

AUDITOR'S REPORT

**Independent Auditor's Report
To the Members of Hotel Rugby Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of Hotel Rugby Limited, which comprise the Balance Sheet as at 31st March, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended 31st March, 2014, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required *subject to Note 1 for share capital regarding equity share issued for consideration other than cash, note 5 for investment including non- Verification and Note 21 accounts are prepared on going concern*



concept, give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- b) In the case of the Profit and Loss Account, of the loss for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by section 227(3) of the Act, we report that:

a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

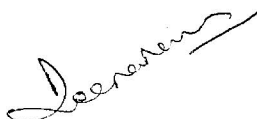
b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

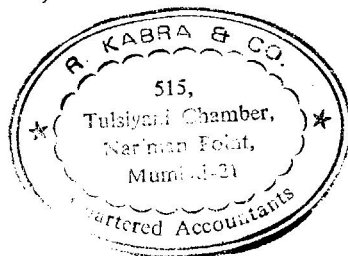
d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act ;

e) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, **three Directors of the company are disqualified from being appointed as a Director of the company under section 274 (1) (g) of the Companies Act, 1956 as at 31st March, 2014 (since two of the subsidiaries (Public Companies) where they are directors have earlier not filed the annual accounts and annual return for continuous previous three financial years which were filed delayed subsequent to the due date and the disqualification continues for a period of five years since the year ended 31st March 2009)**

For R. Kabra & Co.
Chartered Accountants
(Registration No.104502W)



(Deepa Rathi)
Partner
M. Ship No.104808
FRN : 104502W
Place: Mumbai
Date: 06/05/2014



ANNEXURE I TO CLAUSE 41

Hotel Rugby Limited

Registered Office : 6, Stadium House, 81/83, Veer Nariman Road, Churchgate, Mumbai - 400 020.

AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH, 2014

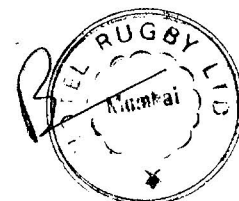
PART I

(Rs. In Lakhs)

	Quarter Ended			Year Ended (Audited)	
	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
(a) Net Sales/Income from Operations	-	-	-	-	-
(b) Other Operating Income	-	-	-	-	-
	-	-	-	-	-
2. Expenditure					
a. Increase/decrease in stock in trade and work in progress	-	-	-	-	-
b. Consumption of raw materials	-	-	-	-	-
c. Purchase of traded goods	-	-	-	-	-
d. Employees cost	-	-	-	-	-
e. Depreciation	-	-	-	-	-
f. Other expenditure	2.09	3.21	3.75	14.85	23.84
g. Total	2.09	3.21	3.75	14.85	23.84
(Any item exceeding 10% of the total expenditure to be shown separately)					
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	(2.09)	(3.21)	(3.75)	(14.85)	(23.84)
4. Other Income	3.66	4.87	7.34	30.18	35.34
5. Profit before Interest & Exceptional Items (3+4)	1.57	1.66	3.59	15.33	11.50
6. Finance Cost	0.00	-	-	0.01	(3.81)
7. Profit after Interest but before Exceptional Items (5-6)	1.57	1.66	3.59	15.32	7.69
8. Exceptional Items - Provision for Dimulation in value of Investment earlier provided now written back	-	-	-	(64.43)	305.87
9. Profit/ Loss from Ordinary Activities before tax (7+8)	1.57	1.66	3.59	(49.11)	313.56
10. Tax expense	1.80	-	(1.86)	1.80	(1.86)
11. Net Profit (+)/Loss(-) from Ordinary Activities after tax (9-10)	3.37	1.66	1.73	(47.31)	311.70
12. Extraordinary Item	-	-	-	-	-
13. Net Profit/Loss for the period (11-12)	3.37	1.66	1.73	(47.31)	311.70
14. Paid-up equity share capital of Rs. 10/- each	1,432.28	1,432.28	1,432.28	1,432.28	1,432.28
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	(510.40)	(463.09)
16. Earnings Per Share (EPS)					
(a) Basic	0.023	0.010	0.012	(0.33)	2.18
(b) Diluted	0.023	0.010	0.012	(0.33)	2.18

See accompanying note to the financial results

Note :- The classification / disclosure of items in the financial results shall be in accordance with the Revised Schedule VI of the Companies Act, 1956.



