

REGISTERED OFFICE:  
6<sup>TH</sup> FLOOR, ARIA TOWERS, J.W.MARRIOTT,  
NEW DELHI AEROCITY, ASSET AREA 4,  
HOSPITALITY DISTRICT, NEAR IGI AIRPORT  
NEW DELHI 110037  
TEL.:011 41597329 FAX: 011 41597321  
CIN NO. L55101DL2007PLC157518  
WEBSITE: [www.asianhotelswest.com](http://www.asianhotelswest.com)

# ASIAN HOTELS(WEST) LIMITED

11<sup>th</sup> October, 2024

<b>Manager</b> <b>Listing Department</b> <b>The Bombay Stock Exchange Limited</b> <b>Phiroze Jeejeebhoy Towers</b> <b>Dalal Street, Fort</b> <b>Mumbai - 400 001</b>  <b>Scrip Code: 533221</b>	<b>Manager</b> <b>Listing Department</b> <b>The National Stock Exchange of India</b> <b>Limited</b> <b>Exchange Plaza, Bandra Kurla Complex</b> <b>Bandra (East)</b> <b>Mumbai - 400 051</b>  <b>Scrip Code: AHLWEST</b>
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**Subject: Submission of Statement of Impact of Audit Qualification for the year ended 31.03.2023.**

Dear Sir,

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, please find enclosed herewith signed statement of impact of audit qualification for the year ended 31.03.2023 in response of results declared by the Company dated 07.10.2024.

You are requested to take the above on record.

**For Asian Hotels (West) Limited**

**Harish Kumar Gautam**  
**Chief Compliance Officer**

Encl.: as above

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

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023</b>				
<b>[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]</b>				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lakhs)	Adjusted figures (audited figures after adjusting for qualifications) (Rs. In Lakhs) *
	1.	Total income (Incl. Other Income and Net of excise duty)	547.25	547.25
	2.	Total Expenditure (including finance cost)	2,295.44	2,295.44
	3.	Net Profit/(Loss) before tax and Other Comprehensive income	(1,748.19)	(1,748.19)
	4.	Earnings Per Share	(14.73)	(14.73)
	5.	Total Assets	59,078.27	59,078.27
	6.	Total Liabilities	59,078.27	59,078.27
	7.	Net Worth	22,516.02	22,516.02
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
<b>*Impact of audit qualification is not quantifiable, please refer comments below</b>				
<b>II.</b>	<b>Audit Qualification (each audit qualification separately):</b>			
	<b>a. Details of Audit Qualification:</b>			
	<p>1. The Auditor has encountered significant limitations in obtaining and auditing the complete financial information and its supporting financial documents/ records of the Company for the year ended March 31, 2023. Similar limitation existed in respect of the books of account for the immediately preceding financial year ended March 31, 2022 and the auditors have expressed a disclaimer of opinion on the financial statements for such year ended vide their audit report dated June 29, 2024. Such limitation has not been resolved as on the date of the auditor's report. These limitations have significantly restricted the auditor's ability to perform the necessary audit procedures to verify the financial information, its classification, presentation and disclosures in the Standalone Financial Statements. Consequently, the auditors are not able to confirm the accuracy, completeness, and validity of the financial transactions and balances recorded in these Standalone Financial Statements as well as the presentation and disclosures in these Standalone Financial Statements. As a result of these restrictions, the auditor are unable to obtain sufficient appropriate audit evidence to provide a basis for their audit opinion.</p> <p>2. The Management has stated that they are uncertain if all relevant subsequent events since the balance sheet date have been duly considered in the preparation of these Standalone Financial Statements as per Ind AS 10 "Events after the reporting period" for the reasons stated therein. Therefore, the auditors are unable to comment on the impact of the non-consideration of the subsequent events on these Standalone Financial Statements.</p>			

3. The auditors were appointed on February 14, 2024. Consequently, they were not able to participate in the physical verification of the inventory as at March 31, 2023. Further, the Company could not provide supporting records relating physical verification of the inventory and the auditors also could not perform alternate audit procedures and are unable to comment on the existence of inventory of Rs. 169.80 lakhs as at March 31, 2023.
4. The auditors have encountered significant limitations in obtaining proper records showing full particulars including quantitative details and situation of property, plant and equipment. Also, the management couldn't provide the auditors with the physical verification report of property, plant and equipment and the title deeds of the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) for verification. Therefore, the auditors are unable to comment on the existence of the property, plant and equipment of Rs. 21,049.03 lakhs as stated in the accompanying Standalone Financial Statements. Further, considering the outcome of the insolvency resolution process, the management has not carried out an impairment assessment in respect of the carrying value of the Company's property, plant and equipment. Therefore, the auditors are unable to comment on the carrying value of the Company's property, plant and equipment in the absence of the impairment assessment.
5. Observation included in the Annexure -I of the Audit Report on the Standalone Financial Statements for the year ended March 31, 2023 that are related to matters specified in the paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2020 ('the Order') by the Central Government of India in the term of section 143(11) of the Act.
6. Observations specified under "Other Legal and Regulatory Requirements" as required by section 143(3) of the Act.
7. Disclaimer of Opinion on adequacy of the internal financial controls with reference to Standalone Financial Statements of the Company as on 31 March 2023, and the operating effectiveness of such controls.

