	-	(0.29)	-	(0.29)
Profit (Loss) for the period	-	-	(342.66)	-	(342.66)
Restated balance at the beginning of 1st April 2015	-	8,872.08	(2,632.77)	-	6,239.31
Balance as on 31st March 2016	-	8,872.08	(2,632.77)	-	6,239.31
Impact 01.04.15	-	-	-	-	-
Impact 0415-03116	-	-	-	(1.43)	(1.43)
Profit (Loss) for the period	-	-	(393.08)	-	(393.08)
Balance at the end of 31st March 2016	-	8,872.08	(3,025.85)	(1.43)	5,844.80
Balance as on 31st March 2016	-	8,872.08	(3,025.85)	-	5,844.80
Impact 01.04.15	-	-	-	-	-
Impact 0415-03116	-	-	-	-	-
Impact 0416-0317	-	-	-	(0.79)	(0.79)
Profit (Loss) for the period	-	-	(389.84)	-	(389.84)
Balance at the end of 31st March 2017	-	8,872.08	(3,415.69)	(0.79)	5,454.18

Significant accounting policies and notes to financial statements form an integral part of the Statement of Changes in Equity

As per our Report of even date

For and on behalf of the Board of Directors

As per our Report of even date attached

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi

Sachin A. Negandhi
Partner
Membership No. 112888

Upasana Kamineni
Upasana Kamineni
Director
DIN:- 02781278

Rajiv Duggal

Rajiv Duggal
Director
DIN:- 00989554

Vadavala Satyanarayana Reddy
Vadavala Satyanarayana Reddy
Director
DIN:- 00002505

Santosh A. Marathe

Santosh A. Marathe
Additional Director
DIN:- 07755759

Mukund Motilal Rathi
Mukund Motilal Rathi
Director
DIN:- 07260182

Place : Mumbai
Date : 20/04/2017

Place : Mumbai
Date : 20/04/2017

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2.11 Long Term Provisions			
Provision For Employee Benefits	2.32	2.27	2.48
	<u>2.32</u>	<u>2.27</u>	<u>2.48</u>
2.12 Deferred tax liabilities (net)			
A Deferred Tax Liabilities			
Depreciation	79.87	110.49	62.70
Claims & Allowances			
Total	<u>79.87</u>	<u>110.49</u>	<u>62.70</u>
B Deferred Tax Assets			
Others	1.23	1.15	1.43
Carry forward losses	78.64	109.34	61.27
Total	<u>79.87</u>	<u>110.49</u>	<u>62.70</u>
Net Deferred Tax Liabilities (A-B)	<u>-</u>	<u>-</u>	<u>-</u>
Current liabilities			
Financial Liabilities			
2.13 Short Term Borrowings			
Payable to Related Parties			
Inter Corporate Deposits from related parties(repayable on demand)	1,172.38	997.38	972.38
	<u>1,172.38</u>	<u>997.38</u>	<u>972.38</u>
2.14 Other Current Liabilities			
(a) Interest accrued but not due on secured borrowings	-	-	-
(b) Interest accrued and due on unsecured borrowings	759.22	622.39	481.78
(c) Booking Advances	4.10	1.00	-
(d) Retention Deposit Payables	5.99	5.89	5.90
(e) Other Payables			
(i) Statutory & employee dues payable	16.96	16.59	16.84
(ii) Other creditors	-	-	-
	<u>786.26</u>	<u>645.87</u>	<u>504.52</u>
2.15 Short Term Provisions			
Provision For Employee Benefits	1.66	1.69	2.13
Provision For Other Expenses	4.87	9.23	9.81
	<u>6.53</u>	<u>10.92</u>	<u>11.94</u>

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(₹ in Lakhs)

