



**PARSVNATH LANDMARK DEVELOPERS PVT. LTD.**

**ANNUAL REPORT 2014-15**

# PARSVNATH LANDMARK DEVELOPERS PVT LTD

## DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure to present the Twelfth Annual Report together with the audited financial statements of the Company for the financial year ended March 31, 2015.

### FINANCIAL RESULTS

Item	[Rs. Crores]	
	FY 2014-15	FY 2013-14
<b>Total Revenue</b>	<b>19.40</b>	<b>67.17</b>
<b>Profit/(Loss) before Depreciation and Tax</b>	<b>(17.53)</b>	<b>(1.39)</b>
Less: Depreciation	0.06	0.12
<b>Loss before Tax</b>	<b>(17.59)</b>	<b>(1.52)</b>
Less: Current Tax	-	-
Deferred Tax	(5.15)	(0.44)
Income Tax adjustment for earlier years	0.01	0.23
<b>Loss after Tax</b>	<b>(12.45)</b>	<b>(1.31)</b>
<b>Add:</b>		
Balance brought forward	86.49	87.80
<b>Amount available for appropriation</b>	<b>74.04</b>	<b>86.49</b>

### DIVIDEND AND AMOUNT PROPOSED TO BE CARRIED TO CARRIED TO RESERVES, IF ANY

Your Directors, in the absence of profits during the current year have not recommended any dividend for the year under review. Further, it is not proposed to carry any amount to any reserves from the profits of the Company.

### REVIEW OF OPERATIONS AND THE STATE OF COMPANY'S AFFAIRS

Your Company is executing a premium luxury residential project 'La Tropicana' at Khyber Pass, Civil Lines, Delhi ("Project") having a saleable area of 22.58 lakh square feet.

During the year under review, your Company's total revenue was Rs. 19.40 Crores as against Rs. 67.17 Crores in the previous year. Your Company incurred a loss after tax of Rs. 12.45 Crores as against loss after tax of Rs. 1.31 Crores in the previous year.

The name of the building housing the Registered Office of your Company was changed from "Parsvnath Metro Tower" to "Parsvnath Tower". Consequently, the Registered Office address of your Company was modified to "Parsvnath Tower, Near Shahdara Metro Station, Shahdara, Delhi - 110032 with effect from May 14, 2015.

### LOAN FACILITY

During the financial year 2010-11, your Company had availed a loan of Rs. 140 crores from J.P. Morgan Advisors India Private Limited pursuant to Loan Agreement entered into by the Company with Parsvnath Developers Limited and J.P. Morgan Advisors India Private Limited of which a balance of Rs. 46.67 crores (Principal Amount) remains outstanding as at 31<sup>st</sup> March, 2015.

**Parsvnath Landmark Developers Pvt. Ltd.**

(A Subsidiary of Parsvnath Developers Ltd.)

CIN: U45201DL2003PTC122489

Corporate office: 6<sup>th</sup> Floor, Arunachal Building, 19, Barakhamba Road, New Delhi-110001, Ph: 011-43686600, 43684800, Fax: 011-23315400

Registered Office: Parsvnath Tower, Near Shahdara Metro Station, Shahdara, Delhi-110032, Ph: 011-43050100, Fax: 011-43050473

E-mail: mail@parsvnath.com

# **PARSVNATH LANDMARK DEVELOPERS PVT LTD**

## **HOLDING COMPANY**

Your Company continues to be a subsidiary of Parsvnath Developers Ltd under Section 2(87) of the Companies Act, 2013.

## **SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

Your Company does not have any subsidiaries, joint ventures and associate companies.

## **DIRECTORS AND KEY MANAGERIAL PERSONNEL**

### **i) Directors**

Mr. Christopher John Nicholas and Ms. Anjali Mahendra Patel resigned from the directorship of the Company with effect from November 06, 2014. Mr. Michael Andrew Openshaw who was the Alternate Director to Mr. Christopher John Nicholas also ceased to be a director with effect from November 06, 2014 due to resignation by Mr. Christopher John Nicholas with effect from the said date.

The Directorship of Mr. R. J. Kamath stood vacated under Section 167(1)(b) of the Companies Act, 2013, with effect from March 31, 2015, as he was unable to attend any of the Board Meetings of your Company held during 2014-15.

Mr. Michael Andrew Openshaw was appointed as Additional Director of the Company with effect from November 12, 2014 and holds office upto the date of the forthcoming Annual General Meeting (AGM) of the Company. Your Company has received notice as prescribed under Section 160 of the Companies Act, 2013 proposing his candidature for appointment as Director of the Company at the said AGM. The Board recommends his appointment as Director by the shareholders of the Company.

In accordance with the provisions of the Companies Act, 2013, Mr. Sanjeev Kumar Jain, Director of the Company, will retire by rotation at the forthcoming Annual General Meeting of the Company and being eligible, offers himself for re-appointment.

At present the Board of your Company comprises of the following director, namely, Mr. Pradeep Kumar Jain, Mr. Sanjeev Kumar Jain, Dr. Rajeev Jain and Mr. Michael Andrew Openshaw.

### **ii) Key Managerial Personnel**

Mr. Rahul Kwatra is the Company Secretary of the Company.

## **INDEPENDENT DIRECTORS**

The Company is required to appoint two Independent Directors on the Board of the Company pursuant to the provisions of Section 149(4) of the Companies Act, 2013 and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014.

Your Company is in the process of identifying suitable persons for appointment as Independent Directors on its Board.

## **DECLARATION OF INDEPENDENT DIRECTORS**

As your Company is still in the process of identifying suitable persons for appointment as Independent Directors on its Board, Declaration as required to be taken from Independent

# PARSVNATH LANDMARK DEVELOPERS PVT LTD

Directors under Section 149(6) of the Companies Act, 2013 shall be obtained at the time of appointment of Independent Directors on the Board of the Company.

## COMPOSITION OF AUDIT COMMITTEE AND ESTABLISHMENT OF VIGIL MECHANISM

Section 177 of the Companies Act, 2013 read along with rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 provides that every public company which has, in aggregate, outstanding loans, debentures and deposits, exceeding Rs. 50 Crores shall constitute an Audit Committee comprising of a minimum of three directors with independent directors forming the majority.

The constitution of the Audit Committee as above shall be done as soon as your Company has appointed two Independent Directors on its Board.

Your Company is not required to establish a vigil mechanism in terms of Section 177 of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of the Board and its Powers) Rules, 2014.

## COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

Section 178 of the Companies Act, 2013 read along with rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 provides that every public company having which has, in aggregate, outstanding loans, debentures and deposits, exceeding Rs. 50 Crores shall constitute a Nomination and Remuneration Committee.

The constitution of Nomination and Remuneration Committee as above shall be done as soon as your Company has appointed two Independent Directors on its Board. The Nomination and Remuneration Committee once constituted shall formulate your Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under Section 178(3).

