Report of the statutory auditor on the limited statutory examination

with financial statements as of 31 March 2018 of

EUROHOTEL SA, Geneva



Ernst & Young Ltd Maagplatz 1 P.O. Box CH-8010 Zurich

Phone +41 58 286 31 11 Fax +41 58 286 30 04

To the General Meeting of **EUROHOTEL SA, Geneva**

Zurich, 18 April 2018

Report of the statutory auditor on the limited statutory examination

As statutory auditor, we have examined the financial statements (balance sheet, profit and loss account and notes) of EUROHOTEL SA for the year ended 31 March 2018.

These financial statements are the responsibility of the Board of Directors. Our responsibility is to perform a limited statutory examination on these financial statements. We confirm that we meet the licensing and independence requirements as stipulated by Swiss law.

We conducted our examination in accordance with the Swiss Standard on the limited statutory examination. This standard requires that we plan and perform a limited statutory examination to identify material misstatements in the financial statements. A limited statutory examination consists primarily of inquiries of company personnel and analytical procedures as well as detailed tests of company documents as considered necessary in the circumstances. However, the testing of operational processes and the internal control system, as well as inquiries and further testing procedures to detect fraud or other legal violations, are not within the scope of this examination.

Based on our limited statutory examination, nothing has come to our attention that causes us to believe that the financial statements do not comply with Swiss law and the company's articles of incorporation.

Furthermore, we draw attention to the fact that EUROHOTEL SA is over-indebted as per article 725 paragraph 2 CO. Due to the fact that the company's creditors subordinated their claims amounting to CHF 1'423'359, the Board of Directors has refrained from notifying the court.

Ernst & Young Ltd

Christian Krämer Licensed audit expert (Auditor in charge)

Marc Rüegsegger Licensed audit expert

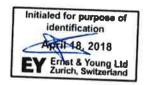
Enclosures

► Financial statements (balance sheet, profit and loss account and notes)

EUROHOTEL SA, GENEVA

BALANCE SHEET AS AT MARCH 31, 2018

	31.03.2018		31.03.2017	
ASSETS	CHF	INR Lacs	CHF	INR Lacs
Current Assets				
Cash and cash equivalents Other accounts receivables third parties Prepaid expenses Total Current Assets	18369 0 0	12 0 0	5'074 4 2	3 0 0
TOTAL ASSETS	18'369	12	5'080	3
EQUITY AND LIABILITIES				
Liabilities				
Accruals Current non-interest-bearing liabilities	5'393	4	5'797	4
- Participants (subordinated) Total Liabilities	1'423'359	961	1'101'365	712
TOTAL LIMBULINES	1'428'752	965	1'107'162	716
Equity				
Share capital Currulative losses	100'000	67	100'000	65
Loss carried forward from previous year Loss for the period	- 1'202'082	- 812	- 1'188'363	- 769
Cumulative losses	- 308'301	- 208	- 13'719	- 9
Total equity	- 1'510'383	- 1'020	- I'202'082	- 778
A view and desiry	- 1'410'383	- 953	- 1'102'082	- 713
TOTAL EQUITY AND LIABILITIES	18'369	12	5'080	3



EUROHOTEL SA, GENEVA

PROFIT AND LOSS ACCOUNT 2017/18

	01.04.2017 - 31.03.2018		01.04.2016 - 31.03.2017	
EXPENSES	CHF	INR Lacs	CHF	INR Lacs
Material costs Administration expenses Other operating expenses Expenses before financial expenses and taxes Profit before interest and taxes (EBIT)	299'794 8'290 109 308'193 - 308'193	202 6 0 208	2'708 10'461 445 13'614	2 7 0 9
Financial expenses Financial loss, net	- 108 - 108	0	- 105 - 105	0 0
LOSS FOR THE PERIOD	- 308301 -	208	- 13'719	· 9



EUROHOTEL SA, GENEVA

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH, 2018

Applicable accounting law
These financial statements have been prepared in accordance with the provisions on commercial accounting laid down in articles 957 – 963b Swiss Code of Obligations.

Number of full-time equivalents on annual average

In current year (as well as in previous year), the number of full-time equivalents on annual average is zero.

Subordination

For the current non-interest-bearing liabilities from participants a subordination agreement was signed.

The subordination amounts to CHF 1'423'359 (INR Lacs 961) as per 31.03.2018. The subordination Prior Year was CHF 1'117'365 (INR Lacs 723) as per 05.04.2017.

INR-figures
The conversion to the INR-figures (balance sheet, profit and loss account and notes) was performed with the following

CHF/INR:

67.52 (prior year 64.71).

All INR-figures are for informational purpose only.