**b. Type of Audit Qualification: Qualified Opinion/Disclaimer of Opinion/Adverse Opinion**

Disclaimer of Opinion

**c. Frequency of qualification: Whether appeared first time/repetitive/since how long continuing**

Repetitive for third year

**d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**

The impact of audit qualifications are not quantifiable

**e. For Audit Qualification(s), where the impact is not quantified by the auditor:**

(i) **Management's estimation on the impact of audit qualification:**  
Management is unable to estimate the impact of audit qualification.

**(ii) If management is unable to estimate the impact, reason for the same:**

1. The Company maintains corporate accounts in Delhi and Mumbai and the operation account relating to Hyatt Regency Hotel in Mumbai. The management has not been able to obtain the primary records of the Company except for the trial balance and the ledgers. Under the circumstances, the Company has obtained the bank statements from all the banks and the balances at the year-end as per bank statements are reconciled with the books of accounts. Despite diligent efforts to reconstruct financial records and gather alternative documentation, including invoices and other relevant records, the absence of complete documentation has impacted the completeness of financial reporting for the period under review. The Management has endeavored to ensure that financial statements adhere to applicable accounting standards and provide stakeholders with a fair and accurate representation of its financial position, performance and cash flows, considering the available information and alternative documentation.

2. Since these Standalone Financial Statements for the year ended March 31, 2023 are being prepared and presented in October 2024, they are susceptible to adjustments relating to subsequent events that arise after the said financial year end date till the date of approval of these standalone financial statements. Whilst the management has made its best endeavors to consider the relevant subsequent events in the preparation of these financial statements in the absence of adequate information, the management is not certain if all those events have been duly considered when preparing these Standalone Financial Statements.

3. In terms of the framework agreement dated August 11, 2023 and amendment agreement dated November 16, 2023 entered into between the shareholders of the Company, Novak Hotels Private Limited agreed to advance an aggregate amount of Rs. 390 Crores to the Company as secured loan which was to be utilized for making all payments to creditors, all other regulatory and necessitated expenses and the remaining towards redemption by the Company of the 9% non-convertible non-cumulative redeemable preference shares of the Company ("RPS"). Pursuant to this, the Company has received an amount of Rs. 373 crores approx. till date which have been utilized for making payments to creditors, all other regulatory and necessitated expenses.

4. In view of management disputes, financial and operational issues and subsequent commencement of CIRP in respect of the Company w.e.f. 16th September 2022, the Company was not able to comply with certain compliance requirements as stated the Secretarial Audit Report. Also, certain records of the Company could not be retrieved due to lack of resources. However, after the closure of CIRP on 9th January 2024, the Company is in the process of complying with all applicable laws and earnest efforts are being made by the Company in this regard.

**(iii)** As per Board resolution passed dated 17/07.2024 as amount of interest on Saraf Group Loan was assessed as 2200 lakhs and income of 345.81 lakhs it is the amount os short term deposits made by Novak during CIRP period earned by the Company duly accounted by Novak in their books but in realty belongs to the Company.

**(iv) Auditor's Comments on (i) and (ii) above:**

There are no comments on the remarks as stated above by the management.

**III.**

**Signatories:**

- Mr. Sandeep Gupta, Chairman and Non- Executive Director  
DIN: 00057942
- Mr. Sudhir Gupta, Non- Executive Director  
DIN: 00015217
- Mr. Harish Kumar Gautam  
Chief Financial Officer  
PAN : AIWPG5168K
- M/s J C Bhalla & Co.,  
Statutory Auditors  
FRN: 001111N

**SANDEEP  
GUPTA**

Digitally signed by SANDEEP  
GUPTA  
Date: 2024.10.10 16:54:08  
+05'30'

**SUDHIR  
CHAMANLAL GUPTA**

Digitally signed by SUDHIR CHAMANLAL GUPTA  
DN: c=IN, o=Personal, postalCode=400076, f=Mumbai, st=Maharashtra,  
street=1801, Thokli, Hiranandani Gardens, Mumbai, Mumbai  
Maharashtra India - 400076- Behind Pizza Hut, title=2382,  
2.5.4.20=0577dee5596cab72088abde693dc5c409aeb9dd178554c9d44  
550e31f6d9695d,  
serialNumber=b6bb0aeeda578827bd5edd800f1be669523ee984124a34  
8a0ea28778226f4164, email=goops19@gmail.com, cn=SUDHIR  
CHAMANLAL GUPTA  
Date: 2024.10.09 16:47:28 +05'30'