## MEETINGS OF THE BOARD OF DIRECTORS

The following Board Meetings were held during the year under review:

S. No.	Date of meeting	Total No. of Directors on the Date of Meeting	No. of Directors attended	% of Attendance
1	26-05-2014	7	4	57.14%
2	29-07-2014	7	4	57.14%
3	12-11-2014	5	4	80%
4	10-02-2015	5	3	60%

## DIRECTORS' RESPONSIBILITY STATEMENT

In terms of the provisions of Section 134(5) of the Companies Act, 2013 ('the Act'), your Directors confirm that:

# **PARSVNATH LANDMARK DEVELOPERS PVT LTD**

- a) in preparation of the annual accounts for the year ended March 31, 2015, the applicable accounting standards have been followed and that there are no material departures;
- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period;
- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities;
- d) the annual accounts have been prepared on a going concern basis; and
- e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **AUDITORS**

M/s Deloitte Haskins & Sells, Chartered Accountants, Statutory Auditors of the Company were appointed for a period of five years from the conclusion of the Eleventh Annual General Meeting held on September 29, 2014 until the conclusion of the Sixteenth Annual General Meeting for conducting the audit for the Financial Years 2014-15 to 2018-19 at such remuneration as may be decided by the Board of Directors of the Company, subject to ratification of such appointment by members at each of the intervening Annual General Meetings.

The appointment of the Auditors has to be ratified at the ensuing Annual General Meeting of the Company. The Auditors have confirmed that their re-appointment, if made, will be within the limits as prescribed under Section 139(1) of the Companies Act, 2013 and are not disqualified to act as auditors of the Company under Section 141 of the Companies Act, 2013.

The operations of the Company do not require cost audit, in terms of the provisions of the Companies Act, 2013 read with the Rules made thereunder. However, the Company is required to maintain Cost Records in terms of the provisions of 'The Companies (Cost Records and Audit) Rules, 2014'.

## **AUDITORS' REPORT**

There are no qualifications in the Auditor's Report on the Annual Accounts of the Company for the financial year ended March 31, 2015. The observations of the Auditors in their report are self-explanatory and therefore, in the opinion of the Directors, do not call for further explanation.

## **LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

There was no loan given or guarantee given or investment made or security provided falling within the purview of Section 186 of the Companies Act, 2013 during the year under review.

**Parsvnath Landmark Developers Pvt. Ltd.**

(A Subsidiary of Parsvnath Developers Ltd.)

CIN: U45201DL2003PTC122489

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# **PARSVNATH LANDMARK DEVELOPERS PVT LTD**

## **CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1) OF COMPANIES ACT, 2013**

Your Company has not entered into any other contracts or arrangements referred to under Section 188(1) of the Companies Act, 2013 with any of its related parties during the year under review.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO**

All efforts are being made by the Company for conservation of energy. The nature of operations of the Company does not involve technology absorption and as such no disclosures are required to be made in this regard.

There were no earnings in foreign currency during the financial year ended March 31, 2015. The Company incurred an expenditure of Rs. 11,55,68,526/- in foreign currency during the year, on account of interest paid on Fully Convertible Debentures.

## **PARTICULARS OF EMPLOYEES**

No employee of the Company was in receipt of remuneration which requires disclosure under Section 197 of the Companies Act, 2013 read with The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended from time to time.

## **PUBLIC DEPOSITS**

The Company has not accepted any Public Deposits and as such, no amount on account of principal or interest was outstanding on the date of the Balance Sheet.

## **DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS/ COURTS/TRIBUNAL IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

There are no orders passed by the Regulators/Courts/Tribunal which would impact the going concern status of the Company and its future operations.

## **MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year, that is, March 31, 2015 and the date signing of this report, that is, July 29, 2015.

## **CORPORATE SOCIAL RESPONSIBILITY**

The Company is not required to develop and implement Corporate Social Responsibility initiatives under the provisions of Section 135 of the Companies Act, 2013.

## **RISK MANAGEMENT**

Your Company has a Risk Management Framework in place to identify the risks associated with the Business of the Company. The Board periodically reviews the risks/concerns

# PARSVNATH LANDMARK DEVELOPERS PVT LTD

associated with the project being developed by the Company and devises measures to resolve/mitigate such concerns/risks.

However, Company has not come across any element of risk which may threaten the existence of the Company.

## INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to its financial statements.

## ACKNOWLEDGEMENTS

The Directors wish to place on record their sincere gratitude and appreciation to the Investors, customers, the JP Morgan Group, Bankers, vendors, the concerned Government authorities and agencies and all other business associates for the support provided by them to the Company. Your Directors also place on record their appreciation of the contribution made by the employees at all levels.

**For and on behalf of the Board of Directors**



(Pradeep Kumar Jain)

Director

DIN: 00333486



(Sanjeev Kumar Jain)

Director

DIN: 00333881

Place : Delhi

Date : July 29, 2015

**Parsvnath Landmark Developers Pvt. Ltd.**

(A Subsidiary of Parsvnath Developers Ltd.)

CIN: U45201DL2003PTC122489

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**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
**as on the financial year ended on 31.03.2015**

*Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.*

**I REGISTRATION & OTHER DETAILS:**

i	CIN	U45201DL2003PTC122489
ii	Registration Date	10-Jun-03
iii	Name of the Company	Parsvnath Landmark Developers Pvt. Ltd.
iv	Category of the Company	Private Company*
v	<b>Address of the Registered office &amp;</b>	
	Address :	Parsvnath Tower, Near Shahdara Metro Station
	Town / City :	Shahdara
	State :	Delhi
	Country Name :	India
	Telephone (with STD Code) :	011-43010500
	Fax Number :	011-43050473
	Email Address :	secretarial@parsvnath.com
	Website, if any:	
vi	Whether listed company	No
vii	<b>Name and Address of Registrar &amp; Transfer Agents ( RTA ):-</b>	
	Name of RTA:	Link Intime India Pvt. Ltd.
	Address :	C-13, Pannalal Silk Mills Compound
	Town / City :	LBS Marg, Bhandup West, Mumbai
	State :	Maharashtra
	Pin Code:	400078
	Telephone :	022-25963838
	Fax Number :	022-25946969
	Email Address :	accounts@linkintime.co.in

\* Though the Company is private company by its articles, it is a subsidiary of Parsvnath Developers Ltd (public company) is treated as public company for all purposes of the Companies Act, 2013.

**II. PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY**

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the company
I	Promotion, construction and development of residential buildings	410	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -**

No. of Companies for which information is being filled	1
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S. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY /ASSOCIATE	% of shares held	Applicable Section
I	Parsvnath Developers Limited	L45201DL1990PLC040945	Holding Company	100%	Sec 2(87)(ii)

