



ARUNA HOTELS LIMITED

AHL /CS/BSE /2017-18

CIN: L15421TN1960PLC004255

12.07.2017

To
The Manager,
M/s. Bombay Stock Exchange Ltd.,
Floor No. 25, PJ Towers,
Dalal Street, **Mumbai – 400 001**

Kind Attn: Rakesh Parekh, (Special Assistant Listing Compliance) BSE LISTING

Dear Sir/Madam,


SUB : Submission of Revised Audited Financial results of M/s Aruna Hotels Limited for year ended 31.03.2017 as per Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) regulation ,2015 for the year ended 31.03.2017.

REF: 1. BSE Email Dt.10/07/2017 towards Discrepancies in Financial Result of *the*
Company for the Quarter \ Year ended March 2017
2. SCRIIP Code: 500016

With the reference to the above your mail dt 10.07.2017. We are herewith filling the Revised statement of Audited Financial results for the year ended 31.03.2017, as per Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) regulation ,2015, for the above mentioned company for your perusal and records.

Kindly acknowledge the receipt of this letter.

Thanking You,
For Aruna Hotels Limited


(Ajay Shukla)
Company Secretary



ARUNA HOTELS LIMITED
CIN : L15421TN1960PLC004255
Regd Office : - Aruna Centre, 145, Sterling Road, Nungambakkam, Chennai - 600 034
Phone :044-3988 4422 Fax:044-3041 4999
Email id :directorsaruna@gmail.com: website :www.arunahotels.com

(Rupees in lakhs except EPS)

AUDITED FINANCIAL RESULT FOR THE QUARTER ENDED MARCH 31,2017					
Particulars	Quarter Ended			Year Ended	
	March 31,2017	December 31,2016	March 31,2016	March 31,2017	March 31,2016
(Refer Notes Below)	Audited	Unaudited	Unaudited	Audited	Audited
1. Income from operation					
(a) Net Sales/Income from Operations (Net of excise duty)	-	-	-	-	-
(b) Other Operating Income	-	-	-	-	-
Total income from Operations (net)	-	-	-	-	-
2. Expenses					
(a) Cost of Materials consumed	-	-	-	-	-
(b) Purchase of stock-in-trade	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock- in-trade	-	-	-	-	-
(d) Employee benefits expense	5.55	10.30	16.28	15.46	30.14
(e) Depreciation and amortisation expense	145.29	-	147.95	145.29	147.95
(f) Other expenses	139.95	54.97	33.20	531.45	90.70
Total Expenses	290.79	65.27	197.42	692.20	268.78
3. Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(290.79)	(65.27)	(197.42)	(692.20)	(268.78)
4. Other Income	173.65	2.70	354.89	181.05	354.89
5. Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(117.14)	(62.57)	157.47	(511.15)	86.11
6. Finance Costs	5.82	0.13	61.22	5.98	92.65
7. Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 + 6)	(122.95)	(62.70)	96.26	(517.13)	(6.54)
8. Exceptional items	-	-	-	-	-
9. Profit / (Loss) from ordinary activities before tax (7 + 8)	(122.95)	(62.70)	96.26	(517.13)	(6.54)
10. Tax expense	-	-	-	-	-
11. Net Profit / (Loss) from ordinary activities after tax (9 + 10)	(122.95)	(62.70)	96.26	(517.13)	(6.54)
12. Extraordinary items (net of tax expense)	-	-	-	-	-
13. Net Profit / (Loss) for the period (11 + 12)	(122.95)	(62.70)	96.26	(517.13)	(6.54)
14. Share of Profit / (loss) of associates *	-	-	-	-	-
15. Minority Interest*	-	-	-	-	-
16. Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+ 14 + 15) *	(122.95)	(62.70)	96.26	(517.13)	(6.54)
17. Paid-up equity share capital					
(Face Value of the Share shall be indicated)	900.00	900.00	900.00	900.00	900.00
18. Reserve excluding Revaluation Reserves as per balance sheet of current accounting year				(3,763.63)	(3,241.37)
19.i Earnings Per Share (before extraordinary items) (of Rs 10/- each) (not annualised):					
(a) Basic	(1.37)	(0.70)	1.07	(5.75)	(0.07)
(b) Diluted	(1.37)	(0.70)	1.07	(5.75)	(0.07)
19.ii Earnings Per Share (after extraordinary items) (of Rs 10/- each) (not annualised):					
(a) Basic	(1.37)	(0.70)	1.07	(5.75)	(0.07)
(b) Diluted	(1.37)	(0.70)	1.07	(5.75)	(0.07)

See accompanying note to the Financial Results

For ARUNA HOTELS LTD.

