



**INDEPENDENT AUDITORS' REPORT**

**To the Members of  
BAHUBALI TIE-UP PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Bahubali Tie-Up Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.



### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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

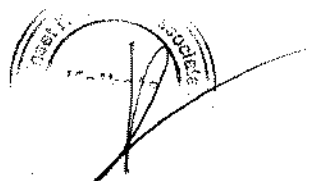
1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i.
    - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
    - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.)
    - a) The inventory has been physically verified by the management at regular intervals.
    - b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
    - c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii)
    - a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.
    - b) The payment of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.



- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.) a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
- c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, the term loan has been applied, on an overall basis, for the purpose for which they were obtained.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

2. As required by Section 143(3) of the Act, we report that :

- a.) We have sought and 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 these books.
- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.

A handwritten signature in dark ink is written over a circular stamp. The stamp contains the text "Chartered Accountant" and "Firm" in a circular arrangement around a central point. The signature is written in a cursive style, starting from the bottom left and moving towards the top right.

- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For Vineet Khetan & Associates**  
Chartered Accountants  
Firm Registration No. 324428E



**(Vineet Khetan)**  
Proprietor  
Membership No.060270  
3B, Lal Bazar Street  
Kolkata - 700001  
Dated: 25th Day of May, 2015





# Bahubali Tie-Up Private Limited

Balance Sheet as at 31st March 2015

Particulars	Notes No.	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000		100,000	
b) Reserves & Surplus	2	7,767,429	7,867,429	4,900,205	5,000,205
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	12,689,248		14,184,971	
b) Other Long Term Liabilities	4	2,154,498	14,843,746	2,154,498	16,339,469
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	8,512,188		6,932,397	
b) Trade Payables	6	—		2,433,987	
c) Other Current Liabilities	7	3,183,711		1,549,647	
d) Short Term Provisions	8	766,500	12,462,399	1,325,000	12,241,031
<b>Total</b>			<b>35,173,574</b>		<b>33,580,705</b>
<b>II ASSETS</b>					
<b>1. Non - Current Assets</b>					
a) Long term Loans & Advances	9	1,130	1,130	1,130	1,130
<b>1. Current Assets</b>					
a) Inventories	10	33,530,203		31,608,815	
b) Trade Receivable	11	1,296		1,348,296	
c) Cash and Bank Balances	12	393,772		396,864	
d) Short Term Loans & Advances	13	1,008,178		19,000	
e) Other Current Assets	14	238,995	35,172,444	206,600	33,579,575
<b>Total</b>			<b>35,173,574</b>		<b>33,580,705</b>
Significant accounting policies and other notes to accounts	21 to 26				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
25th May, 2015

For and on behalf of the Board of Directors

BAHUBALI TIE UP PVT. LTD.

BAHUBALI TIE UP PVT. LTD.

*Shattacharya.*  
Director

*Pradeep Kumar*  
Director

Director

Director



# Bahubali Tie-Up Private Limited

Statements of Profit and Loss for the year ended 31st March 2015

Particulars	Notes No.	For the year ended 31st March 2015 (Amount in ₹)		For the year ended 31st March 2014 (Amount in ₹)	
<b>REVENUE</b>					
Revenue From Operations	15		1,639,573		10,546,911
Other Income	16		3,675,448		3,326,928
			<b>5,315,021</b>		<b>13,873,839</b>
<b>EXPENSES</b>					
Construction Activity Expenses	17		1,921,388		7,632,023
Changes in Inventories of Finished Goods and Work in Progress	18		(1,921,388)		944,031
Finance Costs	19		1,870,771		1,000,140
Other Expenses	20		30,464		11,521
			<b>1,901,235</b>		<b>9,587,715</b>
<b>PROFIT BEFORE TAX</b>			<b>3,413,786</b>		<b>4,286,124</b>
Less: Provision For Tax					
- Current Tax		766,500		1,325,000	
- Tax For Earlier Years		(219,938)	546,562		1,325,000
<b>PROFIT AFTER TAX</b>			<b>2,867,224</b>		<b>2,961,124</b>
<b>EARNINGS PER SHARE (OF ₹ PER EQUITY SHARE)</b>					
- Basic			286.72		296.11
- Diluted			286.72		296.11
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

For and on behalf of the Board of Directors

BAHUBALI TIE UP PVT. LTD.

*[Signature]*  
Director

BAHUBALI TIE UP PVT. LTD.

*[Signature]*  
Director

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th May, 2015

Director

Director



# Bahubali Tie-Up Private Limited

Cash Flow Statement for the year ended 31st March, 2015

Cash Flow Statement	For the year ended 31st March, 2015 (Amount in ₹)		For the year ended 31st March, 2014 (Amount in ₹)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		3,413,786		4,286,124
Adjustments for				
Interest Paid	1,021,033	1,021,033	805,958	805,958
<b>Operating Profit Before Working Capital Changes</b>		<b>4,434,819</b>		<b>5,092,082</b>
(Increase) / Decrease in Inventories	(1,921,388)		944,031	
(Increase) / Decrease in Trade receivables	1,347,000		(30,389)	
(Increase) / Decrease of Short-Term Advances	(989,178)		382,706	
(Increase) / Decrease of Other Current Assets	(32,395)		(206,600)	
Increase / (Decrease) in Trade Payables	(2,433,987)		2,433,987	
Increase / (Decrease) of Long term Liabilities	-		(6,442,185)	
Increase / (Decrease) of Other Current Liabilities	1,634,064	(2,395,884)	(608,998)	(3,527,448)
<b>Cash generated from operations</b>		<b>2,038,934</b>		<b>1,564,634</b>
Less: Direct taxes paid/ (Refunds) including Interest (Net)		1,105,062		---
Cash Flow before Exceptional Items		933,872		1,564,634
<b>Net cash Generated/(used) from operating activities</b>		<b>933,872</b>		<b>1,564,634</b>
<b>B. Cash Flow from Investing Activities :</b>				
Net cash from investing activities		---		---
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Short Term Borrowings	1,579,791		(15,655,685)	
Proceeds / (Repayment) of Long Term Borrowings	(1,495,723)		14,184,971	
Security Deposit paid to WBSEDCL	---		(1,130)	
Interest Paid	(1,021,033)	(936,965)	(805,958)	(2,277,802)
<b>Net cash generated/(used) in financing activities</b>		<b>(936,965)</b>		<b>(2,277,802)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(3,093)</b>		<b>(713,168)</b>
Cash and cash equivalents -Opening balance		396,864		1,110,032
<b>Cash and cash equivalents -Closing balance</b>		<b>393,771</b>		<b>396,864</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		38,500		56,709
Cash on hand (As certified by the management)		355,272		340,155
		<b>393,772</b>		<b>396,864</b>

This is the Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

*Vineet Khetan*

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata-1

25th May, 2015

BAHUBALI TIE UP PVT. LTD.

*Pradeep Hircar*  
Director

For and on behalf of the Board

BAHUBALI TIE UP PVT. LTD.

*Pradeep Hircar*  
Director

Director

Director



**Bahubali Tie-Up Private Limited**

Notes to Financial Statement

Particulars	As at 31st March 2015 (Amount in ₹)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 1</b>		
<b>SHARE CAPITAL</b>		
<b>a. Authorised Share Capital</b>		
Number of Equity shares 20,000 (Previous year 20,000)	200,000	200,000
	<b>200,000</b>	<b>200,000</b>
<b>b. Issued, subscribed and paid-up share capital :</b>		
Number of Equity shares fully paid up 10,000 (Previous year 10,000)	100,000	100,000
	<b>100,000</b>	<b>100,000</b>
<b>c. Par value per share</b>		
Equity shares	10	10
	<b>10</b>	<b>10</b>

**d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year**

Particulars	31st March 2015	31st March 2014
Number of shares outstanding as at the beginning of the year	10,000	10,000
Add: Number of shares issued during the year	---	---
Less: Number of shares bought back during the year	---	---
Number of shares outstanding as at the end of the year	10,000	10,000

**e. Details of shareholders holding more than 5% shares, with voting rights.**

Sl. No	Name of Equity shareholders	As at 31 March, 2015		As at 31 March, 2014	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	10,000	100	10,000	100

Particulars	As at 31st March 2015 (Amount in ₹)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
<b>i.e. Balance in Statement of Profit and Loss</b>		
Opening Balance	4,900,205	1,939,081
Add : Profit during the year	2,867,224	2,961,124
	7,767,429	4,900,205
	<b>7,767,429</b>	<b>4,900,205</b>
<b>Notes No. - 3</b>		
<b>LONG TERM BORROWINGS</b>		
Term Loan	12,689,249	14,184,971
	<b>12,689,249</b>	<b>14,184,971</b>
<b>Notes No. - 4</b>		
<b>OTHER LONG TERM LIABILITIES</b>		
Advance against properties	---	---
Sundry Deposits	2,154,498	2,154,498
	<b>2,154,498</b>	<b>2,154,498</b>



Bahubali Tie-Up Private Limited			
Notes to Financial Statement			
Particulars	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 5</b>			
<b>SHORT TERM BORROWINGS</b>			
From Other Than Bank (Unsecured)			
Related Parties	---		5,744,806
Others	8,365,000		---
Add: Interest accrued and due	147,188	8,512,188	1,187,591
		<b>8,512,188</b>	<b>6,932,397</b>
<b>Notes No. - 6</b>			
<b>TRADE PAYABLES</b>			
<b>Expenses</b>			
Trade Payables *		---	2,433,987
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.			
		---	<b>2,433,987</b>
<b>Notes No. - 7</b>			
<b>OTHER CURRENT LIABILITIES</b>			
Advance From Others		---	---
Current Maturities of Long Term Loan		1,477,987	1,290,915
Interest accrued but not due (from LTB)		132,046	139,974
Outstanding Statutory Payment		16,180	118,758
Other Liability		1,557,497	---
		<b>3,183,711</b>	<b>1,549,647</b>
<b>Notes No. - 8</b>			
<b>SHORT TERM PROVISIONS</b>			
Provision For Taxation		766,500	1,325,000
		<b>766,500</b>	<b>1,325,000</b>
<b>Notes No. - 9</b>			
<b>LONG TERM LOANS AND ADVANCES</b>			
Sundry Deposits		1,130	1,130
		<b>1,130</b>	<b>1,130</b>
<b>Notes No. - 10</b>			
<b>INVENTORIES</b>			
Finished Goods		28,370,273	26,702,597
Work in Progress		5,159,930	4,906,218
		<b>33,530,203</b>	<b>31,608,815</b>
<b>Notes No. - 11</b>			
<b>TRADE RECEIVABLE</b>			
(Unsecured, considered good)			
Debts outstanding for a period exceeding six months		---	---
Other Debts		1,296	1,348,296
		<b>1,296</b>	<b>1,348,296</b>
<b>Notes No. - 12</b>			
<b>CASH AND BANK BALANCES</b>			
Cash and Cash Equivalents :			
Balances with Banks	355,272		340,155
Cash in hand (As certified by the management)	38,500		56,709
		<b>393,772</b>	<b>396,864</b>
		<b>393,772</b>	<b>396,864</b>
<b>Notes No. - 13</b>			
<b>SHORT TERM LOANS &amp; ADVANCES</b>			
(Unsecured, considered good)			
Other Advances		1,008,178	19,000
		<b>1,008,178</b>	<b>19,000</b>
<b>Notes No. - 14</b>			
<b>OTHER CURRENT ASSETS</b>			
Income Tax advance and TDS		238,995	206,600
		<b>238,995</b>	<b>206,600</b>



**Bahubali Tie-Up Private Limited**
**Notes to Financial Statement**

Particulars	For the year ended 31st March 2015 (Amount in ₹)	For the year ended 31st March 2014 (Amount in ₹)
<b>Notes No. - 15</b>		
<b>REVENUE FROM OPERATIONS</b>		
<b>Sales &amp; Services</b>		
Construction Activities	1,839,573	10,089,477
Maintenance And Other Charges	457,434	457,434
	<b>1,839,573</b>	<b>10,546,911</b>
<b>Notes No. - 16</b>		
<b>OTHER INCOME</b>		
Miscellaneous Income	3,675,448	3,326,536
Rental Income	---	392
Interest Received on FD/NSC	3,675,448	3,326,928
<b>Notes No. - 17</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Land development cost	---	---
Construction and other Materials	---	---
Interest on Project Loan*	---	---
Professional Charges	900,355	1,187,591
Interest Paid on Loan	1,021,033	6,444,432
Other Construction Expenses	---	---
	<b>1,921,388</b>	<b>7,632,023</b>
<b>Notes No. - 18</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
<b>Opening stock</b>		
Finished Goods	26,702,597	32,552,846
Work in Progress	4,906,218	32,552,846
<b>Sub Total (A)</b>	<b>31,608,815</b>	<b>32,552,846</b>
<b>Closing stock</b>		
Finished Goods	28,370,273	26,702,597
Work in Progress (As certified by the management)	5,159,930	4,906,218
<b>Sub Total (B)</b>	<b>33,530,203</b>	<b>31,608,815</b>
<b>Total (A - B)</b>	<b>(1,921,388)</b>	<b>944,031</b>
<b>Notes No. - 19</b>		
<b>FINANCE COSTS</b>		
Finance Charges	1,870,569	999,866
Bank Interest	202	274
Bank Charges	1,870,771	1,000,140
<b>Notes No. - 20</b>		
<b>OTHER EXPENSES</b>		
Electricity Expenses	17,500	41
Business Promotion	---	---
Legal and Professional Charges	4,400	1,575
Rates & Taxes	---	4,400
Interest on TDS	2,835	---
Filing Fees	---	---
Auditors Remuneration :	---	---
- Statutory Audit Fee	5,000	3,000
- Tax Audit Fee	5,000	2,000
Conveyance Expenses	729	---
Printing & Stationary	---	505
	<b>30,464</b>	<b>11,521</b>



## **21. SIGNIFICANT ACCOUNTING POLICIES**

### **A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government under Section 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle of the company has been considered as 12 months.

### **B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

### **C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

### **D. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.  
Provision for obsolescence in inventories is made, wherever required.  
Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.  
Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

### **E. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### **F. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

### **G. EMPLOYEE BENEFITS**

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.



**Bahubali Tie-Up Private Limited****The Notes forming part of the Financial Statement**

- b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

**H. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

**I. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

**J. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**22. EARNINGS PER SHARE IN ACCORDANCE WITH AS-20**

Earnings per share is computed as under:-		As at 31st March, 2015	As at 31st March, 2014
Profit available for Equity Shareholders	(A) (Rs.)	2,867,224	2,961,124
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,000	10,000
<u>Earnings per share (Face value of ₹ 10/- per Equity Share)</u>			
Basic & Diluted	(A/B) (Rs.)	286.72	296.11

**23. SEGMENT REPORTING:-**

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

**24. RELATED PARTY DISCLOSURES IN ACCORDANCE WITH AS - 18:-**

- (i) The company had no enterprise under its control during the year under review.
- (ii) Other related parties with whom the company had transactions:-

(A) Key Management Personnel & their relatives:-

Sl. No.	Name	Designation /Relationship
1	RDB REALTY & INFRASTRUCTURE LIMITED	Holding Company

- (iii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-March-2015

Nature of Transactions	Holding Company		Enterprises over which KMP & their relatives have significant influence	
	As at 31st March 2015	As at 31st March 2014	As at 31st March 2015	As at 31st March 2014
Interest Paid	736,813	1,187,591	—	609,762
Unsecured Loan Received	1,095,000	2,510,483	—	46,221,490
Unsecured Loan Repaid	8,027,397	19,353,759	—	66,555,456
Closing Balance				
Unsecured Loan Taken	—	6,932,397	—	—





**Bahubali Tie-Up Private Limited**  
The Notes forming part of the Financial Statement

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25. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
26. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of the current year.
- 

For Vineet Khetan & Associates  
Chartered Accountants  
Registration No. 324428E



Vineet Khetan  
Proprietor  
Membership No.060270

3B, Lal bazar Street,  
Kolkata-1  
25th May, 2015

For and on behalf of the Board of Directors  
BAHUBALI TIE UP PVT. LTD.

  
Director  
Director

BAHUBALI TIE UP PVT. LTD.

  
Director  
Director

**INDEPENDENT AUDITORS' REPORT**

To the Members of  
**HEADMAN MERCHANTILE PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Headman Merchantile Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.

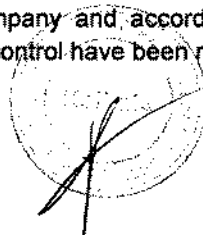
### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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**

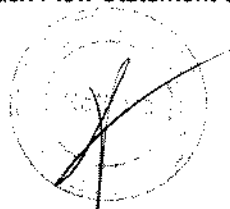
1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i.
    - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
    - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.)
    - a) The inventory has been physically verified by the management at regular intervals.
    - b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
    - c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii)
    - a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.
    - b) The payment of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.



- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.) a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
- c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, the term loan has been applied, on an overall basis, for the purpose for which they were obtained.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

2. As required by Section 143(3) of the Act, we report that :

- a.) We have sought and 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 these books.
- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.



- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For Vineet Khetan & Associates**  
Chartered Accountants  
Firm Registration No. 324428E



**(Vineet Khetan)**  
Proprietor  
Membership No.060270  
3B, Lal Bazar Street  
Kolkata - 700001  
Dated: 25th Day of May, 2015



# Headman Merchantile Private Limited

Balance Sheet as at 31st March, 2015

Particulars	Notes No.	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,100		100,100	
b) Reserves & Surplus	2	7,682,610	7,782,710	4,744,854	4,844,954
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	12,689,249		14,324,945	
b) Other Long Term Liabilities	4	1,765,132	14,454,381	8,765,132	23,090,077
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	13,404,214		12,095,935	
b) Trade Payables	6	—		8,040,570	
c) Other Current Liabilities	7	2,075,700		1,899,059	
d) Short Term Provisions	8	941,000	16,420,914	1,285,000	23,320,564
<b>Total</b>			<b>38,658,005</b>		<b>51,255,595</b>
<b>II ASSETS</b>					
<b>1. Current Assets</b>					
a) Inventories	9	31,791,623		30,446,478	
b) Trade Receivable	10	44		285,870	
c) Cash and Bank Balances	11	349,993		354,048	
d) Short Term Loans & Advances	12	6,303,365		20,000,000	
e) Other Current Assets	13	212,981	38,658,005	169,199	51,255,595
<b>Total</b>			<b>38,658,005</b>		<b>51,255,595</b>
Significant accounting policies and other notes to accounts	20 to 25				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

For and on behalf of the Board of Directors

HEADMAN MERCANTILE PVT. LTD.

HEADMAN MERCANTILE PVT. LTD.

*Vineet Khetan*

*Pradeep Khetan*

*Pradeep Khetan*

Vineet Khetan

Director

Director

Proprietor

Director

Director

Membership No.060270

3B, Lal bazar Street,  
Kolkata - 700 001

25th May, 2015



# Headman Merchantile Private Limited

Statements of Profit and Loss for the year ended 31st March, 2015

Particulars	Notes No.	For the year ended 31st March 2015 (Amount in ₹)		For the year ended 31st March 2014 (Amount in ₹)	
<b>REVENUE</b>					
Revenue From Operations	14		3,360,186		14,556,682
Other Income	15		3,011,210		2,724,833
			<b>6,371,396</b>		<b>17,281,515</b>
<b>EXPENSES</b>					
Construction Activity Expenses	16		2,244,857		8,537,752
Changes in Inventories of Finished Goods and Work in Progress	17		(1,345,145)		3,446,609
Finance Costs	18		1,733,551		1,137,669
Other Expenses	19		24,110		13,320
			<b>2,657,373</b>		<b>13,135,350</b>
<b>PROFIT BEFORE TAX</b>			<b>3,714,023</b>		<b>4,146,165</b>
Less: Provision For Tax					
- Current Tax		941,000		1,285,000	
- Tax For Earlier Years		(164,733)	776,267		1,285,000
<b>PROFIT AFTER TAX</b>			<b>2,937,756</b>		<b>2,861,165</b>
<b>EARNINGS PER SHARE (OF ₹ PER EQUITY SHARE)</b>					
- Basic			293.48		285.83
- Diluted			293.48		285.83
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

Vineet Khetan

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th May, 2015

For and on behalf of the Board of Directors

HEADMAN MERCANTILE PVT. LTD.

HEADMAN MERCANTILE PVT. LTD.

*[Signature]*

Director  
Director

*[Signature]*

Director

Director



# Headman Mercantile Private Limited

Cash Flow Statement for the year ended 31st March, 2015

Cash Flow Statement	For the year ended 31st March, 2015 (Amount in ₹)		For the year ended 31st March, 2014 (Amount in ₹)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		3,714,023		4,146,165
Adjustments for				
Interest Paid	1,491,674	1,491,674		---
<b>Operating Profit Before Working Capital Changes</b>		<b>5,205,697</b>		<b>4,146,165</b>
(Increase) / Decrease in Inventories	(1,345,145)		3,446,609	
(Increase) / Decrease in Trade receivables	285,826		(285,870)	
(Increase) / Decrease of Short-Term Advances	13,696,635		---	
(Increase) / Decrease of Other Current Assets	(43,782)		(169,199)	
Increase / (Decrease) in Trade Payables	(8,040,570)		8,040,570	
Increase / (Decrease) of Long term Liabilities	(7,000,000)		457,006	
Increase / (Decrease) of Other Current Liabilities	176,641	(2,270,395)	(1,299,136)	10,189,980
<b>Cash generated from operations</b>		<b>2,935,302</b>		<b>14,336,145</b>
Less: Direct taxes paid/ (Refunds) including Interest (Net)		1,120,267		---
Cash Flow before Exceptional Items		1,815,035		14,336,145
<b>Net cash Generated/(used) from operating activities</b>		<b>1,815,035</b>		<b>14,336,145</b>
<b>B. Cash Flow from Investing Activities :</b>				
Net cash from investing activities		---		---
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Long Term Borrowings	(1,635,696)		14,324,945	
Proceeds / (Repayment) of Short Term Borrowings	1,308,279		(28,762,841)	
Interest Paid	(1,491,674)	(1,819,091)	---	(14,437,896)
<b>Net cash generated/(used) in financing activities</b>		<b>(1,819,091)</b>		<b>(14,437,896)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(4,055)</b>		<b>(101,752)</b>
Cash and cash equivalents -Opening balance		354,048		455,800
		<b>349,993</b>		<b>354,048</b>
<b>Cash and cash equivalents -Closing balance</b>		<b>349,993</b>		<b>354,048</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		344,877		352,898
Cash on hand (As certified by the management)		5,115		1,150
		<b>349,993</b>		<b>354,048</b>

This is the Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th May, 2015

HEADMAN MERCANTILE PVT. LTD.

*Shattachayya*  
Director

For and on behalf of the Board of Directors

HEADMAN MERCANTILE PVT. LTD.

*Pradeep Hirew*  
Director

Director





Headman Merchantile Private Limited					
Notes to Financial Statement					
Particulars	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)		
<b>Notes No. - 1</b>					
<b><u>SHARE CAPITAL</u></b>					
<b><u>a. Authorised Share Capital</u></b>					
Number of Equity shares					
20,000 (Previous year 20,000)		200,000		200,000	
		200,000		200,000	
<b><u>b. Issued, subscribed and paid-up share capital :</u></b>					
Number of Equity shares fully paid up					
10,010 (Previous year 10,010)		100,100		100,100	
		100,100		100,100	
<b><u>c. Par value per share</u></b>					
Equity shares					
		10		10	
		10		10	
<b>d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year</b>					
<b>Particulars</b>	<b>31st March 2015</b>		<b>31st March 2014</b>		
Number of shares outstanding as at the beginning of the year	10,010		10,010		
Add: Number of shares issued during the year	---		---		
Less: Number of shares bought back during the year	---		---		
Number of shares outstanding as at the end of the year	10,010		10,010		
<b>e. Details of shareholders holding more than 5% shares, with voting rights.</b>					
<b>Sl. No</b>	<b>Name of Equity shareholders</b>	<b>31st March, 2015</b>		<b>As at 31 March, 2014</b>	
		<b>Number of shares held</b>	<b>% holding in that class of shares</b>	<b>Number of shares held</b>	<b>% holding in that class of shares</b>
1	RDB Realty & Infrastructure Limited	10,010	100	10,010	100
<b>Particulars</b>	<b>As at 31st March 2015 (Amount in ₹)</b>		<b>As at 31st March 2014 (Amount in ₹)</b>		
<b>Notes No. - 2</b>					
<b><u>RESERVES &amp; SURPLUS</u></b>					
<b><u>i.e. Balance in Statement of Profit and Loss</u></b>					
Opening Balance	4,744,854		1,883,689		
Add : Profit during the year	2,937,756		2,861,165		
	7,682,610		4,744,854		
	7,682,610		4,744,854		
<b>Notes No. - 3</b>					
<b><u>LONG TERM BORROWINGS</u></b>					
Term Loan	12,689,249		14,324,945		
	12,689,249		14,324,945		
<b>Notes No. - 4</b>					
<b><u>OTHER LONG TERM LIABILITIES</u></b>					
Advance Against Properties	---		---		
Sundry Deposits	1,765,132		8,765,132		
	1,765,132		8,765,132		



**Headman Merchantile Private Limited**
**Notes to Financial Statement**

Particulars	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>Notes No. - 5</b>				
<b><u>SHORT TERM BORROWINGS</u></b>				
Repayable on Demand				
From Other Than Bank (Unsecured)				
a) Related Parties	---		9,385,720	
b) Others	13,150,000			
Add: Interest accrued and due (net of TDS)	254,214	13,404,214	2,709,215	12,095,935
		<b>13,404,214</b>		<b>12,095,935</b>
<b>Notes No. - 6</b>				
<b><u>TRADE PAYABLES</u></b>				
<b><u>Sundry Creditors</u></b>				
Trade Payables				
a) Services		---		7,609,156
b) Expenses		---		431,414
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of the Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.				
				<b>8,040,570</b>
<b>Notes No. - 7</b>				
<b><u>OTHER CURRENT LIABILITIES</u></b>				
Advances from Customers		---		200,000
Other Liability		437,414		---
Advance From Others		---		---
Outstanding Statutory Payment		28,253		270,924
Current Maturities of Long Term Loan		1,477,987		1,290,915
Interest accrued but not due		132,046		137,220
		<b>2,075,700</b>		<b>1,899,059</b>
<b>Notes No. - 8</b>				
<b><u>SHORT TERM PROVISIONS</u></b>				
Income Tax		941,000		1,285,000
		<b>941,000</b>		<b>1,285,000</b>
<b>Notes No. - 9</b>				
<b><u>INVENTORIES</u></b>				
Finished Goods		26,890,755		25,545,610
Work in Progress		4,900,868		4,900,868
		<b>31,791,623</b>		<b>30,446,478</b>
<b>Notes No. - 10</b>				
<b><u>TRADE RECEIVABLE</u></b>				
(Unsecured, considered good)				
Debts outstanding for a period exceeding six months		---		---
Other Debts		44		285,870
		<b>44</b>		<b>285,870</b>
<b>Notes No. - 11</b>				
<b><u>CASH AND BANK BALANCES</u></b>				
<b><u>Cash and Cash Equivalents:</u></b>				
Balances with Banks	344,877	---	352,898	
Cash on hand (As certified by the management)	5,115	349,993	1,150	354,048
		<b>349,993</b>		<b>354,048</b>
<b>Notes No. - 12</b>				
<b><u>SHORT TERM LOANS &amp; ADVANCES</u></b>				
(Unsecured, considered good)				
Other Advances		6,303,365		20,000,000
		<b>6,303,365</b>		<b>20,000,000</b>
<b>Notes No. - 13</b>				
<b><u>OTHER CURRENT ASSETS</u></b>				
TDS Receivables		212,981		169,199
		<b>212,981</b>		<b>169,199</b>



Headman Merchantile Private Limited			
Notes to Financial Statement			
Particulars	For the year ended 31st March 2015 (Amount in ₹)		For the year ended 31st March 2014 (Amount in ₹)
<b>Notes No. - 14</b>			
<b>REVENUE FROM OPERATIONS</b>			
Sales & Services			
Construction Activities	1,720,613		14,099,248
Other Charges	1,639,573		457,434
	<b>3,360,186</b>		<b>14,556,682</b>
<b>Notes No. - 15</b>			
<b>OTHER INCOME</b>			
Miscellaneous Income			
Rental Income	3,011,210		2,724,441
Interest received on FD/NSC	---		392
	<b>3,011,210</b>		<b>2,724,833</b>
<b>Notes No. - 16</b>			
<b>CONSTRUCTION ACTIVITY EXPENSES</b>			
Interest On Project Loan	---		---
Construction and other Materials	---		---
Land development	---		---
Interest paid on Loan taken	1,491,674		2,709,215
Professional Charges	---		---
Other Construction Expenses	753,183		5,828,537
	<b>2,244,857</b>		<b>8,537,752</b>
<b>Notes No. - 17</b>			
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>			
Opening stock			
Finished Goods	25,545,610		---
Work in Progress	4,900,868		33,893,087
Sub Total (A)	<b>30,446,478</b>		<b>33,893,087</b>
Closing stock			
Finished Goods	26,890,755		25,545,610
Work in Progress (As certified by the management)	4,900,868		4,900,868
Sub Total (B)	<b>31,791,623</b>		<b>30,446,478</b>
Total (A - B)	<b>(1,345,145)</b>		<b>3,446,609</b>
<b>Notes No. - 18</b>			
<b>FINANCE COSTS</b>			
Finance Charges	---		---
Bank Interest	1,733,349		1,137,086
Bank charges	202		583
	<b>1,733,551</b>		<b>1,137,669</b>
<b>Notes No. - 19</b>			
<b>OTHER EXPENSES</b>			
Filing Fees	2,835		---
Legal and Consultancy Charges	---		3,415
Business Promotion	11,000		---
Listing Fees	---		505
Rates & Taxes	4,400		4,400
Auditors Remuneration :	---		---
- Statutory Audit Fee	5,000	3,000	---
- Tax Audit Fee	5,000	2,000	5,000
Other Expenses	875		---
	<b>24,110</b>		<b>13,320</b>



**20. SIGNIFICANT ACCOUNTING POLICIES****A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government under Section 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle of the company has been considered as 12 months.

**B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

**C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

**D. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.

Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

**E. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**F. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

**G. EMPLOYEE BENEFITS**

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.
  - b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.