**For Parsvnath Landmark Developers Pvt. Ltd.**



**Director/Authorised Signatory**

**For Parsvnath Landmark Developers Pvt. Ltd.**



**Director/Authorised Signatory**



IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoter s</b>									
<b>(1) Indian</b>									
a) Individual/ HUF	0	0	0	0%	0	0	0	0%	0%
b) Central Govt	0	0	0	0%	0	0	0	0%	0%
c) State Govt(s)	0	0	0	0%	0	0	0	0%	0%
d) Bodies Corp.	0	25,60,000	25,60,000	78%	0	25,60,000	25,60,000	78%	0%
e) Banks / FI	0	0	0	0%	0	0	0	0%	0%
f) Any other	0	0	0	0%	0	0	0	0%	0%
<b>(2) Foreign</b>	0	0	0	0%	0	0	0		0%
a) NRI - Individual/	0	0	0	0%	0	0	0		0%
b) Other - Individual/	0	0	0	0%	0	0	0		0%
c) Bodies Corp.	7,22,051	1	7,22,052	22%	7,22,051	1	7,22,052	22%	0%
d) Banks / FI	0	0	0	0%	0	0	0		0%
e) Any Others	0	0	0	0%	0	0	0		0%
<b>Total shareholding of Promoter (A)</b>	7,22,051	25,60,001	32,82,052	100%	7,22,051	25,60,001	32,82,052	100%	0%
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	0	0	0	0%	0	0	0	0%	0%
b) Banks / FI	0	0	0	0%	0	0	0	0%	0%
c) Central Govt	0	0	0	0%	0	0	0	0%	0%
d) State Govt(s)	0	0	0	0%	0	0	0	0%	0%
e) Venture Capital Funds	0	0	0	0%	0	0	0	0%	0%
f) Insurance Companies	0	0	0	0%	0	0	0	0%	0%
g) FIIs	0	0	0	0%	0	0	0	0%	0%
h) Foreign Venture	0	0	0	0%	0	0	0	0%	0%
i) Others (specify)	0	0	0	0%	0	0	0	0%	0%
<b>Sub-total (B)(1):-</b>	0	0	0	0%	0	0	0	0%	0%
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	0	0	0	0%	0	0	0	0%	0%
ii) Overseas	0	0	0	0%	0	0	0	0%	0%

For Parsmath Landmark Developers Pvt. Ltd.

Director/Authorised Signatory

For Parsmath Landmark Developers Pvt. Ltd.

Director/Authorised Signatory

b) Individuals									
i) Individual shareholders holding nominal share capital	0	0	0	0%	0	0	0	0%	0%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0%	0	0	0	0%	0%
c) Others (specify)	0	0	0	0%	0	0	0	0%	0%
<b>Sub-total (B)(2):-</b>	0	0	0	0%	0	0	0	0%	0%
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	0	0	0	0%	0	0	0	0%	0%
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	0	0	0	0%	0	0	0	0%	0%
<b>Grand Total (A+B+C)</b>	<b>7,22,051</b>	<b>25,60,001</b>	<b>32,82,052</b>	<b>100%</b>	<b>7,22,051</b>	<b>25,60,001</b>	<b>32,82,052</b>	<b>100%</b>	<b>0%</b>

ii **Shareholding of Promoters**

SI No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Parvath Developers Ltd.	25,60,000	78.00%	0%	25,60,000	78.00%	0%	0%
2	Sterling Pathways	7,22,051	22.00%	0%	7,22,051	22.00%	0%	0%
3	Banrod Investments Ltd	1	-	0%	1	-	0%	0%
	<b>TOTAL</b>	<b>32,82,052</b>	<b>100.00%</b>	<b>0%</b>	<b>32,82,052</b>	<b>100.00%</b>	<b>0%</b>	<b>0%</b>

iii **Change in Promoters' Shareholding ( please specify, if there is no change) - Nil**

SI. No. I - Mr. _____	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year				
Changes During the Year				
Increase				
Date	Reason for Increase			
Decrease				
Date	Reason for Decrease			
At the End of the year				

For Parvath Landmark Developers Pvt. Ltd.

*[Signature]*

Director/Authorised Signatory

For Parvath Landmark Developers Pvt. Ltd.

*[Signature]*

Director/Authorised Signatory

iv **Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

NIL

Sl. No.: 1 _____		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year		0	0.0%	0	0.0%
Changes During the Year					
<b>Increase</b>					
<b>Date</b>	<b>Reason for Increase</b>				
	Allotment	0	0%	0	0%
	Bonus	0	0%	0	0%
	Sweat	0	0%	0	0%
	Other	0	0%	0	0%
<b>Decrease</b>					
<b>Date</b>	<b>Reason for Decrease</b>				
	Transfer	0	0%	0	0%
	Other	0	0%	0	0%
At the End of the year (or on the date of separation, if separated during the		0	0.0%	0	0.0%

v **Shareholding of Directors and Key Managerial Personnel: Nil**

S. No.: 1 Mr. _____		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year					
Changes During the Year					
<b>Increase</b>					
<b>Date</b>	<b>Reason for Increase</b>				
<b>Decrease</b>					
<b>Date</b>	<b>Reason for Decrease</b>				
At the End of the year					

For **Parsmath Landmark Developers Pvt. Ltd.**

Director/Authorised Signatory

For **Parsmath Landmark Developers Pvt. Ltd.**

Director/Authorised Signatory

**V INDEBTEDNESS**

**Indebtedness of the Company including interest outstanding/accrued but not due for payment**

<b>Indebtedness at the beginning of the financial year</b>	<b>Secured Loans excluding</b>	<b>Unsecured Loans</b>	<b>Deposits</b>	<b>Total Indebtness</b>
i) Principal Amount	46,66,66,664	78,95,18,754		1,25,61,85,418
ii) Interest due but not paid		8,79,56,963		8,79,56,963
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>		87,74,75,717		1,34,41,42,381
<b>Change in Indebtedness during the financial year</b>	<b>Secured Loans excluding</b>	<b>Unsecured Loans</b>	<b>Deposits</b>	<b>Total Indebtness</b>
* Addition		6,01,02,790		18,59,28,406
* Reduction		0		
<b>Net Change</b>		4,32,25,297		16,90,50,913
<b>Indebtedness at the end of the financial year</b>	<b>Secured Loans excluding</b>	<b>Unsecured Loans</b>	<b>Deposits</b>	<b>Total Indebtness</b>
i) Principal Amount	46,66,66,664	77,26,41,261		1,23,93,07,925
ii) Interest due but not paid	12,58,25,616	14,80,59,753		27,38,85,369
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>		92,07,01,014		1,51,31,93,294

**For Parsmath Landmark Developers Pvt. Ltd.**

**Director/Authorised Signatory**

**For Parsmath Landmark Developers Pvt. Ltd.**

**Director/Authorised Signatory**

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		A	B	C	D	
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission	-	-	-	-	-
	- as % of profit	-	-	-	-	-
	- others, specify	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
	Total (A)	-	-	-	-	-
	Ceiling as per the Act	-	-	-	-	-

### B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors				Total Amount
		A	B	C	D	
1	<b>Independent Directors</b>	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2	<b>Other Non-Executive</b>	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B)=(1+2)	-	-	-	-	-
	Total Managerial Remuneration	-	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-	-

For Parsvnath Landmark Developers Pvt. Ltd.

Director/Authorised Signatory

For Parsvnath Landmark Developers Pvt. Ltd.

Director/Authorised Signatory



C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary	-		-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	7,91,022	-	7,91,022
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	- others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	7,91,022	-	7,91,022

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)	
A. COMPANY						
Penalty	-	-	-	-	-	-
Punishment	-	-	-	-	-	-
Compounding	-	-	-	-	-	-
B. DIRECTORS						
Penalty	-	-	-	-	-	-
Punishment	-	-	-	-	-	-
Compounding	-	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT						
Penalty	-	-	-	-	-	-
Punishment	-	-	-	-	-	-
Compounding	-	-	-	-	-	-

For Parsvnath Landmark Developers Pvt. Ltd.

Director/Authorised Signatory

For Parsvnath Landmark Developers Pvt. Ltd.

