

CHAIRMAN'S MESSAGE

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Dear Shareholders,

It gives me great pleasure to share with you an update on the overall performance of your Company. We are emerging as one of the best performing economies across the globe with the GDP estimated to increase to 7.6% this year.

The Indian tourism and hospitality industry has materialized as one of the key drivers of growth among the services sectors in India. It contributes to 6.23 percent to the National GDP and 8.78 percent of the total employment in the country. Constant transformation, functional growth and improving standards have gained the hospitality industry of India approval all over the world.

In the year under review, we saw considerable changes in the external business environment. While commodity costs, the second consecutive monsoon failure and resulting drought meant a distressed rural demand scenario in several parts of the country. Competition continued to be aggressive. In this scenario, your Company remained focused on delivering volume-led profitable growth. Our Foods and Beverages business delivered another year of strong volume led growth.

In a challenging external environment, your Company performed well and delivered another year of consistent, competitive and responsible growth. Despite the challenging business environment as afore stated, Gross Revenue for the year grew by 36% to ₹ 132 Crores. Your Company's Profit Before Tax and Extraordinary item for 2015-16 is ₹ 144.16 Lacs as compared to ₹ 343.34 Lacs for the financial year 2014-15. Due to increase in employees cost and other overhead expenditure, the same has come down.

One of the major strengths of your Company is the relentless focus on execution and cost efficiencies. Sustainable, profitable growth can only be achieved in an organization that focuses on performance culture and where employees are engaged and empowered to be the best they can be.

The major milestones achieved during the year are as under:-

- The innovation in execution was the key driver of the business.
- The revenues from operation were consolidated in all the Units.
- The restructuring process were implemented in all the Units and Corporate office
- The process improvement initiative with respect to IT has happened.
- All the process has been centralized and controlled from corporate office.

We are in the process of exploring new opportunity in Sterlite, Jharsuguda, TCS(3000 Employees) and Kokilaben Hospitals(Reliance).

However, the actual outcome will depend on many factors such as overall economic growth, the impact of the marketing efforts, cost of raw materials and the competitive landscape in the marketplace. I am hopeful that our continued efforts will help realize the growth of our business in line with our vision of being a national player.

I would also like to thank and congratulate the entire-management team for their untiring efforts which has made this excellent performance possible.

I am also grateful to the Board of Directors for their unstinted support and guidance. I also thank all the Stakeholders for their association with and trust in the organization.

With best wishes,

Sincerely,
CHAIRMAN