	For the year ended 31st March, 2017	For the Year ended 31st March, 2016
2.16 Revenue from Operations		
Sales Receipt - Out Patient Department	41.38	48.89
Sales Receipt - In Patient Department	6.77	-
	<u>48.15</u>	<u>48.89</u>
2.17 Other Income		
Interest on Income Tax Refund	0.23	0.25
Profit on sale of investment	-	20.00
Excess Provision No Longer Required	20.83	1.78
Other Income	1.05	1.10
	<u>22.11</u>	<u>23.13</u>
2.18 Operational Expenses		
Operating Expenses	18.54	21.64
Power & Fuel	32.50	33.87
Visiting consultant Fees	-	-
	<u>51.04</u>	<u>55.52</u>
2.19 Employee Benefit Expenses		
Salaries and wages	52.51	55.26
Contribution / provisions to and for provident, Gratuity and other funds	3.23	3.41
Staff welfare expenses	6.33	6.35
	<u>62.08</u>	<u>65.02</u>
2.20 Administrative expenses		
Office & Other General Expenses	43.23	36.87
Security Services	4.91	5.01
Other Expenses	46.69	29.00
Loss on Sale of Asset	3.98	3.29
Payment to Auditor		
for Statutory Audit	0.86	0.35
for Other Services		0.16
	<u>99.66</u>	<u>74.68</u>
2.21 Finance Cost		
Interest On Inter Corporate Deposit	152.03	156.23
	<u>152.03</u>	<u>156.23</u>

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2.22 Contingent Liability

- a) Claims against the company not acknowledged as debt is ₹ 90.22 Lakh (Previous year ₹ Nil).

(₹ In Lakhs)

Particulars	31st March 2017	31st March 2016
Guarantee given to Government Bodies	-	-

- c) Estimated amount of contracts remaining to be executed on Capital account and not provided for (net of advances)- ₹ Nil Lakhs. (Previous year ₹ Nil Lakhs).

2.23 Related Party Disclosure

- i) Particulars of Related Parties, which control or are under common control with the Company :

A) Holding Company & Ultimate Holding Company
Apollo Hospitals Enterprises Limited - Holding Company From 16th November
Lavasa Corporation Limited - Holding Company till 15th November 2015
B) Fellow Subsidiaries
Western Hospitals Corporation Limited
C) Subsidiaries of Ultimate Holding Company
D) Other Related Parties
Bona Sera Hotels Limited
Cristel House Lavasa
Ecomotel Hotel Limited
Lavasa Hotel Ltd
Full Spectrum Adventure Limited
Reasonable Housing Limited
My City Technology Ltd
Whistling Thrush Facilities Services Limited
Warasgaon Tourism Limited
Spotless Laundry Services Limited
Starlit Resorts Limited
Dasve Convention Center Limited
Lakeview Clubs Limited
Apollo Telehealth Services Pvt Ltd
Sahyadri City Management Limited

- ii) Transactions with Related Parties during the period :

(₹ In Lakhs)