Director

ARUNA HOTELS LIMITED

CIN : L15421TN1960PLC004255

Regd Office : - Aruna Centre, 145, Sterling Road, Nungambakkam, Chennai - 600 034

Phone :044-3988 4422

Fax:044-3041 4999

Email id :directorsaruna@gmail.com:

website :www.arunahotels.com

AUDITED FINANCIAL RESULT FOR THE QUARTER AND YEAR ENDED MARCH 31,2017

NOTES:

1. The above audited Financial Result were Reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 29, 2017
2. Company has received advances towards Share Capital but shares were not issued since it is under Listing process and will issue shares after listing at the Stock exchange.
3. The company is in the Process of updating the details of various litigations filed by the third Parties
- 4 .Previous Periods /year's figures have been reclassified /regrouped wherever Necessary to confirm to current period presentation .

Place:Chennai

Date:29.05.2017

For and on Behalf of the Board of Director




R.MURALIDHARAN
DIRECTOR

ARUNA HOTELS LIMITED
CIN : L15421TN1960PLC004255

Regd Office : - Aruna Centre, 145, Sterling Road, Nungambakkam, Chennai - 600 034

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Particulars	Rs.in lacs	Rs in lacs
	As at March 31, 2017	As at March 31, 2016
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	1,207.87	1,207.87
(b) Reserves and surplus	4,757.46	5,373.92
(c) Money received against share Warrants		-
Sub-total - Shareholders' funds	5,965.33	6,581.79
2. Share application money pending allotment	4,757.67	3,387.67
3. Minority interest *		
4. Non-current liabilities		
(a) Long-term borrowings	1,038.73	1,564.71
(b) Deferred tax liabilities (net)	-	-
(c) Other long-term liabilities	-	-
(d) Long-term provisions	-	3.65
Sub-total - Non-current liabilities	1,038.73	1,568.36
5. Current liabilities		
(a) Short-term borrowings	303.64	305.90
(b) Trade payables	8.28	41.93
(c) Other current liabilities	111.71	858.00
(d) Short-term provisions	17.62	100.38
Sub-total - Current liabilities	441.24	1,306.20
TOTAL - EQUITY AND LIABILITIES	12,202.97	12,844.02
B ASSETS		
1. Non-current assets		
(a) Fixed assets	11,295.08	11,469.47
(b) Goodwill on consolidation *	-	-
(c) Non-current investments	-	1.95
(d) Deferred tax assets (net)	-	-
(e) Long-term loans and advances	232.52	260.45
(f) Other non-current assets	600.00	774.28
Sub-total - Non-current assets	12,127.60	12,506.16
2 Current assets		
(a) Current investments	-	-
(b) Inventories	28.63	28.63
(c) Trade receivables	-	123.70
(d) Cash and cash equivalents	17.69	132.95
(e) Short-term loans and advances	-	17.01
(f) Other Current Assets	29.06	35.58
Sub-total - Current assets	75.37	337.87
TOTAL-ASSETS	12,202.97	12,844.02

For ARUNA HOTELS LT

Director



BALA & Co.,
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

TO
THE BOARD OF DIRECTORS
ARUNA HOTELS LIMITED

1. We have audited the accompanying Statement of Standalone Financial Statements of Aruna Hotels Limited (The Company), for the year ended 31st March 2017, being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with Circular No CIR/CFD/FAC/62 dated July 5, 2016.

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. The Statement has been prepared on the basis of annual financial statements. Our responsibility is to express an opinion on this Statement, based on audit of such financial statements, which have been prepared in accordance with the Accounting Standards prescribed under Section 133 of Companies Act, 2013 (the Act) read with Rule 7 of the Companies (Account) Rules, 2014 and other accounting principles generally accepted in India.