# Headman Merchantile Private Limited

The Notes forming part of the Financial Statement

## H. BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

## I. TAXATION

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

## J. PROVISIONS/CONTINGENCIES

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

## 21. Earnings per share in accordance with AS-20

Earnings per share is computed as under:-		As at 31st March, 2015	As at 31st March, 2014
Profit available for Equity Shareholders	(A) (Rs.)	2,937,756	2,861,165
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,010	10,010
Earnings per share (Face value of Rs.10/- per Equity Share)	(A/B) (Rs.)	293.48	285.83

## 22. Segment Reporting:-

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

## 23. Related Party Disclosures in accordance with AS - 18:-

- (i) The company had no enterprise under its control during the year under review.
- (ii) Other related parties with whom the company had transactions:-

(A) Key Management Personnel & their relatives:-

Sl. No.	Name	Designation /Relationship
1	RDB REALTY & INFRASTRUCTURE LIMITED	Holding Company
2	Pyramid Sales Private Limited	Enterprises over which KMP & their relatives have significant influence.

(iii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-Mar-2015

Nature of Transactions	Holding Company		Enterprises over which KMP & their relatives have significant influence	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Interest Paid	1,209,214	2,709,215	---	---
Unsecured Loan Received	1,552,974	44,186,720	---	---
Unsecured Loan Repaid	13,648,909	34,800,000	---	---
Closing Balance Unsecured Loan Taken	---	12,095,935	---	---



## Headman Merchantile Private Limited

The Notes forming part of the Financial Statement

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24. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
25. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of the current year.
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For Vineet Khetan & Associates

Chartered Accountants  
Registration No. 324428E



Vineet Khetan  
Proprietor  
Membership No.060270

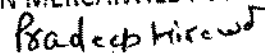
3B, Lal bazar Street,  
Kolkata - 700 001  
25th May, 2015

For and on behalf of the Board of Directors

HEADMAN MERCANTILE PVT. LTD.

  
Director  
Director

HEADMAN MERCANTILE PVT. LTD.



Director  
Director



**INDEPENDENT AUDITORS' REPORT**

To the Members of  
**BARON SUPPLIERS PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Baron Suppliers Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

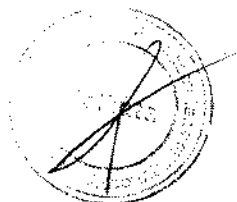
**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.



### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i.
    - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
    - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.)
    - a) The inventory has been physically verified by the management at regular intervals.
    - b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
    - c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii)
    - a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.
    - b) The payment of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.

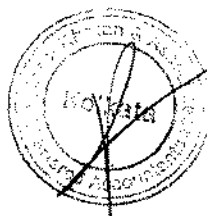




- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.) a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
- c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, the term loan has been applied, on an overall basis, for the purpose for which they were obtained.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

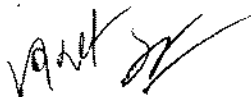
2. As required by Section 143(3) of the Act, we report that :

- a.) We have sought and 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 these books.
- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.



- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For Vineet Khetan & Associates**  
Chartered Accountants  
Firm Registration No. 324428E



**(Vineet Khetan)**  
Proprietor  
Membership No.060270  
3B, Lal Bazar Street  
Kolkata - 700001  
Dated: 25th Day of May, 2015



# Baron Suppliers Private Limited

Balance Sheet as at 31st March 2015

Particulars	Notes No.	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000		100,000	
b) Reserves & Surplus	2	7,773,494	7,873,494	4,899,689	4,999,689
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	12,689,248		14,184,971	
b) Other Long Term Liabilities	4	2,154,498	14,843,746	9,154,498	23,339,469
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	8,594,485		7,187,965	
b) Trade Payables	6	—		437,414	
c) Other Current Liabilities	7	4,602,707		1,563,325	
d) Short Term Provisions	8	767,000	13,964,192	1,325,000	10,513,704
<b>Total</b>			<b>36,681,432</b>		<b>38,852,862</b>
<b>II ASSETS</b>					
<b>1. Current Assets</b>					
a) Inventories	9	36,068,734		34,322,000	
b) Trade Receivable	10	1,298		3,922,129	
c) Cash and Bank Balances	11	372,405		352,133	
d) Short Term Loans & Advances	12	—		50,000	
e) Other Current Assets	13	238,995	36,681,432	206,600	38,852,862
<b>Total</b>			<b>36,681,432</b>		<b>38,852,862</b>
Significant accounting policies and other notes to accounts	20 to 25				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th May, 2015

For and on behalf of the Board of Directors

**BARON SUPPLIERS PVT. LTD.**

*Pradeep Hircani*  
Director

Director

**BARON SUPPLIERS PVT. LTD.**

*Pradeep Hircani*  
Director

Director

Director



# Baron Suppliers Private Limited

Statements of Profit and Loss for the year ended 31st March 2015

Particulars	Notes No.	For the year ended 31st March 2015 (Amount in ₹)		For the year ended 31st March 2014 (Amount in ₹)	
<b>REVENUE</b>					
Revenue From Operations	14		1,639,573		10,546,911
Other Income	15		3,675,448		3,327,048
			<b>5,315,021</b>		<b>13,873,959</b>
<b>EXPENSES</b>					
Construction Activity Expenses	16		1,746,734		7,767,966
Changes in Inventories of Finished Goods and Work in Progress	17		(1,746,734)		808,089
Finance Costs	18		1,870,771		1,000,392
Other Expenses	19		26,960		13,320
			<b>1,897,731</b>		<b>9,589,767</b>
<b>PROFIT BEFORE TAX</b>			<b>3,417,290</b>		<b>4,284,192</b>
Less: Provision For Tax					
- Current Tax		767,000		1,325,000	
- Tax For Earlier Years		(223,515)	543,485		1,325,000
<b>PROFIT AFTER TAX</b>			<b>2,873,805</b>		<b>2,959,192</b>
<b>EARNINGS PER SHARE (OF ₹ PER EQUITY SHARE)</b>					
- Basic			287.38		295.92
- Diluted			287.38		295.92
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

*V. Khetan*  
**Vineet Khetan**  
Proprietor  
Membership No. 060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
25th May, 2015

For and on behalf of the Board of Directors

BARON SUPPLIERS PVT. LTD.

*Shakti Chatterjee*  
**Director**

BARON SUPPLIERS PVT. LTD.

*Pradeep Hircar*  
**Director**



**Baron Suppliers Private Limited****Cash Flow Statement for the year ended 31st March, 2015**

<b>Cash Flow Statement</b>	<b>For the year ended 31st March, 2015 (Amount in ₹)</b>		<b>For the year ended 31st March, 2014 (Amount in ₹)</b>	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		3,417,290		4,284,192
Adjustments for				
Interest Paid	1,870,771	1,870,771	805,958	805,958
<b>Operating Profit Before Working Capital Changes</b>		<b>5,288,061</b>		<b>5,090,150</b>
(Increase) / Decrease in Inventories	(1,746,734)		808,089	
(Increase) / Decrease in Trade receivables	3,920,831		(2,604,222)	
(Increase) / Decrease of Short-Term Advances	50,000		—	
(Increase) / Decrease of Other Current Assets	(32,395)		(206,600)	
Increase / (Decrease) in Trade Payables	(437,414)		437,415	
Increase / (Decrease) of Long term Liabilities	(7,000,000)		557,815	
Increase / (Decrease) of Other Current Liabilities	3,039,382	(2,206,330)	(850,422)	(1,857,925)
<b>Cash generated from operations</b>		<b>3,081,731</b>		<b>3,232,225</b>
Less: Direct taxes paid/ (Refunds) including Interest (Net)		1,101,485		—
Cash Flow before Exceptional Items		1,980,246		3,232,225
<b>Net cash Generated/(used) from operating activities</b>		<b>1,980,246</b>		<b>3,232,225</b>
<b>B. Cash Flow from Investing Activities :</b>				
Net cash from investing activities		—		—
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Long Term Borrowings	(1,495,723)		14,184,971	
Proceeds / (Repayment) of Short Term Borrowings	1,406,520		(17,311,499)	
Interest Paid	(1,870,771)	(1,959,974)	(805,958)	(3,932,486)
<b>Net cash generated/(used) in financing activities</b>		<b>(1,959,974)</b>		<b>(3,932,486)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>20,272</b>		<b>(700,261)</b>
Cash and cash equivalents -Opening balance		352,133		1,052,394
<b>Cash and cash equivalents -Closing balance</b>		<b>372,405</b>		<b>352,133</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		364,098		344,291
Cash on hand (As certified by the management)		8,307		7,842
		<b>372,405</b>		<b>352,133</b>

This is the Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No . 324428E



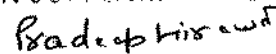
BARON SUPPLIERS PVT. LTD.



Director

For and on behalf of the Board

BARON SUPPLIERS PVT. LTD.



Director

Director

Director

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata-1

25th May, 2015



**Baron Suppliers Private Limited****Notes to Financial Statement**

Particulars	As at 31st March 2015 (Amount in ₹)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 1</b>		
<b>SHARE CAPITAL</b>		
<b>a. Authorised Share Capital</b>		
Number of Equity shares	200,000	200,000
20,000 (Previous year 20,000)	200,000	200,000
<b>b. Issued, subscribed and paid-up share capital:</b>		
Number of Equity shares fully paid up	100,000	100,000
10,000 (Previous year 10,000)	100,000	100,000
<b>c. Par value per share</b>		
Equity shares	10	10
	10	10

**d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year**

Particulars	31st March 2015	31st March 2014
Number of shares outstanding as at the beginning of the year	10,000	10,000
Add: Number of shares issued during the year	—	—
Less: Number of shares bought back during the year	—	—
Number of shares outstanding as at the end of the year	10,000	10,000

**e. Details of shareholders holding more than 5% shares, with voting rights.**

Sl. No	Name of Equity shareholders	As at 31 March, 2015		As at 31 March, 2014	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	10,000	100	10,000	100

Particulars	As at 31st March 2015 (Amount in ₹)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
<b>i.e. Balance in Statement of Profit and Loss</b>		
Opening Balance	4,899,689	1,940,497
Add : Profit during the year	2,873,805	2,959,192
	7,773,494	4,899,689
	7,773,494	4,899,689
<b>Notes No. - 3</b>		
<b>LONG TERM BORROWINGS</b>		
Term Loan	12,689,248	14,184,971
	12,689,248	14,184,971
<b>Notes No. - 4</b>		
<b>OTHER LONG TERM LIABILITIES</b>		
Advance against properties	—	—
Sundry Deposits	2,154,498	9,154,498
	2,154,498	9,154,498



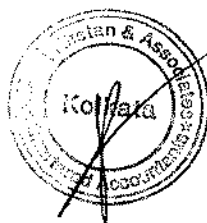
**Baron Suppliers Private Limited**
**Notes to Financial Statement**

Particulars	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>Notes No. - 5</b>				
<b>SHORT TERM BORROWINGS</b>				
From Other Than Bank (Unsecured)			5,863,596	
a) Related Parties	8,470,000		---	
b) Others	124,485	8,594,485	1,324,369	7,187,965
Add: Interest accrued and due (Net of TDS)		8,594,485		7,187,965
<b>Notes No. - 6</b>				
<b>TRADE PAYABLES</b>				
Trade Payables *				6,000
a) Services		---		431,414
b) Expenses		---		
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.				
				437,414
<b>Notes No. - 7</b>				
<b>OTHER CURRENT LIABILITIES</b>				
Advances from Others		---		---
Current maturities of Long Term Loan		1,477,987		1,290,915
Interest Accrued but not due (from LTB)		132,046		139,973
Outstanding Statutory Payment		13,662		132,437
Other Liability		2,979,011		---
		4,602,707		1,563,325
<b>Notes No. - 8</b>				
<b>SHORT TERM PROVISIONS</b>				
Provision for Income Tax		767,000		1,325,000
		767,000		1,325,000
<b>Notes No. - 9</b>				
<b>INVENTORIES</b>				
Finished Goods		27,229,870		28,476,687
Work in Progress		8,838,864		7,845,313
		36,068,734		34,322,000
<b>Notes No. - 10</b>				
<b>TRADE RECEIVABLE</b>				
(Unsecured, considered good)				
Debts outstanding for a period exceeding six months		---		---
Other Debts		1,298		3,922,129
		1,298		3,922,129
<b>Notes No. - 11</b>				
<b>CASH AND BANK BALANCES</b>				
Cash and Cash Equivalents :				
Balances with Banks	364,098		344,291	
Cash on hand (As certified by the management)	8,307	372,405	7,842	352,133
		372,405		352,133
<b>Notes No. - 12</b>				
<b>SHORT TERM LOANS &amp; ADVANCES</b>				
(Unsecured, considered good)				
Other Advances		---		50,000
		---		50,000
<b>Notes No. - 13</b>				
<b>OTHER CURRENT ASSETS</b>				
Income tax advance & TDS		238,995		206,600
		238,995		206,600



**Baron Suppliers Private Limited**
**Notes to Financial Statement**

Particulars	For the year ended 31st March 2015 (Amount in ₹)	For the year ended 31st March 2014 (Amount in ₹)
<b>Notes No. - 14</b>		
<b>REVENUE FROM OPERATIONS</b>		
<b>Sales &amp; Services</b>		
Construction Activities	1,639,573	10,089,477
Other Charges	---	457,434
	<b>1,639,573</b>	<b>10,546,911</b>
<b>Notes No. - 15</b>		
<b>OTHER INCOME</b>		
Miscellaneous Income	3,675,448	3,326,536
Rental Income	---	512
Interest received on FD/NSC	---	---
	<b>3,675,448</b>	<b>3,327,048</b>
<b>Notes No. - 16</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Cost of Land	---	---
Land development cost	---	---
Construction and other Materials	---	---
Interest on Project Loan*	943,551	1,324,369
Professional Charges	50,000	---
Other Construction Expenses	753,183	6,443,597
* Interest paid on loans taken for real estate projects has been included in the value of inventory in accordance with AS-16 - "Borrowing Costs".		
	<b>1,746,734</b>	<b>7,767,966</b>
<b>Notes No. - 17</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
<b>Opening stock</b>		
Finished goods	26,476,687	---
Work in Progress	7,845,313	35,130,089
<b>Sub Total (A)</b>	<b>34,322,000</b>	<b>35,130,089</b>
<b>Closing stock</b>		
Finished goods	27,229,870	26,476,687
Work in Progress (As certified by the management)	8,838,864	7,845,313
<b>Sub Total (B)</b>	<b>36,068,734</b>	<b>34,322,000</b>
<b>Total (A - B)</b>	<b>(1,746,734)</b>	<b>808,089</b>
<b>Notes No. - 18</b>		
<b>FINANCE COSTS</b>		
Bank Interest	1,870,569	999,865
Bank Charges	202	527
	<b>1,870,771</b>	<b>1,000,392</b>
<b>Notes No. - 19</b>		
<b>OTHER EXPENSES</b>		
Legal and Professional Charges	---	3,415
Business Promotion	14,500	---
Rates & Taxes	4,400	4,400
Filing Fees	2,835	---
Listing Fees	---	505
Other Expenses	225	---
Auditors Remuneration :		
- Statutory Audit Fee	5,000	3,000
- Tax Audit Fee	---	2,000
	<b>5,000</b>	<b>5,000</b>
	<b>26,960</b>	<b>13,320</b>





## **20. SIGNIFICANT ACCOUNTING POLICIES**

### **A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government under Section 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle of the company has been considered as 12 months.

### **B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

### **C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for on accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

### **D. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.  
Provision for obsolescence in inventories is made, wherever required.  
Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.  
Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

### **E. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### **F. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

### **G. EMPLOYEE BENEFITS**

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.



**Baron Suppliers Private Limited**

The Notes forming part of the Financial Statement

- b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

**H. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

**I. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

**J. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**21. EARNINGS PER SHARE IN ACCORDANCE WITH AS-20**

Earnings per share is computed as under:-		As at 31st March, 2015	As at 31st March, 2014
Profit available for Equity Shareholders	(A) (Rs.)	2,873,805	2,959,192
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,000	10,000
<u>Earnings per share (Face value of ₹ 10/- per Equity Share)</u> Basic & Diluted	(A/B) (Rs.)	287.38	295.92

**22. SEGMENT REPORTING:-**

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

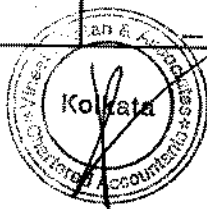
**23. RELATED PARTY DISCLOSURES IN ACCORDANCE WITH AS - 18:-**

- (i) The company had no enterprise under its control during the year under review.
- (ii) Other related parties with whom the company had transactions:-  
(A) Holding, Key Management Personnel & their relatives:-

Sl. No.	Name	Designation /Relationship
1	RDB REALTY & INFRASTRUCTURE LIMITED	Holding Company

- (iii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-Mar-2015

Nature of Transactions	Holding Company		Enterprises over which KMP & their relatives have significant influence	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Interest Paid	805,234	1,324,369	---	---
Unsecured Loan Received	1,080,000	2,143,938	---	---
Unsecured Loan Repaid	8,267,965	18,131,068	---	---
<b>Closing Balance</b> Unsecured Loan Taken	---	7,187,965	---	---



24. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
25. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of the current year.

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**For Vineet Khetan & Associates**  
Chartered Accountants  
Registration No. 324428E

  
**Vineet Khetan**  
Proprietor  
Membership No.060270

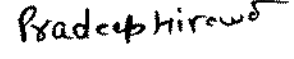
3B, Lal bazar Street,  
Kolkata - 700 001  
25th May, 2015

**BARON SUPPLIERS PVT. LTD.**

  
**J. Chatterjee**  
Director

Director

**BARON SUPPLIERS PVT. LTD.**

  
**Pradeep Hirew**  
Director

Director

Director





**INDEPENDENT AUDITORS' REPORT**

To the Members of  
**TRITON COMMERCIAL PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Triton Commercial Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

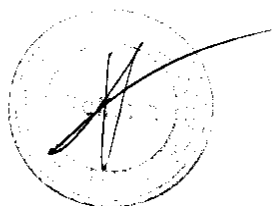
**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.



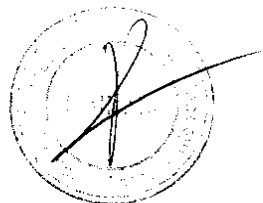
### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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**

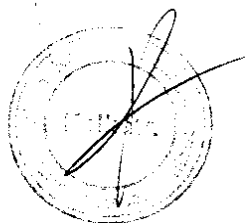
1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i.
    - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
    - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.)
    - a) The inventory has been physically verified by the management at regular intervals.
    - b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
    - c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii)
    - a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.
    - b) The payment of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.



- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.) a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
- c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, the term loan has been applied, on an overall basis, for the purpose for which they were obtained.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

2. As required by Section 143(3) of the Act, we report that :

- a.) We have sought and 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 these books.
- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.



- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For Vineet Khetan & Associates**  
Chartered Accountants  
Firm Registration No. 324428E



**(Vineet Khetan)**  
Proprietor  
Membership No.060270  
3B, Lal Bazar Street  
Kolkata - 700001  
Dated: 25th Day of May, 2015



# Triton Commercial Private Limited

Balance Sheet as at 31st March 2015

Particulars	Notes No.	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000		100,000	
b) Reserves & Surplus	2	7,771,336	7,871,336	4,798,792	4,898,792
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	12,689,249		14,324,945	
b) Other Long Term Liabilities	4	2,154,498	14,843,747	9,154,498	23,479,443
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	6,859,512		5,727,648	
b) Trade Payables	6	—		6,000	
c) Other Current Liabilities	7	3,187,873		1,532,932	
d) Short Term Provisions	8	816,000	10,863,385	1,285,000	8,551,580
<b>Total</b>			<b>33,578,468</b>		<b>36,929,815</b>
<b>II ASSETS</b>					
<b>1. Current Assets</b>					
a) Inventories	9	32,667,520		31,157,341	
b) Trade Receivable	10	1,299		3,718,196	
c) Cash and Bank Balances	11	374,588		347,678	
d) Short Term Loans & Advances	12	296,066		1,500,000	
e) Other Current Assets	13	238,995	33,578,468	206,600	36,929,815
<b>Total</b>			<b>33,578,468</b>		<b>36,929,815</b>
Significant accounting policies and other notes to accounts	20 to 25				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th May, 2015

For and on behalf of the Board of Directors

TRITON COMMERCIAL PVT. LTD.

TRITON COMMERCIAL PVT. LTD.

**Director**

Director

**Director**

Director





# Triton Commercial Private Limited

Statements of Profit and Loss for the year ended 31st March 2015

Particulars	Notes No.	For the year ended 31st March 2015 (Amount in ₹)		For the year ended 31st March 2014 (Amount in ₹)	
<b>REVENUE</b>					
Revenue From Operations	14		1,639,573		10,546,881
Other Income	15		3,675,448		3,326,928
			<b>5,315,021</b>		<b>13,873,809</b>
<b>EXPENSES</b>					
Construction Activity Expenses	16		1,510,179		7,764,579
Changes in Inventories of Finished Goods and Work in Progress	17		(1,510,179)		811,476
Finance Costs	18		1,733,382		1,137,669
Other Expenses	19		23,785		13,289
			<b>1,757,167</b>		<b>9,727,013</b>
<b>PROFIT BEFORE TAX</b>			<b>3,557,854</b>		<b>4,146,826</b>
Less: Provision For Tax					
- Current Tax		816,000		1,285,000	
- Tax For Earlier Years		(230,690)	585,310	---	1,285,000
<b>PROFIT AFTER TAX</b>			<b>2,972,544</b>		<b>2,861,826</b>
<b>EARNINGS PER SHARE (OF ₹ PER EQUITY SHARE)</b>					
- Basic			297.25		286.18
- Diluted			297.25		286.18
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

For Vineet Khetan & Associates

Chartered Accountants  
Registration No. 324428E

*Vineet Khetan*

Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
25th May, 2015

For and on behalf of the Board of Directors

TRITON COMMERCIAL PVT. LTD. TRITON COMMERCIAL PVT. LTD.

*Pradeep Hiran*

Director  
Director

*Pradeep Hiran*

Director  
Director



# Triton Commercial Private Limited

Cash Flow Statement for the year ended 31st March, 2015

Cash Flow Statement	For the year ended 31st March, 2015 (Amount in ₹)		For the year ended 31st March, 2014 (Amount in ₹)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		3,557,854		4,146,826
Adjustments for				
Interest Paid	756,996	756,996	---	---
<b>Operating Profit Before Working Capital Changes</b>		<b>4,314,850</b>		<b>4,146,826</b>
(Increase) / Decrease in Inventories	(1,510,179)		811,476	
(Increase) / Decrease in Trade receivables	3,716,897		(3,718,196)	
(Increase) / Decrease of Short-Term Advances	1,203,934		(1,053,534)	
(Increase) / Decrease of Other Current Assets	(32,395)		(206,600)	
Increase / (Decrease) in Trade Payables	(6,000)		6,000	
Increase / (Decrease) of Long term Liabilities	(7,000,000)		557,815	
Increase / (Decrease) of Other Current Liabilities	1,654,942	(1,972,801)	(1,763,125)	(5,366,164)
<b>Cash generated from operations</b>		<b>2,342,049</b>		<b>(1,219,338)</b>
Less: Direct taxes paid/ (Refunds) Include Interest (Net)		1,054,310		---
Cash Flow before Exceptional Items		1,287,739		(1,219,338)
<b>Net cash Generated/(used) from operating activities</b>		<b>1,287,739</b>		<b>(1,219,338)</b>
<b>B. Cash Flow from Investing Activities :</b>				
<b>Net cash from investing activities</b>		---		---
<b>C. Cash flow from financing activities :</b>				
Net Proceeds / (Repayment) of Long Term Borrowings	(1,635,696)			
Net Proceeds / (Repayment) of Short Term Borrowings	1,131,864		14,324,945	
Interest Paid	(756,996)	(1,260,828)	(13,314,014)	1,010,931
<b>Net cash generated/(used) in financing activities</b>		<b>(1,260,828)</b>		<b>1,010,931</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>26,911</b>		<b>(208,407)</b>
Cash and cash equivalents -Opening balance		347,678		553,085
		<b>374,589</b>		<b>344,678</b>
<b>Cash and cash equivalents -Closing balance</b>		<b>374,589</b>		<b>347,678</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		366,911		343,465
Cash on hand (As certified by the management)		7,678		4,213
		<b>374,589</b>		<b>347,678</b>

This is the Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

*Vineet Khetan*

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th May, 2015

For and on behalf of the Board

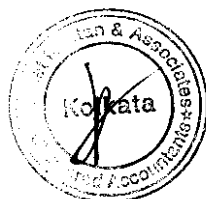
TRITON COMMERCIAL PVT. LTD. TRITON COMMERCIAL PVT. LTD.

*Pradeep Hiran*

Director

Director

Director



# Triton Commercial Private Limited

## Notes to Financial Statement

Particulars	As at 31st March 2015 (Amount in ₹)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 1</b>		
<b>SHARE CAPITAL</b>		
<b>a. Authorised Share Capital</b>		
Number of Equity shares	200,000	200,000
20,000 (Previous year 20,000)	200,000	200,000
<b>b. Issued, subscribed and paid-up share capital :</b>		
Number of Equity shares fully paid up	100,000	100,000
10,000 (Previous year 10,000)	100,000	100,000
<b>c. Par value per share</b>		
Equity shares	10	10
	10	10

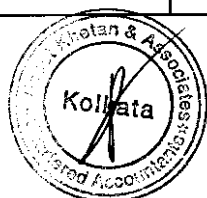
### d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year

Particulars	31st March 2015	31st March 2014
Number of shares outstanding as at the beginning of the year	10,000	10,000
Add: Number of shares issued during the year	---	---
Less: Number of shares bought back during the year	---	---
Number of shares outstanding as at the end of the year	10,000	10,000

### e. Details of shareholders holding more than 5% shares, with voting rights.

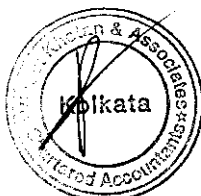
Sl. No	Name of Equity shareholders	As at 31 March, 2015		As at 31 March, 2014	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	10,000	100	10,000	100

Particulars	As at 31st March 2015 (Amount in ₹)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
<b>i.e. Balance in Statement of Profit and Loss</b>		
Opening Balance	4,798,792	1,936,966
Add : Profit during the year	2,972,544	2,861,826
	7,771,336	4,798,792
	7,771,336	4,798,792
<b>Notes No. - 3</b>		
<b>LONG TERM BORROWINGS</b>		
Secured Loan From Bank	12,689,249	14,324,945
	12,689,249	14,324,945
<b>Notes No. - 4</b>		
<b>OTHER LONG TERM LIABILITIES</b>		
Advance against properties	---	---
Sundry Deposits	2,154,498	9,154,498
	2,154,498	9,154,498



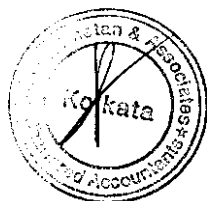
**Triton Commercial Private Limited**
**Notes to Financial Statement**

Particulars	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>Notes No. - 5</b>				
<b><u>SHORT TERM BORROWINGS</u></b>				
From Other Than Bank (Unsecured)				
a) Related Parties	—		4,679,666	
b) Others	6,775,000		—	
Add: Interest accrued and due	84,512	6,859,512	1,047,982	5,727,648
		<b>6,859,512</b>		<b>5,727,648</b>
<b>Notes No. - 6</b>				
<b><u>TRADE PAYABLES</u></b>				
Trade Payables *		—		6,000
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.				
		—		<b>6,000</b>
<b>Notes No. - 7</b>				
<b><u>OTHER CURRENT LIABILITIES</u></b>				
Advances from Customers		—		—
Current Maturities of Long Term Loan		1,477,987		1,290,915
Interest Accrued But Not Due		132,046		137,220
Other Liability		1,547,597		—
Advances from Others		17,102		—
Outstanding Statutory Payment		13,141		104,797
		<b>3,187,873</b>		<b>1,532,932</b>
<b>Notes No. - 8</b>				
<b><u>SHORT TERM PROVISIONS</u></b>				
Income Tax		816,000		1,285,000
		<b>816,000</b>		<b>1,285,000</b>
<b>Notes No. - 9</b>				
<b><u>INVENTORIES</u></b>				
Finished Goods		5,125,888		26,304,453
Work in Progress		27,541,632		4,852,888
		<b>32,667,520</b>		<b>31,157,341</b>
<b>Notes No. - 10</b>				
<b><u>TRADE RECEIVABLE</u></b>				
(Unsecured, considered good)				
Debts outstanding for a period exceeding six months		—		—
Other Debts		1,299		3,718,196
		<b>1,299</b>		<b>3,718,196</b>
<b>Notes No. - 11</b>				
<b><u>CASH AND BANK BALANCES</u></b>				
<b><u>Cash and Cash Equivalents :</u></b>				
Balances with Banks	366,911		343,465	
Cash on hand (As certified by the management)	7,678		4,213	
		<b>374,588</b>		<b>347,678</b>
		<b>374,588</b>		<b>347,678</b>
<b>Notes No. - 12</b>				
<b><u>SHORT TERM LOANS &amp; ADVANCES</u></b>				
(Unsecured, considered good)				
Other Advances		296,066		1,500,000
		<b>296,066</b>		<b>1,500,000</b>



**Triton Commercial Private Limited**
**Notes to Financial Statement**

Particulars	For the year ended 31st March 2015 (Amount in ₹)		For the year ended 31st March 2014 (Amount in ₹)	
<b>Notes No : 13</b>				
<b><u>OTHER CURRENT ASSETS</u></b>				
Income Tax And Tax Deduct At Source		238,995		206,600
		<b>238,995</b>		<b>206,600</b>
<b>Notes No. - 14</b>				
<b><u>REVENUE FROM OPERATIONS</u></b>				
Sale of Constructions		---		10,089,447
Maintenance & Other Charges		1,639,573		457,434
		<b>1,639,573</b>		<b>10,546,881</b>
<b>Notes No. - 15</b>				
<b><u>OTHER INCOME</u></b>				
RENT INCOME		3,675,448		3,326,536
INTEREST on FD/NSC		---		392
		<b>3,675,448</b>		<b>3,326,928</b>
<b>Notes No. - 16</b>				
<b><u>CONSTRUCTION ACTIVITY EXPENSES</u></b>				
Construction and other Materials		---		---
Land development		---		---
Interest on Project Loan*		---		---
Interest Paid on Loan taken		756,996		1,047,982
Professional Charges		---		---
Other Construction Expenses		753,183		6,716,597
* Interest paid on loans taken for real estate projects has been included in the value of inventory in accordance with AS-16 - "Borrowing Costs".				
		<b>1,510,179</b>		<b>7,764,579</b>
<b>Notes No. - 17</b>				
<b><u>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</u></b>				
<b>Opening stock</b>				
Finished goods		26,304,453		---
Work in Progress		4,852,888		31,968,817
<b>Sub Total (A)</b>		<b>31,157,341</b>		<b>31,968,817</b>
<b>Closing stock</b>				
Finished goods		5,125,888		26,304,453
Work in Progress (As certified by the management)		27,541,632		4,852,888
<b>Sub Total (B)</b>		<b>32,667,520</b>		<b>31,157,341</b>
<b>Total (A - B)</b>		<b>(1,510,179)</b>		<b>811,476</b>
<b>Notes No. - 18</b>				
<b><u>FINANCE COSTS</u></b>				
Bank Interest		1,733,349		1,137,086
Bank Charges		33		583
		<b>1,733,382</b>		<b>1,137,669</b>
<b>Notes No. - 19</b>				
<b><u>OTHER EXPENSES</u></b>				
Legal and Professional Charges		---		3,415
Business Promotion		11,500		---
Rates & Taxes		4,400		4,400
Other Expenses		50		---
Filing Fees		2,835		---
Listing Fees		---		474
Auditors Remuneration :				---
- Statutory Audit Fee	5,000	---	3,000	---
- Tax Audit Fee	---	5,000	2,000	5,000
		<b>23,785</b>		<b>13,289</b>



**20. SIGNIFICANT ACCOUNTING POLICIES****A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government under Section 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle of the company has been considered as 12 months.