Nature of Transactions	Lavasa Corporation Ltd				Apollo Hospitals Enterprises Limited			
	Parent Company and		Other Related Parties		Parent Company and		Other Related Parties	
	31st March 2017	31st March 2016	31st March 2017	31st March 2016	31st March 2017	31st March 2016	31st March 2017	31st March 2016
Operating Income								
Lavasa Corporation Limited	-	21.00	18.46	15.81	-	-	-	-
Bona Sera Hotels Limited	-	-	0.24	0.30	-	-	-	-
Ecomotel Hotel Limited	-	-	1.04	0.88	-	-	-	-
Lavasa Hotel Ltd	-	0.12	1.12	0.26	-	-	-	-
Sahyadri City Management Limited	-	-	0.02	-	-	-	-	-
Starlit Resort Limited	-	-	0.02	-	-	-	-	-
Lakeshore Watersport Company Ltd	-	0.08	0.08	-	-	-	-	-
Dasve Convention Center Limited	-	0.10	0.23	0.13	-	-	-	-
Rent Received								
Apollo Hospitals Enterprise Ltd	-	-	-	-	0.94	0.43	-	0.60
Inter corporate Deposit Received								
Western Hospitals Corporations Pvt Ltd	-	-	-	-	175.00	25.00	-	-
Sale of Assets								
Apollo Hospitals Enterprise Ltd	-	-	-	-	-	3.47	-	-
Interest on Inter corporate Deposit								
Western Hospitals Corporations Pvt Ltd	-	-	-	-	11.04	0.23	-	-
Lavasa Corporation Limited	-	-	141.00	156.01	-	-	-	-
Project and Other Services Received								
Lavasa Corporation Limited	-	0.50	2.70	1.56	-	-	-	-
Ecomotel Hotel Limited	-	-	0.71	0.43	-	-	-	-
My City Technology Limited	-	0.32	0.60	0.32	-	-	-	-
Reasonable Housing Limited	-	4.21	5.96	1.65	-	-	-	-
Sahyadri City Management Limited	-	14.18	20.19	4.81	-	-	-	-
Apollo Hospital Enterprise Ltd	-	-	-	-	0.16	0.05	-	0.14
Apollo Telehealth Services Pvt Ltd	-	-	-	-	-	-	0.51	-
Whistling Thrust Facility Service	-	8.06	-	4.83	-	-	-	-
Spotless Laundry Services Limited	-	0.07	0.08	0.07	-	-	-	-
Warasgaon Power Supply Ltd.	-	0.17	-	-	-	-	-	-
Inter corporate Deposit Outstanding								
Western Hospitals Corporations Pvt Ltd	-	-	-	-	200.00	25.00	-	-
Lavasa Corporation Limited	-	-	972.38	972.38	-	-	-	-
Interest Accrued and due								
Western Hospitals Corporations Pvt Ltd	-	-	-	-	10.14	0.20	-	-
Lavasa Corporation Limited	-	-	749.08	622.39	-	-	-	-
Included in Loans & Advances								
Apollo Telehealth Services Pvt Ltd	-	-	-	-	0.10	-	-	-
Reasonable Housing Limited	-	-	2.64	2.64	-	-	-	-
Equity Share Capital								
Lavasa Corporation Limited	-	-	62.68	62.68	-	-	-	-
Apollo Hospital Enterprise Ltd	-	-	-	-	65.74	65.74	-	-
Included in Trade payables & other payables								
Lavasa Corporation Limited	-	-	17.01	15.95	-	-	-	-
My City Technology Ltd	-	-	10.23	22.02	-	-	-	-
Sahyadri City Management	-	-	74.70	55.19	-	-	-	-
Whistling Thrust Facility Service	-	-	4.77	9.84	-	-	-	-
Reasonable Housing Limited	-	-	13.42	8.04	-	-	-	-

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Apollo Telehealth Services Pvt Ltd				0.08	-	-	-
Apollo Hospital Enterprise Ltd				38.23	38.07	-	-
Ecomotel Hotel Limited	-	-	2.55	-	-	-	-
Spotless Laundry Services Limited	-	-	0.06	0.09	-	-	-
Warasgaon Power Supply Ltd.	-	-	0.17	0.17	-	-	-
Included in Trade Receivables							
Lavasa Corporation Limited			63.25	44.78	-	-	-
Ecomotel Hotel Limited	-	-	0.09	2.78	-	-	-
Apollo Hospital Enterprise Ltd	-	-	-	-	0.28	0.14	-
Sahyadri City Management Limited			0.02	-	-	-	-
Starlit Resort Limited			0.02	-	-	-	-
Dasve Convention Center Limited			0.04	0.68	-	-	-
Full Spectrum Adventure Limited			-	-	-	-	-
Bona Sera Hotels Limited			0.42	0.18	-	-	-
Lavasa Hotel Ltd			1.53	0.84	-	-	-
Ekant Retreat Ltd	-	-	-	-	-	-	-

2.24 Earnings Per Share:

(₹ In Lakhs)