Director/Authorised Signatory



**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **PARSVNATH LANDMARK DEVELOPERS 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 the 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 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 maintenance of adequate accounting records in accordance with 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 judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, 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.



## **Deloitte Haskins & Sells**

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the 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, of the state of affairs of the Company as at 31 March, 2015, and its loss and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

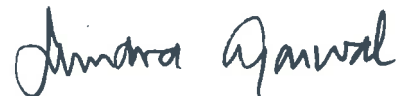
1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report 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 it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement 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 the 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.



**Deloitte  
Haskins & Sells**

- (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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 26 to the financial statements;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses – Refer Note 25 to the financial statements;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Deloitte Haskins & Sells**  
Chartered Accountants  
(Firm's Registration No. 015125N)



**Jitendra Agarwal**  
**(Partner)**  
(Membership No. 87104)

**Gurgaon, 14 May, 2015**

**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of our report of even date)

- (i) In respect of its fixed assets:-
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
  - b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (ii) In respect of inventories:
  - a) Inventory comprises projects under construction (work-in-progress). As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals.
  - b) In our opinion and according to the information and explanations given to us, having regard to the nature of inventory, the procedures of physical verification by way of verification of title deeds/development rights, site visits by the Management and certification of extent of work completion by competent persons, are reasonable and adequate in relation to the size of the Company and the nature of its business.
  - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- (iii) The Company has not granted any loan, secured or unsecured, to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of inventory and fixed assets and the sale of services. The Company's operations during the year does not give rise to any sale of goods. During the course of our audit, we have not observed any major weakness in such internal control system.
- (v) According to the information and explanations given to us, the Company has not accepted any deposits from the public. Therefore, the provisions of clause 3(v) of the Order are not applicable to the Company.



(vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended and prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

(vii) According to the information and explanations given to us in respect of statutory dues:

a) Other than delays in deposit of Income Tax, the Company has generally been regular in depositing its dues in respect of Sales Tax, Value Added Tax, Service Tax, and other material statutory dues applicable to it with the appropriate authorities during the year. We are informed that the provisions of the Employees Provident Funds and Miscellaneous Provisions Act, 1952 and The Employees State Insurance Act, 1948 are not applicable to the Company and that the operations of the Company during the year, did not give rise to any liability for Excise Duty, Custom Duty and Wealth Tax.

b) There were no undisputed amounts payable in respect of Income Tax, Sales Tax, Value Added Tax, Service Tax and other material statutory dues in arrears as at 31 March, 2015 for a period of more than six months from the date it became payable.

c) Details of dues of Income Tax which have not been deposited as at 31 March, 2015 on account of disputes are given below:

<b>Name of statute</b>	<b>Nature of dues</b>	<b>Forum where the dispute is pending</b>	<b>Period to which the amount relates</b>	<b>Amount demanded (Rs.)</b>
Income Tax Act, 1961	Income Tax	Commissioner of Income Tax (Appeals)	Financial year 2009-10	303,604

There are no dues of Sales Tax, Value Added Tax, Wealth Tax, Service Tax, Excise Duty, Customs Duty and Cess, which have not been deposited as on 31 March, 2015 on account of disputes.

d) There are no amounts that are due to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956, (1 of 1956) and Rules made thereunder.

(viii) The Company does not have accumulated losses at the end of the financial year, however the Company has incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.



## **Deloitte Haskins & Sells**

- (ix) In our opinion and according to the information and explanations given to us, the Company has defaulted in the repayment of dues to banks and debenture holders as given below:

<b>Nature of dues</b>	<b>Amount (Rs.)</b>	<b>Period of default</b>
Term loan from banks:		
- Principal	466,666,664	101 to 365 days
- Interest	125,825,616	1 to 365 days
Debentures:		
- Interest	128,112,309	83 to 540 days

- (x) According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from bank and financial institutions.
- (xi) In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purposes for which they were obtained.
- (xii) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

**For Deloitte Haskins & Sells**  
Chartered Accountants  
(Firm's Registration No. 015125N)  
  
**Jitendra Agarwal**  
(Partner)  
(Membership No. 87104)

**Gurgaon, 14 May, 2015**



**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Balance Sheet as at 31 March , 2015**

	Note No.	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
<b>I EQUITY AND LIABILITIES</b>			
<b>1. Shareholders' funds</b>			
(a) Share capital	3	3,28,20,520	3,28,20,520
(b) Reserves and surplus	4	<u>1,26,03,31,756</u>	<u>1,38,48,81,449</u>
		<b>1,29,31,52,276</b>	<b>1,41,77,01,969</b>
<b>2. Non-current liabilities</b>			
(a) Long-term borrowings	5	75,78,26,400	75,78,26,400
<b>3. Current liabilities</b>			
(a) Short-term borrowings	6	1,48,14,861	3,16,92,354
(b) Trade payables	7	12,20,44,292	15,58,10,829
(c) Other current liabilities	8	80,69,22,065	62,97,72,447
(d) Short-term provisions	9	<u>3,67,889</u>	<u>3,09,103</u>
		<b>94,41,49,107</b>	<b>81,75,84,733</b>
<b>TOTAL</b>		<u><b>2,99,51,27,783</b></u>	<u><b>2,99,31,13,102</b></u>
<b>II ASSETS</b>			
<b>1. Non-current assets</b>			
(a) Fixed assets			
(i) Tangible assets	10	22,83,925	29,40,538
(b) Deferred tax assets (net)	11	5,68,38,299	53,29,638
(c) Long-term loans and advances	12	<u>42,14,95,159</u>	<u>50,84,98,165</u>
		<b>48,06,17,383</b>	<b>51,67,68,341</b>
<b>2. Current assets</b>			
(a) Inventories	13	1,22,77,98,077	1,20,12,42,279
(b) Trade receivables	14	44,37,04,349	55,34,52,341
(c) Cash and Cash equivalents	15	1,12,23,898	6,63,92,322
(d) Short-term loans and advances	16	25,95,54,676	30,71,43,077
(e) Other current assets	17	<u>57,22,29,400</u>	<u>34,81,14,742</u>
		<b>2,51,45,10,400</b>	<b>2,47,63,44,761</b>
<b>TOTAL</b>		<u><b>2,99,51,27,783</b></u>	<u><b>2,99,31,13,102</b></u>