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

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

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



"Sri Guru Nivas"

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Ph Nos: 044 - 24468687 / 24468788 / 98415 97680, Email – contact@balacoca.net

3. Basis for Qualified Opinion

- i) Company has received advances towards share capital but shares were not issued since it is under listing process and will issue shares after listing at stock exchange. The same is not in conformity with the provisions of the Companies Act, 2013.
- ii) The closing balances of parties from whom loan was taken and from creditors and debtors are subject to confirmation and reconciliation.
- iii) The company is in the process of updating the details of various litigations filed by the third parties; hence we cannot ascertain the liability arising on those litigations.
- iv) During our audit, we have come across several notices / demand notes issued by various statutory authorities

Following are the notices and demand issued to the company during the financial year 2016-17:

- a. Income Tax notice received for AY 2009-10, 2012-13 & 2013-14. Outstanding dues being -Rs 4,51,445 for AY 09-10, Rs 2,73,32,590 for AY 12-13 & Rs.2,38,31,782 for AY 13-14 against which appeal has been filed and outcome is pending.
- b. The company has received a Show Cause Notice from the Service Tax Department for FY 2008-09 to FY 2013-14. The company has received a demand of Service Tax amounting to Rs 2,59,53,777/-. Following points may be noted in this regard:
 - i. Payment of an amount of Rs 1,81,60,816/- has already been made by the assessee.
 - ii. The company has approached the Service Tax Settlement Commission to get waiver of the penalties & pending dues upto FY 2013-14 imposed by the Service Tax authorities
- c. Sales Tax notice was issued for FY 2006-07 to FY 2011-12 on account on non-payment of outstanding Sales tax & Luxury Tax. The company has appealed against the order with the Hon'ble High Court of Madras which has set aside the Assessment Order and has instructed the Sales Tax Department to conduct a fresh assessment of the outstanding Sales tax & Luxury taxes payable. The company has then received a provisional assessment notice from the Sales tax department. However, payment of Rs. 2,85,90,365 was made by the company in this regard and the demand got nullified.



- v) *The contingent liability of the company towards the pending cases is not ascertainable as on date, but if the decision is unfavorable it would materially impact the cash flow of the company.*
- vi) *Based on our verification, information and documents provided for our verification, the company has recorded a loss during the year. Further, its total current liabilities exceed total current assets as on balance sheet date. The company is currently not operating and hence no income has been recorded. The validity of the going concern assumption on which the financial statements are prepared depends on the continuance of the ability of the company to generate sufficient cash flows from their operations.*
- vii) *The company has shown an amount of inventory as Rs 28.63 lacs which is the same as compared to FY 2015-16. However, based on our opinion the net realizable value of the inventory as on 31.3.2017 is negligible and needs to be written off.*

4. In our opinion and to the best of our information and according to the explanations given to us, except for the points as mentioned in Para 3 above, the statement:

- (i) Is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as modified by Circular No CIR/CFD/FAC/62 dated July 5, 2016
- (ii) Gives a true and fair view of the Loss and other financial information of the Company for the year ended March 31, 2017.

4. The statement includes the results for the Quarter ended March 31, 2017 being the balancing figure between audited figures up to the quarter of the current financial year which were subject to limited review by us.