**HARISH KUMAR  
GAUTAM**

Digitally signed by HARISH  
KUMAR GAUTAM  
Date: 2024.10.08 18:31:43  
+05'30'

**Akhil Bhalla**

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Bhalla  
Date: 2024.10.11  
15:42:28 +05'30'

**Place: New Delhi**

**Date: October 7, 2024**

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Consolidated Financial Results**

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023**  
 [Regulation 33/ 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In lakhs)	Adjusted Figures (as reported after adjusting for qualifications) (Rs. In lakhs) *
	1.	Total income (Incl. Other Income and Net of excise duty)	35,730.21	35,730.21
	2.	Total Expenditure (including finance cost)	32,959.03	32,959.03
	3.	Net Profit/ (Loss)	2,771.18	2,771.18
	4.	Earnings Per Share	27.84	27.84
	5.	Total Assets	99,277.00	99,277.00
	6.	Total Liabilities	99,277.00	99,277.00
	7.	Net Worth	(12,305.53)	(12,305.53)
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
<b>*Impact of audit qualification is not quantifiable, please refer comments below</b>				
<b>II.</b>	<b>Audit Qualification (each audit qualification separately):</b>			
	<b>a. Details of Audit Qualification:</b>			
	<p>1. The Auditor has encountered significant limitations in obtaining and auditing the complete financial information and its supporting financial documents/records of the Holding Company for the year ended March 31, 2023. Similar limitation existed in respect of the books of account for the immediately preceding financial year ended March 31, 2022 and the auditor of Holding Company had expressed a disclaimer of opinion on the Consolidated Financial Statements for such year-end vide their audit report dated June 29, 2024. Such limitation has not been resolved as on the date of the auditor's report. These limitations have significantly restricted auditor's ability to perform the necessary audit procedures to verify the financial information, its classification, presentation and disclosures in the Consolidated Financial Statements. Consequently, the auditors are not able to confirm the accuracy, completeness, and validity of the financial transactions and balances recorded in these Consolidated Financial Statements as well as the presentation and disclosures in these Consolidated Financial Statements. As a result of these restrictions, the</p>			

auditors are unable to obtain sufficient appropriate audit evidence to provide a basis for their audit opinion.

2. The Management has stated that they are uncertain if all relevant subsequent events since the balance sheet date have been duly considered in the preparation of these Consolidated Financial Statements as per Ind AS 10 "*Events after the reporting period*" for the reasons stated therein. Therefore, the auditors are unable to comment on the impact of the non-consideration of the subsequent events on these Consolidated Financial Statements.
3. The auditors were appointed on February 14, 2024 as auditors of Holding Company. Consequently, they were not able to participate in the physical verification of the inventory of the Holding Company as at March 31, 2023. Further, the Company could not provide supporting records relating physical verification of the inventory and the auditors also could not perform alternate audit procedures and are unable to comment on the existence of inventory of Rs. 169.80 lakhs as at March 31, 2023.
4. The auditors of the Holding Company have encountered significant limitations in obtaining proper records showing full particulars including quantitative details and situation of property, plant and equipment nor the physical verification report of property, plant and equipment have been provided to the auditor of Holding Company. Further, the Holding Company has not provided the auditors of Holding Company with the title deeds of the immovable properties (other than properties where the Holding Company is the lessee and the lease agreements are duly executed in favour of the lessee) for verification. Therefore, the auditor of Holding Company are unable to comment on the existence of the property, plant and equipment balance of Rs. 21,049.03 lakhs as stated in the Consolidated Financial Statements. Further, considering the outcome of insolvency resolution process, the management has not carried out an impairment assessment in respect of the carrying value of the Holding Company's property, plant and equipment. Therefore, the auditor of Holding Company are unable to comment on the carrying value of the Holding Company's property, plant and equipment in the absence of the impairment assessment.
5. Observation included in the Audit Report on the Consolidated Financial Statements for the year ended March 31, 2023 that are related to matters specified in clause (xxi) of the paragraphs 3 and 4 of the Companies