See accompanying notes forming part of the financial statements

1-33

In terms of our report attached

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants

For and on behalf of the Board of Directors



**JITENDRA AGARWAL**  
Partner



**PRADEEP KUMAR JAIN**  
Director  
DIN: 00333486



**SANJEEV KUMAR JAIN**  
Director  
DIN: 00333881



**RAHUL KWATRA**  
Company Secretary  
Membership No. A16754

Place: New Delhi  
Date: 14 May, 2015

Place: New Delhi  
Date: 14 May, 2015

**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Statement of Profit and Loss for the year ended 31 March, 2015**

	Note No.	Year ended 31 March, 2015 ₹	Year ended 31 March, 2014 ₹
1. Revenue from operations	18	19,29,26,505	66,88,92,255
2. Other income	19	10,86,672	28,25,969
3. Total revenue (1+2)		<b>19,40,13,177</b>	<b>67,17,18,224</b>
4. Expenses			
(a) Cost of materials consumed	20	8,09,33,018	15,65,22,218
(b) Contract cost, labour and other charges		2,97,43,606	9,40,47,795
(c) Changes in inventories of work-in-progress	21	(2,65,55,798)	5,51,30,993
(d) Employee benefits expense	22	27,53,205	27,46,019
(e) Finance costs	23	24,63,69,977	28,05,09,920
(f) Depreciation expense	10	6,56,613	12,37,676
(g) Other expenses	24	3,60,61,797	9,66,93,680
Total Expenses		<b>36,99,62,418</b>	<b>68,68,88,301</b>
5. Profit/(Loss) before tax (3-4)		<b>(17,59,49,241)</b>	<b>(1,51,70,077)</b>
6. Tax expense/(benefit)			
(a) Deferred tax		(5,15,08,660)	(43,70,858)
(b) Income tax adjustments for earlier years		1,09,112	23,12,116
Net tax expense/(benefit)		<b>(5,13,99,548)</b>	<b>(20,58,742)</b>
7. Profit/(Loss) for the year (5-6)		<b>(12,45,49,693)</b>	<b>(1,31,11,335)</b>
8. Earnings per equity share [nominal value of share ₹ 10 each]	31		
(a) Basic		(37.95)	(3.99)
(b) Diluted		(37.95)	(3.99)

See accompanying notes forming part of the financial statements

In terms of our report attached

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants



**JITENDRA AGARWAL**  
Partner

For and on behalf of the Board of Directors



**PRADEEP KUMAR JAIN**  
Director  
DIN: 00333486



**SANJEEV KUMAR JAIN**  
Director  
DIN: 00333881



**RAHUL KWATRA**  
Company Secretary  
Membership No. A16754

Place: New Delhi  
Date: 14 May, 2015

Place: New Delhi  
Date: 14 May, 2015

**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Cash Flow Statement for the year ended 31 March, 2015**

	<u>Year ended 31 March, 2015</u> ₹	<u>Year ended 31 March, 2014</u> ₹
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit/(loss) before tax	(17,59,49,241)	(1,51,70,077)
Adjustments for :		
Depreciation expense	6,56,613	12,37,676
Finance costs	23,25,62,175	27,86,15,188
Provision for employee benefits	58,786	23,945
Interest income on bank deposits	-	(24,49,269)
Operating profit before working capital changes	<u>5,73,28,333</u>	<u>26,22,57,463</u>
Changes in working capital:		
Adjustments for (increase)/decrease in operating assets		
Inventories	(2,65,55,799)	5,51,30,993
Trade receivables	10,97,47,992	7,19,15,103
Short-term loans and advances	4,75,88,402	(2,33,93,351)
Long-term loans and advances	9,11,27,746	-
Other current assets	(22,41,14,658)	10,96,70,306
Adjustments for increase/(decrease) in operating liabilities		
Trade payables	(3,37,66,537)	6,17,01,129
Other current liabilities	(87,78,787)	2,34,53,295
Cash generated from/(used in) operations	<u>1,25,76,692</u>	<u>56,07,34,939</u>
Net income tax paid	<u>(42,33,853)</u>	<u>(61,54,102)</u>
<b>Net cash flow from/(used in) operating activities (A)</b>	<u><b>83,42,839</b></u>	<u><b>55,45,80,837</b></u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Decrease/(increase) in deposits with bank not considered as cash and cash equivalents	-	2,25,00,000
Interest received on bank deposits	-	37,33,060
<b>Net cash flow from/(used in) investing activities (B)</b>	<u><b>-</b></u>	<u><b>2,62,33,060</b></u>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Finance costs paid	(4,66,33,769)	(25,75,22,241)
Proceeds from short-term borrowings	-	3,16,92,354
Repayment of short-term borrowings	(1,68,77,493)	-
Repayment of secured term loan	-	(35,00,00,001)
<b>Net cash flow from/(used in) financing activities (C)</b>	<u><b>(6,35,11,262)</b></u>	<u><b>(57,58,29,888)</b></u>
<b>D. Net increase/ (decrease) in Cash and cash equivalents (A+B+C)</b>	<u><b>(5,51,68,424)</b></u>	<u><b>49,84,009</b></u>
<b>E. Cash and cash equivalents as at the beginning of the year</b>	<u><b>6,63,92,322</b></u>	<u><b>6,14,08,313</b></u>
<b>F. Cash and cash equivalents as at the end of the year (see note 15)</b>	<u><b>1,12,23,898</b></u>	<u><b>6,63,92,322</b></u>
<b>G. Components of Cash and cash equivalents</b>		
Cash on hand	5,32,983	97,628
Cheques on hand	1,03,30,707	-
Balance with banks in current accounts	<u>3,60,208</u>	<u>6,62,94,694</u>
	<u><b>1,12,23,898</b></u>	<u><b>6,63,92,322</b></u>

In terms of our report attached

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants

  
**JITENDRA AGARWAL**  
Partner

Place: New Delhi  
Date: 14 May, 2015

For and on behalf of the Board of Directors

  
**PRADEEP KUMAR JAIN**  
Director  
DIN: 00333486

  
**RAHUL KWATRA**  
Company Secretary  
Membership No. A16754

Place: New Delhi  
Date: 14 May, 2015

  
**SANJEEV KUMAR JAIN**  
Director  
DIN: 00333881

**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of financial statements**

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**Note 1: Corporate information**

Parsvnath Landmark Developers Private Limited ("the Company") was incorporated on 6 October, 2003 and became a subsidiary of Parsvnath Developers Limited with effect from 5 March, 2007. The Company is primarily engaged in the business of promotion, construction, development of residential buildings, flats, apartments, integrated township etc.

**Note 2: Significant accounting policies**

**a. Basis of accounting**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to 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 the relevant provisions of the Companies Act, 2013 ("the 2013 Act")/Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

**b. Use of estimates**

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.

**c. Inventories**

Inventory comprises property under construction (work-in-progress) and is valued at lower of cost and net realizable value. Cost includes land, development rights, material, services, overheads related to projects under construction and apportioned borrowing costs.

**d. Cost of construction/development**

Cost of Construction/Development (including cost of land and development rights) incurred is charged to the statement of profit and loss proportionate to project area sold. Adjustments, if required, are made on completion of the respective projects.

**e. Cash and cash equivalents (for purposes of Cash Flow Statement)**

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. Cash flow statement**

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.



**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of financial statements**

**g. Depreciation**

Depreciation on tangible fixed assets is provided on the straight line method as per the useful life prescribed in Schedule II to the Companies Act, 2013, accordingly the useful life of fixed assets is considered as below:

<b>Assets</b>	<b>Useful life</b>
Building	60 years
Plant and machinery (including office equipment)	8 years
Shuttering and scaffolding	6 years
Furniture and fixtures	8 years
Motor vehicles	8 years
Computers	3 years

**h. Revenue recognition**

Revenue from real estate project is recognised on the 'Percentage of Completion Method' of accounting. Revenue is recognised, in relation to the sold areas only, on the basis of percentage of actual cost incurred thereon including land as against the total estimated cost of the project under execution subject to such actual costs being 30% or more of the total estimated cost. The estimates of saleable area and costs are revised periodically by the management. The effect of such changes to estimates is recognised in the period such changes are determined.

**i. Other Income**

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive is established.