PART II						
Select Information for the Quarter and Year Ended 31/03/2014						
	Particulars	3 months ended (31/03/2014)	Preceding 3 months ended (31/12/2013)	Corresponding 3 months ended (31/03/2013) in the previous year	Year to date figures for current year period ended (31/03/2014)	Year to date figures for the previous year ended (31/03/2013)
A	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	- Number of shares	10,394,848	10,394,848	10,394,848	10,394,848	10,394,848
	- Percentage of shareholding	72.58%	72.58%	72.58%	72.58%	72.58%
2	Promoters and Promoter Group Shareholding **					
	a) Pledged / Encumbered					
	- Number of shares	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL
	b) Non - encumbered					
	- Number of shares	3,927,952	3,927,952	3,927,952	3,927,952	3,927,952
	- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100.00%	100.00%	100.00%	100.00%	100%
	- Percentage of shares (as a % of the total share capital of the company)	27.42%	27.42%	27.42%	27.42%	27.42%

	Particulars	3 months ended (31/03/2014)
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL

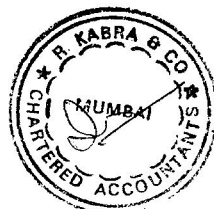
NOTES:

- The above audited financial results have been reviewed by the Audit Committee and approved & taken on record by the Board of Directors at its meeting held on 06.05.2014 and are reviewed by Statutory Auditors of the company.
- The company's year end is 31st March and accordingly this is the Fourth quarter of the result of the current year.
- No provision for income tax has been made for the current quarter as company does not envisage any tax liability including MAT liability in view of overall losses, however if any Liabilities arises, the same shall be provided at year end.
- In the opinion of board, there is no Impairment of assets as on 31.03.2014.
- Due to the financial crisis at National Spot Exchange Limited (NSE) in July, 2013 there is a remote possibility that the investors would recover their money invested in the commodity exchange. Hence, a provision was made in the books of accounts in the quarter ended September 2013 to the extent of 60% of the total amount invested of Rs. 107.39 lakhs and due to subsequent development of uncertainty of recovery a sum of Rs. 64,43,000/- (60%) is written off in the year end accounts as Bad Debts.
- During the quarter ended 30th September, 2013, the company had sold of its majority stake in the subsidiary M/s. Polar Finance Pvt. Ltd.

Place : Mumbai
Date : 05-06-2014

For HOTEL RUGBY LIMITED

Director
(MAHENDRA R. THACKER)



HOTEL RUGBY LIMITED

Balance Sheet as at 31st March, 2014

Particulars	Note No	As at 31st March 2014	As at 31st March 2013
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	143,228,000	143,228,000
(b) Reserves and Surplus	2	(51,039,831)	(46,309,309)
(2) Current Liabilities			
(a) Other current liabilities	3	165,347	373,062
(b) Short-term provisions	4	256,000	436,000
Total		92,609,516	97,727,753
II. Assets			
(1) Non-current assets			
(a) Non-current investments	5	400,000	400,001
(b) Long term loans and advances	6	75,356,650	75,230,319
(2) Current assets			
(a) Current investments	7	10,000,000	-
(b) Cash and cash equivalents	8	499,298	597,790
(c) Short-term loans and advances	9	-	586,600
(d) Other current assets	10	6,353,568	20,913,043
Significant Accounting Policies & Notes to Accounts	1 to 28		
Total		92,609,516	97,727,753
Contingent Liabilities	11	2,349,170	2,349,170