**B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

**C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

**D. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.

Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

**E. CASH AND CASH EQUIVALENTS**

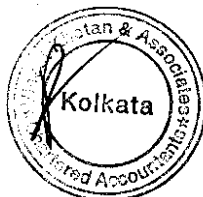
Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**F. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

**G. EMPLOYEE BENEFITS**

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.



# Triton Commercial Private Limited

The Notes forming part of the Financial Statement

- b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

## H. BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

## I. TAXATION

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

## J. PROVISIONS/CONTINGENCIES

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

## 21. Earnings per share in accordance with AS-20

Earnings per share is computed as under:-		As at 31st March, 2015	As at 31st March, 2014
Profit available for Equity Shareholders	(A) (Rs.)	2,972,544	2,861,826
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10000	10,000
<u>Earnings per share (Face value of ₹ 10/- per Equity Share)</u>			
Basic & Diluted	(A/B) (Rs.)	297.25	286.18

## 22. Segment Reporting:-

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

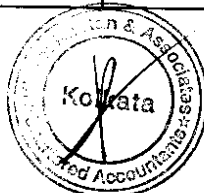
## 23. Related Party Disclosures in accordance with AS - 18:-

- (i) The company had no enterprise under its control during the year under review.
- (ii) Other related parties with whom the company had transactions:-
- (A) Key Management Personnel & their relatives:-

Sl. No.	Name	Designation /Relationship
1	RDB REALTY & INFRASTRUCTURE LIMITED	Holding Company

- (iii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-Mar-2014

Nature of Transactions	Holding Company		Enterprises over which KMP & their relatives have significant influence	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Interest Paid	663,094	1,047,982	---	384,553
Unsecured Loan Received	1,000,000	5,478,784	---	30,310,000
Unsecured Loan Repaid	6,727,648	17,744,816	---	43,116,007
<b>Closing Balance</b>				
Unsecured Loan Taken	---	5,727,648	---	---



# Triton Commercial Private Limited

The Notes forming part of the Financial Statement

24. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
25. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of the

For Vineet Khetan & Associates

Chartered Accountants

Registration No. 324428E

Vineet Khetan

Proprietor

Membership No.060270

3B, Lal bazar Street,  
Kolkata - 700 001  
25th May, 2015

For and on behalf of the Board of Directors

TRITON COMMERCIAL PVT. LTD. TRITON COMMERCIAL PVT. LTD.

*Shatish Chatterjee*

Director  
Director

*Pradeep Hircar*

Director  
Director







**INDEPENDENT AUDITORS' REPORT**

To the Members of  
**KASTURI TIE-UP PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Kasturi Tie-Up Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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

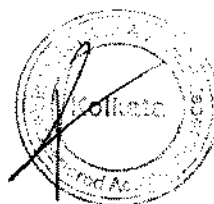
1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i. a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.) a) The inventory has been physically verified by the management at regular intervals.  
b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.  
c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii) a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.  
b) The payment of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.



- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.) a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
- c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, the term loan has been applied, on an overall basis, for the purpose for which they were obtained.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

2. As required by Section 143(3) of the Act, we report that :

- a.) We have sought and 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 these books.
- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.

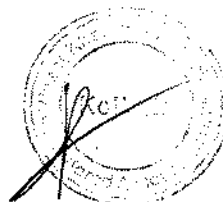


- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For Vineet Khetan & Associates**  
Chartered Accountants  
Firm Registration No. 324428E



**(Vineet Khetan)**  
Proprietor  
Membership No.060270  
3B, Lal Bazar Street  
Kolkata - 700001  
Dated: 25th Day of May, 2015



# Kasturi Tie Up Private Limited

Balance Sheet as at 31st March 2015

Particulars	Notes No.	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000		100,000	
b) Reserves & Surplus	2	7,744,644	7,844,644	4,776,393	4,876,393
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	12,689,249		14,324,945	
b) Other Long Term Liabilities	4	2,154,498	14,843,747	9,154,498	23,479,443
<b>3. Current Liabilities</b>					
b) Short Term Borrowings	5	8,187,589		6,760,262	
c) Trade Payables	6	---		437,414	
d) Other Current Liabilities	7	3,599,726		1,551,126	
e) Short Term Provisions	8	815,000	12,602,315	1,285,000	10,033,802
<b>Total</b>			<b>35,290,706</b>		<b>38,389,638</b>
<b>II ASSETS</b>					
<b>1. Current Assets</b>					
a) Inventories	9	34,662,897		32,906,538	
b) Trade Receivable	10	1,301		4,922,132	
c) Cash and Bank Balances	11	387,513		354,368	
d) Other Current Assets	12	238,995	35,290,706	206,600	38,389,638
<b>Total</b>			<b>35,290,706</b>		<b>38,389,638</b>
Significant accounting policies and other notes to accounts	19 to 24				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

**Vineet Khetan**

Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
25th May, 2015

**KASTURI TIE UP PVT. LTD.**

*Robert H. Chatterjee*

Director

Director

For and on behalf of the Board of Directors

**KASTURI TIE UP PVT. LTD.**

*Pradeep K. Kulkarni*

Director

Director



# Kasturi Tie Up Private Limited

Statements of Profit and Loss for the year ended 31st March 2015

Particulars	Notes No.	For the year ended 31st March 2015 (Amount in ₹)		For the year ended 31st March 2014 (Amount in ₹)	
<b>REVENUE</b>					
Revenue From Operations	13		1,639,573		10,546,911
Other Income	14		3,675,448		3,326,928
			<b>5,315,021</b>		<b>13,873,839</b>
<b>EXPENSES</b>					
Construction Activity Expenses	15		1,756,359		7,673,495
Changes in Inventories of Finished Goods and Work in Progress	16		(1,756,359)		902,560
Finance Costs	17		1,733,635		1,137,331
Other Expenses	18		28,735		13,484
			<b>1,762,370</b>		<b>9,726,870</b>
<b>PROFIT BEFORE TAX</b>			<b>3,552,651</b>		<b>4,146,969</b>
Less: Provision For Tax					
- Current Tax		815,000		1,285,000	
- Tax For Earlier Years		(230,600)	584,400	---	1,285,000
<b>PROFIT AFTER TAX</b>			<b>2,968,251</b>		<b>2,861,969</b>
<b>EARNINGS PER SHARE (OF ₹ PER EQUITY SHARE)</b>					
- Basic			296.83		286.20
- Diluted			296.83		286.20
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

*Vineet Khetan*

Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
25th May, 2015

For and on behalf of the Board of Directors  
KASTURI TIE UP PVT. LTD. KASTURI TIE UP PVT. LTD.

*Pradeep Hircow*  
Director

Director

*Pradeep Hircow*  
Director

Director



**Kasturi Tie Up Private Limited****Cash Flow Statement for the year ended 31st March, 2015**

Cash Flow Statement	For the year ended 31st March, 2015 (Amount in ₹)		For the year ended 31st March, 2014 (Amount in ₹)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		3,552,651		4,146,969
Adjustments for				
Interest Paid	1,003,176	1,003,176	—	—
<b>Operating Profit Before Working Capital Changes</b>		<b>4,555,827</b>		<b>4,146,969</b>
(Increase) / Decrease in Inventories	(1,756,359)		902,560	
(Increase) / Decrease in Trade receivables	4,920,831		(4,922,132)	
(Increase) / Decrease of Other Current Assets	(32,395)		(206,600)	
Increase / (Decrease) in Trade Payables	(437,414)		437,414	
Increase / (Decrease) of Long Term Liabilities	(7,000,000)		557,815	
Increase / (Decrease) of Other Current Liabilities	2,048,600	(2,256,737)	(1,537,671)	(4,768,614)
<b>Cash generated from operations</b>		<b>2,299,090</b>		<b>(621,645)</b>
Less: Direct taxes paid/ (Refunds) including Interest (Net)		1,054,400		—
Cash Flow before Exceptional Items		1,244,690		(621,645)
<b>Net cash Generated/(used) from operating activities</b>		<b>1,244,690</b>		<b>(621,645)</b>
<b>B. Cash Flow from Investing Activities :</b>				
Net cash from investing activities		—		—
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Long Term Borrowings	(1,635,696)			
Proceeds / (Repayment) of Short Term Borrowings	1,427,327		14,324,945	
Interest Paid	(1,003,176)	(1,211,545)	(13,908,565)	416,380
<b>Net cash generated/(used) in financing activities</b>		<b>(1,211,545)</b>		<b>416,380</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>33,145</b>		<b>(205,265)</b>
Cash and cash equivalents -Opening balance		354,368		559,633
		<b>387,513</b>		<b>354,368</b>
<b>Cash and cash equivalents -Closing balance</b>		<b>387,513</b>		<b>354,368</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		379,951		9,097
Cash on hand (As certified by the management)		7,562		345,271
		<b>387,513</b>		<b>354,368</b>

is the Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

*Vineet Khetan*

**Vineet Khetan**

Partner

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th May, 2015

For and on behalf of the Board  
KASTURI TIE UP PVT. LTD. KASTURI TIE UP PVT. LTD.

*Pradeep Hissar*  
Director  
Director

*Pradeep Hissar*  
Director  
Director



**Kasturi Tie Up Private Limited****Notes to Financial Statement**

Particulars	As at 31st March 2015 (Amount in ₹)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 1</b>		
<b>SHARE CAPITAL</b>		
<b>a. Authorised Share Capital</b>		
Number of Equity shares		
20,000 (Previous year 20,000)	200,000	200,000
	200,000	200,000
<b>b. Issued, subscribed and paid-up share capital :</b>		
Number of Equity shares fully paid up		
10,000 (Previous year 10,000)	100,000	100,000
	100,000	100,000
<b>c. Par value per share</b>		
Equity shares	10	10
	10	10

**d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year**

Particulars	31st March 2015	31st March 2014
Number of shares outstanding as at the beginning of the year	10,000	10,000
Add: Number of shares issued during the year	---	---
Less: Number of shares bought back during the year	---	---
Number of shares outstanding as at the end of the year	10,000	10,000

**e. Details of shareholders holding more than 5% shares, with voting rights.**

Sl. No	Name of Equity shareholders	As at 31 March, 2015		As at 31 March, 2014	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	10,000	100	10,000	100

Particulars	As at 31st March 2015 (Amount in ₹)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
<b>i.e. Balance in Statement of Profit and Loss</b>		
Opening Balance	4,776,393	1,914,424
Add : Profit during the year	2,968,251	2,861,969
	7,744,644	4,776,393
	7,744,644	4,776,393
<b>Notes No. - 3</b>		
<b>LONG TERM BORROWINGS</b>		
Term Loan	12,689,249	14,324,945
	12,689,249	14,324,945
<b>Notes No. - 4</b>		
<b>OTHER LONG TERM LIABILITIES</b>		
Advance against properties	2,154,498	9,154,498
Sundry Deposits	2,154,498	9,154,498





**Kasturi Tie Up Private Limited****Notes to Financial Statement**

Particulars	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>Notes No. - 5</b>				
<b>SHORT TERM BORROWINGS</b>				
Repayable on Demand				
From Other Than Bank (Unsecured)				
a) Related Parties		---		5,530,364
b) Others		8,089,415		---
Add: Interest Accrued and Due (Net of TDS)		98,174		1,229,898
		<b>8,187,589</b>		<b>6,760,262</b>
<b>Notes No. - 6</b>				
<b>TRADE PAYABLES</b>				
Trade Payables *				
Sundry Creditors				
a) Services	---		6,000	
b) Expenses	---	---	431,414	437,414
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.				
				<b>437,414</b>
<b>Notes No. - 7</b>				
<b>OTHER CURRENT LIABILITIES</b>				
Advances from Others		---		---
Other Liability		1,979,011		---
Outstanding Statutory Payment		10,681		122,991
Current maturities of Long Term loan		1,477,987		1,290,915
Interest accrued but not due (from LTB)		132,046		137,220
		<b>3,599,726</b>		<b>1,551,126</b>
<b>Notes No. - 8</b>				
<b>SHORT TERM PROVISIONS</b>				
Provision for Income Tax		815,000		1,285,000
		<b>815,000</b>		<b>1,285,000</b>
<b>Notes No. - 9</b>				
<b>INVENTORIES</b>				
Finished Goods		25,313,680		23,557,321
Work in Progress		9,349,217		9,349,217
		<b>34,662,897</b>		<b>32,906,538</b>
<b>Notes No. - 10</b>				
<b>TRADE RECEIVABLE</b>				
(Unsecured, considered good)				
Debts outstanding for a period exceeding six months		---		---
Other Debts		1,301		4,922,132
		<b>1,301</b>		<b>4,922,132</b>
<b>Notes No. - 11</b>				
<b>CASH AND BANK BALANCES</b>				
Cash and Cash Equivalents :				
Balances with Banks	379,951		345,271	
Cash on hand (As certified by the management)	7,562	387,513	9,097	354,368
		<b>387,513</b>		<b>354,368</b>
<b>Notes No. - 12</b>				
<b>OTHER CURRENT ASSETS</b>				
Income tax advance and TDS		238,995		206,600
		<b>238,995</b>		<b>206,600</b>



**Kasturi Tie Up Private Limited**
**Notes to Financial Statement**

Particulars	For the year ended 31st March 2015 (Amount in ₹)	For the year ended 31st March 2014 (Amount in ₹)
<b>Notes No. - 13</b>		
<b>REVENUE FROM OPERATIONS</b>		
<b>Sales &amp; Services</b>		
Construction Activities	---	10,089,477
Other Charges	1,639,573	457,434
	<b>1,639,573</b>	<b>10,546,911</b>
<b>Notes No. - 14</b>		
<b>OTHER INCOME</b>		
Miscellaneous Income		
Rental Income	3,675,448	3,326,536
Interest Received on FD/NSC	---	392
	<b>3,675,448</b>	<b>3,326,928</b>
<b>Notes No. - 15</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Construction and other Materials	---	---
Land Development cost	---	---
Interest paid on loan taken*	1,003,176	1,229,898
Professional Charges	---	---
Other Construction Expenses	753,183	6,443,597
* Interest paid on loans taken for real estate projects has been included in the value of inventory in accordance with AS-16 - "Borrowing Costs".		
	<b>1,756,359</b>	<b>7,673,495</b>
<b>Notes No. - 16</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
<b>Opening stock</b>		
Finished Goods	23,557,321	---
Work in Progress	9,349,217	33,809,098
<b>Sub Total (A)</b>	<b>32,906,538</b>	<b>33,809,098</b>
<b>Closing stock</b>		
Finished Goods	25,313,680	23,557,321
Work in Progress (As certified by the management)	9,349,217	9,349,217
<b>Sub Total (B)</b>	<b>34,662,897</b>	<b>32,906,538</b>
<b>Total (A - B)</b>	<b>(1,756,359)</b>	<b>902,560</b>
<b>Notes No. - 17</b>		
<b>FINANCE COSTS</b>		
Bank Interest	1,733,349	1,137,085
Bank Charges	286	246
	<b>1,733,635</b>	<b>1,137,331</b>
<b>Notes No. - 18</b>		
<b>OTHER EXPENSES</b>		
Legal and Professional Charges	---	3,575
Business Promotion Expenses	16,500	---
Filing Fees	2,835	---
Rates & Taxes	4,400	4,400
Listing Fees	---	509
Auditors Remuneration :		
- Statutory Audit Fee	5,000	3,000
- Tax Audit Fee	---	---
Printing & Stationary	---	5,000
	<b>28,735</b>	<b>13,484</b>



## **19. SIGNIFICANT ACCOUNTING POLICIES**

### **A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government under Section 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle of the company has been considered as 12 months.

### **B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

### **C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

### **D. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.  
Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

### **E. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### **F. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

### **G. EMPLOYEE BENEFITS**

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.



- b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

#### H. BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

#### I. TAXATION

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

#### J. PROVISIONS/CONTINGENCIES

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

#### 20. EARNINGS PER SHARE IN ACCORDANCE WITH AS-20

Earnings per share is computed as under:-		As at 31st March, 2015	As at 31st March, 2014
Profit available for Equity Shareholders	(A) (Rs.)	2,968,251	2,861,969
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,000	10,000
<u>Earnings per share (Face value of ₹ 10/- per Equity Share)</u>			
Basic & Diluted	(A/B) (Rs.)	296.83	286.20

#### 21. SEGMENT REPORTING:-

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

#### 22. RELATED PARTY DISCLOSURES IN ACCORDANCE WITH AS - 18:-

- (i) The company had no enterprise under its control during the year under review.
- (ii) Other related parties with whom the company had transactions:-
- (A) Key Management Personnel & their relatives:-

Sl. No.	Name	Designation /Relationship
1	RDB REALTY & INFRASTRUCTURE LIMITED	Holding Company.

- (iii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-March-2015

Nature of Transactions	Holding Company		Enterprises over which KMP & their relatives have significant influence	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Interest Paid	894153	1229898	---	---
Unsecured Loan Received	1020000	18998000	---	---
Unsecured Loan Repaid	7780262	34136463	---	---
<b>Closing Balance</b>				
Unsecured Loan Taken	---	6760262	---	---



**Kasturi Tie Up Private Limited**The Notes forming part of the Financial Statement

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23. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
24. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of the current year.
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**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

**Vineet Khetan**

Proprietor

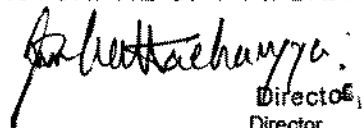
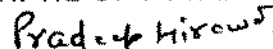
Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th May, 2015

For and on behalf of the Board of Directors

**KASTURI TIE UP PVT. LTD.**  
Director**KASTURI TIE UP PVT. LTD.**  
Director

Director

Director



**INDEPENDENT AUDITORS' REPORT**

**To the Members of**  
**BHAGWATI PLASTO WORKS PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Bhagwati Plasto Works Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

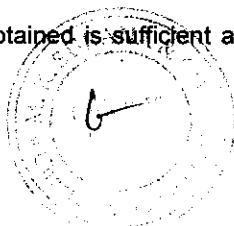
**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.



### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i.
    - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
    - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.)
    - a) The inventory has been physically verified by the management at regular intervals.
    - b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
    - c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii)
    - a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.
    - b) The payment of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.

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- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.) a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
- c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, there is no term loan hence this clause is not applicable for the company.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

2. As required by Section 143(3) of the Act, we report that :

- a.) We have sought and 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 these books.
- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.



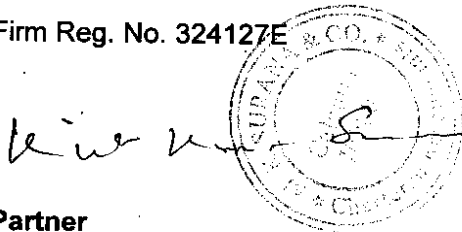


- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For M.K SURANA & CO**

Chartered Accountants

Firm Reg. No. 324127E



**Partner**

Membership No.061605

20, Synagogue Street, 2nd Floor

Dated: 25th Day of May 2015

# BHAGWATI PLASTO WORKS PRIVATE LIMITED

8/1, Lal Bazar Street, Kolkata-700001

## BALANCE SHEET AS AT 31ST MARCH, 2015

	Note No.	As at 31st March, 2015 ₹		As at 31st March, 2014 ₹	
<b>I EQUITY &amp; LIABILITIES</b>					
<b>1. Shareholders' Funds</b>	1				
a) Share Capital		11,036,000		11,036,000	
b) Reserves & Surplus		42,569,491	53,605,491	29,491,920	40,527,920
<b>2. Non Current Liabilities</b>	2				
a) Long Term Borrowings		---		---	
b) Other Long Term Liabilities		32,989,035	32,989,035	31,430,535	31,430,535
<b>3. Current Liabilities</b>	3				
a) Short Term Borrowings		13,857,497		17,122,855	
b) Trade Payables		5,823,218		565,290	
c) Other Current Liabilities		23,617,381		28,401,459	
d) Short Term Provisions		5,610,000	48,908,096	478,116	46,567,720
<b>Total</b>			<b>135,502,622</b>		<b>118,526,175</b>
<b>II ASSETS</b>					
<b>1. Non Current assets</b>					
a) <u>Fixed Assets</u>	4				
i) Tangible Assets		---		324	324
ii) Intangible Assets		---		---	
b) Non Current Investments	5		360,000		360,000
c) Long Term Loans & Advances	6		121,002		21,449
<b>2. Current Assets</b>	7				
a) Inventories		114,733,256		86,489,126	
b) Trade Receivables		8,717,515		11,036,579	
c) Cash & Cash Equivalents		2,493,246		2,809,335	
d) Short Term Loans and Advances		7,219,789		17,037,948	
e) Other Current Assets		1,857,814	135,021,620	771,414	118,144,402
<b>Total</b>			<b>135,502,622</b>		<b>118,526,175</b>

The Notes forming part of the Financial Statement

In terms of our report attached.

For **M.K.SURANA & CO**  
Chartered Accountants

**Kirti Kumar Surana**  
Partner

Membership No.061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.

The 25th day of May 2015

For and on behalf of the Board of Directors

For **BHAGWATI PLASTO WORKS PVT. LTD**

*Radheep Pygalla*  
**Director**

For **BHAGWATI PLASTO WORKS PVT. LTD**

*Gyan Chandra*  
**Director**

Director

**BHAGWATI PLASTO WORKS PRIVATE LIMITED**

8/1, Lal Bazar Street, Kolkata-700001

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH,2015**

	Note No.	For the Period 31st March 2015		For the Year Ended 31st March 2014	
		₹		₹	
<b>1 REVENUE</b>					
Revenue From Operations	8		14,416,138		17,456,780
Other Income	9		13,899,920		5,742,440
<b>Total Revenue</b>			<b>28,316,058</b>		<b>23,199,220</b>
<b>2 EXPENSES</b>					
Construction activity expenses	10		32,283,330		9,167,371
Changes in Inventories of Finised Goods, Work in Progress & Stock in Trade	11		(28,244,130)		4,961,969
Employee Benefits Expenses	12		494,061		236,390
Finance Costs	13		1,963,959		1,321,988
Depreciation	4		---		71
Others Expenses	14		1,531,063		327,736
<b>Total Expenses</b>			<b>8,028,283</b>		<b>16,015,525</b>
<b>PROFIT / (LOSS) BEFORE TAX</b>			<b>20,287,775</b>		<b>7,183,695</b>
<b>3 TAX EXPENSES</b>					
a) Current Tax		5,610,000		478,116	
b) Tax for EarlierYear		1,600,204	7,210,204	76,264	554,380
<b>PROFIT / (LOSS) AFTER TAX</b>			<b>13,077,571</b>		<b>6,629,315</b>
<b>EARNINGS PER SHARE (OF ₹ PER SHARE)</b>					
Basic			11.85		6.01
Diluted			11.85		6.01
The Notes forming part of the Financial Statement					

In terms of our report attached.

For **M.K. SURANA & CO**  
Chartered AccountantsKirti Kumar Surana  
Partner

Membership No.061605

20, Synagogue Street,2nd Floor,  
Kolkata - 700 001.

The 25th day of May 2015

For **BHAGWATI PLASTO WORKS PVT. LTD**S. K. Roddeep Ingolia  
Director

For and on behalf of the Board of Directors

For **BHAGWATI PLASTO WORKS PVT. LTD**Gyan Chandra Mahapatra  
Director

Director

Director

**BHAGWATI PLASTO WORKS PRIVATE LIMITED**  
**Cash Flow Statement for the year ended 31 March, 2015**

Cash Flow Statement	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
<b>A. Cash flow from operating activities</b>		
Net Profit / (Loss) before extraordinary items and tax	20,287,775	7,183,695
<u>Adjustments for:</u>		
Depreciation & Amortisation	—	71
Interest Paid on Loan	1,963,959	1,319,235
Sundry Balance Written Off / (Write Back)	—	—
Other Non-Cash Charges (Specify)	324	—
Net Unrealised Exchange (Gain) / Loss	—	—
	1,964,283	1,319,306
<b>Operating profit / (loss) before working capital changes</b>	<b>22,252,058</b>	<b>8,503,001</b>
<u>Changes in working capital:</u>		
<u>Adjustments for (increase) / decrease in operating assets:</u>		
Inventories	(28,244,130)	4,961,969
Trade Receivables	2,319,064	(7,554,344)
Short-Term Loans & Advances	8,731,759	(5,468,847)
Long-Term Loans & Advances	(99,553)	1,900,000
<u>Adjustments for increase / (decrease) in operating liabilities:</u>		
Trade Payables	5,257,928	(1,403,016)
Other Current Liabilities	(4,784,078)	(3,344,193)
Other Long-Term Liabilities	1,558,500	1,760,535
Short-Term Provisions	5,131,884	(321,884)
Long-Term Provisions	—	—
	(10,128,626)	(9,469,780)
Cash Flow from Extraordinary Items	12,123,432	(966,779)
Cash Generated from Operations	—	—
Net Income Tax (Paid) / Refunds	(7,210,204)	(554,380)
<b>Net cash flow from / (used in) operating activities (A)</b>	<b>4,913,228</b>	<b>(1,521,159)</b>
<b>B. Cash flow from investing activities :</b>		
Sale / (Purchase) of Fixed Assets	—	—
Sale / (Purchase) of Long-Term Investments	—	—
Loans Realised / (Given)	—	—
Cash Flow From Extraordinary Items	—	—
<b>Net cash from investing activities</b>	<b>—</b>	<b>—</b>
<b>C. Cash flow from financing activities :</b>		
Proceeds / (Repayment) of Long-Term Borrowings	—	—
Proceeds / (Repayment) of Short-Term Borrowings	(5,229,317)	2,621,391
Cash Flow From Extraordinary Items	—	—
<b>Net cash generated/(used) in financing activities</b>	<b>(5,229,317)</b>	<b>2,621,391</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(316,089)</b>	<b>1,100,232</b>
Cash and cash equivalents -Opening balance	2,809,335	1,709,103
	<b>2,493,246</b>	<b>2,809,335</b>
<b>Cash and cash equivalents -Closing balance</b>	<b>2,493,246</b>	<b>2,809,335</b>
<b>CASH AND CASH EQUIVELANTS COMPRISE:</b>		
Cash on Hand	77,893	485,525
<u>Balances with Scheduled Banks on:</u>		
Current Accounts	1,039,442	1,053,680
Fixed Deposit Account	1,375,911	1,270,130
	<b>2,493,246</b>	<b>2,809,335</b>

**Notes:**

- (i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.  
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.

**See accompanying notes forming part of the financial statements**

In terms of our report attached.