**j. Fixed Assets**

Fixed assets are stated at cost of acquisition or construction less accumulated depreciation. Cost includes purchase price and all other attributable costs of bringing the assets to working condition for intended use. Financing costs relating to borrowed funds attributable to acquisition or construction of fixed assets, which takes substantial period of time to get ready for its intended use are also included, for the period till such asset is ready to use.

**k. Foreign currency transactions and translations**

Initial recognition:

Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

Measurement of foreign currency monetary items at the Balance Sheet date:

Foreign currency monetary items of the Company outstanding at the Balance Sheet date are restated at the year-end rates.

Treatment of exchange differences:

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company are recognised as income or expense in the Statement of profit and loss.



**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of financial statements**

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**l. Employee benefits**

Gratuity to employees and liability for balance of unavailed earned leave due to employees is provided as per management estimate of the liability based on period of service and last salary drawn.

**m. Borrowing costs**

Borrowing cost include interest; and amortisation of ancillary costs. 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.

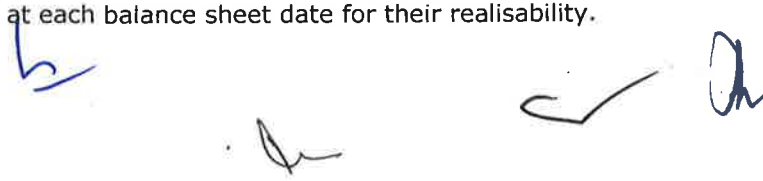
**n. Earnings per share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

**o. Taxes on income**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and provisions of the Income Tax Act, 1961, and

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 substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. 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.





**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of financial statements**

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**p. Impairment of assets**

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.

**q. Provisions and contingencies**

Provision is recognised when an enterprise has a present obligation as a result of past events and 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 management estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimate. Contingent Liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

**r. Service tax input credit**

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 reasonable certainty in availing / utilising the credits.



**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
Notes forming part of the financial statements

**Note 3: Share capital**

	As at 31 March, 2015		As at 31 March, 2014	
	Number	₹	Number	₹
<b>i. Authorised</b>				
Equity shares of ₹ 10 each				
(a) Class A	27,20,101	2,72,01,010	27,20,101	2,72,01,010
(b) Class B	7,40,000	74,00,000	7,40,000	74,00,000
	<b>34,60,101</b>	<b>3,46,01,010</b>	<b>34,60,101</b>	<b>3,46,01,010</b>
<b>ii. Issued, subscribed and fully paid-up</b>				
Equity Shares of ₹ 10 each fully paid				
(a) Class A	27,20,101	2,72,01,010	27,20,101	2,72,01,010
(b) Class B	5,61,951	56,19,510	5,61,951	56,19,510
	<b>32,82,052</b>	<b>3,28,20,520</b>	<b>32,82,052</b>	<b>3,28,20,520</b>

**(a) Reconciliation of the number and amount of equity shares outstanding at beginning and at the end of the year**

	Year ended 31 March, 2015		Year ended 31 March, 2014	
	Number	₹	Number	₹
<b>i. Class A</b>				
Opening balance	27,20,101	2,72,01,010	27,20,101	2,72,01,010
Closing balance	27,20,101	2,72,01,010	27,20,101	2,72,01,010
<b>ii. Class B</b>				
Opening balance	5,61,951	56,19,510	5,61,951	56,19,510
Closing balance	5,61,951	56,19,510	5,61,951	56,19,510

**(b) Rights, preferences and restrictions attached to each class of equity shares**

- i. Class B Shares are entitled to a dividend in preference to Class A shares as provided in the Shareholders Agreement dated January 6, 2011.
- ii. Each equity holder of each class is entitled to one vote per share.

**(c) Details of equity shares held by the Holding Company**

	As at 31 March, 2015	As at 31 March, 2014
<b>Class A</b>		
Parsvnath Developers Limited	25,60,000	25,60,000

**(d) Details of equity shares held by each shareholders holding more than 5% shares**

	As at 31 March, 2015		As at 31 March, 2014	
	Number	% holding	Number	% holding
<b>i. Class A</b>				
Parsvnath Developers Limited	25,60,000	94.11%	25,60,000	94.11%
Sterling Pathway	1,60,101	5.89%	1,60,101	5.89%
<b>ii. Class B</b>				
Sterling Pathway	5,61,950	100.00%	5,61,950	100.00%

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**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of the financial statements**

	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
<b>Note 4: Reserves and surplus</b>		
<b>i. Securities premium account</b>		
Opening balance	38,49,52,396	38,49,52,396
Closing balance	<b>38,49,52,396</b>	<b>38,49,52,396</b>
<b>ii. General reserve</b>		
Opening balance	13,50,00,000	13,50,00,000
Closing balance	<b>13,50,00,000</b>	<b>13,50,00,000</b>
<b>iii. Surplus in Statement of Profit and Loss</b>		
Opening balance	86,49,29,053	87,80,40,388
Add/(less): profit/(loss) for the year	(12,45,49,693)	(1,31,11,335)
Closing balance	<b>74,03,79,360</b>	<b>86,49,29,053</b>
<b>TOTAL</b>	<b>1,26,03,31,756</b>	<b>1,38,48,81,449</b>

**Note 5: Long-term borrowings**

**i. Secured**

Term loans - other than banks

Term loan is secured by an exclusive first charge and English mortgage (without possession) over all the assets present and future, properties including lease hold interest on the project land of 'La Tropicana project', receivables, present and future and further secured by guarantee of Holding Company Parsvnath Developers Limited along with pledge of all Class A shares of the Company held by its Holding Company. The term loan carries interest @ 11.02 % plus 3 months MIBOR which is presently 19.67% and was repayable by twelve equal quarterly instalment by the end of financial year 2014-2015 and first instalment commencing from 31 March, 2012.

**ii. Unsecured**

15.25%, Convertible Debentures

75,78,264 (31 March, 2014: 75,78,264) Fully and Compulsorily convertible debentures of ₹ 100 each

75,78,26,400

75,78,26,400



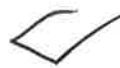

Debentures are convertible at the option of the holder at anytime on or prior to mandatory conversion date 12 June, 2024 in such number of equity shares at such price as may be mutually decided.

**75,78,26,400**

**75,78,26,400**

**Notes:**

a. Details of Current Maturities of long-term borrowings is stated in item 'i' of note 8 - 'Other current liabilities'.

**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of the financial statements**

	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
<b>Note 6: Short-term borrowings</b>		
<b>Unsecured</b>		
Loan repayable on demand		
i. From related party	<u>1,48,14,861</u>	<u>3,16,92,354</u>

**Note 7: Trade payables**

Trade Payables - other than acceptances	<u>12,20,44,292</u>	<u>15,58,10,829</u>
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As per the information available with the Company, trade payables do not include any amount due to Micro and Small Enterprises as defined under "Micro, Small and Medium Enterprises Developments Act, 2006 (MSMED Act, 2006) and no interest has been paid or payable in terms of MSMED Act, 2006.