Particulars	31st March 2017	31st March 2016
Profit/(Loss) after taxation as per statement of profit and loss (₹ in Lakhs)	(390)	(395)
Net Profit / (Loss) after preference dividend	(390)	(395)
Weighted Average number of Equity Shares (for Basic EPS)	1,279,201	1,279,201
Earning Per Share (Basic) (in Rupees)	(30)	(31)
Weighted Average number of Equity Shares (for Diluted EPS)	1,279,201	1,279,201
Earning Per Share (Diluted) (in Rupees)	(30)	(31)

2.25 Financial Instruments By Category

The carrying value and the fair value of financial instruments by each category as at March 31, 2017 :

(₹ In Lakhs)

Particulars	Financial assets / liabilities at amortised costs	Financial assets / liabilities at FVTPL	Financial assets/ liabilities at FVTOCI	Total carrying value	Total fair Value
Assets					
Trade receivables	65.85	-	-	65.85	65.85
Cash and Cash Equivalents and other bank balances	42.31	-	-	42.31	42.31
Other Financial Assets	19.70	-	-	19.70	19.70
Liabilities					
Trade Payables	209.86	-	-	209.86	209.86
Other Current Liabilities	1,958.64	-	-	1,958.64	1,958.64

The carrying value and the fair value of financial instruments by each category as at March 31, 2016:

(₹ In Lakhs)

Particulars	Financial assets / liabilities at amortised costs	Financial assets / liabilities at FVTPL	Financial assets/ liabilities at FVTOCI	Total carrying value	Total fair Value
Assets					
Trade receivables	49.98	-	-	49.98	49.98
Cash and Cash Equivalents and other bank balances	12.38	-	-	12.38	12.38
Other Financial Assets	19.60	-	-	19.60	19.60
Liabilities					
Trade Payables	196.19	-	-	196.19	196.19
Other Current Liabilities	1,643.25	-	-	1,643.25	1,643.25

2.26 Interest Income / (Expenses), Gains / (Losses) recognized on financial assets and liabilities

(₹ In Lakhs)

Particulars	Year Ended March 31, 2017	Year Ended March 31, 2016
Financial Assets at amortised cost		
Interest income on bank deposits	-	-
Interest income on other financial assets	0	0
Impairment on trade receivables	-	-
Gain/ losses on financial assets	0	0
Financial Assets at Fair Value through Profit and Loss (FVTPL)		
Dividend on Quoted Equity Shares/ Mutual Funds/ Other Instruments	0	0
Fair Value Gain/(Loss) on Quoted Equity Shares/ Mutual Funds/ Other Instruments	0	0
Financial Liabilities at Amortised Cost		
Interest expenses on borrowings, overdrafts and Intercompany deposit	152.03	156.23
Gain/ losses on financial assets		
Fees income and expenses (other than those included in determining EIR) arising from Financial assets and Financial liabilities that are not at Fair Value Through Profit and Loss		
Total	152.03	156.23

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2.27 Exposure to credit risk

The Gross carrying amount of financial assets, net of any impairment losses recognised represents the maximum credit exposure. The maximum exposure to credit risk as at March 31, 2017 and 2016 was as follows:

Particulars	(₹ In Lakhs)	
	As at March 31, 2017	As at March 31, 2016
Investments	-	-
Trade Receivables (Net of ECL)	65.85	49.98
Cash and Cash Equivalents and other bank balances	42.31	12.38
Other Financial Assets	21.31	31.74
Total	129.48	94.10

2.28 Financial assets that are past due but not impaired:

There is no other class of financial assets that is past due but not impaired other than trade receivables. The age analysis of trade receivables have been considered from the date of invoice. The aging of trade receivables, net of allowances, that are past due, is given below

Period (in days)	(₹ In Lakhs)	
	As at March 31, 2017	As at March 31, 2016
0-30 days past due	1.80	0.23
31-1 year past due	18.03	23.21
1-3 year past due	29.79	25.49
More than 3 years past due	16.23	1.05

Financial assets that are neither past due nor impaired

Particulars	(₹ In Lakhs)	
	As at March 31, 2017	As at March 31, 2016
Cash and Cash Equivalents and other bank balances	42.31	12.38
Other financial assets	19.70	19.60

2.29 Liquidity Risks

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach for managing liquidity is to ensure as far as possible that it will always have sufficient liquidity to meet its liabilities when due, under normal and stressed conditions, without incurring unacceptable losses or risking damages to the company's reputation. Typically the company ensures that it has sufficient cash on demand to meet expected operational expenses, servicing of financial obligations.