For **M.K. SURANA & CO**  
Chartered Accountants

*Kirti Kumar Surana*  
Partner  
Membership No. 061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.  
The 26th day of May 2014

For **BHAGWATI PLASTO WORKS PVT. LTD**

*Deepthi Gulia*  
Director

For and on behalf of the Board of Directors

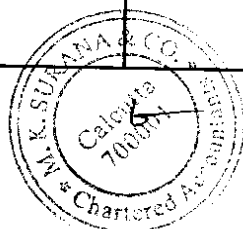
For **BHAGWATI PLASTO WORKS PVT. LTD**

*Gyan Chand*  
Director

# BHAGWATI PLASTO WORKS PRIVATE LIMITED

## Notes to the Financial Statement

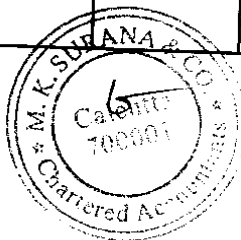
		As at 31st March, 2015 ₹		As at 31st March, 2014 ₹	
<b>Notes No. 1 Shareholders' Funds</b>					
<b>a) Share Capital</b>					
Authorised					
12,50,000 Equity Shares of ₹ 10/- each (Previous Year 12,50,000 Equity Shares of ₹ 10/- each)			12,500,000		12,500,000
			12,500,000		12,500,000
Issued, Subscribed and Paid up:					
11,03,600 Equity Shares of ₹ 10/- each			11,036,000		11,036,000
			11,036,000		11,036,000
i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:					
<b>Equity shares with voting rights</b>		<b>Opening Balance</b>		<b>Opening Balance</b>	
Year ended 31 March, 2015					
- Number of shares		1,103,600		1,103,600	
- Amount (₹)		11,036,000		11,036,000	
Year ended 31 March, 2014					
- Number of shares		1,103,600		1,103,600	
- Amount (₹)		11,036,000		11,036,000	
ii) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates:					
<b>Particulars</b>		<b>Name of the Company</b>		<b>Number of Equity shares with</b>	
<b>Period</b>				<b>As at 31 March, 2015</b>	
				<b>As at 31 March, 2014</b>	
Holding Company		RDB Realty & Infrastructure Limited		562,870	
Ultimate Holding Company		None		---	
Subsidiaries of the Holding Company		None		---	
Associates of the Holding Company		None		---	
Subsidiaries of the ultimate		None		---	
Associates of the ultimate		None		---	
iii) Arrears of fixed cumulative dividends on preference shares as at 31 March, 2015 ₹ Nil (As at 31 March, 2014 ₹ Nil)					
(iv) Details of shares held by each shareholder holding more than 5% shares:					
<b>Name of shareholder Equity shares with voting rights</b>		<b>As at 31 March, 2015</b>		<b>As at 31 March, 2014</b>	
		<b>Number of shares held</b>	<b>% holding in that class of shares</b>	<b>Number of shares held</b>	<b>% holding in that class of shares</b>
RDB Realty & Infrastructure Ltd.		562,870	51%	562,870	51%
Raj Kumar Jaiswal		104,500	9%	104,500	9%
Ram Gopal Manpuria (HUF)		80,000	7%	80,000	7%
Shree Prakash Manpuria (HUF)		74,000	7%	74,000	7%
Arjun Patra (HUF)		61,800	6%	61,800	6%
(v) Shares Reserved for Issue under option As at 31 March, 2015 are Nil (Previous Year Nil)					
(vi) No Equity or Preference shares allotted as fully paid up pursuant to contract(s) without payment being received in cash for the period of 5 years immediately preceding the Balance Sheet date.					
		<b>As at 31st March, 2015 ₹</b>		<b>As at 31st March, 2014 ₹</b>	
<b>b) Reserves &amp; Surplus</b>					
<b>Securities Premium</b>					
Opening Balance		9,968,000		9,968,000	
<b>Profit &amp; loss Account</b>					
Opening Balance		19,523,920		12,894,605	
As per annexed account		13,077,571		6,629,315	
		42,569,491		29,491,920	



# BHAGWATI PLASTO WORKS PRIVATE LIMITED

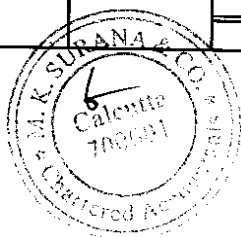
## Notes to the Financial Statement

	As at 31st March, 2015 ₹		As at 31st March, 2014 ₹	
<b>Notes No. "2" Non Current Liabilities</b>				
<b>Others Long Term Liabilities</b>				
Security Deposit		4,271,035		2,712,535
Advance Against Properties		28,718,000		28,718,000
		<b>32,989,035</b>		<b>31,430,535</b>
<b>Notes No. "3" Current Liabilities</b>				
<b>a) Short Term Borrowings</b>				
a) Related Parties (Includes interest Rs.18,12,133 /-, Prv.Yr: Rs.13,19,235/-)		7,737,661		17,122,855
b) Others (Includes interest Rs.1,33,151 /-, Prv.Yr :Nil)		6,119,836		---
		<b>13,857,497</b>		<b>17,122,855</b>
<b>b) Trade Payables</b>				
Sundry Creditors:				
- Goods		1,050,504		136,013
- Services / Expenses		4,772,714		429,277
		<b>5,823,218</b>		<b>565,290</b>
<b>c) Other Current Liabilities</b>				
Advance From Customers		23,295,771		27,434,470
Retention Money		-		67,000
Outstanding Statutory Payment		321,610		899,989
		<b>23,617,381</b>		<b>28,401,459</b>
<b>d) Short Term Provisions</b>				
Provision for taxation		5,610,000		478,116
		<b>5,610,000</b>		<b>478,116</b>
<b>Notes No. "5" Non Current Investments</b>				
<b>Long Term Investment in - Non Trade</b>				
<b>Unquoted Equity Shares</b>				
		<b>Face Value</b>		
Dalton Kunj Private Limited	₹	10		
Manavata Vyapaar Private Limited	₹	10		
Perci Fashion Private Limited	₹	10		
<b>TOTAL</b>				
<b>Aggregate book cost of unquoted investments Rs.</b>				
	<b>Nos.</b>	<b>Cost ( ₹ )</b>	<b>Nos.</b>	<b>Cost ( ₹ )</b>
	40,000	80,000	40,000	80,000
	50,000	100,000	50,000	100,000
	90,000	180,000	90,000	180,000
	<b>180,000</b>	<b>360,000</b>	<b>180,000</b>	<b>360,000</b>
		<b>360,000</b>		<b>360,000</b>
<b>Notes No. "6" Long Term Loans &amp; Advances</b>				
<b>a) Capital Advances</b>				
Total A		---		---
<b>b) Security Deposits</b>				
Deposit With Sales Tax Dept		---		---
Security Deposit at CESC		---		---
Total B		121,002		21,449
		<b>121,002</b>		<b>21,449</b>
<b>Grand Total (A + B)</b>				
		<b>121,002</b>		<b>21,449</b>



**BHAGWATI PLASTO WORKS PRIVATE LIMITED**
**Notes to the Financial Statement**

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
<b>Notes No. "7" Current Assets</b>		
<b>a) Inventories</b>		
Work In Progress(As Certified By Management)	114,733,256	86,489,126
	<b>114,733,256</b>	<b>86,489,126</b>
<b>b) Trade Receivables</b>		
(Unsecured, considered good)		
i) Trade receivables outstanding for a period less than six months		
a) Rent Receivable	2,983,541	---
b) Other Debts	3,958,740	7,544,744
Total A	<b>6,942,281</b>	<b>7,544,744</b>
ii) Trade receivables outstanding for a period exceeding six months		
a) Rent Receivable	723,755	---
b) Other Debts	1,051,479	3,491,835
Total B	<b>1,775,234</b>	<b>3,491,835</b>
<b>Grand Total (A + B)</b>	<b>8,717,515</b>	<b>11,036,579</b>
<b>c) Cash &amp; Cash Equivalents</b>		
i) Balance with Bank		
Current Accounts	1,039,442	1,053,680
ii) Cash in Hand		
Cash in hand (As certified by management)	77,893	485,525
iii) Fixed Deposits		
Fixed Deposit Account(Pledged With Bank As Security)	895,000	895,000
Interest Accrued on Fixed Deposit	480,911	375,130
	<b>2,493,246</b>	<b>2,809,335</b>
<b>d) Short Term Loans and Advances</b>		
Advances Recoverable in cash or in kind or for value to be received		
a) Related Parties		
b) Others	7,219,789	17,037,948
	<b>7,219,789</b>	<b>17,037,948</b>
<b>e) Other Current Assets</b>		
Advance Against Service Taxes	---	---
Advance, Self Assessment Tax & TDS Receivable	1,857,814	771,414
	<b>1,857,814</b>	<b>771,414</b>



# BHAGWATI PLASTO WORKS PRIVATE LIMITED

## Notes to the Financial Statement

	For the Year Ended 31st March 2015 ₹	For the Year Ended 31st March 2014 ₹
<b>Notes No. - "8" Revenue From Operations</b>		
a) Construction Activities	12,673,512	15,213,188
b) Maintenance & Other Charges	1,742,626	2,243,592
	<b>14,416,138</b>	<b>17,456,780</b>
<b>Notes No. - "9" Other Income</b>		
a) Rent Received	13,782,386	5,636,484
b) Interest Received	117,534	105,956
(TDS Receivable for the period Rs. 13,059/- , Previous Year Rs.10,596/-)		
	<b>13,899,920</b>	<b>5,742,440</b>
<b>Notes No. - "10" Construction activity expenses</b>		
i) Construction and Other Materials	11,773,159	5,224,199
ii) Labour Charges	4,488,272	1,050,588
iii) Other Construction Expenses	16,021,899	2,892,584
	<b>32,283,330</b>	<b>9,167,371</b>
<b>Notes No. - "11" Changes in Inventories of Finished Goods,</b>		
<b>Work in Progress &amp; Stock in Trade</b>		
A) Opening Stock		
Work In Progress	86,489,126	91,451,095
Less : WIP Transferred to Loans & Advances	---	---
<b>Total (A)</b>	<b>86,489,126</b>	<b>91,451,095</b>
B) Closing Stock (As Certified by the Management)		
Work In Progress	114,733,256	86,489,126
<b>Total (B)</b>	<b>114,733,256</b>	<b>86,489,126</b>
<b>(A - B)</b>	<b>(28,244,130)</b>	<b>4,961,969</b>
<b>Notes No. - "12" Employee Benefits Expenses</b>		
Salary & Bonus	494,061	236,390
	<b>494,061</b>	<b>236,390</b>
<b>Notes No. - "13" Finance Costs</b>		
Interest Paid to Others	1,945,284	1,319,235
Interest on TDS	3,726	896
Interest on service Tax	10,660	---
Bank Charges	4,289	1,857
	<b>1,963,959</b>	<b>1,321,988</b>
<b>Notes No. - "14" Others Expenses</b>		
<b>a) Administration Expenses</b>		
Auditor's Remuneration		
Statutory Audit Fee	5,000	5,000
Tax Audit Fee	3,500	2,500
Travelling & Conveyance	10,116	5,926
Donation Paid	---	---
Filing Fees	4,875	6,494
General Expenses	700	8,501
Postage,telegram & Telephone	39	117
Printing & Stationery	29,205	6,741
Repairing & Maintenance Charges	758,526	---
Legal & Consultancy Charges	1,300	2,900
Rates & Taxes	4,350	13,050
Fixed Assets Written off (Net)	324	---
<b>Tota (A)</b>	<b>817,935</b>	<b>51,229</b>
<b>b) Marketing Expenses</b>		
Advertisement & Publicity	9,000	---
Commission paid	704,128	276,507
<b>Tota (B)</b>	<b>713,128</b>	<b>276,507</b>
<b>Grand Total (A + B)</b>	<b>1,531,063</b>	<b>327,736</b>

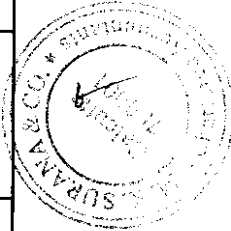


**BHAGWATI PLASTO WORKS PRIVATE LIMITED**

Notes to the Financial Statement

**Notes No. - "4" Fixed Assets**

Description of Tangible Assets	GROSS BLOCK			ACCUMULATED DEPRECIATION				NET BLOCK		Figure in ₹
	As at 1st April 2014	Additions During the Year	Transferred to Inventory	As at 31st Mar 2015	Up to 31st March 2014	For During the Period	Other Deductions	Up to 31st Mar 2015	As at 31st March 2015	As at 31st March 2014
<b>i) Tangible Assets</b>										
Furniture & Fixtures	2,380	—	—	2,380	2,056		(324)	2,380	—	324
<b>Sub Total</b>	<b>2,380</b>			<b>2,380</b>	<b>2,056</b>		<b>(324)</b>	<b>2,380</b>		<b>324</b>
<b>ii) Intangible Assets</b>										
<b>Sub Total</b>										
<b>iii) Capital Work in Progress</b>										
Capital Work In Progress	—			—						
<b>Sub Total</b>										
<b>Grand Total</b>	<b>2,380</b>			<b>2,380</b>	<b>2,056</b>		<b>(324)</b>	<b>2,380</b>		<b>324</b>
Previous Year										



**BHAGWATI PLASTO WORKS PRIVATE LIMITED**

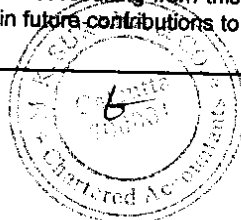
Notes forming part of the financial statements

Note	Particulars
<b>1</b>	<p><b>Significant Accounting Policies</b></p> <p>The significant accounting policies have been predominantly presented below in the order of the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended). The order of presentation may be customised for each Company.</p> <p>The Company is a Small and Medium Sized Company as defined in the General Instructions in respect of Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended). Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company." and should also modify the accounting policies suitably.</p>
<b>1.01</b>	<p><b>Basis of Accounting and Preparation of Financial Statements</b></p> <p>The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government under Section 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year. All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle of the company has been considered as 12 months.</p>
<b>1.02</b>	<p><b>Use of estimates</b></p> <p>The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.</p>
<b>1.03</b>	<p><b>Inventories</b></p> <p>a) Finished Goods: At lower of cost or net realisable value.</p> <p>b) Work-in-Progress: At lower of cost or net realisable value.</p> <p>Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.</p> <p>Provision for obsolescence in inventories is made, wherever required.</p>
<b>1.04</b>	<p><b>Cash and cash equivalents (for purposes of Cash Flow Statement)</b></p> <p>Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.</p>
<b>1.05</b>	<p><b>Cash flow statement</b></p> <p>Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.</p>
<b>1.06</b>	<p><b>Depreciation and amortisation</b></p> <p>Fixed Assets, including those given on operating lease, are stated at cost of acquisition inclusive of freight incurred, duties and taxes (net of CENVAT/ Sales Tax) and incidental expenses less accumulated depreciation. Cost incurred on construction of fixed assets consists of all directly attributable expenditure.</p> <p>The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern.</p>
<b>1.07</b>	<p><b>Revenue recognition</b></p> <p>a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.</p> <p>b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.</p> <p>c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.</p> <p>d) Revenue from services are recognised on rendering of services to customers except otherwise stated.</p>

# BHAGWATI PLASTO WORKS PRIVATE LIMITED

Notes forming part of the financial statements

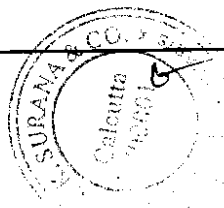
Note	Particulars
1.08	<p><b>Other income</b></p> <p>a) Rental income from assets given on operating lease is recognised using straight line method. Contingent rent is recognised as income to reflect systematic allocation of earning over the lease period. This policy is not applicable for variable rental income based on turnover of the tenant.</p> <p>b) Interest income is recognised on accrual basis on a time proportion basis.</p>
1.09	<p><b>Tangible fixed assets</b></p> <p>Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Exchange differences arising on restatement / settlement of long-term foreign currency borrowings relating to acquisition of depreciable fixed assets are adjusted to the cost of the respective assets and depreciated over the remaining useful life of such assets. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.</p> <p>Fixed assets acquired and put to use for project purpose are capitalised and depreciation thereon is included in the project cost till commissioning of the project.</p> <p>Fixed assets acquired in full or part exchange for another asset are recorded at the fair market value or the net book value of the asset given up, adjusted for any balancing cash consideration. Fair market value is determined either for the assets acquired or asset given up, whichever is more clearly evident. Fixed assets acquired in exchange for securities of the Company are recorded at the fair market value of the assets or the fair market value of the securities issued, whichever is more clearly evident.</p> <p>Fixed assets retired from active use and held for sale are stated at the lower of their net book value and net realisable value and are disclosed separately in the Balance Sheet.</p> <p><u>Capital work-in-progress:</u></p> <p>Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.</p>
1.10	<p><b>Intangible fixed assets</b></p> <p>Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset after its purchase / completion is recognised as an expense when incurred unless it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably, in which case such expenditure is added to the cost of the asset.</p> <p>Refer Note No. 5 for accounting for Research and Development Expenses.</p>
1.11	<p><b>Investments</b></p> <p>Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.</p> <p>Investment properties are carried individually at cost less accumulated depreciation and impairment, if any. Investment properties are capitalised and depreciated (where applicable) in accordance with the policy stated for Tangible Fixed Assets. Impairment of investment property is determined in accordance with the policy stated for Impairment of Assets.</p>
1.12	<p><b>Employee benefits</b></p> <p>Employee benefits include provident fund, superannuation fund, gratuity fund, compensated absences, long service awards and post-employment medical benefits.</p> <p><u>Defined contribution plans</u></p> <p>The Company's contribution to provident fund and superannuation fund are considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made.</p> <p><u>Defined benefit plans</u></p> <p>For defined benefit plans in the form of gratuity fund and post-employment medical benefits, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.</p>



**BHAGWATI PLASTO WORKS PRIVATE LIMITED**

Notes forming part of the financial statements

Note	Particulars
	<b>Short-term employee benefits</b>
	<p>The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service. The cost of such compensated absences is accounted as under :</p>
	<p>(a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and</p>
	<p>(b) in case of non-accumulating compensated absences, when the absences occur.</p>
	<b>Long-term employee benefits</b>
	<p>Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the Balance Sheet date less the fair value of the plan assets out of which the obligations are expected to be settled. Long Service Awards are recognised as a liability at the present value of the defined benefit obligation as at the Balance Sheet date.</p>
1.13	<b>Borrowing costs</b>
	<p>Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.</p>
1.14	<b>Taxes on Income</b>
	<p>Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.</p>
	<p>Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.</p>
	<p>Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.</p>
	<p>Current and deferred tax relating to items directly recognised in equity are recognised in equity and not in the Statement of Profit and Loss.</p>
1.15	<b>Research and development expenses</b>
	<p>Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement of Profit and Loss unless a product's technological feasibility has been established, in which case such expenditure is capitalised. The amount capitalised comprises expenditure that can be directly attributed or allocated on a reasonable and consistent basis to creating, producing and making the asset ready for its intended use. Fixed assets utilised for research and development are capitalised and depreciated in accordance with the policies stated for Tangible Fixed Assets and Intangible Assets.</p>
1.16	<b>Insurance claims</b>
	<p>Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.</p>
1.17	<b>Service tax input credit</b>
	<p>Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilising the credits.</p>



**BHAGWATI PLASTO WORKS PRIVATE LIMITED****Notes forming part of the financial statements****1.18 Earnings per share**

Earnings per share is computed as under:-		As at 31st March, 2015	As at 31st March, 2014
Profit / (Loss) after Taxation (A) (₹)		13,077,571	6,629,315
Weighted average number of Equity Shares outstanding			
Paid up Equity Shares	1103600		1,103,600
Pending Allotment	---		---
Total Equity Shares (B) (Nos.)		1,103,600	1,103,600
Earnings per share (Face value of ₹ 10/- per share)			
a) Basic & Diluted (A/B) (₹)		11.85	6.01

**1.19 Directors' Remuneration:-** Remuneration paid during the year under review and value of perquisites enjoyed by Chairman & Managing Director and Whole-time Director in terms of appointment is as follows:

PARTICULARS	As at 31st March, 2015 (₹)	As at 31st March, 2014 (₹)
Salary		192,500
Actual Conveyance Paid		
Grand Total	---	192,500

**1.20 Segment Reporting:-**

a) The Business of the company falls under a single segment i.e., Development of Real Estate & Infrastructure". In view of the general classification issued by the Institute of Chartered Accountants of India for Companies operating in single segment, the disclosure requirement as per Accounting Standard -17 on "Segment Reporting" are not applicable to the company.

b) The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is not required.

**1.21 Related Party Disclosures:-**

In terms of Accounting Standard-18 are as under:

(i) Other related parties with whom the company had transactions:-

(A) Holding Company

Sl. No.	Name	Holding Percentage
1	RDB Realty & Infrastructure Limited	51%

(B) Key Management Personnel & their relatives:-

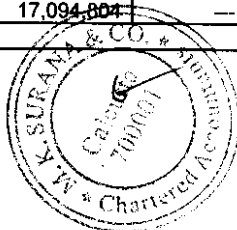
Sl. No.	Name	Designation /Relationship
1	Pradeep Hirawat	Whole Time Director
2	Raj Kumar Jaiswal	Director

(C) Enterprises over which Key Management Personnel/Major Shareholders/Their Relatives have Significant Influence: -

Sl. No.	Name of Enterprise
1	Pyramid Sales Private Limited

(ii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-Mar-2015

Nature of Transactions	Holding Company		Key Management Personnel & their Relatives		Enterprises over which KMP & their relatives have significant influence	
	2014-2015	2013-2014	2014-2015	2013-2014	2014-2015	2013-2014
Rent & Others Received	---	---	---	---	---	453,031
Interest Paid	1,579,233	1,135,916	---	---	232,900	183,319
Directors' Remuneration	---	---	228,244	195,000	---	---
Sale of Shop	---	---	---	---	---	---
Short Term Borrowings Received	11,250,000	14,050,000	---	---	19,600,000	1,115,000
Short Term Borrowings Repaid	28,344,804	8,250,000	---	---	11,890,390	4,371,213
Closing Balance	---	---	---	---	---	---
Trade Payable	---	---	---	---	---	---
Trade Receivable	---	---	---	---	---	2,221,786
Short Term Advance Given	---	---	85,506	85,000	---	---
Short Term Advance Taken	---	---	500,000	500,000	---	1,000,000
Short Term Borrowings Taken	---	17,094,804	---	---	7,737,661	28,051



# BHAGWATI PLASTO WORKS PRIVATE LIMITED

## Notes forming part of the financial statements

1.22 In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.

1.23 The figures of Previous Year have been recast and regrouped wherever considered necessary.

In terms of our report attached.

For M.K.SURANA & CO  
Chartered Accountants

*Kirti Kumar Surana*

Kirti Kumar Surana  
Partner  
Membership No.061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.  
The 25th day of May 2015

For and on behalf of the Board of Directors

For BHAGWATI PLASTO WORKS PVT. LTD

*Shaship Singhania*  
Director

For BHAGWATI PLASTO WORKS PVT. LTD

*Gyan Chandra*  
Director

Direct



**INDEPENDENT AUDITORS' REPORT**

To the Members of  
**BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Bhagwati Builders & Development Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.

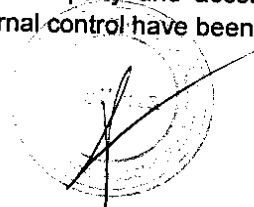
### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i.
    - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
    - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.)
    - a) The inventory has been physically verified by the management at regular intervals.
    - b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
    - c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii)
    - a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.
    - b) The payment of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.

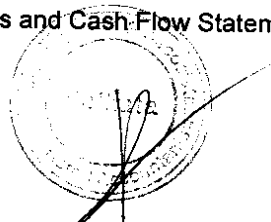




- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.) a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
- c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, the term loan has been applied, on an overall basis, for the purpose for which they were obtained.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

2. As required by Section 143(3) of the Act, we report that :

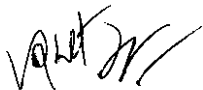
- a.) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b.) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of these books.
- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.



- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For Vineet Khetan & Associates**

Chartered Accountants  
Firm Reg. No. 324428E



**(Vineet Khetan)**  
Proprietor  
Membership No.060270  
3B, Lal Bazar Street  
Kolkata - 700001  
Dated: 25th Day of May, 2015



**BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED**

8/1, Lal Bazar Street, Kolkata-700001

**BALANCE SHEET AS AT 31ST MARCH, 2015**

	Note No.	As at 31st March, 2015		As at 31st March, 2014	
		₹		₹	
<b>I EQUITY &amp; LIABILITIES</b>					
<b>1. Shareholders' Funds</b>	1				
a) Share Capital		272,000		272,000	
b) Reserves & Surplus		68,314,424	68,586,424	63,604,391	63,876,391
<b>2. Non Current Liabilities</b>	2				
a) Long Term Borrowings		—		—	
b) Other Long Term Liabilities		900,000	900,000	36,635,000	36,635,000
<b>3. Current Liabilities</b>	3				
a) Short Term Borrowings		692,000		34,503,383	
b) Trade Payables		1,234,581		1,182,913	
c) Other Current Liabilities		78,314,440		56,635,018	
d) Short Term Provisions		1,261,000	81,502,021	948,578	93,269,892
<b>Total</b>			<b>150,988,445</b>		<b>193,781,283</b>
<b>II ASSETS</b>					
<b>1. Non Current assets</b>					
a) Fixed Assets	4				
i) Tangible Assets		—		6,167	
ii) Intangible Assets		—	—	—	6,167
b) Long Term Loans & Advances	5		17,717,078		16,960,078
<b>2. Current Assets</b>	6				
a) Inventories		58,664,382		84,056,148	
b) Trade Receivables		56,600,060		57,036,902	
c) Cash & Cash Equivalents		3,075,352		891,902	
d) Short Term Loans and Advances		14,128,293		34,095,227	
e) Other Current Assets		803,280	133,271,367	734,859	176,815,038
<b>Total</b>			<b>150,988,445</b>		<b>193,781,283</b>
The Notes forming part of the Financial Statement	14 to 20				

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Firm Reg. No. 324428E

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th Day of May, 2015

**BHAGWATI BUILDERS & DEVELOPMENT PVT. LTD.****Pradeep Hiran**Director  
Director**For and on behalf of the Board****BHAGWATI BUILDERS & DEVELOPMENT PVT. LTD.****Vinod Kumar Gupta**Director  
Director

**BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED**

8/1, Lal Bazar Street, Kolkata-700001

**Statement of Profit & Loss For The Year Ended 31st March, 2015**

	Note No.	For the Period 31st March, 2015		For the Period 31st March, 2014	
		₹		₹	
<b>1 REVENUE</b>					
Revenue From Operations	7		33,616,221		26,446,869
Other Income	8		336,779		5,828,876
<b>Total Revenue</b>			<b>33,953,000</b>		<b>32,275,745</b>
<b>2 EXPENSES</b>					
Construction activity expenses	9		2,390,862		19,599,797
Changes in Inventories of Finished Goods, Work in Progress & Stock in Trade	10		25,391,766		9,073,463
Employee Benefits Expense	11		-		---
Finance Costs	12		2,037		13,411
Depreciation	4		-		1,356
Others Expenses	13		197,302		2,682,930
<b>Total Expenses</b>			<b>27,981,967</b>		<b>31,370,957</b>
<b>PROFIT / (LOSS) BEFORE TAX</b>			<b>5,971,033</b>		<b>904,788</b>
<b>3 TAX EXPENSES</b>					
a) Current Tax		1,261,000		279,579	
b) Tax for Earlier Year		---	1,261,000	---	279,579
<b>PROFIT / (LOSS) AFTER TAX</b>			<b>4,710,033</b>		<b>625,209</b>
<b>Profit/(Loss) From Discontinuing Operations</b>					
Provision for Income Tax Written Back			---		---
<b>4 PROFIT / (LOSS) FOR THE PERIOD</b>			<b>4,710,033</b>		<b>625,209</b>
<b>EARNINGS PER SHARE (₹10 PER SHARE)</b>					
Basic			173.16		22.99
Diluted			173.16		22.99
The Notes forming part of the Financial Statement	14 to 20				

This is the Statement of Profit &amp; Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Firm Reg. No. 324428E

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

25th Day of May, 2015

For and on behalf of the Board

BHAGWATI BUILDERS &amp; DEVELOPMENT PVT. LTD.

Pradeep Hiran

Director

Vineet Kumar

Director

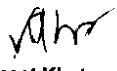


**BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED**  
**Cash Flow Statement for the year ended 31 March, 2015**

Cash Flow Statement	For the year ended 31st March, 2015 (Amount in ₹)		For the year ended 31st March, 2014 (Amount in ₹)	
<b>A. Cash flow from operating activities</b>				
Net Profit / (Loss) before extraordinary items and tax		5,971,033		904,788
<u>Adjustments for:</u>				
Depreciation & Amortisation	---		1,356	
Interest Paid on Loan	1,298,462		6,977,830	
Interest Received	(231,270)		---	
Other Non-Cash Charges (Specify)	6,167		---	
Net Unrealised Exchange (Gain) / Loss	---		---	
		1,073,359		6,979,186
<b>Operating profit / (loss) before working capital changes</b>		<b>7,044,392</b>		<b>7,883,974</b>
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	25,391,766		2,095,634	
Trade Receivables	436,842		48,034,701	
Short-Term Loans & Advances	19,986,934		(21,346,882)	
Long-Term Loans & Advances	(757,000)		---	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade Payables	51,668		(757,150)	
Other Current Liabilities	21,679,422		(4,788,607)	
Other Long-Term Liabilities	(35,735,000)		(10,265,000)	
Short-Term Provisions	---		---	
Long-Term Provisions	---		---	
Cash Flow from Extraordinary Items		31,034,632		12,972,696
Cash Generated from Operations		38,079,024		20,856,670
Net Income Tax (Paid) / Refunds		---		---
<b>Net cash flow from / (used in) operating activities (A)</b>		<b>(1,016,999)</b>		<b>(707,249)</b>
		<b>37,062,025</b>		<b>20,149,421</b>
<b>B. Cash flow from investing activities :</b>				
Sale / (Purchase) of Fixed Assets	---		---	
Sale / (Purchase) of Long-Term Investments	---		---	
Loans Realised / (Given)	---		(1,723,735)	
Cash Flow From Extraordinary Items	---		---	
<b>Net cash from investing activities</b>				<b>(1,723,735)</b>
				<b>(1,723,735)</b>
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Long-Term Borrowings	---		---	
Proceeds / (Repayment) of Short-Term Borrowings	(33,811,383)		(18,445,760)	
Interest Received / (Paid)	(1,067,192)		---	
Cash Flow From Extraordinary Items	---	(34,878,575)	---	(18,445,760)
<b>Net cash generated/(used) in financing activities</b>		<b>(34,878,575)</b>		<b>(18,445,760)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>2,183,450</b>		<b>(20,075)</b>
Cash and cash equivalents -Opening balance		891,902		911,977
		<b>3,075,352</b>		<b>891,902</b>
<b>Cash and cash equivalents -Closing balance</b>		<b>3,075,352</b>		<b>891,902</b>
<b>CASH AND CASH EQUIVELANTS COMPRISE:</b>				
Cash on Hand		1,966,102		2,534
<u>Balances with Scheduled Banks on:</u>				
Current Accounts		1,109,250		889,368
Cheque in Hand		---		---
		<b>3,075,352</b>		<b>891,902</b>

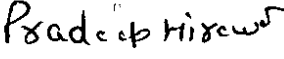
This is the Statement of Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**  
Chartered Accountants  
Firm Reg. No. 324428E

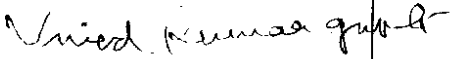
  
**Vineet Khetan**  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
25th Day of May, 2015

For and on behalf of the Board

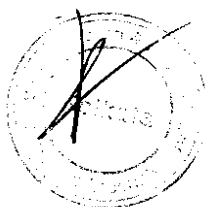
**BHAGWATI BUILDERS & DEVELOPMENT PVT. LTD.**

  
**Pradeep Hiran**

**Director**

  
**Vinod Kumar**

**Director**



**BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED**

Notes to the Financial Statement

Notes to the Financial Statement

	As at 31st March, 2015		As at 31st March, 2014	
	₹		₹	
<b>Notes No. 1 Shareholders' Funds</b>				
<b>a) Share Capital</b>				
<u>Authorised</u>				
1,00,000 Equity Shares of ₹ 10/- each (Previous Year 1,00,000 Equity Shares of ₹ 10/- each)		1,000,000		1,000,000
		<b>1,000,000</b>		<b>1,000,000</b>
<u>Issued, Subscribed and Paid up:</u>				
27,200 Equity Shares of ₹ 10/- each		272,000		272,000
		<b>272,000</b>		<b>272,000</b>
<b>i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:</b>				
<b>Equity shares with voting rights</b>	<b>Opening Balance</b>		<b>Closing Balance</b>	
<u>Outstanding as at the beginning of the year</u>				
- Number of shares	27,200		27,200	
- Amount (₹)	272,000		272,000	
<u>Outstanding as at the end of the year</u>				
- Number of shares	27,200		27,200	
- Amount (₹)	272,000		272,000	
<b>(ii) Details of shares held by each shareholder holding more than 5% shares:</b>				
<b>Name of Equity shareholder shares with voting rights</b>	<b>As at 31st March, 2015</b>		<b>As at 31st March, 2014</b>	
	<b>Number of shares held</b>	<b>% holding in that class of shares</b>	<b>Number of shares held</b>	<b>% holding in that class of shares</b>
RDB Realty & Infrastructure Ltd.	272,000	100%	272,000	100%
<b>(v) Shares Reserved for Issue under option As at 31 March, 2015 are Nil (Previous Year Nil)</b>				
<b>(vi) No Equity or Preference shares allotted as fully paid up pursuant to contract(s) without payment being received in cash for the period of 5 years immediately preceding the Balance Sheet date.</b>				
	As at 31st March, 2015		As at 31st March, 2014	
	₹		₹	
<b>b) Reserves &amp; Surplus</b>				
<u>Profit &amp; loss Account</u>				
Opening Balance		63,604,391		62,979,182
As per annexed account		4,710,033		625,209
		<b>68,314,424</b>		<b>63,604,391</b>



**BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED**

Notes to the Financial Statement

	As at 31st March, 2015		As at 31st March, 2014	
	₹		₹	
<b>Notes No. "2" Non Current Liabilities</b>				
<b>a) Long Term Borrowings</b>		---		---
		---		---
<b>b) Others Long Term Liabilities</b>				
Security Deposit		900,000		900,000
Advance Against Properties		-		35,735,000
		<b>900,000</b>		<b>36,635,000</b>
<b>Notes No. "3" Current Liabilities</b>				
<b>a) Short Term Borrowings</b>				
From Body Corporate				
a) Related Parties				
1) Holding Company		---		34,503,383
2) Others		---		---
b) Others		692,000		---
		<b>692,000</b>		<b>34,503,383</b>
<b>b) Trade Payables</b>				
Sundry Creditors:				
- Services		1,040,481		1,182,913
- Expenses		194,100		---
		<b>1,234,581</b>		<b>1,182,913</b>
<b>c) Other Current Liabilities</b>				
Advance From Customers		78,219,293		55,077,983
Bank Over Draft		4,264		---
TDS & Professional Tax, Income Tax & Service Tax Payable		90,883		1,557,035
		<b>78,314,440</b>		<b>56,635,018</b>
<b>d) Short Term Provisions</b>				
Provision for Income Tax		1,261,000		948,578
		<b>1,261,000</b>		<b>948,578</b>



# BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED

Notes to the Financial Statement

## Notes No. - "4" Fixed Assets

Description of Tangible Assets	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK		Figure in ₹
	As at 1st April 2014	Additions During the Year	Deduction During the Year	As at 31st March 2015	Up to 31st March 2014	For During the Period	Deduction During the Year	Up to 31st March 2015	As at 31st March 2015	As at 31st March 2014	
<b>i) Tangible Assets</b>											
Furniture & Fixtures	41,850	---	---	41,850	35,683	---	(6,167)	41,850	---	6,167	
Sub Total	41,850	---	---	41,850	35,683	---	(6,167)	41,850	---	6,167	
<b>ii) Intangible Assets</b>											
Sub Total	---	---	---	---	---	---	---	---	---	---	
Grand Total	41,850	---	---	41,850	35,683	---	(6,167)	41,850	---	6,167	
Previous Year	41,850	---	---	41,850	34,327	1,356	---	35,683	6,167		

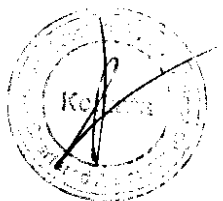




**BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED**

Notes to the Financial Statement

	As at 31st March, 2015		As at 31st March, 2014	
	₹		₹	
<b>Notes No. "5" Long Term Loans &amp; Advances</b>				
Advance Against Land		17,612,190		16,855,190
Security Deposit at WBSEDCL		104,888		104,888
		<b>17,717,078</b>		<b>16,960,078</b>
<b>Notes No. "6" Current Assets</b>				
<b>a) Inventories</b>				
Work In Progress		38,305,563		84,056,148
Finished Stock		20,358,819		---
		<b>58,664,382</b>		<b>84,056,148</b>
<b>b) Trade Receivables</b>				
(Unsecured, considered good)				
Trade receivables outstanding for a period less than six months				---
b) Other Debts		56,600,060		57,036,902
<b>Grand Total (A + B)</b>		<b>56,600,060</b>		<b>57,036,902</b>
<b>c) Cash &amp; Cash Equivalents</b>				
<b>i) Balance with Bank</b>				
Current Accounts		1,109,250		2,534
<b>ii) Cash in Hand</b>				
Cash in hand (As certified by management)		1,966,102		889,368
		<b>3,075,352</b>		<b>891,902</b>
<b>d) Short Term Loans and Advances</b>				
Advances Recoverable in cash or in kind or for value to be received				
a) Related Parties		---		---
b) Others		245,149		---
Loan Given				
a) Related Parties				
1) Holding Company		---		---
2) Others		---		---
b) Others		13,883,144		34,095,227
		<b>14,128,293</b>		<b>34,095,227</b>
<b>e) Other Current Assets</b>				
Advance Against Service Taxes		---		---
Advance, Self Assessment Tax & TDS Receivable		803,280		734,859
		<b>803,280</b>		<b>734,859</b>



# BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED

## Notes to the Financial Statement

	For the Year Ended 31st March, 2015	For the Year Ended 31st March, 2014
	₹	₹
<b>Notes No. - "7" Revenue From Operations</b>		
a) Sales of Construction	21,759,852	26,446,869
b) Sale of Land	---	---
c) Sale of Services	11,856,369	---
	<b>33,616,221</b>	<b>26,446,869</b>
<b>Notes No. - "8" Other Income</b>		
a) Interest Received	---	---
i) Related Parties	---	---
1) Holding Company	---	---
2) Others	---	---
ii) Others	231,270	---
b) Miscellaneous Income	105,509	5,828,876
	<b>336,779</b>	<b>5,828,876</b>
<b>Notes No. - "9" Construction activity expenses</b>		
i) Cost of Land & Development Charges	---	12,312,150
ii) Construction and Other Materials	---	---
iii) Labour Charges	---	---
iv) Other Construction Expenses	852,879	309,817
v) Professional Charges	239,521	---
vi) Interest Paid on Loan (Holding Co.)	1,039,496	6,977,830
vii) Interest Paid on Loan (Others)	258,966	---
	<b>2,390,862</b>	<b>19,599,797</b>
<b>Notes No. - "10" Changes in Inventories of Finised Goods,</b>		
<b>Work in Progress &amp; Stock in Trade</b>		
A) Opening Stock		
Work In Progress	38,305,561	20,759,958
Finished Goods	45,750,587	72,369,655
<b>Total (A)</b>	<b>84,056,148</b>	<b>93,129,612</b>
B) Closing Stock		
Work In Progress	38,305,563	38,305,561
Finished Goods	20,358,819	45,750,587
<b>Total (B)</b>	<b>58,664,382</b>	<b>84,056,148</b>
<b>(A - B)</b>	<b>25,391,766</b>	<b>9,073,463</b>
<b>Notes No. - "11" Employee Benefits Expense</b>		
Salaries, Wages, Bonus, Exgratia etc.	---	---
Staff Welfare Expenses	---	---
	---	---
<b>Notes No. - "12" Finance Costs</b>		
Bank Charges	2,037	9,262
Interest Paid to Holding Company	---	---
Interest Paid to Others	---	4,149
	<b>2,037</b>	<b>13,411</b>



**BHAGWATI BUILDERS & DEVELOPMENT PRIVATE LIMITED**
**Notes to the Financial Statement**

	For the Year Ended 31st March, 2015	For the Year Ended 31st March, 2014
	₹	₹
<b>Notes No. - "13" Others Expenses</b>		
<b>a) Administration Expenses</b>		
Statutory Audit Fees	5,000	5,000
Tax Audit Fees	2,500	2,500
Travelling & Conveyance	10,890	7,684
Filing Fees	6,590	1,379
General Expenses	3,989	22,298
Office Electricity Expenses	23,000	1,000
Office Rent	115,000	5,000
Postage, Telegraph & Telephones	2,065	6,632
Printing & Stationery	7,601	9,587
Legal & Professional Fees	10,100	5,250
Fixed Assets Written Off	6,167	---
Rates & Taxes	4,400	4,400
<b>Tota (A)</b>	<b>197,302</b>	<b>70,730</b>
<b>b) Marketing Expenses</b>		
Advertisement & Publicity	---	77,200
Commission & Brokerage	---	2,535,000
Other Marketing Expenses	---	---
<b>Tota (B)</b>	<b>---</b>	<b>2,612,200</b>
<b>Grand Total (A + B)</b>	<b>197,302</b>	<b>2,682,930</b>



**14. SIGNIFICANT ACCOUNTING POLICIES**

**A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government u/s 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle has been considered as 12 months.

**B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

**C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis. Interest on delayed payment from customers is recognised when realised
- g) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return
- h) Rental Income: Rental Income is exclusive of Service Tax

**D. FIXED ASSETS**

Fixed Assets, including those given on lease, are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Software is capitalized, where it is expected to provide future enduring economic benefits.

Leasehold land under perpetual lease is not amortized. Lease hold land other than on perpetual lease is being amortized on time proportion basis over their respective lease periods.

**E. DEPRECIATION**

Depreciation is provided on depreciable value (cost minus residual value) using straight line method in the manner that the asset is depreciated over the useful life stated in "Schedule - II" of Companies Act, 2013.

**F. INVESTMENTS**

All investments are bifurcated into Non Current investments and Current investments. Investments that are readily realisable and intended to be held for not more than a year from the date of Balance Sheet are classified as Current Investments. All other investments are classified as Non Current Investments. Current Investments are carried at lower of cost or fair market value, determined on an individual investment basis. Non Current Investments are carried at cost. Provision for Diminution in the value of Non Current Investments is made, only if such a diminution is other than temporary.

**G. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.

Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

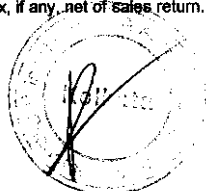
Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

**H. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**I. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.



**J. FOREIGN CURRENCY TRANSACTION**

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the date of transactions or that approximates the actual rate at the date of transactions.

Exchange differences arising on foreign exchange transactions settled during the year are recognized in the statement of profit and loss for the period.

Transactions which remain unsettled at the reporting date and reported at rates prevailing as at reporting date and any exchange gain / loss is recognized in Statement of Profit and Loss.

**K. EMPLOYEE BENEFITS****i) Short term employee benefits:**

Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.

**ii) Post-employment benefits**

a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.

b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".

iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

**L. TAXATION**

a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.

b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

**M. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**N. IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

**15. Earnings per share**

Earnings per share is computed as under:-		As at 31st March, 2015		As at 31st March, 2014	
Profit / (Loss) after Taxation	(A) (Rs)		4,710,033		625,209
Weighted average number of Equity Shares outstanding					
Paid up Equity Shares		27,200		27,200	
Pending Allotment		—		—	
Total Equity Shares	(B) (Nos.)		27,200		27,200
Earnings per share (Face value of ₹ 10/- per share)					
a) Basic & Diluted	(A/B) (Rs)		173.16		22.99



16. **Segment Reporting:-**

- a) The Business of the company falls under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification issued by the Institute of Chartered Accountants of India for Companies operating in single segment, the disclosure requirement not applicable to the company.
- b) The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is not required.

17. **Related Party Disclosures:-**

In terms of Accounting Standard-18 are as under:

- (i) Other related parties with whom the company had transactions:-

A) Holding Company

Sl. No.	Name	Holding Percentage
1	RDB Realty & Infrastructure Limited	100%

- (ii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-Mar-2015

Nature of Transactions	Holding Company		Key Management Personnel & their Relatives		Enterprises over which KMP & their relatives have significant influence	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
Interest Received	---	---	---	---	---	---
Interest Paid	1,039,496	6,489,323	---	---	---	488,507
Loan Given	---	---	---	---	---	---
Refunded Loan With Interest	---	---	---	---	---	---
Advance Received	---	---	---	---	---	21,860,000
Advance Repaid	---	---	---	---	---	29,625,000
Short Term Borrowings Received	26,400,000	34,525,057	---	---	---	16,400,000
Short Term Borrowings Repaid	60,903,383	56,650,000	---	---	---	17,000,864
Closing Balance	---	---	---	---	---	---
Loan Given	---	---	---	---	---	---
Advance Taken	---	---	---	---	---	28,235,000
Short Term Borrowings Taken	---	34,503,383	---	---	---	---

18. Interest amounting to Rs 1,039,496/- (Previous Year Rs 6,489,323/-) paid on loans taken for real estate projects has been included in the value of inventory.
19. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
20. The figures of Previous Year have been recast and regrouped wherever considered necessary.

For Vineet Khetan & Associates  
Chartered Accountants  
Registration No. 324428E

Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
25th Day of May,2015

For and on behalf of the Board

BHAGWATI BUILDERS & DEVELOPMENT PVT. LTD.

Pradeep Hirani  
Director

BHAGWATI BUILDERS & DEVELOPMENT PVT. LTD.

Vineet Kumar Gupta  
Director





## **INDEPENDENT AUDITORS' REPORT**

To the Members of  
**M/S MAPLE TIE-UP PRIVATE LIMITED**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **M/S MAPLE TIE-UP PRIVATE LIMITED** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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





Company's Directors, 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 on the financial statements.

#### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015; and
- b) In the case of the Statement of Profit and Loss, of the **Loss** for the year ended on that date;

#### **Report on other Legal and Regulatory Requirements.**

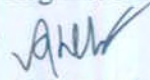
1. This Report does not include a statement on the matter's specified in Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, since in our opinion and according to the information and explanation given to us, the said Order is not applicable to the company.
2. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes 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 and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors as on 31 March, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:
    - i. The company does not have any pending litigations which would impact its financial position
    - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses





- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Vineet Khetan & Associates  
Chartered Accountants  
Firm Reg No. 324428E

  
(Vineet Khetan)  
Proprietor  
Membership No.060270

Place: Kolkata  
Dated: 25/05/2015



**Maple Tie-Up Private Limited**  
**Balance Sheet as at 31st March 2015**

Particulars	Note No.	As at 31st March, 2015		As at 31st March, 2014	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	1,00,000		1,00,000	
b) Reserves & Surplus	2	(39,95,876)		(23,44,443)	
			(38,95,876)		(22,44,443)
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowing	3		14,80,24,130		13,30,80,924
b) Other Long Term Liability	4		38,61,607		---
<b>3. Current Liabilities</b>					
a) Trade Payables	5	1,44,23,400		---	
b) Other Current Liabilities	6	17,65,78,476		11,95,82,994	11,95,82,994
c) Short Term Provision	7	1,26,000	19,11,27,876		
<b>Total</b>			<b>33,91,17,737</b>		<b>25,04,19,475</b>
<b>II ASSETS</b>					
<b>1. Non Current Assets</b>					
a) Fixed Assets	8		31,520		17,193
b) Deferred Tax Assets	9		17,93,632		10,46,172
c) Non current investments	10		6,01,30,000		6,03,00,000
d) Other Non current Assets	11		5,27,400		
<b>2. Current Assets</b>					
a) Inventories	12	24,57,96,442		17,30,21,053	
b) Cash & Cash equivalents	13	47,85,064		23,27,641	
c) Short Term Loans and Advances	14	2,54,56,326		1,37,07,416	
d) Other current Assets	15	5,97,353	27,66,35,185		18,90,56,110
<b>Total</b>			<b>33,91,17,737</b>		<b>25,04,19,475</b>
Significant accounting policies and other notes to Notes referred to above forms an integral part of the Financial Statements	22 to 27				

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**  
Chartered Accountants  
Registration No.324428E

*Vineet Khetan*

Vineet Khetan  
Partner  
Membership No.060270  
3B, Lal Bazar Street,  
Place: Kolkata  
Date:25th May 2015

For and on behalf of the Board of Directors

**MAPLE TIE-UP PVT. LTD**

**MAPLE TIE-UP PVT. LTD**

*Vikash chand Thanwer*

**Director**

Director

*[Signature]*

**Director**

Director





**Maple Tie-Up Private Limited**

**Statement of Profit and Loss for the year ended 31st March 2015**

Particulars	Note No.	For the Period 31st March 2015		For the Year Ended 31st March 2014	
<b>REVENUE</b>					
Other Incomes	16		2,16,802		3,39,350
			<b>2,16,802</b>		<b>3,39,350</b>
<b>EXPENSES</b>					
Construction Activity expenses	17		7,28,49,549		3,27,34,542
Changes in Inventories of Work in Progress	18		(7,28,49,549)		(3,27,34,542)
Depreciation	8		25,923		11,001
Employee benefit Expense	19		6,50,014		2,00,100
Finance Costs	20		---		26,88,806
Other Expenses	21		19,39,758		5,88,425
			<b>26,15,695</b>		<b>34,88,332</b>
<b>Profit /(Loss) Before Tax</b>			<b>(23,98,893)</b>		<b>(31,48,982)</b>
Less : Provision For Tax					
- Deferred Tax			7,47,460		9,72,572
- Current Tax			---		
<b>Profit After Tax</b>			<b>(16,51,433)</b>		<b>(21,76,410)</b>
<b>Earnings per share (of ` Per Share)</b>					
Basic			(165.14)		(217.64)
Diluted			(165.14)		(217.64)
Notes referred to above forms an integral part of the Financial Statements	22 to 27				

This is the Profit & Loss Account referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No.324428E

*Vineet Khetan*

**Vineet Khetan**

Partner

Membership No.060270

3B, Lal Bazar Street,

Place: Kolkata

Date:25th May 2015



For and on behalf of the Board of Directors

**MAPLE TIE-UP PVT LTD**      **MAPLE TIE-UP PVT. LTD**

*Vikash Chand Jhanwar*

**Director**

Director

*Mai*

**Director**

Director



**Maple Tie-Up Private Limited**  
**Notes to Financial Statement**

Particulars	As at 31st March, 2015		As at 31st March, 2014	
<b>Notes No. - 1</b>				
<b><u>SHARE CAPITAL</u></b>				
<b><u>a. Authorised</u></b>				
Number of Equity Shares				
1,000,000 (Previous Year 20,000)		10,00,00,000		2,00,000
		10,00,00,000		2,00,000
<b><u>b. Issued, Subscribed and Paid up share capital</u></b>				
Number of Equity Shares fully paid up				
10,000 (Previous Year 10,000)		1,00,000		1,00,000
		1,00,000		1,00,000
<b><u>c. Par value per share</u></b>				
Equity shares		10		10
		10		10
<b><u>d. Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year</u></b>				
<b>Particulars</b>	<b>Opening Balance</b>		<b>Closing Balance</b>	
Number of shares outstanding as at the beginning of the year	10,000		10,000	
Add : Number of shares issued during the year	-		-	
Less : Number of shares bought back during the year	-		-	
Number of shares outstanding as at the end of the year	10,000		10,000	
<b><u>e. The rights, preferences &amp; restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital</u></b>				
The Company has only one class of equity shares having par value of ` 10 per share. Each Shareholder is eligible for one vote. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend.				
<b><u>f. Details of shareholders holding more than 5% shares, with voting rights</u></b>				
<b>Name of shareholder holding Equity shares with voting rights</b>	<b>As at 31 March, 2015</b>		<b>As at 31 March, 2014</b>	
	<b>Number of shares held</b>	<b>% holding in that class of shares</b>	<b>Number of shares held</b>	<b>% holding in that class of shares</b>
1) Sheetal Dugar	---	0.00%	5,000	50.00%
2) Vinod Dugar	---	0.00%	5,000	50.00%
3) RDB Realty & Infrastructure Ltd	7,000	70.00%	---	0.00%
4) Kiran Poonamchand Mali	1,000	10.00%	---	0.00%
5) Vikash Mohan Jhanwar	1,000	10.00%	---	0.00%
6) Aditya Kumar	1,000	10.00%	---	0.00%
<b><u>g. Shares Reserved for Issue under option As at 31 March, 2015 are NIL (Previous Year Were NIL)</u></b>				
<b><u>h. No Equity or Preference shares allotted as fully paid up pursuant to contract(s) without payment being received in cash for the period of 5 years immediately preceding the Balance Sheet date.</u></b>				
<b>Particulars</b>	<b>As at 31st March, 2015</b>		<b>As at 31st March, 2014</b>	
<b>Notes No.-2</b>				
<b><u>RESERVES &amp; SURPLUS</u></b>				
<b><u>Surplus i.e. Balance in Statement of Profit &amp; Loss</u></b>				
Opening Balance		(23,44,443)		(1,68,032)
Add: Profit for the Year		(16,51,433)		(21,76,411)
		(39,95,876)		(23,44,443)





	As at 31st March, 2015	As at 31st March, 2014
<b>Notes No.-3</b>		
<b>Non Current Liabilities</b>		
Unsecured Long Term Borrowing		
-From Related Parties	8,59,85,720	4,50,11,000
-From Others	6,20,38,410	8,80,69,924
	<b>14,80,24,130</b>	<b>13,30,80,924</b>
<b>Notes No.-4</b>		
<b>Other Non Current Liabilities</b>		
Interest accrued and due on borrowing	38,61,607	---
	<b>38,61,607</b>	---
<b>Notes No.-5</b>		
<b>TRADE PAYABLES</b>		
- Trade Creditors	1,44,23,400	---
	<b>1,44,23,400</b>	---
<b>Notes No.-6</b>		
<b>OTHER CURRENT LIABILITIES</b>		
Advance From Customers and Others	17,55,45,050	11,88,14,984
Outstanding Statutory payment	7,26,751	5,07,533
Other Liabilities	3,06,675	2,60,477
	<b>17,65,78,476</b>	<b>11,95,82,994</b>
<b>Notes No.-7</b>		
<b>Short Term Provision</b>		
Provision for Expenses	1,26,000	---
	<b>1,26,000</b>	---
<b>Notes No.-9</b>		
<b>Deffered Tax Assets (Net)</b>		
On Fixed Assets	522	(2,622)
On Brought Forward Losses	17,93,110	10,48,794
	<b>17,93,632</b>	<b>10,46,172</b>
<b>Notes No.-10</b>		
<b>Non current investments</b>		
Investment in Partnership firm (51% PSR)	6,01,30,000	6,03,00,000
	<b>6,01,30,000</b>	<b>6,03,00,000</b>
<b>Notes No.-11</b>		
<b>Other Non Current Assets</b>		
Preliminary expenses	5,27,400	---
	<b>5,27,400</b>	---
<b>Notes No.-12</b>		
<b>INVENTORIES</b>		
Work In Progress	24,57,96,442	17,30,21,053
	<b>24,57,96,442</b>	<b>17,30,21,053</b>
<b>Notes No.-13</b>		
<b>CASH AND BANK BALANCES</b>		
Cash & Cash equivalents		
Balance with Bank	47,77,021	23,20,801
Cash on hand	8,043	6,840
	<b>47,85,064</b>	<b>23,27,641</b>
<b>Notes No.-14</b>		
<b>SHORT TERM LOANS AND ADVANCES</b>		
<b>(Unsecured, considered goods)</b>		
Security Deposit	62,54,750	57,08,100
Advance to Sundry Creditors against Material	1,66,19,020	56,02,045



Balance with Revenue Authority		98,933		2,35,161
Other Advances		24,83,623		21,62,110
		<b>2,54,56,326</b>		<b>1,37,07,416</b>
<b>Notes No.-15</b>				
<b>Other Current Assets</b>				
CENVAT Credit		4,21,553		---
Preliminary Expenses		1,75,800		---
		<b>5,97,353</b>		---





**Maple Tie-Up Private Limited**  
**Notes to Financial Statement**

	For the Year Ended 31st March 2015	For the Year Ended 31st March 2014
<b>Note No.-16</b>		
<b>OTHER INCOME</b>		
Bank interest	---	3,04,350
Misc. Income	2,09,793	35,000
Interest on Incometax refund	7,009	
	<b>2,16,802</b>	<b>3,39,350</b>
<b>Note No.-17</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Construction Expenses	7,28,49,549	3,27,34,542
	<b>7,28,49,549</b>	<b>3,27,34,542</b>
<b>Note No. -18</b>		
<b>CHANGES IN INVENTORIES OF WORK IN PROGRESS</b>		
Opening stock		
Work in Progress	17,30,21,053	14,02,86,511
Adjustment	(74,160.)	
<b>Sub Total (A)</b>	<b>17,29,46,893</b>	<b>14,02,86,511</b>
Closing Stock(As Certified by the Management)		
Work in Progress	24,57,96,442	17,30,21,053
<b>Sub Total (B)</b>	<b>24,57,96,442</b>	<b>17,30,21,053</b>
<b>Total (A-B)</b>	<b>7,28,49,549</b>	<b>3,27,34,542</b>
<b>Note No. -19</b>		
<b>EMPLOYEE BENEFITS</b>		
Salary Expenses	6,50,014	2,00,100
	<b>6,50,014</b>	<b>2,00,100</b>
<b>Note No. -20</b>		
<b>FINANCE COSTS</b>		
Interest Paid on Unsecured Loan		26,88,806
	---	<b>26,88,806</b>
<b>Note No. -21</b>		
<b>OTHER EXPENSES</b>		
Statutory Audit Fees	7,500	2,500
Filing Fees	5,540	1,374
Business Promotion Exp.	56,660	---
Bank Charges	9,916	7,006
Computer Expenses	5,000	---
General Expenses	---	3,564
Postage & Telegram	5,005.00	---
Printing & Stationery	96,908	13,910
Professional Fees	2,88,076	2,27,529
Advrtsing Expenses	81,144	17,485
Electricity Charges (Office)	61,810	10,320
Internet Charges	16,540	6,548
Office Rent	8,61,000	2,80,000
Office Expenses	45,518	---
Other Interest	48,408	2,347
Professional Tax	2,500	2,500
Repairs & Maintenance - others	17,145	---
Tea & Refreshment Charges	48,819	7,645
Telephone Charges	19,531	5,697
Tender Fee	10,000	---
Travelling Charges	76,938	---
Prelimany expenses W/off	1,75,800	---
	<b>19,39,758</b>	<b>5,88,425</b>



**Maple Tie up Pvt. Ltd.**  
**Assessment Year 2015-16**  
**Depreciation working as per Company act 2013**

<b>Note - "g" Fixed Assets</b>									
Description of Tangible Assets	DOU/DFU	Rate in %	GROSS BLOCK			ACCUMULATED DEPRECIATION			(Amount in `)
			As at 1st April 2014	Additions During the Year	Deduction During the Year	As at 31st March 2014	Up to 31st March 2014	For During the Period	
<b>Tangible Assets</b>									
Computer	12-Mar-13	63.16	28,700	---	---	28,700	11,507	10,859	17,193
Computer	2-Jun-14	63.16	---	24,250	---	24,250	---	12,673	---
Television	30-Nov-14	45.07	---	16,000	---	16,000	---	2,391	---
<b>Grand Total</b>			<b>28,700</b>	<b>40,250</b>	<b>---</b>	<b>68,950</b>	<b>11,507</b>	<b>25,923</b>	<b>17,193</b>
Previous Year			23,100	5,600	---	28,700	506	11,001	22,594





## **MAPLE TIE UP PRIVATE LIMITED**

### **NOTES TO THE ACCOUNTS**

#### **22. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

##### **A. FINANCIAL STATEMENTS**

The financial statements have been prepared under the historical cost convention, on an accrual basis of accounting, to comply in all material respects with the notified accounting standards by the Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 2013. The accounting policies discussed more fully below, are consistent with those used in the previous year.

##### **B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Management periodically assesses whether there is an indication that an asset may be impaired and makes provision in the accounts for any impairment losses estimated. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Profit and Loss statement of the year in which revisions are made.

##### **C. FIXED ASSETS**

Fixed Assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

##### **D. DEPRECIATION**

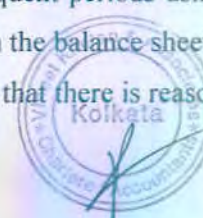
Depreciation on Fixed Assets is provided using written down value method at the rates prescribed under Schedule-II of the Companies Act, 2013.

##### **E. INVENTORIES**

Work in Progress is valued at lower of cost or net realizable value.

##### **F. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year determined in accordance with the provisions of the Income Tax Act, 1961.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.





## G. REVENUE RECOGNITION

Items of Income & Expenditure are recognized on accrual basis.

## H. PROVISIONS/ CONTINGENCIES

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

## I. IMPAIRMENT OF ASSETS

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

## J. EMPLOYEE BENEFITS

Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service

### 23. Earnings Per Share:-

Earnings per shares has been computed as under:-	2014-15	2013-14
Profit/(Loss) after Taxation (Rs.)	(16,51,433)	(21,76,410)
Weighted average number of Equity Shares outstanding	10,000	10,000
Earnings per share (Face value of Rs.10/- per share)		
Basic & Diluted	(165.14)	(217.64)

24. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.

### 25. Related Party Disclosures in accordance with AS-18:-

- A. Enterprises over which Major Shareholders/Their Relatives have Significant Influence: -

Sr No	Name of Related Party	Description of Relationship
1	Kiran Poonamchand Mali	KMP
2	Vikashchand Mohan Jhanwar	KMP
3	Regent Associates	Investment
4	Raj Construction Project Pvt Ltd	Fellow Company





B. Disclosure of transactions with related parties and the status of outstanding balances.

Nature of Transactions	Enterprises over which KMP & Their relatives have significant influence	
	2014-15	2013-14
<b>Details of Transaction during the year</b>		
Loan received	4,75,00,000	5,18,50,000
Refund of Loan	3,51,00,000	18,00,000
Interest provided	13,50,043	16,94,133
Investment in partnership firm	(1,70,000)	6,03,00,000
<b>Closing Balance</b>		
Loan received	8,72,00,759	7,35,85,720
Investment in partnership firm	6,01,30,000	6,03,00,000

**26. Contingent Liabilities:**

The Contingent Liabilities during the year under review are NIL. (P. Y. NIL)

**27. The figures of Previous Year have been recast and regrouped wherever considered necessary.**

Signatories to Notes No.22 to 27 forming part of the Accounts

**For Vineet Khetan & Associates**

**For and on behalf of the Board**

*Chartered Accountants*

FIRM Registration No.324428E.