	<p>(Auditor’s Report) Order, 2020 (‘the Order’) by the Central Government of India in the term of section 143(11) of the Act.</p> <p>6. Observations specified under “Other Legal and Regulatory Requirements “as required by section 143(3) of the Act.</p> <p>7. Disclaimer of Opinion on adequacy of the internal financial controls with reference to Consolidated Financial Statements of the Company as on March 31, 2023, and the operating effectiveness of such controls.</p>
	<p><b>b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion</b></p> <p>Disclaimer of Opinion</p>
	<p><b>c. Frequency of Qualification</b></p> <p>Repetitive for third year</p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor:</b></p> <p>The impact of audit qualifications are not quantifiable.</p>
	<p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p> <p><b>(i) Management’s estimation on the impact of Audit Qualification</b></p> <p>Management is unable to estimate the impact of audit qualification</p>
	<p><b>(ii) If Management is unable to estimate the impact, reason for the same:</b></p> <p>1.The Holding Company maintains corporate accounts in Delhi and Mumbai and the operation account relating to Hyatt Regency Hotel in Mumbai. The management has not been able to obtain the primary records of the Holding Company except for the trial balance and the ledgers. Under the circumstances, the Holding Company has obtained the bank statements from all the banks and the balances at the year-end as per bank statements are reconciled with the books of accounts. Despite diligent efforts to reconstruct financial records and gather alternative documentation, including invoices and other relevant records, the absence of complete documentation has impacted the completeness of financial reporting for the period under review. The Management has endeavored to ensure that financial statements adhere to applicable accounting standards and provide stakeholders with a fair and accurate representation of its financial position, performance and</p>

cash flows, considering the available information and alternative documentation.

2. Since these Consolidated Financial Statements for the year ended March 31, 2023 are being prepared and presented in October 2024, they are susceptible to adjustments relating to subsequent events that arise after the said financial year end date till the date of approval of these Consolidated Financial Statements. Whilst the management has made its best endeavors to consider the relevant subsequent events in the preparation of these financial statements in the absence of adequate information, the management is not certain if all those events have been duly considered when preparing these Consolidated Financial Statements.

3. In terms of the framework agreement dated August 11, 2023 and amendment agreement dated November 16, 2023 entered into between the shareholders of the Company, Novak Hotels Private Limited agreed to advance an aggregate amount of Rs. 390 Crores to the Company as secured loan which was to be utilized for making all payments to creditors, all other regulatory and necessitated expenses and the remaining towards redemption by the Company of the 9% non-convertible non-cumulative redeemable preference shares of the Company ("RPS"). Pursuant to this, the Company has received an amount of Rs. 373 crores approx. till date which have been utilized for making payments to creditors, all other regulatory and necessitated expenses.

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**(iii)** As per Board resolution passed dated 17/07.2024 as amount of interest on Saraf Group Loan was assessed as 2200 lakhs and income of 345.81 lakhs it is the amount of short term deposits made by Novak during CIRP period earned by the Company duly accounted by Novak in their books but in reality belongs to the Company.

	<p align="center"><b>(iv) Auditor's Comments on (i) or (ii) above:</b> There are no comments on the remarks as stated above by the management.</p>	
<b>III.</b>	<b><u>Signatories</u></b>	
	<ul style="list-style-type: none"> <li>• Mr. Sandeep Gupta, Chairman and Non- Executive Director DIN: 00057942</li> <li>• Mr. Sudhir Gupta, Non-Executive Director DIN: 00015217</li> <li>• Mr. Harish Kumar Gautam Chief Financial Officer PAN : AIWPG5168K</li> <li>• M/s J C Bhalla &amp; Co., Statutory Auditors FRN: 001111N</li> </ul>	<p><b>SANDEEP GUPTA</b> Digitally signed by SANDEEP GUPTA Date: 2024.10.10 16:56:15 +05'30'</p> <p><b>SUDHIR CHAMANLAL GUPTA</b> Digitally signed by SUDHIR CHAMANLAL GUPTA DN: cn=, o=Personal, postalCode=400076, st=Maharashtra, street=1801, Tevli, Hiranandani Garden, Mumbai, Mumbai Maharashtra India- 400076, Behind Piza Hut, title=2382, 2.5.4.20=03770ee559eab70d8a8e095d5c405ba9b5d1795554c9d44550e11fa9695d, serialNumber=bb2b0eeeda578837bd5ed880f1be069523ee994124a28a0a28778c266164, email=sggopi19@gmail.com, cn=SUDHIR CHAMANLAL GUPTA Date: 2024.10.09 16:44:38 +05'30'</p> <p><b>HARISH KUMAR GAUTAM</b> Digitally signed by HARISH KUMAR GAUTAM Date: 2024.10.08 18:29:24 +05'30'</p> <p><b>Akhil Bhalla</b> Digitally signed by Akhil Bhalla Date: 2024.10.11 15:40:38 +05'30'</p>
<b>Place: New Delhi</b>		
<b>Date: October 07, 2024</b>		