

To the General Meeting of
EUROHOTEL SA, Geneva

Zurich, 18 April 2019

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 financial year ended 31 March 2019.

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 1'552'639, the Board of Directors has refrained from notifying the court.

Ernst & Young Ltd

Licensed audit expert
(Auditor in charge)

Licensed audit expert

Enclosures

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

EUROHOTEL SA, GENEVA
BALANCE SHEET AS AT MARCH 31, 2019

	31.03.2019		31.03.2018	
	CHF	INR Lacs	CHF	INR Lacs
ASSETS				
Current Assets				
Cash and cash equivalents	33'423	23	18'369	12
Total Current Assets	33'423	23	18'369	12
TOTAL ASSETS	33'423	23	18'369	12
EQUITY AND LIABILITIES				
Liabilities				
Accruals	7'790	5	5'393	4
Current non-interest-bearing liabilities - Participants (subordinated)	1'552'639	1'066	1'423'359	961
Total Liabilities	1'560'429	1'071	1'428'752	965
Equity				
Share capital	100'000	68	100'000	67
Cumulative losses				
Loss carried forward from previous year	- 1'510'383	- 1'036	- 1'202'082	- 812
Loss for the period	- 116'623	- 80	- 308'301	- 208
Cumulative losses	- 1'627'006	- 1'116	- 1'510'383	- 1'020
Total equity	- 1'527'006	- 1'048	- 1'410'383	- 953
TOTAL EQUITY AND LIABILITIES	33'423	23	18'369	12

EUROHOTEL SA, GENEVA
PROFIT AND LOSS ACCOUNT 2018/19

	01.04.2018 - 31.03.2019		01.04.2017 - 31.03.2018	
	CHF	INR Lacs	CHF	INR Lacs
EXPENSES				
Material costs	109'828	76	299'794	202
Administration expenses	6'264	4	8'290	6
Other operating expenses	445	0	109	0
Expenses before financial expenses and taxes	116'537	80	308'193	208
Profit before interest and taxes (EBIT)	- 116'537	- 80	- 308'193	- 208
Financial expenses	- 86	0	- 108	0
Financial loss, net	- 86	0	- 108	0
LOSS FOR THE PERIOD	- 116'623	- 80	- 308'301	- 208

EUROHOTEL SA, GENEVA

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH, 2019

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 1'552'639 (INR Lacs 1'066) as per 31.03.2019. The subordination Prior Year was CHF 1'423'359 (INR Lacs 961) as per 31.03.2018.

INR-figures

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

CHF/INR: 68.61 (prior year 67.52).

All INR-figures are for informational purpose only.