For Bala & Co.,
Chartered Accountants
FRN No: 000318S

P.S. Devasenapathy

P.S. Devasenapathy
Partner
M.No:024740
Place: Chennai
Date: 29/05/2017



ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results of Aruna Hotels Limited - (Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017				
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)Rs in Lacs	Adjusted Figures (audited figures after adjusting for qualifications)Rs in Lacs
	1.	Turnover / Total Loss	NIL	NIL
	2.	Total Expenditure	698.18	698.18
	3.	Net Profit/(Loss)	-517.13	-517.13
	4.	Earnings Per Share	-5.75	-5.75
	5.	Total Assets	12202.97	12202.97
	6.	Total Liabilities	1479.97	1479.97
	7.	Net Worth	5965.32	5965.32
	8.	Any other financial item(s)-Share application money pending allotment	4757.67	4757.67
II.	Audit Qualification (each audit qualification separately):			
	<p>a. Details of Audit Qualification:</p> <p>a. The company has shown an amount of inventory as Rs 28.63 lacs which is the same as compared to FY 2014-15. However, based on our opinion the net realizable value of the inventory as on 31.3.2017 is negligible and needs to be written off.</p> <p>b. Company has received advances towards share capital but shares were not issued since it is under listing process and will issue shares after listing at stock exchange. The same is not in conformity with the provisions of the Companies Act, 2013.</p> <p>c. The closing balances of parties from whom loan was taken and from creditors are subject to confirmation and reconciliation.</p> <p>d. The company is in the process of updating the details of various litigations filed by the third parties; hence we cannot ascertain the liability arising on those litigations.</p> <p>e. The company has received a Show Cause Notice from the Service Tax Department for FY 2008-09 to FY 2013-14. The company has paid the regular Service Tax due to the Department and has gone to the Settlement Commission towards waiver of interest and penalty levied by the Department.</p>			

		<p>f. Income Tax notice received for AY 2009-10 & 2012-13. Outstanding dues being - Rs 4,51,445 for AY 09-10 and Rs 2,73,32,590 for AY 12-13 against which appeal has been filed and outcome is pending.</p> <p>g. The contingent liability of the company towards the pending cases is not ascertainable as on date, but if the decision is unfavorable it would materially impact the cash flow of the company.</p> <p>h. Based on our verification, information and documents provided for our verification, the company has recorded a loss during the year. Further, its total current liabilities exceed total current assets as on balance sheet date. The company is currently not operating and hence no income has been recorded. The validity of the going concern assumption on which the financial statements are prepared depends on the continuance of the ability of the company to generate sufficient cash flows from their operations.</p>			
	b.	Type of Audit Qualification: Qualified Opinion			
	c.	Frequency of qualification: Qualification d: Since 2011-12, Qualification No. a, b, c, e, f, g & h: Since 2015-16			
	d.	<p>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Regarding Qualification No. a: Inventory is being valued to arrive at the tentative realisable value. Regarding Qualification No e: Contingent liability arises of Rs 2,59,53,777/- (The company has paid Rs 181 lakhs, and taken provision for Rs 41.31 lakhs, hence net impact taken for Rs 36.61 lakhs) & Regarding qualification no. e: Contingent liability arises of Rs 4,51,445 for AY 09-10 and Rs 2,73,32,590 for AY 12-13. (Already provision made for Rs 2.25 lacs, hence net impact taken for Rs 275.59)</p>			
	e.	<p>i) For Audit Qualification(s) where the impact is not quantified by the auditor: Regarding Qualification No. d, e, f, & g: The Company has not disclosed any contingent liability likely to arise on account of various claims/ litigations to be raised by the third parties which is uncertain and cannot be reasonably valued. In the absence of sufficient details, we cannot quantify the same.</p> <p>The contingent liability of the company towards the pending cases is not ascertainable as on date, but if the decision is unfavourable it would materially impact the cash flow of the company.</p>			
		(i) Management's estimation on the impact of audit qualification:			
		1. The Board of Directors are trying its best to meet all the compliances required to re-list the company in the stock exchange at earliest, as soon as the Company will be re-listed we will issue the shares to all the parties whose sum is shown under advance towards share capital. This serves as our response to point no. (c) in the Auditor's Report.			

2. The Board is taking all steps to revive the operations of the Company. The Management has been successful in getting additional funds as Share Capital which are very much required to settle the old and long pending dues of the Company. As such, the Management is in the process of working out an elaborate Business Plan to restart the operations at the earliest and to ensure that the operations remain profitable. The Management requests the support and patronage of all the shareholders in this regard to accomplish this mission. This serves as our response to point no. (i) in the Auditors Report.

(i) If management is unable to estimate the impact, reasons for the same:

(ii) Auditors' Comments on (i) or (ii) above:

III. Signatories:

- CEO/Managing Director
- CFO
- Audit Committee Chairman
- Statutory Auditor

[Signature]
T. Abiraj

[Signature]
N. S. Ramesh

[Signature]
P. S. Ramesh

Place:

Chennai

Date:

29-05-2017