**Note 8: Other current liabilities**

i. Current maturities of long-term borrowings (see note below)	46,66,66,664	46,66,66,664
ii. Interest accrued but not due on borrowings	1,99,47,444	1,99,47,444
iii. Interest accrued and due on borrowings (see note below)	25,39,37,925	6,80,09,519
iv. Advances from customers	50,70,045	55,29,595
v. Security deposits received	1,72,07,723	1,61,05,755
vi. Refund due to customers	2,13,98,842	-
vii. Bank overdraft - banks	2,68,544	-
viii. Statutory liabilities (Provident Fund, Withholding taxes, WCT, etc.)	2,24,24,878	5,35,13,470
	<u>80,69,22,065</u>	<u>62,97,72,447</u>

**Notes:**

- Details of Security for current maturities of long-term borrowings is stated in item 'i' of note 5 - 'Long-term'
- Defaults in repayment of term loan installment and interest as at the end of the year are as follows:

	As at 31 March, 2015	
	Period default	Amount ₹
-Principal	366 days	11,66,66,666
-Principal	275 days	11,66,66,666
-Principal	183 days	11,66,66,666
-Principal	101 days	11,66,66,666
-Interest on term loan	366 days	2,07,95,178
-Interest on term loan	275 days	2,37,88,440
-Interest on term loan	183 days	2,53,04,141
-Interest on term loan	91 days	2,75,55,573
-Interest on term loan	1 day	2,83,82,284
-Interest on debentures	540 days	2,68,23,620
-Interest on debentures	448 days	2,03,90,721
-Interest on debentures	358 days	1,99,47,444
-Interest on debentures	267 days	2,01,69,082
-Interest on debentures	175 days	2,03,90,721
-Interest on debentures	83 days	2,03,90,721

**Note 9: Short-term provisions**

i. For employee benefits		
- Compensated absences	82,214	94,356
- Gratuity	2,85,675	2,14,747
	<u>3,67,889</u>	<u>3,09,103</u>

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**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
Notes forming part of the financial statements

**Note 10: Fixed Assets (owned)**

PARTICULARS	GROSS BLOCK		ACCUMULATED DEPRECIATION			NET BLOCK	
	As at 1 April, 2014	Additions	As at 31 March, 2015	As at 1 April, 2014	For the year (see note 32)	As at 31 March, 2015	As at 31 March, 2014
Plant and equipment	82,24,826 (82,24,826)	-	82,24,826 (82,24,826)	58,14,282 (47,81,192)	3,90,860 (10,33,090)	20,19,684 (24,10,544)	24,10,544 (34,43,634)
Furniture and fixtures	36,57,135 (36,57,135)	-	36,57,135 (36,57,135)	34,62,516 (33,79,108)	1,68,510 (83,408)	26,109 (1,94,619)	1,94,619 (2,78,027)
Vehicles	5,29,338 (5,29,338)	-	5,29,338 (5,29,338)	2,42,946 (1,42,896)	48,262 (1,00,050)	2,38,130 (2,86,392)	2,86,392 (3,86,441)
Office equipment	3,86,018 (3,86,018)	-	3,86,018 (3,86,018)	3,37,160 (3,16,221)	48,856 (20,939)	2 (48,858)	48,858 (69,797)
Computers	2,39,850 (2,39,850)	-	2,39,850 (2,39,850)	2,39,725 (2,39,536)	125 (189)	- (125)	125 (314)
<b>Total</b>	<b>1,30,37,167</b>	<b>-</b>	<b>1,30,37,167</b>	<b>1,00,96,629</b>	<b>6,56,613</b>	<b>22,83,925</b>	<b>29,40,538</b>
<b>Previous year</b>	1,30,37,167	-	1,30,37,167	88,58,953	12,37,676	29,40,538	41,78,214

Figures in brackets relates to previous year.

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**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of the financial statements**

	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
<b>Note 11: Deferred tax assets</b>		
Tax effect of items constituting deferred tax assets:		
i. Provision for employee benefits	1,19,362	1,00,288
ii. Differences between book balance and tax balance of fixed assets	9,92,940	9,61,274
iii. Unabsorbed depreciation and carry forward business loss	5,57,25,997	42,68,076
	<b>5,68,38,299</b>	<b>53,29,638</b>
<b>Note:</b>		
The Company has recognised deferred tax assets on unabsorbed depreciation and carry forward business losses based on management estimate of future profits considering the flat buyer agreements executed by the Company against which revenue will be recognised in future years on proportionate completion method.		
<b>Note 12: Long-term loans and advances</b> (Unsecured, considered good)		
i. Advance to a related party for land purchase (see note 29)	41,43,72,254	50,55,00,000
ii. Advance income tax [(Net of provision of Rs. 17,622,905); 31 March, 2014: Rs. 387,628,411]	71,22,905	29,98,165
	<b>42,14,95,159</b>	<b>50,84,98,165</b>
<b>Note 13: Inventories</b> (Valued at lower of cost and net realisable value)		
Work-in-progress	<b>1,22,77,98,077</b>	<b>1,20,12,42,279</b>
Note: Inventory of work-in-progress comprise 'Properties under development'		
<b>Note 14: Trade receivables</b> (Unsecured, considered good)		
i. Outstanding for a period exceeding six months from the date they are due for payment	42,32,91,614	45,73,33,345
ii. Other trade receivables	2,04,12,735	9,61,18,996
	<b>44,37,04,349</b>	<b>55,34,52,341</b>
<b>Note 15: Cash and cash equivalents</b>		
(a) Cash on hand	5,32,983	97,628
(b) Cheques on hand	1,03,30,707	
(c) Balance with banks:		
(i) In current accounts	3,60,208	6,62,94,694
	<b>1,12,23,898</b>	<b>6,63,92,322</b>
<b>Note 16: Short-term loans and advances</b> (Unsecured, considered good)		
i. Security deposits to related party (see note 30)	-	4,60,00,000
ii. Security deposits - others	20,32,344	20,32,344
iii. Prepaid expenses	2,69,591	7,76,969
iv. Balances with Government authorities		
(a) CENVAT credit receivable	1,38,37,193	1,26,73,773
v. Mobilisation advance to contractors	1,01,27,075	1,23,61,104
vi. Advances to suppliers	23,32,88,473	23,32,98,887
	<b>25,95,54,676</b>	<b>30,71,43,077</b>
<b>Note 17: Other current assets</b> (Unsecured, considered good)		
i. Unbilled receivable	57,22,29,400	34,81,14,742
	<b>57,22,29,400</b>	<b>34,81,14,742</b>



**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of the financial statements**

	Year ended 31 March, 2015 ₹	Year ended 31 March, 2014 ₹
<b>Note 18: Revenue from operations</b>		
i. Sale of properties	18,92,86,087	66,57,87,792
ii. Other operating revenues		
(a) Scrap sale	5,145	3,09,712
(b) Others	36,35,273	27,94,751
	<u>19,29,26,505</u>	<u>66,88,92,255</u>
Revenue from sale of properties comprise revenue recognised on Real Estate Projects on 'Percentage of completion method' (See note 2h)		
<b>Note 19: Other income</b>		
i. Interest on bank deposits	-	24,49,269
ii. Interest from customers	10,86,672	3,76,700
	<u>10,86,672</u>	<u>28,25,969</u>
<b>Note 20: Cost of materials consumed</b>		
Construction material	8,09,33,018	15,65,22,218
	<u>8,09,33,018</u>	<u>15,65,22,218</u>
<b>Note 21: Changes in inventories of work-in-progress</b>		
i. Opening inventory of work-in-progress	1,20,12,42,279	1,25,63,73,272
ii. Closing inventory of work-in-progress	1,22,77,98,077	1,20,12,42,279
<b>Net (increase)/decrease</b>	<u>(2,65,55,798)</u>	<u>5,51,30,993</u>
<b>Note 22: Employee benefits expense</b>		
i. Salaries and wages	27,44,356	27,36,659
ii. Staff welfare expenses	8,849	9,360
	<u>27,53,205</u>	<u>27,46,019</u>