**MAPLE TIE-UP PVT. LTD** **MAPLE TIE-UP PVT. LTD**

Vikash chand Jhanwar,  
**Director**

**Director**

**Vineet Khetan**

**Director**

**Director**

Proprietor

Membership No.60270

Kolkata

The 25<sup>th</sup> May 2015



**Maple Tie-Up Private Limited**

**Assessment Year : 2015-16  
Closing Inventory Working as on 31/03/2015**

	Balance B/f	Addition during the year	Adjustment during the year	Total
Amoghsidhha CHS Ltd	8,000	156		8,156.00
Bhojraj Bhavan	-	54,88,960		54,88,960.00
Darshan View CHS Ltd	5,48,18,235	2,06,87,345	(74,160)	7,54,31,420.00
Ganga Niwas	8,000	2,10,96,354		2,11,04,354.00
Girnar CHS Ltd	-	8,666		8,666.00
Hema Niwas	33,04,982	2,24,19,274		2,57,24,256.00
Khetan CHS Ltd	-	17,332		17,332.00
Land at Bandra	6,65,84,294	18,89,103		6,84,73,397.00
Land at Santracruz(West)	4,82,61,808	10,87,885		4,93,49,693.00
Natwarnagar Jogeswari	25,000	488		25,488.00
Shiv CHS Ltd	10,734	1,53,986		1,64,720.00
	17,30,21,053	7,28,49,549	(74,160)	24,57,96,442

Int 47,08,519.00





**Maple Tie-Up Private Limited**

Financial Year            2014-15  
Assessment Year        2015-16

**COMPUTATION OF TOTAL INCOME**

	Amount Rs.	Amount Rs.
<b><u>INCOME FROM HOUSE PROPERTIES</u></b>		
Gross Annual Value		Nil
Less : Corporation Tax		
Net Annual Value		Nil
Less :i) Deduction Under Section 24(a)		
Standard Deduction @ 30.00% on Net Annual Income		
Income from House Property		Nil
<b><u>INCOME FROM BUSINESS</u></b>		
Net Profit /(Loss) as per Profit & Loss Account	(23,98,893)	
Add : Expenses Disallowed or Considered Separately		
Depreciation as per Companies Act	25,923.00	
Less :Items Considered Separately/Expenses Allowed		
Depreciation Allowable as per Income Tax Act	28,812.00)	
Income considered separately	2,16,802.00)	
Profit / (Loss) From Business	(26,18,584)	(26,18,584)
<b><u>INCOME FROM OTHER SOURCES</u></b>		
Bank Interest	Nil	
Other income	2,09,793.00	2,09,793
 <b>GROSS TOTAL PROFIT / (LOSS)</b>		(24,08,791)
Less: Brought Forward Losses		(33,94,154)
Net Taxable Income/(Loss)		(58,02,945)
Computation U/s 115JB as per Book Profit		
Net Profit /(Loss) as per Profit & Loss Account		(23,98,893)
Less:Exemption U/s 10		Nil
		(23,98,893)
Minimum Alternate Tax @ 18.5%		Nil
Add: Education Cess @ 3%		Nil
Total Tax Payable		Nil
Less:TDS Receivable		Nil
Payable/(Refundable)		Nil

<u>Loss to be carried forward as per IT Act</u>	<u>Business Loss</u>	<u>Set Off</u>	<u>Total</u>
B/F Loss for the Asst. Year 2008-09	654.00		654.00
B/F Loss for the Asst. Year 2009-10	8,507.00		8,507.00
B/F Loss for the Asst. Year 2010-11	7,580.00		7,580.00
B/F Loss for the Asst. Year 2013-14	2,26,370.00		2,26,370.00
B/F Loss for the Asst. Year 2014-15	31,51,043.00		31,51,043.00
B/F Loss for the Asst. Year 2015-16	24,08,791.00		24,08,791.00
	58,02,945.00	Nil	58,02,945.00

**Maple Tie-Up Private Limited**  
**Assessment Year 2015-16**

**PARTICULARS OF DEPRECIATION ALLOWABLE AS PER INCOME TAX ACT, 1961 FOR F.Y.2014-15**

SI No	PARTICULARS	OPENING W. D. V.	PUT TO USE FOR 180 DAYS OR MORE	PUT TO USE FOR LESS THAN 180 DAYS	MONEY PAYABLE ON SALE/DISP OSAL OF ASSETS	NET AMOUNT	RATE	DEPRECIATIO N AMOUNT	CLOSING WDV
		(Rs.) (3)	(Rs.) (4)	(Rs.) (5)	(Rs.) (6)	(Rs.) (7)	% (8)	(Rs.) (9)	(Rs.) (10)
(1)	(2)								
1	Computer	21,770	-	-	-	21,770	60%	13,062	8,708
2	Computer	-	24,250	-	-	24,250	60%	14,550	9,700
3	Television	-	-	16,000	-	16,000	15%	1,200	14,800
		21,770	24,250	16,000	-	62,020		28,812	33,208





**Maple Tie-Up Private Limited**  
**Details for Deferred Tax Liability/ Assets as on 31.03.2015**

Position as on 31st March, 2015	I. Tax WDV	Books Wdv	Amount	Tax@ 30.90%
Business Loss	58,02,945	-	58,02,945	17,93,110
Fixed Assets	33,208	31,520	1,688	522
Deferred Tax Assets as on 31st March 2015 (B)				17,93,632

Deferred Tax Assets as on 31st March 2014 (A) 10,46,172

Deferred Tax Assets to be provided as on 31st March 2015 (A) - (B) (7,47,460)





**Maple Tie-Up Private Limited**  
**Annexture to Notes to Financial Statement**  
**Assessment Year 2015-16**

**Loan From Related Party**

Kiran P Mali	5,60,11,000	
Vikash Jhanwar	2,75,00,000	
Raj Construction Project Pvt Ltd (Interest @ 9%)	24,74,720	8,59,85,720

**Loan From Others**

Khatrd Investments & Finace Ltd	45,00,000	
NTC Indutries Ltd (Interest @ 14%)	1,11,38,410	
Pyramid Sales Pvt Ltd (Interest @ 9%)	4,64,00,000	6,20,38,410

**Other Current Liability**

**Interest payable on loan**

Khatrd Investments & Finace Ltd	3,51,971	
NTC Indutries Ltd (Interest @ 14%)	22,38,032	
Pyramid Sales Pvt Ltd (Interest @ 9%)	56,565	
Raj Construction Project Pvt Ltd (Interest @ 9%)	12,15,039	38,61,607

**Current Liabilities**

**Adv Against Flat Booking**

Aruna Rakesh Jain 1201	45,46,350	
Deepalal Lodha - 902	12,44,911	
Dungaram Mali 1301/1302	87,41,150	
Jyoti Jain - 602	45,67,599	
Kailash Rathod 501	22,28,930	
Mansukh Nagori - 502	87,66,572	
Meenakumari Dagliya - 401	24,00,000	
Pravina Vora - 1001	18,00,000	
Pushpa Shah - 1002	13,97,640	
Rajendra Kumar Pagaria - 802	20,00,000	
Satbir Singh Sethi - 302	1,06,70,100	
Shanshak Shetty - 1202	93,14,944	
Shweta A Purohit - 1102	86,03,374	
Vinod Kothari - 701	40,00,000	
Kesarben K Shah	27,13,480	
Liladhari L Gala	12,00,000	
BFM Industires Ltd	1,61,50,000	
Nigolce Trading Pvt Ltd	1,20,00,000	
Pancham Vanjiya Pvt Ltd	3,30,00,000	
Paramdham Mercantiles Pvt Ltd	40,00,000	
Somani Eastates Pvt Ltd	2,98,30,000	
Veekay Apartments Pvt Ltd	63,70,000	17,55,45,050





**Maple Tie-Up Private Limited**  
**Annexure to Notes to Financial Statement**  
**Assessment Year 2015-16**

<b>Trade Payable</b>		
Ganga Niwas CHS Ltd - Members Corpus	1,44,23,400	1,44,23,400
<b>Duties &amp; Taxes</b>		
WCT TDS @ 2%	94,986	
Professional Tax Payable	12,900	
TDS on Contractor(194-C)	59,966	
TDS on Interest	4,70,851	
TDS on Profesional Fees(194-J)	52,502	
TDS on Rent(194-I)	35,546	7,26,751
<b>Other Liability</b>		
New World Paints Pvt Ltd	72,001	
Sankalp Enterprises	1,96,025	
Apex Stationers & Printers	4,608	
Knight Detative & Security Services Pvt Ltd	21,088	
Kolkata Muncipal Corporation	1,950	
Ashish Jumbo Zerox	2,003	
Vineet Khaitan & Associates	1,500	
Audit Fees Payable	7,500	3,06,675
<b>Provision for Expenses</b>		
For Professional fees	1,26,000	1,26,000
<b>Investments</b>		
Regent Associates (51% PSR)	6,01,30,000	6,01,30,000
<b>Bank Accounts</b>		
Bank of Baroda - 1054	42,07,329	
Bank of Baroda - 1354	6,838	
ICICI Bank	5,20,700	
Oriental Bank of Commerce	42,154	47,77,021
<b>Cash-in-hand</b>		
	8,043	8,043
<b>Deposits (Asset)</b>		
Ganga Niwas Deposit	5,46,650	
Rinky Jain	4,00,000	
Security Deposit-D View CHS	53,08,100	62,54,750
<b>Adavnce to Sundry Creditors</b>		
A G Construction	1,60,63,000	
Elevate Parking Systems LLP	4,65,883	
Magnum Solution	50,000	
Sankalp Enterprises	182	
TATA Sky ltd	910	
Advocate Vijay Thorat	25,000	
Advocate Varughese P M	14,045	1,66,19,020





<b><u>Maple Tie-Up Private Limited</u></b>		
<b><u>Annexture to Notes to Financial Statement</u></b>		
<b><u>Assessment Year 2015-16</u></b>		
<b><u>Balance with Revenue Authority</u></b>		
TDS Receivable (AY 14-15)	35,161	
TDS Receivable on Property (AY 14-15)	2,00,000	
Incometax Refund	(1,40,161)	-
TDS Receivable (AY 15-16)	3,933	98,933
<b><u>Loans &amp; Advances (Asset)</u></b>		
Amogh Co Op Hsg Soc Ltd	5,00,000	
Bhojraj Ammex CHS	1,51,000	
Ganga Niwas CHSL	6,11,111	
Girnar Premise Co-Op Limited	2,00,000	
Khetan CHS Ltd	5,00,000	
Shiv CHSL	5,00,000	
Parag Gohel	5,000	
Fast Supplier Pvt Ltd	15,101	
Loka Properties Pvt Ltd	1,411	24,83,623
<b><u>Other Non Current Assets</u></b>		
Prelimanry expenses	5,27,400	5,27,400
<b><u>Other Current Assets</u></b>		
CENVAT Credit	4,21,553	4,21,553



**INDEPENDENT AUDITORS' REPORT**

To the Members of  
RAJ CONSTRUCTION PROJECTS PRIVATE LIMITED

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Raj Constructions Projects Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

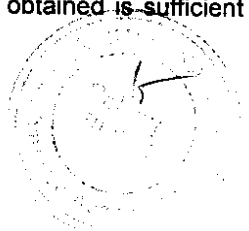
**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.



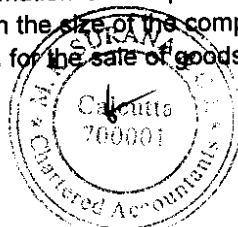
### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i. a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.) a) The inventory has been physically verified by the management at regular intervals.  
b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.  
c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii.) a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.  
b) The payment of the principal amount and interest are regular.  
c) The company has granted unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013. The receipt of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of

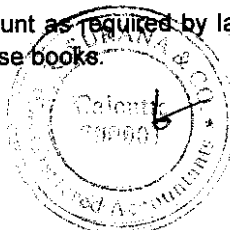


our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.

- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.)
  - a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
  - b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
  - c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, the term loan has been applied, on an overall basis, for the purpose for which they were obtained.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

2. As required by Section 143(3) of the Act, we report that :

- a.) We have sought and 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 these books.

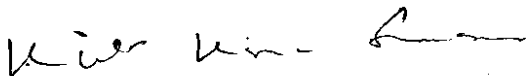


- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.
- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For M.K SURANA & CO**

Chartered Accountants

Firm Reg. No. 324127E



**Partner**

Membership No.061605

20, Synagogue Street, 2nd Floor

Dated: 25th Day of May 2015

# Raj Construction Projects Private Limited

Balance Sheet as at 31st March, 2015

Particulars	Notes No.	As at 31st March 2015 (Amount in Rs.)		As at 31st March 2014 (Amount in Rs.)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	18,544,500		18,544,500	
b) Reserves & Surplus	2	180,410,362	198,954,862	168,893,708	187,438,208
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	3,111,483		15,368,829	
b) Other Long Term Liabilities	4	2,247,500	5,358,983	2,262,802	17,631,631
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	-		-	
b) Trade Payables	6	212,270		160,790	
c) Other Current Liabilities	7	4,522,664		12,301,362	
d) Short Term Provisions	8	7,050,000	11,784,934	10,838,000	23,300,152
<b>Total</b>			<b>216,098,778</b>		<b>228,369,991</b>
<b>II ASSETS</b>					
<b>1. Non Current assets</b>					
a) Fixed Assets	9				
i) Tangible Assets		6,467,915		2,341,823	
ii) Intangible Assets		-		11,241	
b) Non Current Investments	10	6,467,915		2,353,064	
c) Deferred Tax Assets (Net)	11	16,011		16,011	
d) Long Term Loans & Advances	12	73,937		73,937	
		203,087	6,760,950	203,087	2,646,099
<b>2. Current Assets</b>					
a) Inventories	13	35,456,399		43,626,820	
b) Trade Receivable	14	1,129,417		3,237,242	
c) Cash and Bank Balances	15	5,592,700		1,171,312	
d) Short Term Loans & Advances	16	165,323,539		176,269,211	
e) Other Current Assets	17	1,835,772	209,337,828	1,419,307	225,723,892
<b>Total</b>			<b>216,098,778</b>		<b>228,369,991</b>
Significant accounting policies and other notes to accounts	25 to 30				
Notes referred to above forms an integral part of the Financial Statements					

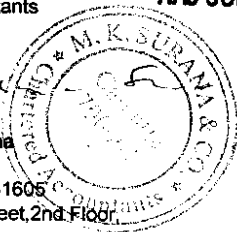
This is the Balance Sheet referred to in our report of even date.

For M.K.SURANA & CO  
Chartered Accountants

RAJ CONSTRUCTION PROJECTS PVT. LTD.

For and on behalf of the Board  
RAJ CONSTRUCTION PROJECTS PVT. LTD.

Kirti Kumar Surana  
Partner  
Membership No.061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.  
The 25th day of May 2015



Pradeep Hircow

Director

S. P. P. P.  
Director

Navin Kishor

Director

# Raj Construction Projects Private Limited

Statements of Profit and Loss for the year ended 31st March 2015

Particulars	Notes No.	For the year ended 31st March 2015 (Amount in Rs.)		For the year ended 31st March 2014 (Amount in Rs.)	
<b>REVENUE</b>					
Revenue From Operations	18		33,155,470		88,454,155
Other Income	19		299,500		15,085
			<b>33,454,970</b>		<b>88,469,240</b>
<b>EXPENSES</b>					
Construction Activity Expenses	20		510,929		5,174,498
Changes in Inventories of Finished Goods and Work in Progress	21		8,170,421		41,731,282
Employee Benefits Expense	22		978,515		896,824
Finance Costs	23		914,864		3,514,437
Depreciation	8		308,197		330,530
Other Expenses	24		4,039,453		6,358,785
			<b>14,922,379</b>		<b>58,006,356</b>
<b>PROFIT BEFORE TAX</b>			<b>18,532,591</b>		<b>30,462,884</b>
Less: Provision For Tax					
- Current Tax		7,050,000		10,838,000	
- Tax Adjustment For Earlier Years		(34,063)		(103,305)	
- Deferred Tax		-	7,015,937	(29,813)	10,704,882
<b>PROFIT AFTER TAX</b>			<b>11,516,654</b>		<b>19,758,002</b>
<b>EARNINGS PER SHARE (OF Rs. 10 PER EQUITY SHARE)</b>					
- Basic			6.21		10.65
- Diluted			6.21		10.65
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

For M.K.SURANA & CO  
Chartered Accountants

RAJ CONSTRUCTION PROJECTS PVT. LTD.

For and on behalf of the Board

RAJ CONSTRUCTION PROJECTS PVT. LTD.

Kirti Kumar Surana  
Partner  
Membership No.061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.  
The 25th day of May 2015



Pradeep Hirani  
Director

Sri PPP Ravi Vinha  
Director



# Raj Construction Projects Private Limited

Cash Flow Statement for the year ended 31st March, 2015

Cash Flow Statement	For the year ended 31st March, 2015 (Amount in Rs.)		For the year ended 31st March, 2014 (Amount in Rs.)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		18,532,591		30,462,884
Adjustments for				
Depreciation	308,197		330,530	
Interest Paid	911,152		3,511,836	
Liabilities no longer payable written back				
(Provision for Rental Income) / Provision W/Back	---		---	
Interest Received	(16,418,808)	(15,199,459)	(10,100,157)	(6,257,791)
<b>Operating Profit Before Working Capital Changes</b>		<b>3,333,132</b>		<b>24,205,093</b>
(Increase) / Decrease in Inventories	8,170,421		41,731,282	
(Increase) / Decrease in Trade receivables	2,107,825		(2,079,925)	
(Increase) / Decrease of Short-Term Advances	10,945,672		(37,414,667)	
(Increase) / Decrease of Long-Term Advances	---		---	
(Increase) / Decrease of Other Current Assets	(416,465)		(420,833)	
(Increase) / Decrease of Long-Term Liabilities	(15,302)		(4,780,226)	
Increase / (Decrease) in Trade Payables	51,480		(56,358)	
Increase / (Decrease) of Other Current Liabilities	(11,566,698)	9,276,933	(181,587)	(3,202,314)
<b>Cash generated from operations</b>		<b>12,610,065</b>		<b>21,002,779</b>
Less: Direct taxes paid/(Refunds) including Interest (Net)		7,015,937		5,366,695
Cash Flow before Exceptional Items		5,594,128		15,636,083
<b>Net cash Generated/(used) from operating activities</b>		<b>5,594,128</b>		<b>15,636,083</b>
<b>B. Cash Flow from Investing Activities :</b>				
Purchase of fixed assets	(4,423,050)		(78,000)	
Sale of fixed assets	---		---	
Investment NSC	---		---	
Loans Refund / (Given)	---		---	
Interest Received	16,418,808	11,995,758	10,100,157	10,022,157
<b>Net cash from investing activities</b>		<b>11,995,758</b>		<b>10,022,157</b>
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Long Term Borrowings	(12,257,347)		(14,214,225)	
Proceeds / (Repayment) of Short Term Borrowings	---		(8,698,374)	
Interest Paid	(911,152)	(13,168,498)	(3,511,836)	(26,424,434)
<b>Net cash generated/(used) in financing activities</b>		<b>(13,168,498)</b>		<b>(26,424,434)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>4,421,388</b>		<b>(766,194)</b>
Cash and cash equivalents -Opening balance		1,171,312		1,937,506
<b>Cash and cash equivalents -Closing balance</b>		<b>5,592,700</b>		<b>1,171,312</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		5,199,972		869,781
Cash on hand (As certified by the management)		392,728		301,531
		<b>5,592,700</b>		<b>1,171,312</b>

This is the Cash Flow Statement referred to in our report of even date.

For and on behalf of the Board of Directors

**For M.K.SURANA & CO**  
Chartered Accountants

RAJ CONSTRUCTION PROJECTS PVT. LTD.

**Kirti Kumar Surana**  
Partner

**Director**  
Director

**Director**

Membership No.061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.

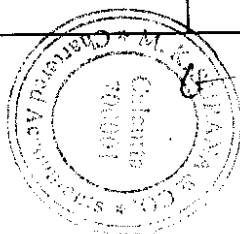
The 25th day of May 2015

**Raj Construction Projects Private Limited**

Notes to Consolidated Financial Statement

Notes to Consolidated Financial Statement

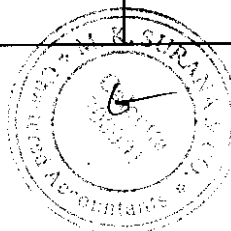
Particulars	As at 31st March 2015 (Amount in Rs.)		As at 31st March 2014 (Amount in Rs.)		
<b>Notes No. - 1</b>					
<b><u>SHARE CAPITAL</u></b>					
<b><u>a. Authorised Share Capital</u></b>					
Number of Equity shares		20,000,000		20,000,000	
20,00,000 (Previous year 20,00,000)		20,000,000		20,000,000	
<b><u>b. Issued, subscribed and paid-up share capital :</u></b>					
Number of Equity shares fully paid up		18,544,500		18,544,500	
18,54,450 (Previous year 18,54,450)		18,544,500		18,544,500	
<b><u>c. Par value per share</u></b>					
Equity shares		10		10	
		10		10	
<b><u>d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year</u></b>					
Particulars	Opening Balance		Closing Balance		
No. of shares outstanding as at the beginning of the year	1,854,450		1,854,450		
Add: Number of shares issued during the year	-		-		
Less: Number of shares bought back during the year	-		-		
No. of shares outstanding as at the end of the year	1,854,450		1,854,450		
<b><u>e. The rights, preferences &amp; restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital</u></b>					
The Company has only one class of equity shares having par value of Rs. 10 per share. Each Shareholder is eligible for one vote.					
The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend.					
<b><u>f. Details of shareholders holding more than 5% shares, with voting rights.</u></b>					
Sl. No	Name of Equity shareholders	As at 31st March 2015		As at 31st March 2014	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	1,854,450	100	1,854,450	100
<b>Notes No. - 2</b>					
<b><u>RESERVES &amp; SURPLUS</u></b>					
<b><u>a) Securities Premium Account</u></b>					
Opening Balance		77,042,500	77,042,500	77,042,500	77,042,500
Add: During the Year		-		-	
<b><u>b) Balance in Statement of Profit and Loss</u></b>					
Opening Balance		91,851,208	-	72,093,206	91,851,208
Add/Less : Profit/(Loss) during the year		11,516,654		19,758,002	
			103,367,862		
			180,410,362		
					168,893,708



**Raj Construction Projects Private Limited**

Notes to Consolidated Financial Statement

Particulars	As at 31st March 2015 (Amount in Rs.)	As at 31st March 2014 (Amount in Rs.)
<b>Notes No. - 3</b>		
<b><u>LONG TERM BORROWINGS</u></b>		
<b><u>Secured Loans *</u></b>		
Loan Against Rental Securitisation (Secured by way of Assignment of Lease Rentals Receivables from the property rented out)	3,111,483	15,368,829
	<b>3,111,483</b>	<b>15,368,829</b>
<b>Notes No. - 4</b>		
<b><u>OTHER LONG TERM LIABILITIES</u></b>		
Advance against properties	-	-
Sundry Deposits	2,247,500	2,262,802
	<b>2,247,500</b>	<b>2,262,802</b>
<b>Notes No. - 5</b>		
<b><u>SHORT TERM BORROWINGS</u></b>		
<b><u>From Other Than Bank (Unsecured)</u></b>		
Sundry Deposits	-	-
a) Related Parties (Holding Co)	-	-
b) Accrued Interest but not due	-	-
<b>Notes No. - 6</b>		
<b><u>TRADE PAYABLES</u></b>		
Trade Payables *	212,270	160,790
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.		
	<b>212,270</b>	<b>160,790</b>
<b>Notes No. - 7</b>		
<b><u>OTHER CURRENT LIABILITIES</u></b>		
Advances from Customers	2,000,000	10,999,967
Current Liabilities of LTB	1,329,584	-
Other Liabilities	7,500	105,248
Outstanding Statutory Payment	1,185,580	1,196,147
	<b>4,522,664</b>	<b>12,301,362</b>
<b>Notes No. - 8</b>		
<b><u>SHORT TERM PROVISIONS</u></b>		
Income Tax current Year	7,050,000	10,838,000
Income Tax Previous Year	-	-
	<b>7,050,000</b>	<b>10,838,000</b>



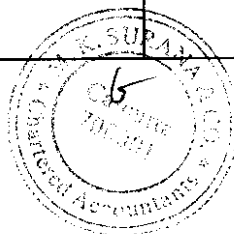
Raj Construction Projects Private Limited  
Notes to Financial Statement

**Notes No. - 9**  
**FIXED ASSETS**

Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 1st April 2014	Additions During the Year	Deductions During the Year	As at 31st March 2015	As at 1st April 2014	For the Year	Deductions During the Year	As at 31st March 2015	As at 31st March 2015	As at 31st March 2013
<b>Tangible Assets</b>										
Lands	475,086	---	---	475,086	---	---	---	---	475,086	475,086
Plant & Machineries	2,273,411	23,050	---	2,296,461	804,912	245,855	---	1,050,767	1,245,694	1,468,499
Furniture & Fixtures	1,218,756	---	---	1,218,756	884,504	46,092	---	930,596	288,160	334,252
Vehicles	598,400	4,400,000	---	4,998,400	545,461	1,205	---	546,666	4,451,734	52,939
Computers	303,565	---	---	303,565	292,519	10,940	---	303,459	106	11,046
<b>Sub Total</b>	<b>4,869,218</b>	<b>4,423,050</b>	<b>---</b>	<b>9,292,268</b>	<b>2,527,396</b>	<b>304,092</b>	<b>---</b>	<b>2,831,488</b>	<b>6,460,779</b>	<b>2,341,823</b>
<b>Intangible Assets</b>										
Computer Softwares	29,100	---	---	29,100	17,858	4,105	---	21,963	7,136	11,241
<b>Sub Total</b>	<b>29,100</b>	<b>---</b>	<b>---</b>	<b>29,100</b>	<b>17,858</b>	<b>4,105</b>	<b>---</b>	<b>21,963</b>	<b>7,136</b>	<b>11,241</b>
<b>Capital Work in Progress</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>Sub Total</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>Grand Total</b>	<b>4,898,318</b>	<b>4,423,050</b>	<b>---</b>	<b>9,321,368</b>	<b>2,545,254</b>	<b>308,197</b>	<b>---</b>	<b>2,853,451</b>	<b>6,467,915</b>	<b>2,353,064</b>
Previous Year	4,820,318	78,000	---	4,898,318	2,214,724	330,530	---	2,545,254	2,353,064	

**Raj Construction Projects Private Limited**
**Notes to Consolidated Financial Statement**

Particulars	As at 31st March 2015 (Amount in Rs.)	As at 31st March 2014 (Amount in Rs.)
<b>Notes No. - 10</b>		
<b><u>NON CURRENT INVESTMENTS</u></b>		
<b>Other Investments</b>		
National Savings Certificate	10,000	10,000
Interest Accrued	6,011	6,011
	<b>16,011</b>	<b>16,011</b>
<b>Notes No. - 11</b>		
<b><u>DEFERRED TAX ASSETS (NET)</u></b>		
<b><u>Deferred Tax Liabilities on</u></b>		
Depreciation Allowance on Fixed Assets	73,937	73,937
	<b>73,937</b>	<b>73,937</b>
<b>Notes No. - 12</b>		
<b><u>LONG TERM LOANS &amp; ADVANCES</u></b>		
(Unsecured, Considered Good)		
Security Deposits	203,087	203,087
	<b>203,087</b>	<b>203,087</b>
<b>Notes No. - 13</b>		
<b><u>INVENTORIES</u></b>		
Work in Progress (As Certified By The Management)	35,456,399	43,626,820
	<b>35,456,399</b>	<b>43,626,820</b>
<b>Notes No. - 14</b>		
<b><u>TRADE RECEIVABLE</u></b>		
(Unsecured, considered good)		
Debts outstanding for a period exceeding six months	549,467	126,405
Other Debts	579,950	3,110,837
	<b>1,129,417</b>	<b>3,237,242</b>
<b>Notes No. - 15</b>		
<b><u>CASH AND BANK BALANCES</u></b>		
<b><u>a. Cash and Cash Equivalents :</u></b>		
Balances with Banks	5,199,972	869,781
Cash on hand (As certified by the management)	392,728	301,531
	<b>5,592,700</b>	<b>1,171,312</b>
<b>Notes No. - 16</b>		
<b><u>SHORT TERM LOANS &amp; ADVANCES</u></b>		
(Unsecured, considered good)		
Loans to Related Parties	-	7,886,136
Loans to Others	159,221,482	109,944,111
Other Advances	6,102,057	58,438,964
	<b>165,323,539</b>	<b>176,269,211</b>
<b>Notes No. - 17</b>		
<b><u>OTHER CURRENT ASSETS</u></b>		
Advance Income Tax & Tax Deducted at Source	1,744,375	1,381,343
Service Tax Input	37,964	37,964
Prepaid Expenses	53,433	-
	<b>1,835,772</b>	<b>1,419,307</b>



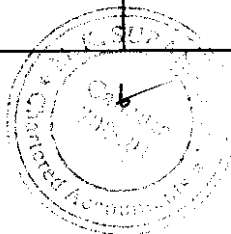
<b>Raj Construction Projects Private Limited</b>			
<b>Notes to Consolidated Financial Statement</b>			
Particulars	For the year ended 31st March 2015 (Amount in Rs.)		For the year ended 31st March 2014 (Amount in Rs.)
<b>Notes No. - 18</b>			
<b><u>REVENUE FROM OPERATIONS</u></b>			
<b>a) Sales &amp; Services</b>			
Construction Activities		12,576,750	71,406,500
Sale of Land		-	-
Services		-	122,086
<b>Sub Total (A)</b>		<b>12,576,750</b>	<b>71,528,586</b>
<b>b) Other Operating Income</b>			
Rental Income *		4,159,912	6,825,412
Interest Received			
- On Related Parties			3,252,293
- Others	16,418,808	16,418,808	6,847,864
<b>Sub Total (B)</b>		<b>20,578,720</b>	<b>16,925,569</b>
<b>Total (A + B)</b>		<b>33,155,470</b>	<b>88,454,155</b>
<b>Notes No. - 19</b>			
<b><u>OTHER INCOME</u></b>			
Liabilities/Advances no longer payable written back		-	-
Miscellaneous Income		299,500	15,085
		<b>299,500</b>	<b>15,085</b>
<b>Notes No. - 20</b>			
<b><u>CONSTRUCTION ACTIVITY EXPENSES</u></b>			
Construction and other Materials		-	1,862,634
Contract Labour Charges		-	547,312
Professional Charges		-	-
Other Construction Expenses		510,929	2,764,552
		<b>510,929</b>	<b>5,174,498</b>
<b>Notes No. - 21</b>			
<b><u>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</u></b>			
<b>Opening stock</b>			
Work in Progress		43,626,820	85,358,102
<b>Sub Total (A)</b>		<b>43,626,820</b>	<b>85,358,102</b>
<b>Closing stock</b>			
Work in Progress (As Certified by the Management)		35,456,399	43,626,820
<b>Sub Total (B)</b>		<b>35,456,399</b>	<b>43,626,820</b>
<b>Total (A - B)</b>		<b>8,170,421</b>	<b>41,731,282</b>

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**Raj Construction Projects Private Limited**

Notes to Consolidated Financial Statement

Particulars	For the year ended 31st March 2015 (Amount in Rs.)		For the year ended 31st March 2014 (Amount in Rs.)	
<b>Notes No. - 22</b>				
<b><u>EMPLOYEE BENEFITS EXPENSE</u></b>				
Salaries, Wages, Bonus, Exgratia etc.		978,515		896,824
Directors' Remuneration		-		---
		<b>978,515</b>		<b>896,824</b>
<b>Notes No. - 23</b>				
<b><u>FINANCE COSTS</u></b>				
Interest Paid				
To Related Party	-		451,029	
Others	911,152	911,152	3,060,807	3,511,836
Finance Charges		3,712		2,601
		<b>914,864</b>		<b>3,514,437</b>
<b>Notes No. - 24</b>				
<b><u>OTHER EXPENSES</u></b>				
<b><u>A) ADMINISTRATIVE &amp; GENERAL EXPENSES</u></b>				
Legal and Professional Charges		52,350		12,145
Postage, Telegraph & Telephones		210		496
Motor Vehicle Expenses		36,691		---
Others Rates & Taxes		850,953		8,350
Municipal Tax Paid		-		1,232,219
Rent		34,894		548,824
Travelling & Conveyance Expenses		18,063		23,928
Filling Fees		6,040		5,074
Auditors Remuneration :				
- Statutory Audit Fee	5,000		5,000	
- Tax Audit Fee	2,500	7,500	2,500	7,500
Electricity Expenses		19,270		---
Other Repairs		835		227,699
Mall Maintenance Charges		1,696,710		802,116
Printing & Stationary		15,334		18,188
Donation		400,000		1,500,000
Insurance Expenses		64,338		40,016
Miscellaneous Expenses		41,090		19,315
<b>Sub Total (A)</b>		<b>3,244,278</b>		<b>4,445,870</b>
<b><u>B) SELLING AND DISTRIBUTION EXPENSES</u></b>				
Advertisement & Publicity Expenses		277,200		---
Commission to Selling Agents		414,000		1,706,140
Sales Promotion Expenses		103,975		206,775
<b>Sub Total (B)</b>		<b>795,175</b>		<b>1,912,915</b>
<b>Total (A + B)</b>		<b>4,039,453</b>		<b>6,358,785</b>



## **25. SIGNIFICANT ACCOUNTING POLICIES**

### **A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government u/s 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle has been considered as 12 months.