Maturity Analysis of financial instruments

As At March 31, 2017

Particulars	Carrying amount	(₹ In Lakhs)				
		0-12 Months	1-3 years	3-5 years	Above 5 years	Total
Borrowings from others	1,172.38	1,172.38	-	-	-	1,172.38
Trade payables	209.86	209.86	-	-	-	209.86
Other current liabilities	786.26	786.26	-	-	-	786.26

As At March 31, 2016

Particulars	Carrying amount	(₹ In Lakhs)				
		0-12 Months	1-3 years	3-5 years	Above 5 years	Total
Borrowings from others	997.38	997.38	-	-	-	997.38
Trade payables	196.19	196.19	-	-	-	196.19
Other current liabilities	645.87	645.87	-	-	-	645.87

2.30 Interest Rate Risk:

Interest rate risk is the risk that an upward movement in interest rates would adversely affect the borrowing costs of the Company.

The Interest rate profile of the company's Interest bearing financial instruments were as follows:

Particulars	(₹ In Lakhs)	
	As at March 31, 2017	As at March 31, 2016
Fixed rate instruments	-	-
Financial liabilities	-	-
- Borrowings from Banks	-	-
- Borrowings from Others	1,172.38	997.38

Fair value sensitivity for fixed rate instruments

The company does not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore a change in interest rates at the reporting date would not affect profit and loss

2.31 Reconciliation of Equity from Previous GAAP to Ind AS as at April 1, 2015 and March 31, 2016

Particulars	(₹ In Lakhs)	
	As at April 1, 2015	March 31, 2016
Equity as per Previous GAAP	127.92	127.92
IND AS Adjustments	-	-
Equity as per IND AS	127.92	127.92

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2.32 Reconciliation of material items of Balance Sheet as per IND AS with Previous GAAP As at April 1, 2015

(₹ In Lakhs)

Particulars	As per IND AS	As per previous GAAP	Increase/ (Decrease)
Assets			
Deposits given	19.30	19.30	-
Trade Receivables	36.31	36.31	-
Liabilities			

Reconciliation of material items of Balance Sheet as per IND AS with Previous GAAP As at March 31, 2016

(₹ In Lakhs)

Particulars	As per IND AS	As per previous GAAP	Increase/ (Decrease)
Assets			
Deposits given	19.30	19.30	-
Trade Receivables	49.98	49.98	-
Liabilities			

2.33 Reconciliation of Net profit from Previous GAAP to Ind AS for the year ended March 31, 2016

(₹ In Lakhs)

Particulars	March 31, 2016
Net profit as per Previous GAAP	(394.51)
Add / (Less): Ind AS Adjustments	
Re-measurement (gains)/losses on defined benefit plans	1.43
Net profit as per Ind AS	(393.08)

2.34 Reconciliation of material items of Statement of Cashflows for the year ended March 31, 2016 as per IND AS with Previous GAAP As at March 31, 2016

(₹ In Lakhs)

Particulars	As per IND AS	As per previous GAAP	Increase/ (Decrease)
Cash generated from operations	(148.11)	(148.11)	-
Net cash used in investing activities	(0.87)	(0.87)	-
Net cash used in financing activities	175.23	175.23	-
Cash and cash equivalents at the beginning of the year	12.38	12.38	-
Cash and cash equivalents at the end of the year	42.31	42.31	-

2.35 Movement in temporary differences during current and previous year

(₹ In Lakhs)