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**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of the financial statements**

	Year ended 31 March, 2015 ₹	Year ended 31 March, 2014 ₹
<b>Note 23: Finance costs</b>		
i. Interest expenses on:		
(a) Term loan - other than banks	11,67,00,486	15,97,64,366
(b) Debentures	11,55,68,526	11,57,50,163
(c) On delayed payment of statutory dues	1,38,07,802	18,94,732
	<b>24,60,76,814</b>	<b>27,74,09,261</b>
ii. Other borrowing costs	2,93,163	31,00,659
	<b>24,63,69,977</b>	<b>28,05,09,920</b>

**Note 24: Other expenses**

i. Power and fuel charges	66,11,809	1,32,92,092
ii. Rent on shuttering material	12,00,000	66,080
iii. Repairs and maintenance - machinery	26,32,599	28,82,475
iv. Insurance	13,26,734	16,64,214
v. Rates and taxes	84,35,447	8,760
vi. Travelling and conveyance	1,260	4,49,014
vii. Printing and stationery	1,22,692	3,42,438
viii. Sales commission	1,06,633	18,45,775
ix. Legal and professional charges	61,74,896	1,38,69,101
x. Project Consultancy Fees	29,79,532	4,04,91,909
xi. Payment to auditors (see note 'i' below)	12,04,810	10,12,063
xii. Advertisement and business promotion	5,04,000	1,53,46,281
xiii. Postage and telephone expenses	23,231	64,616
xiv. Miscellaneous expenses	47,38,154	53,58,862
	<b>3,60,61,797</b>	<b>9,66,93,680</b>

**Note 'i'**

**Payment to auditors (net of input tax credit where applicable)**

i. Statutory audit fees	12,00,000	10,00,000
ii. Reimbursement of expenses	4,810	12,063
	<b>12,04,810</b>	<b>10,12,063</b>






**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of the financial statements**

**Note 25:**

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
<b>Note 26: Contingent liabilities</b>		
Claims against the Company not acknowledged as debts*		
- Customers complaints pending in consumer court	8,20,71,096	3,64,56,208
- Demand raised by Income tax authorities for which the Company has gone in appeal	3,03,604	3,03,604
	<u>8,23,74,700</u>	<u>3,67,59,812</u>

\* No provision is considered necessary since the Company expects favorable decisions.

**Note 27: Expenditure in foreign currency**

Interest on debentures	11,55,68,526	11,57,50,163
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**Note 28: Segment reporting**

As the Company operates in single business and geographical segment, the reporting requirements for primary and secondary segment disclosures prescribed by Accounting Standard AS-17 on 'Segment Reporting' are not applicable.

**Note 29: Employee benefits**

Disclosures as required under Accounting Standard -15 (Revised) on 'Employee Benefits' for Gratuity is as under:

	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Liability at the beginning of the year	2,14,747	1,50,954
Current service cost	70,928	63,793
Liability at the end of the year	2,85,675	2,14,747
Expenses recognised in the Statement of Profit and Loss	70,928	63,793

**Note 30: Related party disclosures**

**i. List of related parties**

**(a) Holding Company**

- Parsvnath Developers limited (PDL)

**(b) Companies having significant influence**

- Sterling Pathway (SP)

- Banrod Investments Limited (BIL)

**ii. Balances outstanding/transactions with related parties**

	PDL	BIL	SP
	₹	₹	₹
<b>(a) Transactions during the year</b>			
Interest on debentures	-	11,55,68,526	-
	(-)	(11,57,50,163)	(-)
Short-term loan received	-	-	-
	(3,16,92,354)	(-)	(-)
Short-term loan repaid	1,68,77,493	-	-
	(-)	(-)	(-)
Advance for land purchase returned	9,11,27,746	-	-
	(-)	(-)	(-)
Security deposit returned	4,60,00,000	-	-
	(-)	(-)	(-)

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**PARSVNATH LANDMARK DEVELOPERS PRIVATE LIMITED**  
**Notes forming part of the financial statements**

	PDL ₹	BIL ₹	SP ₹
<b>(b) Balances at year-end</b>			
Creditors	54,545 (54,545)	-	-
Short term borrowings	1,48,14,861 (3,16,92,354)	-	-
Advance for land purchase	41,43,72,254 (50,55,00,000)	-	-
Security Deposit given	-	-	-
	(4,60,00,000)	(-)	(-)
Equity Share Capital	2,56,00,000 (2,56,00,000)	-	72,20,510 (72,20,510)
Interest accrued but not due on debentures	-	1,99,47,444 (1,99,47,444)	-
Interest accrued and due on debentures	-	12,81,12,309 (4,72,14,341)	-
	(-)	(-)	(-)
Fully Convertible Debentures issued	-	75,78,26,400 (75,78,26,400)	-
	(-)	(-)	(-)
Financial Guarantees	46,66,66,664 (46,66,66,664)	-	-
	(-)	(-)	(-)

Note: Figures in brackets represent figures as at and for the year ended 31 March, 2014.

**Note 31: Earnings per share**

i. Net profit for calculation of basic and diluted earnings per share	(12,45,49,693)	(1,31,11,335)
ii. Weighted average number of equity shares outstanding during the year (see note 'i' below)	32,82,052	32,82,052
iii. Basic and diluted earnings per share	(37.95)	(3.99)
iv. Nominal value of equity shares	10	10

**Note 'i'**

Convertible debentures shall be converted on the fifteenth anniversary of the Investment Agreement in such number of class B equity shares as may be decided and as such have not been considered while computing the weighted and diluted EPS as number of shares to be allotted are not ascertainable. However, investor has an option for early conversion subject to certain conditions specified in the agreement.

**Note 32: Change in depreciation policy**

Effective April 1, 2014, the Company has reviewed and revised the useful life of fixed assets, generally in accordance with the provisions of Schedule II to the Companies Act, 2013 for the purpose of providing depreciation on its fixed assets. The carrying amount of fixed assets as on April 1, 2014 is depreciated over the revised remaining useful life. Further, to rationalize the method of computation of depreciation, the Company has changed the method of depreciation from Written Down Value (WDV) method to Straight Line Method (SLM) for all the fixed assets. The effect of change in method of depreciation from WDV to SLM has been applied retrospectively and differential amount has been charged/credited to the Statement of Profit and Loss. Due to this change in depreciation policy and estimated life, depreciation charge for the year is lower by Rs. 213,738.


**Note 33: Previous year's figures**

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification/disclosure.

**For and on behalf of the Board of Directors**



**PRADEEP KUMAR JAIN**  
Director  
DIN: 00333486

  
**SANJEEV KUMAR JAIN**  
Director  
DIN: 00333881



**RAHUL KWATRA**  
Company Secretary  
Membership No. A16754

Place: New Delhi  
Date: 14 May, 2015