### **B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

### **C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

### **D. FIXED ASSETS**

Fixed Assets, including those given on lease, are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Software is capitalized, where it is expected to provide future enduring economic benefits.

Leasehold land under perpetual lease is not amortized. Lease hold land other than on perpetual lease is being amortized on time proportion basis over their respective lease periods.

### **E. DEPRECIATION**

Depreciation is provided on written down value method at the rates prescribed under Schedule-XIV of the Companies Act, 1956.

### **F. INVESTMENTS**

All investments are bifurcated into Non Current Investments and Current Investments. Investments that are readily realisable and intended to be held for not more than a year from the date of Balance Sheet are classified as Current Investments. All other investments are classified as Non Current Investments. Current Investments are carried at lower of cost or fair market value, determined on an individual investment basis. Non Current Investments are carried at cost. Provision for Diminution in the value of Non Current Investments is made, only if such a diminution is other than temporary.

### **G. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.





**H. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**I. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

**J. FOREIGN CURRENCY TRANSACTION**

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the date of transactions or that approximates the actual rate at the date of transactions.

Exchange differences arising on foreign exchange transactions settled during the year are recognized in the statement of profit and loss for the period.

Transactions which remain unsettled at the reporting date and reported at rates prevailing as at reporting date and any exchange gain / loss is recognized in Statement of Profit and Loss.

**K. EMPLOYEE BENEFITS**

- i) Short term employee benefits:

Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.

- ii) Post-employment benefits

- a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.

- b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".

- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

**L. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

**M. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.

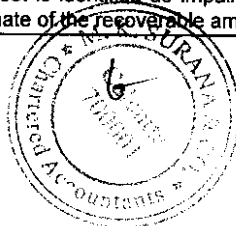
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

**N. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**O. IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.



**Raj Construction Projects Private Limited**

The Notes forming part of the Financial Statement

**26. Earnings per share in accordance with AS-20**

Earnings per share is computed as under:-		As at	As at
		31st March, 2015	31st March, 2014
Profit available for Equity Shareholders	(A) (Rs.)	11,516,654	19,758,002
Weighted average number of Equity Shares outstanding	(B) (Nos.)	1,854,450	1,854,450
Earnings per share (Face value of Rs.10/- per Equity Share) Basic & Diluted	(A/B) (Rs.)	6.21	10.65

**27. Segment Reporting:-**

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". The disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

**28. Related Party Disclosures in accordance with AS - 18:-**

(i) Enterprises where control exists

A) Holding Company

Sl. No.	Name of Company
1	RDB Realty & Infrastructure Limited

B) Others

Sl. No.	Name of Company
1	Maple Tie Up Private Ltd

(ii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-Mar-2014

Amount in (Rs.)

Nature of Transactions	Holding Company		Key Management Personnel & their Relatives		Others	
	As at 31st March 2015	As at 31st March 2014	As at 31st March 2015	As at 31st March 2014	As at 31st March 2015	As at 31st March 2014
<b>Opening Balance</b>						
Loan Given	28,574,720	---	---	---	---	---
<b>Transaction during the year</b>						
Interest Income	1,350,043	---	---	3,252,293	---	---
Rent Received	90,000	90,000	---	---	---	---
Interest Paid	---	451,029	---	---	---	---
Directors' Remuneration	---	---	---	---	---	---
Advance Received Repaid	---	---	---	---	---	---
Unsecured Loan Received	---	86,159,175	---	---	---	---
Unsecured Loan Repaid	---	95,093,879	---	---	---	---
Loan Given	---	---	---	143,792,188	---	---
Refund of Loan Given	26,100,000	---	---	277,319,651	---	---
<b>Closing Balance</b>						
Reveivable	16,854	126,405	---	---	---	---
Unsecured Loan	---	-	---	---	---	---
Loan Given	3,689,759	---	---	7,886,136	---	---

29. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.

30. The previous year figures have been reclassified / regrouped wherever necessary

For **M.K.SURANA & CO**  
Chartered Accountants

**Kirti Kumar Surana**  
Partner  
Membership No.061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.  
The 25th day of May 2015

For and on behalf of the Board of Directors

**RAJ CONSTRUCTION PROJECTS PVT. LTD.****RAJ CONSTRUCTION PROJECTS PVT. LTD.**

Pradeep Kishore

Director

S. P. P. P.

Ravilinkha

Director



**PENUMARTHI & CO.**  
**CHARTERED ACCOUNTANTS**

**INDEPENDENT AUDITORS'S REPORT**

To,  
The Members of  
RDB LEGEND INFRASTRUCTURE PRIVATE LIMITED

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**Report on the Financial Statements**

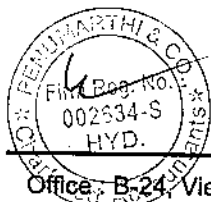
We have audited the accompanying financial statements of M/s. RDB LEGEND INFRASTRUCTURE PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and cash flow statements for the year ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The company's board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 specified under section 133 of the Act read with the Rule 7 of the Companies (Accounts) Rules 2014. This responsibility also includes the maintenance of the accounting records in accordance of the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies making judgements and estimates that are reasonable and prudent and the design, implementation and maintenance of internal control , that were operating effectively for ensuring the accuracy and completeness of the accounting records 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. We have conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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.

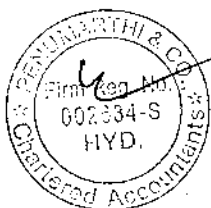
### **Opinion**

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 and 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, 2015;
- b.) in the case of the statement of the Profit and Loss Account, of the profit/ 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, 2015 ("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.





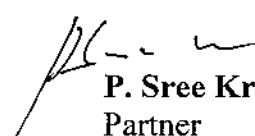
2. As required by section 143(10) of the Act, we report that:

- 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 statements 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 Specified under Section 133 of the Companies Act, 2013 read with Rule 7 Of the Companies (Accounts) Rules 2014 ; and
- e) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164 of the Act.

Place: Hyderabad  
Date: 25.05.2015



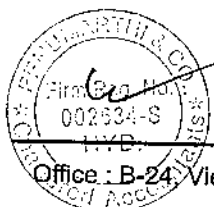
**For PENUMARTHI & CO.,**  
Chartered Accountants  
(Firm Registration No. 02634S)

  
**P. Sree Krishna**  
Partner  
(Membership No. 018908)



The Annexure referred to in our Independent Auditor's Report to the members of RDB Legend Infrastructure Private Limited on the stand alone financial statements for the year Ended on 31.03.2015. We report that:

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and the situation of the Fixed Assets.
- (b) The Fixed Assets of the Company have been physically verified by the management at the end of the year, which is reasonable, and no material discrepancies between books and the physical inventory have been noticed.
- (ii) (a) The company is maintaining proper records of the inventory. The company has been conducting physical verifications of same. The discrepancies noticed on verification between the physical and the book records were not material.
- (b) The procedure followed for physical verification by the management is reasonable and adequate in relation to the size of the Company and nature of its business.
- © The company is maintaining proper records of the inventory. The discrepancies noticed on verification between the physical and the book records were not material.
- (iii) The Company has not granted any loans secured or unsecured to Companies, firms or other parties listed in their register maintained under Section 189 of the Companies Act 2013.
- (iv) In our opinion and according to the information and explanations give to us the Company has adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of goods and other assets and for sale of goods. During the course of the audit, we have not observed any continuing failure to correct major weaknesses in internal control system of the company.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from public which attracts the provisions of section 76 of the Companies Act 2013.
- (vi) We have broadly reviews the books of accounts relating to materials, labor and other items of cost maintained by the company pursuant to the Rules made by the Central Government for the maintenance of the cost records under sub section (1) of Section 148 of the Companies Act, 2013, and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained.





- (vii)(a) The Company is regular in depositing the statutory dues except in respect of Service Tax and TDS. On our verification and explanations given to us the company has to remit an amount of Rs. 88.22 Lakhs towards the service tax Collected and Rs. 53.52 Lakhs towards the TDS made from the contractors and salary employees etc., to the credit of the Central Govt., Account. These amounts are outstanding as at the last day of the financial year, in respect of Service Tax the delay is for a period of one year and in respect of TDS delay is for period of more than three months from the date they become payable to the best of our information.
- (vii) (b) Further, since the Central Government has till date not prescribed the amount of cess payable under section 441 A of the Companies Act, 1956, we are not in a position to comment upon the regulatory or otherwise of the company depositing the same.
- (viii) In our opinion, the accumulated losses of the company are not more than fifty percent of its net worth. Further the company has incurred cash losses of Rs. 123.97 Lakhs during the financial year covered by our Audit and immediately preceding financial year.
- (ix) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of the dues to a financial institution, and banks.
- (x) The company has not given any guarantee to any financial institution prejudicial to the interest of the company.
- (xi) In our opinion, the term loans have been applied for the purpose for which they were raised.
- (xii) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

PLACE: HYDERABAD  
DATE: 25.05.2015



For PENUMARTHI & CO.,  
Chartered Accountants

  
(P. SREE KRISHNA)  
Partner M No 018908  
Firm No. 002634S

**RDB LEGEND INFRASTRUCTURE PVT LTD**

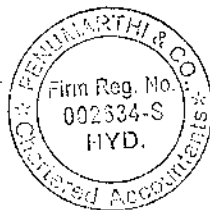
**D.NO.6-3-1238, Legend Apartments, Rajbhavan Road, Somajiguda, Hyderabad-500082.**

**BALANCE SHEET AS AT 31st Mar, 2015 ( In Rupees)**

	Note No.	For the Year 31st Mar, 2015	For the Year 31st Mar, 2014
<b>I EQUITY &amp; LIABILITIES</b>			
<b>1. Shareholders' Funds</b>	1		
a) Share Capital		601,00,000	601,00,000
b) Reserves & Surplus		2229,37,147	2353,34,203
<b>2. Share application money pending allotment</b>		2830,37,147	2954,34,203
		49,41,000	446,01,000
<b>3. Non Current Liabilities</b>	2		
a) Long Term Borrowings		26,54,883	48,32,875
b) Other Long Term Liabilities		---	---
		26,54,883	48,32,875
<b>4. Current Liabilities</b>	3		
a) Short Term Borrowings		3359,80,071	3066,36,988
b) Trade Payables		957,18,977	1280,23,309
c) Other Current Liabilities		16480,63,111	13416,50,745
d) Short Term Provisions		---	1,01,414
		20797,62,159	17764,12,456
<b>Total</b>		<b>23703,95,190</b>	<b>21212,80,534</b>
<b>II ASSETS</b>			
<b>1. Non Current assets</b>			
a) <u>Fixed Assets</u>	4		
i) Tangible Assets		162,90,402	158,69,738
ii) Intangible Assets		---	---
iii) Capital Work In Progress		---	---
		162,90,402	158,69,738
b) Non Current investments	5	---	---
c) Long Term Loans & Advances	6	4543,18,763	4514,68,614
<b>2. Current Assets</b>	7		
a) Inventories		16143,88,668	14791,39,710
b) Trade Receivables		2371,34,134	1277,53,980
c) Cash & Cash Equivalents		38,85,238	33,18,278
e) Short Term Loans and Advances		9,468	51,000
f) Other Current Assets		443,68,517	436,79,213
		18997,86,025	16539,42,182
<b>Total</b>		<b>23703,95,190</b>	<b>21212,80,534</b>
The Notes forming part of the Financial Statement in terms of our report attached.	15		

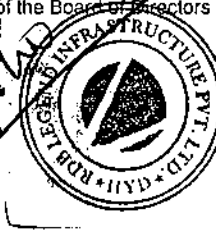
For PENUMARTHI&CO  
Chartered Accountants  
Firm No.002634S

**P.SREE KRISHNA**  
Partner  
Membership No.018908  
B-24,View Towers, Lakdikapool,  
Hyderabad-500004  
The 25th day of May 2015



For and on behalf of the Board of Directors

**B Nageshwar Rao**  
Managing Director



**Kapel Baldawa**  
Jt. Managing Director



**RDB LEGEND INFRASTRUCTURE PVT LTD**

**D.NO.6-3-1238, Legend Apartments, Rajbhavan Road, Somajiguda, Hyderabad-500082.**

**PROFIT & LOSS FOR THE YEAR ENDED 31st Mar 2015 (In Rupees)**

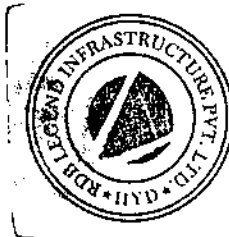
	Note No.	As at 31st Mar 2015	As at 31st Mar 2014
<b>1 REVENUE</b>			
Revenue From Operations	8	1315,39,581	1410,00,980
Other Income	9	8,36,814	7,02,685
<b>Total Revenue</b>		<b>1323,76,395</b>	<b>1417,03,665</b>
<b>2 EXPENSES</b>			
Construction activity expenses	10	2662,29,907	4020,21,905
Changes in Inventories of Finished Goods, Work in Progress & Stock in Trade	11	(1352,48,958)	(2799,22,086)
Employee Benefits & Expenses	12	92,18,139	91,44,966
Finance Costs	13	20,78,096	8,14,298
Depreciation		(1,48,763)	18,73,899
Others Expenses	14	26,45,030	72,38,468
Preliminary expenses		---	---
<b>Total Expenses</b>		<b>1447,73,451</b>	<b>1411,71,450</b>
<b>PROFIT / (LOSS) BEFORE TAX</b>		<b>(123,97,056)</b>	<b>5,32,215</b>
<b>3 TAX EXPENSES</b>			
<u>Less: Provision For Taxation</u>			
a) Current Tax		---	1,01,414
b) Tax for Earlier Year		---	---
<b>PROFIT / (LOSS) AFTER TAX</b>		<b>(123,97,056)</b>	<b>4,30,801</b>
<u>Profit/(Loss) From Discontinuing Operations</u>			
Provision for Income Tax Written Back		---	---
<b>4 PROFIT / (LOSS) FOR THE PERIOD</b>		<b>(123,97,056)</b>	<b>4,30,801</b>
<b>EARNINGS PER SHARE (OF ` PER SHARE)</b>			
Basic		(2.06)	0.07
Diluted		(2.06)	0.07
The Notes forming part of the Financial Statement	15		

In terms of our report attached.

For **PENUMARTHI&CO**  
Chartered Accountants  
Firm No.002634S



**P.SREE KRISHNA**  
Partner  
Membership No.018908  
B-24,View Towers, Lakdikapool,  
Hyderabad-500004  
The 25th day of May 2015



For and on behalf of the Board of Directors

**B Nageshwar Rao**  
Managing Director

**Kapel Baldawa**  
Jt. Managing Director

**RDB LEGEND INFRASTRUCTURE PVT LTD****Notes to the Financial Statement****(In Rupees)**

Particulars	As at 31st Mar, 2015	As at 31st Mar, 2014
<b>Notes No. 1 Shareholders' Funds</b>		
<b>a) Share Capital</b>		
Authorised		
8500000 Equity Shares of ` 10/- each	850,00,000	850,00,000
Previous year 10000000 Equity Shares of ` 10/- each		
1500000, 9% Optionally Convertible Preference Shares 10/- each	150,00,000	150,00,000
Previous Year , NIL		
	<b>1000,00,000</b>	<b>1000,00,000</b>
Issued, Subscribed and Paid up:		
60,10,000 Equity Shares of ` 10/- each	601,00,000	601,00,000
	<b>601,00,000</b>	<b>601,00,000</b>

i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Equity shares with voting rights	Closing Balance	Closing Balance
<b>As on 1st April, 2014</b>		
- Number of shares	60,10,000	60,10,000
- Amount (')	601,00,000	601,00,000
<b>Year ended 31 March, 2015</b>		
- Number of shares	60,10,000	60,10,000
- Amount (')	601,00,000	601,00,000

ii) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates:

Particulars	Name of the Company	Number of Equity Shares	Number of Equity Shares
Period		For the Year 31st Mar, 2015	For the Year 31st Mar, 2014
Holding Company	RDB Reality Infrastructure Ltd	30,65,100	30,65,100
Ultimate Holding Company	None	---	---
Subsidiaries of the Holding Company	None	---	---
Associates of the Holding Company	None	---	---
Subsidiaries of the ultimate	None	---	---
Associates of the ultimate	None	---	---

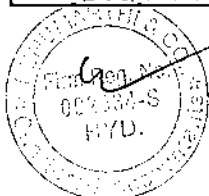
iii) Arrears of fixed cumulative dividends on preference shares as at 31 March, 2015 NIL- (As at 31 March, 2014 NIL)

(iv) Details of shares held by each shareholder holding more than 5% shares:

Name of shareholder Equity shares with voting rights	As on 31st Mar, 2015		As on 31st Mar, 2014	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
RDB Reality Infrastructure Ltd	30,65,100	51%	30,65,100	51%
Legend Estates Private Limited	29,44,900	49%	29,44,900	49%

(v) Shares Reserved for Issue under option As at 31st March , 2015 are NIL (Previous Year NIL)

(vi) No Equity or Preference shares allotted as fully paid up pursuant to contract(s) without payment being received in cash for the period of 5 years immediately preceding the Balance Sheet date.

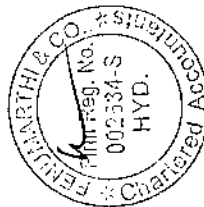


Particulars	As at 31st Mar, 2015		As at 31st Mar, 2014	
<b>b) Reserves &amp; Surplus</b>				
Securities Premium				
Opening Balance		---		---
Closing Balance		2400,00,000		2400,00,000
Profit & loss Account				
Opening Balance		(46,65,797)		(50,96,598)
As per annexed account		(123,97,056)		4,30,801
		<b>2229,37,147</b>		<b>2353,34,203</b>
<b>Notes No. "2" Non Current Liabilities</b>				
<b>a) Long Term Borrowings</b>				
From ICICI Bank		---		---
From Kotak Mahindra Bank		---		3,28,111
From Kotak Mahindra Bank - II		26,54,883		43,63,066
From L&T Finance Ltd		---		1,41,699
		<b>26,54,883</b>		<b>48,32,875</b>
<b>b) Others Long Term Liabilities</b>				
Security Deposit		---		---
Advance Against Properties		---		---
		---		---
<b>Notes No. "3" Current Liabilities</b>				
<b>a) Short Term Borrowings</b>				
a) Related Parties		2167,10,489		719,87,008
(Includes interest Rs.3254615/-, Previous year Rs.2929295/-)				
b) Body Corporates		1192,69,582		2346,49,980
		<b>3359,80,071</b>		<b>3066,36,988</b>
<b>b) Trade Payables</b>				
Sundry Creditors:				
- Goods		463,46,746		716,59,891
- Services		431,06,614		467,54,967
- Expenses		62,65,617		96,08,451
		<b>957,18,977</b>		<b>1280,23,309</b>
<b>c) Other Current Liabilities</b>				
Advance From Customers		1133175174		911614394
Advance received against property		4915,45,000		4052,45,000
Rental Deposit Received		66,27,785		66,27,785
Interest Accrued But Not Due on Loans		---		---
Statutory Liabilities		167,15,152		181,63,566
		<b>16480,63,111</b>		<b>13416,50,745</b>
<b>d) Short Term Provisions</b>				
Provision for Income Tax		---		1,01,414
Income Tax Payable for Earlier Years		---		---
		---		<b>1,01,414</b>

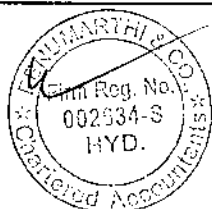


**RDB LEGEND INFRASTRUCTURE PRIVATE LIMITED**  
**31.03.2015**

Schedule - "4" Fixed Assets										In ` Rupees.	
SLM Method										NET BLOCK	
Description of Tangible Assets	GROSS BLOCK			ACCUMULATED DEPRECIATION				NET BLOCK			
	As At 1st April 2014	Additions During the Year	Transferred to Inventory	As at 31st Mar 2015	Up to 1st April 2014	For During the Period	Transferred to Inventory	Up to 31st Mar 2015	As at 31st Mar 2015	As at 31st Mar 2014	
i) Tangible Assets											
Computers	13,00,331	15,600	---	13,15,931	6,80,731	3,38,933	---	10,19,664	2,96,267	6,19,600	
Airconditioners	5,82,989	---	---	5,82,989	1,16,090	(5,120)	---	1,10,970	4,72,019	4,66,899	
Concrete Mixer	4,41,525	---	---	4,41,525	1,34,561	(38,234)	---	96,327	3,45,198	3,05,964	
Tower Crane	78,97,244	---	---	78,97,244	25,67,929	(7,44,098)	---	18,23,831	60,73,413	53,29,315	
Tower Crane II	66,50,898	---	---	66,50,898	1,14,058	5,56,819	---	6,70,877	59,80,021	65,36,840	
Furniture & Fixtures	13,28,385	21,755	---	13,50,140	4,88,999	(1,58,571)	---	3,30,428	10,19,712	8,39,386	
Machinery & Equipment	16,43,457	2,34,546	---	16,43,457	4,46,838	(1,83,001)	---	2,63,837	13,79,620	11,96,619	
Office Equipment	2,21,313	---	---	4,55,859	---	1,13,001	---	1,13,001	3,42,857	---	
Mini Van	5,36,511	---	---	5,36,511	1,83,707	(28,491)	---	1,55,216	3,81,295	3,52,804	
Sub Total	206,02,653	22,71,901	---	208,74,554	47,32,915	(1,48,763)	---	45,84,153	162,90,402	156,48,425	
ii) Intangible Assets											
Sub Total	---	---	---	---	---	---	---	---	---	---	
iii) Capital Work in Progress											
Capital Work In Progress	---	---	---	---	---	---	---	---	---	---	
Sub Total	---	---	---	---	---	---	---	---	---	---	
Grand Total	206,02,653	22,71,901	---	208,74,554	47,32,915	(1,48,763)	---	45,84,153	162,90,402	156,48,425	
Previous Year	126,52,980	79,49,673	---	206,02,653	28,59,016	18,73,899	---	47,32,915	158,69,738	97,93,964	

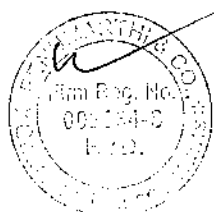


Particulars	As at 31st Mar, 2015		As at 31st Mar, 2014	
<b>Notes No. "5" Non Current Investments</b>				
Long Term Investment in - Non Trade				
Unquoted Equity Shares	Nos.	Cost ( ` )	Nos.	Cost ( ` )
Face Value				
₹ 10	---	---	---	---
₹ 10	---	---	---	---
₹ 10	---	---	---	---
<b>TOTAL</b>	---	---	---	---
Aggregate book cost of unquoted investments Rs.				
<b>Notes No. "6" Long Term Loans &amp; Advances</b>				
Capital Advances				
Total A		---		---
Deposits with Land Owners		4535,76,172		4514,26,172
Deposits - Others		7,42,591		42,442
Preliminary Expenses to the extent Not W/Off		---		---
Total B		4543,18,763		4514,68,614
<b>Grand Total (A + B)</b>		4543,18,763		4514,68,614
<b>Notes No. "7" Current Assets</b>				
a) Inventories				
Work In Progress(As Certified By Management)		16143,88,668		14791,39,710
		16143,88,668		14791,39,710
b) Trade Receivables				
(Unsecured, considered good)				
a) Exceeding Six months				
b) Other Debts		2371,34,134		1277,53,980
Total A		2371,34,134		1277,53,980
<b>Grand Total</b>		2371,34,134		1277,53,980
c) Cash & Cash Equivalents				
i) Balances with Banks				
Current Accounts		31,10,223		24,09,016
ii) Cash in Hand				
Cash in hand (As certified by management)		7,75,015		9,09,262
iii) Fixed Deposits				
Fixed Deposit Account(Pledged With Bank As Security)		---		---
Interest Accrued on Fixed Deposit		---		---
		38,85,238		33,18,278
d) Short Term Loans and Advances				
Advances Recoverable in cash or in kind or for value to be received				
a) Related Parties		---		---
b) Others		9,468		51,000
		9,468		51,000
e) Other Current Assets				
Advance to suppliers & Others		131,16,331		197,03,456
Advance Against Service Taxes		247,99,822		226,73,715
Advance, Self Assessment Tax & TDS Receivable		64,52,364		13,02,042
		443,68,517		436,79,213



**RDB LEGEND INFRASTRUCTURE PVT LTD****Notes to the Financial Statement****(In Rupees)**

	As at 31st Mar, 2015	As at 31st Mar, 2014
<b>Notes No. - "8" Revenue From Operations</b>		
a) Sales of Construction	1315,39,581	1410,00,980
	<b>1315,39,581</b>	<b>1410,00,980</b>
<b>Notes No. - "9" Other Income</b>		
a) Misc. Income	8,36,814	5,12,500
b) Interest Received(Net)	0	1,90,185
	<b>8,36,814</b>	<b>7,02,685</b>
<b>Notes No. - "10" Construction activity expenses</b>		
i) Registration Charges	0	0
ii) Construction and Other Materials	1197,40,672	1853,97,972
iii) Labour Charges	696,49,095	1019,07,970
iv) Other Construction Expenses	417,56,251	809,05,216
v) Interest Paid on Loan	334,36,289	308,28,389
vi) Profession Charges	16,47,600	29,82,359
	<b>2662,29,907</b>	<b>4020,21,905</b>
<b>Notes No. - "11" Changes in Inventories of Finised Goods,</b>		
<b>Work in Progress &amp; Stock in Trade</b>		
Work In Progress	14791,39,710	11992,17,624
<b>Total (A)</b>	<b>14791,39,710</b>	<b>11992,17,624</b>
B) Closing Stock (As Certified by the Management)		
A) Work In Progress	16143,88,668	14791,39,710
<b>Total (B)</b>	<b>16143,88,668</b>	<b>14791,39,710</b>
<b>(A - B)</b>	<b>(1352,48,958)</b>	<b>(2799,22,086)</b>
<b>Notes No. - "12" Employee Benefits Expenses</b>		
Salary & Bonus	92,18,139	91,44,966
	<b>92,18,139</b>	<b>91,44,966</b>
<b>Notes No. - "13" Finance Costs</b>		
Bank Charges	1,00,365	44,993
Interest Paid to Others	19,77,731	7,69,305
	<b>20,78,096</b>	<b>8,14,298</b>
<b>Notes No. - "14" Others Expenses</b>		
<b>a) Adminstration Expenses</b>		
Statutory Audit Fees	1,50,000	1,50,000
Internet Charges	2,21,933	2,86,841
Filing Fees	43,900	20,500
Rates & Taxes	2,46,902	2,25,301
General Expenses	3,60,374	5,96,783
<b>Total (A)</b>	<b>10,23,109</b>	<b>12,79,425</b>
<b>b) Marketing Expenses</b>		
Advertisement & Publicity	16,21,921	59,59,043
<b>Total (B)</b>	<b>16,21,921</b>	<b>59,59,043</b>
<b>Grand Total (A + B)</b>	<b>26,45,030</b>	<b>72,38,468</b>



# RDB LEGEND INFRASTRUCTURE PVT LTD

D.NO.6-3-1238, Legend Apartments, Rajbhavan Road, Somajiguda, Hyderabad-500082.

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015 (In Rupees)

	For the year ended 31st March, 2015		For the year ended 31st March, 2014	
<b>A. Cash Flow from Operating Activities</b>				
Net Profit/ (Loss) before Tax, & Extraordinary Items		-12397056		532215
Adjustments for :				
Depreciation	-148763		1873899	
Preliminary expenses	0		0	
Interest Income	-		(1,90,185)	
Interest Paid	35414019.8	352,65,257	31597694	332,81,408
Operating Profit before Working Capital Changes		228,68,201		338,13,623
Adjustments for :				
(Increase)/ Decrease in Inventories		(1352,48,958)		(2799,22,086)
(Increase)/ Decrease in Trade and Other Receivables		(1064,25,711)		(465,49,569)
Increase/ (Decrease) in Trade Creditors and Other Payables		2740,06,620		3430,34,299
Income Tax paid		(64,52,364)		(13,02,042)
Net Cash Inflow from Operating Activities		487,47,789		490,74,225
<b>B. Cash Flow from Investing Activities</b>				
Acquisition of Fixed Assets		(2,71,901)		(79,49,673)
Interest Received		-		1,90,185
Net Cash Inflow from Investing Activities		(2,71,901)		(77,59,488)
<b>C. Cash Flow from Financial Activities</b>				
Interest paid		(354,14,020)		(367,67,033)
Increase/ (Decrease) in Long Term Borrowings		(21,77,992)		(741,90,898)
Proceeds from Issue of Share Capital		-		-
Share Application Money Received		(396,60,000)		-
Increase/ (Decrease) in Short Term Borrowings		293,43,083		675,85,105
Net Cash Inflow from Financial Activities		(479,08,929)		(433,72,826)
Net Cash Inflow/ (Outflow) during the year (A+B+C)		5,66,959		(20,58,088)
Cash and Cash Equivalents at the beginning of the year		33,18,278		53,76,366
Cash and Cash Equivalents at the end of the year		38,85,238		33,18,278

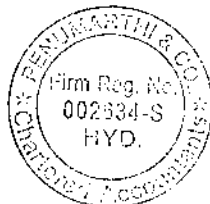
I) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

II) Previous year figures have been regrouped/ rearranged wherever necessary.

This is the Cash Flow Statement referred to in our report of even date.

In terms of our report attached.