Particulars	Depreciation	Carry Forward Losses	Other	Total
Balance as at April 1, 2015	62.70	(61.27)	(1.43)	-
Recognised in Income Statement	(47.79)	48.07	(0.28)	-
Recognised in equity				
Balance as at March 31, 2016	110.49	(109.34)	(1.15)	-
Recognised in Income Statement	30.62	(30.70)	0.08	-
Recognised in equity				
Balance as at March 31, 2017	79.87	(78.64)	(1.23)	-
Unrecognised deferred tax asset	-	-	-	-

2.36 Employee Benefits

A Defined Benefit Plans / Long Term Compensated Absences – As per Actuarial Valuation on March 31, 2017

(₹ In Lakhs)

Particulars	Gratuity		Leave Encashment & Sick Leave	
	Unfunded		Unfunded	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
Change in benefit obligations	NIL	NIL	NIL	NIL
Defined Benefit Obligation at beginning of the year	1.92	2.18	2.04	2.44
Current Service Cost	0.79	1.00	0.87	1.05
Interest Expenses	0.15	0.17	0.13	0.16
Curtailment gain				
Transfer of obligation				
Benefits paid				
Remeasurements - Actuarial (Gains) / Losses	(0.79)	(1.43)	(0.33)	(1.61)
Defined Benefit Obligation at the end of the Year	2.08	1.92	2.71	2.04

Recognised in the statement of profit and loss under employee benefit expenses

Current Service Cost	0.79	1.00	0.87	1.05
Net Interest on the net defined benefit liability / asset	0.15	0.17	0.13	0.16
Curtailment gain				
Net periodic benefit cost recognised in the statement of profit &	0.95	1.17	1.00	1.21

Remeasurements of the net defined benefit liability / (asset)

Actuarial (gains) / losses	(0.79)	(1.43)	(0.33)	(1.61)
	(0.79)	(1.43)	(0.33)	(1.61)

Actuarial Assumptions:

Discount Rate	7.70%	8.00%	7.70%	8.00%
Rate of increase of compensation levels	7.50%	7.50%	7.50%	7.50%
Expected average remaining working lives of employees	13.25 years	13.54 years	13.25 years	13.54 years
Mortality Table	IALM (2006-08) (ultimate)	IALM (2006-08) (ultimate)	IALM (2006-08) (ultimate)	IALM (2006-08) (ultimate)

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The attrition rate varies from 2% to 8% (previous year 2% to 8%) for various age groups.

Remeasurement of the net defined benefit liability recognised in other comprehensive income

(₹ in Lakhs)

Particulars	March 31, 2017	March 31, 2016
Amount recognised in other comprehensive income for the year ending March 31, 2017 and March 31, 2016	Nil	Nil
Remeasurement (gain)/loss arising from		
- Change in demographic assumptions		
- Change in financial assumptions	0.07	(0.05)
- Experience variance	(0.86)	(1.38)
- Return on plan assets, excluding amount recognised in net interest expense / Income		

Sensitivity Analysis of significant actuarial assumption

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

(₹ in Lakhs)

Sensitivity Analysis for Gratuity	March 31, 2017		March 31, 2016	
	Decrease	Increase	Decrease	Increase
Discount rate (-/+ 1%)	2.35	1.86	2.17	1.71
(% change compared to base due to sensitivity)	-11%	12%	-12%	12%
Salary Growth Rate (-/+1%)	1.87	2.33	1.73	2.15
(% change compared to base due to sensitivity)	11%	-11%	11%	-11%
Withdrawal Rate (-/+1%)	2.08	2.09	1.91	1.93
(% change compared to base due to sensitivity)	0%	0%	1%	-1%

b Defined Contribution Plans

Accounts recognized as an expense and included in the note no. 2.19 contribution to Provident and other funds of Profit and Loss accounts- 3.23 Lakhs (Previous Year 3.41 Lakhs)

2.37 Trade Receivables

The company has used practical experience by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward-looking information. The expected credit loss allowance is based on the aging of the days the receivables are due and the rates as given in the provision matrix. The provision matrix at the end of the reporting period is as follows:

Age of Receivables	Expected Credit loss %
0-30 days past due	0%
31-1 year past due	0%
1-3 year past due	0%
More than 3 years past due	0%

Age of Receivables	As at March 31, 2017	As at March 31, 2016
0-30 days past due	1.80	0.23
31-1 year past due	18.03	23.21
1-3 year past due	29.79	25.49
More than 3 years past due	16.23	1.05

Movement in Expected Credit loss allowance	As at March 31, 2017	As at March 31, 2016
Balance at the beginning of the year	-	-
Movement in expected credit loss allowance on trade receivables calculated at lifetime expected credit losses	-	-
Balance at the end of the year	-	-

2.38 Particulars of unhedged foreign currency exposure as at balance sheet date - Rupees Nil (Previous year Rupees Nil)
2.39 Disclosure required by Micro, Small and Medium Enterprises (Development) Act, 2006.

As per requirement of Section 22 Micro, Small & Medium Enterprises Development Act, 2006 following information is disclosed:

Particulars	As at March 31, 2017	As at March 31, 2016
Principal amount remaining unpaid to any supplier as at the end of each accounting year.	Nil	Nil
Interest due on (i) above remaining unpaid	Nil	Nil
Amounts paid beyond the appointed day during the accounting year	Nil	Nil
Interest paid on (iii) above	Nil	Nil
Interest due and payable on (iii) above	Nil	Nil
Interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil
Interest remaining unpaid of the previous years for the purpose of disallowance under the	Nil	Nil
The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.		

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2.40 Details of Foreign Currency Expenditure

(₹ in Lakhs)

Particulars	As at March 31, 2017	As at March 31, 2016
Foreign Currency Expenditure	Nil	Nil

2.41 Operating Lease

a) Future Lease Rental payments	As at March 31, 2017	As at March 31, 2016
(i) Not later than one year	4.49	4.10
(ii) Later than one year and not later than five years	-	-
(iii) Later than five years	-	-
b) Lease payment recognised during the year	11.55	10.14
c) General description of the leasing arrangement:		
i) Leased Assets : Residential Apartments		
ii) Future lease rental payments are determined on the basis of lease payable as per the agreement.		

2.42 DISCLOSURE ON SPECIFIED BANK NOTES (SBNs)

During the year, the Company had specified bank notes or other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, the denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs*	Other denomination notes	Total
Closing cash in hand as on November 8, 2016	10,000	2,316	12,316
(+) Permitted receipts	89,500	147,368	236,868.00
(-) Permitted payments			-
(-) Amount deposited in Banks	(99,500)	(149,342)	(248,842)
Closing cash in hand as on December 30, 2016	-	342	342

* For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.

2.43 In the opinion of the Board, any of the assets other than fixed assets and non-current investments do not have a value on realization in the ordinary course of business lower than at least equal to the amount at which they are stated

2.44 Other additional information pursuant to the provisions of paragraph 5 (viii) of general instructions for preparation of statement of profit and loss as per Schedule III to the Companies Act, 2013 is either nil or not applicable.

2.45 Previous year's figures have been regrouped/recasted where necessary.

As per our Report of even date

For K. S. Aiyar & Co.
Chartered Accountants
ICAI Firm Registration No. 100186W

Sachin A. Negandhi
Sachin A. Negandhi
Partner
Membership No. 112888

For and on behalf of the Board of Directors

Upasana Kamineni
Upasana Kamineni
Director
DIN:- 02781278

Rajiv Duggal
Rajiv Duggal
Director
DIN:- 00989554

Vadavala Satyanarayana Reddy
Vadavala Satyanarayana Reddy
Director
DIN:- 00002505

Santosh A. Marathe
Santosh A. Marathe
Additional Director
DIN:- 07755759

Mukund Motilal Rathi
Mukund Motilal Rathi
Director
DIN:- 07260182

Place : Mumbai
Date : 20/04/2017

Place : Mumbai
Date : 20/04/2017

Supriya