For **PENUMARTHI & CO**  
Chartered Accountants  
Firm No.002634S



**P.SREE KRISHNA**  
Partner  
Membership No.018908  
B-24, View Towers, Lakdikapool,  
Hyderabad-500004  
The 25th day of May 2015

For and on behalf of the Board of Directors

**B.Nageshwar Rao**  
Managing Director



**Kapil Baldawa**  
Jt. Managing Director

**RDB Legend Infrastructure Private Limited**  
The Notes forming part of the Financial Statement

**15. SIGNIFICANT ACCOUNTING POLICIES**

**A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards specified under Section 133 of the Companies Act read with Rule 7 of Companies (Accounts) Rules, 2014. The financial statements have been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in Schedule II of the Companies Act, 2013.

**B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

**C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- c) Interest income is recognised on time proportion basis.

**D. FIXED ASSETS**

Fixed Assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

**E. DEPRECIATION**

During the year the method of providing the Depreciation on assets is changed to Straight Line method as compared to the earlier year method which is on Written Down Value method. This has been adopted as per the provisions of the Part C of schedule II of The Companies Act 2013. Due to the change in method of depreciation the depreciation charges to Profit and Loss account is Rs.(-) 1,48,763/- instead of Rs. 23,47,274/-.

**F. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.  
Provision for obsolescence in inventories is made, wherever required.





## **RDB Legend Infrastructure Private Limited**

The Notes forming part of the Financial Statement

### **G. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### **H. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

### **I. EMPLOYEE BENEFITS**

As on 31st March, 2015, there is no liability towards Employees benefit.

Employees Provident Fund and Employees State Insurance Corporation Acts are not applicable to the company

### **J. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

### **K. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

### **L. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

### **M. IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.



**RDB Legend Infrastructure Private Limited**

The Notes forming part of the Financial Statement

**16. Earnings per share in accordance with AS-20**

Earnings per share is computed as under:		As at 31st March 2015	As at 31st March 2014
Profit available for Equity Shareholders	(A) (₹)	(123,97,056)	4,30,801
Weighted average number of Equity Shares outstanding	(B) (Nos.)	60,10,000	60,10,000
Earnings per share (Face value of ₹ 10/- per Equity Share) Basic & Diluted	(A/B) (₹)	(2.06)	0.07

**17. Segment Reporting:-**

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

**18. Related Party Disclosures in accordance with AS - 18:-**

(i) Enterprises where control exists

(A) Holding Company

Sl. No.	Name of Company
1	RDB Realty & Infrastructure Limited

(ii) Other related parties with whom the company had transactions:-

(A) Key Management Personnel &amp; their relatives:-

Sl. No.	Name	Designation / Relationship
1	B Nageshwara Rao	Managing Director
2	Kapel Baldawa	Jt Managing Director
3	B Rajsekhar Reddy	Director



**RDB Legend Infrastructure Private Limited**  
The Notes forming part of the Financial Statement

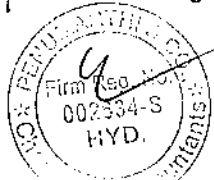
(B) Enterprises over which Key Management Personnel/Major Shareholders/Their Relatives have Significant influence: -

Sl. No.	Name of Enterprise
1	Legend Estates Private Limited

(iii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-Mar-2015 (and Previous year figures have been given in brackets) Amount in (Rs.)

Nature of Transactions	Holding Company (RDB Realty Infrastructure Limited)	Key Management Personnel & their Relatives	Enterprises over which KMP & their relatives have significant influence
Interest Paid	4,39,866		
Directors' Remuneration ( Rs.16.00 lakhs each ( Previous year Rs.16 lakhs each) to Mr.Nageshwara Rao, Mr.Kapel Baldawa and Mr.Rajasekhar Reddy)		48,00,000	
Unsecured Loan Received	Nil (---)	35,00,000	15,60,632
Unsecured Loan Repaid	(---)	(---)	371,51,849
Advance Received			
Refund of Advance Received			
Closing Balance on March 31st			
Remuneration Payable		23,13,600	
Advance Taken			
Loan Given			
Unsecured Loan Taken	40,61,430	230,04,089	148,59,425

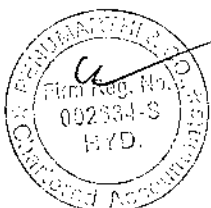
19. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except as stated and informed by the Management.
20. The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of this Act to them.
21. During the year 2013-2014, the Company has availed the term loan facility of Rs. 52.92 Lakhs from Kotak Mahindra Bank Limited against which against the company hypothecated the crane purchased out of the term loan availed.
22. During the year 2011-2012, the Company has availed the term loan facility of Rs. 49.36 Lakhs from Kotak Mahindra Bank Limited against which against the company hypothecated the crane purchased out of the term loan availed. This loan has been satisfactorily closed during the financial year.
23. During the year 2012-2013, the Company has availed the Vehicle loan facility of Rs.4.36 Lakhs from L & T finance against which against the company hypothecated the vehicle purchased out of the term loan availed. This loan has been satisfactorily closed during the financial year.



**RDB Legend Infrastructure Private Limited**  
The Notes forming part of the Financial Statement

**24. Details of secured Loans with repayments :**

Type	Nature of Loan	Taken From	Payment Details	Others Remarks	2014-2015	2013-2014
Secured by way of hypothecation of equipments	Equipments Finance	Kotak Mahindra Bank	The Loan is Repayable in 35 Monthly Instalments of ₹ 1,66,695/- starting from 15-Jul-11 and last instalment falling due on 15-Apr-14.	The applicable rate of interest is 11.50%	Nil	328111
Secured by way of hypothecation of equipments	Equipments Finance	Kotak Mahindra Bank	The Loan is Repayable in 35 Monthly Instalments of ₹ 1,81,825/- starting from 30-Sep-13 and last instalment falling due on 20-July-16.	The applicable rate of interest is 13.16%	2654883.46	4363066
Secured by way of hypothecation of Motor vehicle	Motor vehicle Finance	L&T Finance Ltd	The Loan is Repayable in 23 Monthly Instalments of ₹ 21,830/- starting from 01-Dec-12 and last instalment falling due on 01 October-14.	The applicable rate of interest is 16%	Nil	141699



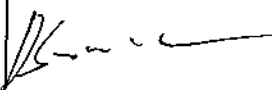
## RDB Legend Infrastructure Private Limited

The Notes forming part of the Financial Statement

25. During the year the company has not allotted any share to the existing share holders.
26. The inventory quantity and value is as per the certificate given by the management
27. Percentage of the completion of the construction is as per the management information.
28. Rs. 53.52 lakhs outstanding as at the end of the year, deducted during the year on account of Tax Deuction at source on Salaries, Contractor Payments, Interest, Commission is yet to be deposited with the Central Government. The Company is in process of depositing the same in the account of the Central Government
29. Rs 88.22 lakhs Service Tax payable as at the end of the year on advances received from the customers and on Bills/payments made to Contractors is yet to be deposited with the Central Government. The Company is in process of depositing in the account of the Central Government
30. The previous year figures have been rearranged and regrouped wherever necessary, so as they are comparable to the current year figures
31. The financial statements for the year ended March 31, 2015 had been prepared as per the then applicable, Schedule III of the Companies Act, 2013, the financial statement for the year ended March 31, 2015, the previous year have also been reclassified / regrouped to confirm to this year's classification. The adoption of Schedule III for previous year figures does not impact recognition and measurement principles followed for preparation of financial statements.

For Penumarthy & Co  
Chartered Accountants  
Firm Regd. No. 002634S



  
P Sree Krishna  
Partner  
Membership No. 18908

For and on behalf of the Board of Directors

  
B Nageshwar Rao  
Managing Director



  
Kapel Baldawa  
Jt. Managing Director

Hyderabad  
The 25th day of May 2015



**INDEPENDENT AUDITORS' REPORT**

To the Members of  
**RDB REALTY PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **RDB Realty Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

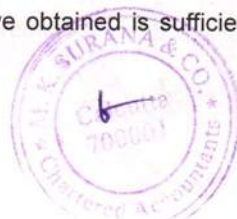
**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 Company's Directors, 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 on the financial statements.





### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit 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, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of the books and records as we considered appropriate and according to the information and explanations given to us, we set out a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
  - i.
    - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
    - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - ii.)
    - a) The inventory has been physically verified by the management at regular intervals.
    - b) In our opinion and according to the information's and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
    - c) On the basis of our examinations of records of the inventory, in our opinion, the company is maintaining proper records of inventory except in respect of work-in-progress. As in earlier years, work-in-progress has been determined by the management on the basis of physical verification. The discrepancies ascertained on physical verification between the physical stock and the book records of inventory were not material in relation to the operations of the Company
  - iii)
    - a) The company has taken unsecured loans from parties covered in the register maintained under section 189 of the Companies Act 2013.
    - b) The payment of the principal amount and interest are regular.
  - iv.) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness in internal control have been noticed or reported.





- v.) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi.) As per the Companies (Cost Records & Audit) Amendment Rules, 2014 dated 31st December, 2014 the products of the Company do not fall under any of the Central Excise Tariff Act, 1985 heading which are covered for applicability of the above rules. Hence maintenance of Cost Records and Cost Audit is not applicable to the Company.
- vii.) a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
- c) There was no amount required to be transferred to Investor education and protection fund in accordance with the relevant provisions of the companies Act, 1956 (1 of 1956) and rules made there under.
- viii.) The Company does not have accumulated losses in the current financial year. Further, neither there was any cash loss in the financial year under review nor in the immediately preceding financial year.
- ix.) As per the books and records examined by us and according to the information and explanations given to us, in our opinion, the company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- x.) The Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xi.) In our opinion, and according to the informations and explanations given to us, there is no term loan hence this clause is not applicable for the company.
- xii.) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the informations and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

2. As required by Section 143(3) of the Act, we report that :

- a.) We have sought and 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 these books.
- c.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.



- d.) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement comply with the accounting standards referred to in section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e.) In our opinion and according to the explanations given to us, none of the Directors are disqualified from being appointed as directors under section 164(2) of the Companies Act, 2013.
- f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there is any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund of the Company.

**For M.K SURANA & CO**

Chartered Accountants

Firm Reg. No. 324127E

*Kirti Kumar Surana*



Kirti Kumar Surana

**Partner**

Membership No.061605

20, Synagogue Street, 2nd Floor

Dated: 25th Day of May 2015



**RDB Realty Private Limited**

Balance Sheet as at 31st March, 2015

Particulars	Notes No.	As at 31st March 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000,000		100,000,000	
b) Reserves & Surplus	2	(11,310,513)	88,689,487	(10,226,514)	89,773,486
<b>2. Non Current Liabilities</b>					
a) Other Long Term Liabilities	3	90,000,000	90,000,000	90,000,000	90,000,000
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	4	145,879,974		124,142,687	
b) Trade Payables	5	---		60,793	
c) Other Current Liabilities	6	920,398,798		924,836,609	
d) Short Term Provisions		---	1,066,278,772	---	1,049,040,089
<b>Total</b>			<b>1,244,968,260</b>		<b>1,228,813,575</b>
<b>II ASSETS</b>					
<b>1. Non Current assets</b>					
a) Fixed Assets	7				
i) Tangible Assets		710,693	710,693	880,749	880,749
ii) Intangible Assets		---		---	
a) Deferred Tax Assets (Net)	8	43,841	43,841	43,841	43,841
<b>2. Current Assets</b>					
a) Inventories	9	1,215,977,315		1,203,493,075	
b) Trade Receivable		---		---	
c) Cash and Bank Balances	10	5,615,000		1,839,217	
d) Short Term Loans & Advances	11	22,617,989		22,556,693	
e) Other Current Assets		3,422	1,244,213,726	---	1,227,888,985
<b>Total</b>			<b>1,244,968,260</b>		<b>1,228,813,575</b>
Significant accounting policies and other notes to accounts	17 To 24				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

For M.K.SURANA &amp; CO

Chartered Accountants

Firm Reg. No. : 324127E

Kirti Kumar Surana

Partner

Membership No.061605

20, Synagogue Street, 2nd Floor,

Kolkata - 700 001.

The 25th day of May 2015

For and on behalf of the Board

RDB REALTY PVT. LTD.

RDB REALTY PVT. LTD.

Director

Director

Director

Director

Chief Financial Officer

Company Secretary

# RDB Realty Private Limited

Statements of Profit and Loss for the year ended 31st March 2015

Particulars	Notes No.	For the year ended 31st March 2015 (Amount in ₹)	For the year ended 31st March 2014 (Amount in ₹)
<b>REVENUE</b>			
Revenue From Operations	12	---	30,379,228
Other Income		---	---
		---	<b>30,379,228</b>
<b>EXPENSES</b>			
Construction Activity Expenses	13	12,484,240	26,508,387
Changes in Inventories of Finished Goods and Work in Progress	14	(12,484,240)	8,302,723
Employee Benefits Expense	15	878,286	792,628
Depreciation	7	170,056	142,456
Other Expenses	16	35,656	37,815
		<b>1,083,998</b>	<b>35,784,009</b>
<b>PROFIT BEFORE TAX</b>		<b>(1,083,998)</b>	<b>(5,404,782)</b>
Less: Provision For Tax			
- Current Tax		---	---
- Tax Adjustment For Earlier Years		---	---
- Deferred Tax		---	15,447
<b>PROFIT AFTER TAX</b>		<b>(1,083,998)</b>	<b>(5,420,229)</b>
<b>EARNINGS PER SHARE (OF Rs. 10 PER EQUITY SHARE)</b>			
- Basic		(0.11)	(0.54)
- Diluted		(0.11)	(0.54)
Notes referred to above forms an integral part of the Financial Statements	17 To 24		

This is the Statement of Profit and Loss referred to in our report of even date.

For M.K.SURANA & CO

Chartered Accountants

Firm Reg. No. : 324127E

For and on behalf of the Board

RDB REALTY PVT. LTD.

Pradeep Hirewat

Director

RDB REALTY PVT. LTD.

Director

Director

Kirti Kumar Surana

Partner

Membership No.061605

20, Synagogue Street, 2nd Floor,

Kolkata - 700 001.

The 25th day of May 2015

Pankaj Dugar

Chief Financial Officer

Tapasya Rakhecha

Company Secretary



# RDB Realty Private Limited

Cash Flow Statement for the year ended 31st March, 2015

Cash Flow Statement	For the year ended 31st March, 2015 (Amount in ₹)		For the year ended 31st March, 2014 (Amount in ₹)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		(1,083,998)		(5,404,782)
Adjustments for				
Depreciation	170,056		142,456	
Interest Paid	10,871,190		13,801,264	
Interest Received	---	11,041,246	---	13,943,720
<b>Operating Profit Before Working Capital Changes</b>		<b>9,957,248</b>		<b>8,538,939</b>
(Increase) / Decrease in Inventories	(12,484,240)		8,302,720	
(Increase) / Decrease in Trade receivables	---		---	
(Increase) / Decrease of Short-Term Advances	(61,296)		5,271,543	
(Increase) / Decrease of Other Current Assets	(3,422)		---	
(Increase) / Decrease of Long-Term Liabilities	---		---	
Increase / (Decrease) in Trade Payables	(60,793)		(64,371)	
Increase / (Decrease) of Other Current Liabilities	(4,437,811)	(17,047,561)	26,227,961	39,737,853
<b>Cash generated from operations</b>		<b>(7,090,314)</b>		<b>48,276,792</b>
Less: Direct taxes paid/(Refunds) including Interest (Net)		---		---
Cash Flow before Exceptional Items		(7,090,314)		48,276,792
<b>Net cash Generated/(used) from operating activities</b>		<b>(7,090,314)</b>		<b>48,276,792</b>
<b>B. Cash Flow from Investing Activities :</b>				
Purchase of fixed assets	---		(42,499)	
Interest Received	---	---	---	(42,499)
<b>Net cash from investing activities</b>		---		<b>(42,499)</b>
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) from Issue of equity shares	---		---	
Proceeds / (Repayment) of Long Term Borrowings	---		---	
Proceeds / (Repayment) of Short Term Borrowings	21,737,287		(33,666,414)	
Interest Paid	(10,871,190)	10,866,097	(13,801,264)	(47,467,678)
<b>Net cash generated/(used) in financing activities</b>		<b>10,866,097</b>		<b>(47,467,678)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>3,775,783</b>		<b>766,615</b>
Cash and cash equivalents -Opening balance		1,839,217		1,072,602
		<b>5,615,000</b>		<b>1,839,217</b>
<b>Cash and cash equivalents -Closing balance</b>		<b>5,615,000</b>		<b>1,839,217</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		5,468,923		1,641,762
Cash on hand (As certified by the management)		146,077		197,455
		<b>5,615,000</b>		<b>1,839,217</b>

This is the Cash Flow Statement referred to in our report of even date.

For M.K.SURANA & CO

Chartered Accountants

Firm Reg. No. : 324127E

Kirti Kumar Surana

Partner

Membership No.061605

20, Synagogue Street, 2nd Floor,

Kolkata - 700 001.

The 25th day of May 2015

For and on behalf of the Board

RDB REALTY PVT. LTD.

RDB REALTY PVT. LTD.

Director

Director

Director

Director

Pankaj Jangal

Chief Financial Officer

Tapasya Rakhecha

Company Secretary

**RDB Realty Private Limited****Notes to Consolidated Financial Statement**

Notes to Consolidated Financial Statement		As at 31st March, 2015 (Amount in ₹)		As at 31st March 2014 (Amount in ₹)	
Particulars					
<b>Notes No. - 1</b>					
<b><u>SHARE CAPITAL</u></b>					
<b><u>a. Authorised Share Capital</u></b>					
15,000,000 Equity Shares of Rs. 10/- each (Previous Year 15,000,000 Equity Shares of Rs. 10/- each)		150,000,000		150,000,000	
		<b>150,000,000</b>		<b>150,000,000</b>	
<b><u>b. Issued, subscribed and paid-up share capital :</u></b>					
10,000,000 Equity Shares of Rs. 10/- each (Previous Year 10,000,000 Equity Shares of Rs. 10/- each)		100,000,000		100,000,000	
		<b>100,000,000</b>		<b>100,000,000</b>	
<b><u>c. Par value per share</u></b>					
Equity shares		10		10	
		<b>10</b>		<b>10</b>	
<b>d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year</b>					
<b>Particulars</b>		<b>As at 31st March 2015</b>		<b>As at 31st March 2014</b>	
No. of shares outstanding as at the beginning of the year		10,000,000		10,000,000	
Add: Number of shares issued during the year		---		---	
Less: Number of shares bought back during the year		---		---	
No. of shares outstanding as at the end of the year		10,000,000		10,000,000	
<b>e. The rights, preferences &amp; restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital</b>					
The Company has only one class of equity shares having par value of Rs.10 per share. Each Shareholder is eligible for one vote. The dividend proposed by the					
<b>f. Details of shareholders holding more then 5% shares, with voting rights.</b>					
Sl. No	Name of Equity shareholders	As at 31st March 2015		As at 31st March 2014	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	5,363,046	53.63%	6,223,200	62.23%
2	Sanjay Surana	1,000,000	10.00%	1,000,000	10.00%
3	Gaurishankar Kothari	1,000,000	10.00%	1,000,000	10.00%
4	Vinod Dugar	-	-	768,500	7.69%
5	Kedar Nath Dhoot	540,977	5.41%	-	-
6	Santosh Devi Dhoot	600,000	6.00%	-	-
<b>TOTAL</b>		<b>8,504,023</b>	<b>85.04%</b>	<b>8,991,700</b>	<b>89.92%</b>
<b>Notes No. - 2</b>					
<b><u>RESERVES &amp; SURPLUS</u></b>					
<b><u>a) Balance in Statement of Profit and Loss</u></b>					
Opening Balance		(10,226,514)		(4,806,285)	
Add : Profit during the year		(1,083,998)		(5,420,229)	
			(11,310,513)		(10,226,514)
			<b>(11,310,513)</b>		<b>(10,226,514)</b>
<b>Notes No. - 3</b>					
<b><u>OTHER LONG TERM LIABILITIES</u></b>					
Advance against properties		---		---	
Sundry Deposits		90,000,000		90,000,000	
		<b>90,000,000</b>		<b>90,000,000</b>	





**RDB Realty Private Limited**

Notes to Consolidated Financial Statement

Particulars	As at 31st March, 2015 (Amount in Rs.)	As at 31st March 2014 (Amount in ₹)
<b>Notes No. - 4</b>		
<b><u>SHORT TERM BORROWINGS</u></b>		
From Other Than Bank (Unsecured)		
a) Related Parties (Holding Co)	---	80,445,338
b) Related Parties (Others)	---	847,273
c) Other	145,879,974	42,850,076
	<b>145,879,974</b>	<b>124,142,687</b>
<b>Notes No. - 5</b>		
<b><u>TRADE PAYABLES</u></b>		
Trade Payables *	---	60,793
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.		
	---	<b>60,793</b>
<b>Notes No. - 6</b>		
<b><u>OTHER CURRENT LIABILITIES</u></b>		
Advances from Customers	919,868,247	923,479,304
Advances Against Properties	---	---
Other Liabilities	65,998	---
Outstanding Statutory Payment	464,553	1,357,305
	<b>920,398,798</b>	<b>924,836,609</b>
<b>Notes No. - 8</b>		
<b><u>DEFERRED TAX ASSETS (NET)</u></b>		
Deferred Tax Liabilities on		
Depreciation Allowance on Fixed Assets	43,841	43,841
	<b>43,841</b>	<b>43,841</b>
<b>Notes No. - 9</b>		
<b><u>INVENTORIES</u></b>		
Work in Progress (As Certified By The Management)	1,215,977,315	1,203,493,075
	<b>1,215,977,315</b>	<b>1,203,493,075</b>
<b>Notes No. - 10</b>		
<b><u>CASH AND BANK BALANCES</u></b>		
a. Cash and Cash Equivalents :		
Balances with Banks	5,468,923	1,641,762
Cash on hand (As certified by the management)	146,077	197,455
	<b>5,615,000</b>	<b>1,839,217</b>
<b>Notes No. - 11</b>		
<b><u>SHORT TERM LOANS &amp; ADVANCES</u></b>		
(Unsecured, considered good)		
Other Advances	22,617,989	22,556,693
TDS Receivable	---	---
	<b>22,617,989</b>	<b>22,556,693</b>





**RDB REALTY PRIVATE LIMITED**  
**Notes to Consolidated Financial Statement**

**Note - "7" Fixed Assets**

Description of Assets	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK	
	As at 1st April 2014	Additions During the Year	Deduction During the Year	As at 31st March 2015	As at 1st April 2014	For During the Period	Deduction During the Year	Up to 31st March 2015	As at 31st March 2015	As at 31st March 2014
<b>a) Tangible Assets</b>										
Plant & Machineries	7,500			7,500	1,944	444		2,388	5,112	5,556
Furniture & Fixtures	7,100			7,100	4,682	252		4,934	2,166	2,418
Vehicles	1,441,449			1,441,449	639,021	128,115		767,136	674,313	802,428
Computers	58,365			58,365	27,262	27,010		54,272	4,093	31,103
Mobile	42,499			42,499	3,255	14,235		17,490	25,009	39,244
<b>Sub Total</b>	<b>1,556,913</b>			<b>1,556,913</b>	<b>676,164</b>	<b>170,056</b>		<b>846,220</b>	<b>710,693</b>	<b>880,749</b>
<b>b) Intangible Assets</b>										
<b>Sub Total</b>										
<b>c) Capital Work in Progress</b>										
Capital Work In Progress										
<b>Sub Total</b>										
<b>Grand Total</b>	<b>1,556,913</b>			<b>1,556,913</b>	<b>676,164</b>	<b>170,056</b>		<b>846,220</b>	<b>710,693</b>	<b>880,749</b>
Previous Year	1,514,414	42,499		1,556,913	533,708	142,456		676,164	880,749	



**RDB Realty Private Limited****Notes to Consolidated Financial Statement**

Particulars	As at 31st March, 2015 (Amount in Rs.)	For the year ended 31st March 2014 (Amount in ₹)
<b>Notes No. - 12</b>		
<b>REVENUE FROM OPERATIONS</b>		
a) Sales & Services		
Construction Activities	---	30,379,228
Sale of Land	---	---
Services	---	---
<b>Total</b>	<b>---</b>	<b>30,379,228</b>
<b>Notes No. - 13</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Cost of Land & Development Charges	---	10,520,000
Construction and other Materials	---	---
Contract Labour Charges	---	---
Professional Charges	136,685	---
Other Construction Expenses	1,476,365	2,187,123
Interest Paid & Other Finance Cost	10,871,190	13,801,264
	<b>12,484,240</b>	<b>26,508,387</b>
<b>Notes No. - 14</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
Opening stock		
Work in Progress	1,203,493,075	1,211,795,798
<b>Sub Total (A)</b>	<b>1,203,493,075</b>	<b>1,211,795,798</b>
Closing stock		
Work in Progress (As Certified by the Management)	1,215,977,315	1,203,493,075
<b>Sub Total (B)</b>	<b>1,215,977,315</b>	<b>1,203,493,075</b>
<b>Total (A - B)</b>	<b>(12,484,240)</b>	<b>8,302,723</b>
<b>Notes No. - 15</b>		
<b>EMPLOYEE BENEFITS EXPENSE</b>		
Salaries, Wages, Bonus, Exgratia etc.	878,286	792,628
	<b>878,286</b>	<b>792,628</b>
<b>Notes No. - 16</b>		
<b>OTHER EXPENSES</b>		
<b>A) ADMINISTRATIVE &amp; GENERAL EXPENSES</b>		
Legal and Professional Charges	---	1,000
Postage, Telegraph & Telephones	---	---
Rates & Taxes	2,500	2,500
Travelling & Conveyance Expenses	---	235
Auditors Remuneration :		
- Statutory Audit Fee	20,000	20,000
- Tax Audit Fee	---	10,000
Filing Fees	7,155	2,179
Printing & Stationary	5,038	1,901
Miscellaneous Expenses	963	---
<b>Total</b>	<b>35,656</b>	<b>37,815</b>





**17. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government under Section 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle of the company has been considered as 12 months.

**B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Management periodically assesses whether there is an indication that an asset may be impaired and makes provision in the accounts for any impairment losses estimated. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the statement of Profit and Loss in the year in which such revisions are made.

**C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on accrual basis on a time proportion basis.

**D. FIXED ASSETS**

Fixed Assets, including those given on lease, are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Software is capitalized, where it is expected to provide future enduring economic benefits.

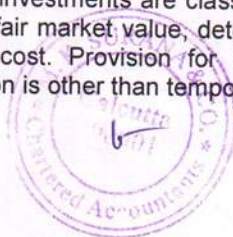
Leasehold land under perpetual lease is not amortized. Lease hold land other than on perpetual lease are being amortized on time proportion basis over their respective lease periods.

**E. DEPRECIATION**

Depreciation is provided on depreciable value (cost minus residual value) using straight line method in the manner that the assets is depreciated over the useful life stated in "Schedule - II" of Companies Act, 2013.

**F. INVESTMENTS**

All investments are bifurcated into Non Current Investments and Current Investments. Investments that are readily realisable and intended to be held for not more than a year from the date of Balance Sheet are classified as Current Investments. All other investments are classified as Non Current Investments. Current Investments are carried at lower of cost or fair market value, determined on an individual investment basis. Non Current Investments are carried at cost. Provision for Diminution in the value of Non Current Investments is made, only if such a diminution is other than temporary.





## G. INVENTORIES

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.

Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.

Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

## H. SALES

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.

## I. FOREIGN CURRENCY TRANSACTION

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the date of transactions or that approximates the actual rate at the date of transactions.

Exchange differences arising on foreign exchange transactions settled during the year are recognized in the statement of profit and loss for the period.

Transaction which remains unsettled at the reporting date and reported at rates prevailing as at reporting date and any exchange gain / loss is recognized in statement of profit and loss.

## J. EMPLOYEE BENEFITS

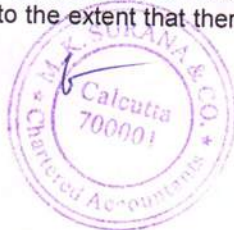
- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the statement of Profit and Loss for the period when the contributions to the respective funds are due.
  - b) Defined Benefit Plan: Employee benefits in the form of Gratuity and Leave Encashment are considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".  
Actuarial gains/losses, if any, are immediately recognized in the statement of Profit and Loss.

## K. BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

## L. TAXATION

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is reasonable certainty that the asset will be realized in future.





**M. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**N. IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

**18. EARNINGS PER SHARE**

Earnings per share is computed as under:-	2014-15		2013-14	
Profit/(Loss) after Taxation (A) (Rs)		(10,83,998)		(54,20,782)
Total Equity Shares		10,000,000		10,000,000
Earnings per share (Face value of Rs. 10/- per share)				
Basic & Diluted (A/B) (Rs)		(0.11)		(0.54)

**19. Auditors' Remuneration:-** Remuneration paid during the year under in terms of appointment is as follows:

PARTICULARS	2013-14 (Rs.)	2013-14 (Rs.)
<b>Statutory Audit Fee</b>	20,000	20,000
<b>Total (A)</b>	<b>20,000</b>	<b>20,000</b>
<b>Tax Audit Fee</b>	--	10,000
Add : Service Tax (inclusive of CESS)	--	--
<b>Total (B)</b>	--	<b>10,000</b>
<b>Grand Total (A + B)</b>	<b>20,000</b>	<b>* 30,000</b>

**20. SEGMENT REPORTING:-**

- The Business of the company falls under a single segment i.e, Development of Real Estate & Infrastructure". In view of the general classification issued by the Institute of Chartered Accountants of India for Companies operating in single segment, the disclosure requirement not applicable to the company.
- The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is not required.



**21. RELATED PARTY DISCLOSURES:-**

In terms of Accounting Standard-18 are as under:

The significant transactions during the year with related parties are as under:

Amount in ₹

SL No	Name of the Related Party	Relationship	Nature of transaction	Outstanding as on 31.03.15	Outstanding as on 31.03.14	Amount taken during the year	Amount repaid during the year
1	RDB Realty & Infrastructure Ltd	Holding	Unsecured Loan	-	8,04,45,338	1,09,00,000	9,13,45,338
2	RDB Realty & Infrastructure Ltd	Holding	Interest Paid	-	25,72,135	-	-

**Note:**

- a) Related party relationships are identified by the Company on the basis of available information which has been relied upon by the auditors.

22. Interest amounting to ₹1,08,71,190/- (Previous year ₹ 1,38,01,264/-) paid on loans taken for real estate projects has been included in the value of inventory.

23. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.

24. The figures of Previous Year have been recast and regrouped wherever considered necessary.

Signatories to Notes forming part of the Accounts

For M. K.SURANA & CO.  
Chartered Accountants  
Firm Reg. No. : 324127E

KIRTI KUMAR SURANA  
Partner  
Membership No.061605  
Kolkata  
The 25<sup>th</sup> day of May, 2015

RDB REALTY PVT. LTD.

Pradeep Hirsawat

Director

Director

RDB REALTY PVT. LTD.

Director

Director

Pankaj Dugar

Chief Financial Officer

Tapasya Rakhecha

Company Secretary