

PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
BALANCE SHEET AS AT 31 MARCH, 2017

	Notes	As at 31-March-17 Rs.in lakhs	As at 31-March-16 Rs.in lakhs	As at 01-April-15 Rs.in lakhs
Assets				
1. Current assets				
a. Financial assets				
i. Cash and cash equivalents	3	6.86	7.31	8.35
ii. Other financial assets	4	36,168.91	36,168.91	36,168.91
b. Current tax assets (Net)	5	-	-	0.02
c. Other current assets	6	-	0.05	0.06
Total current assets		<u>36,175.77</u>	<u>36,176.27</u>	<u>36,177.34</u>
Total assets		<u>36,175.77</u>	<u>36,176.27</u>	<u>36,177.34</u>
Equity and Liabilities				
1. Equity				
a. Equity share capital	7	33.20	33.20	33.20
b. Other equity	8	2,947.57	3,039.19	3,082.70
Total Equity		<u>2,980.77</u>	<u>3,072.39</u>	<u>3,115.90</u>
2. Liabilities				
Non-current liabilities				
a. Financial liabilities				
i. Borrowings	9	<u>27,476.40</u>	<u>27,476.40</u>	<u>27,476.40</u>
Total non-current liabilities		<u>27,476.40</u>	<u>27,476.40</u>	<u>27,476.40</u>
Current liabilities				
a. Financial liabilities				
i. Trade Payables	10	1.09	0.34	0.51
ii. Other financial liabilities	11	5,060.67	5,060.67	5,060.67
b. Other current liabilities	12	<u>656.84</u>	<u>566.48</u>	<u>523.86</u>
Total current liabilities		<u>5,718.60</u>	<u>5,627.49</u>	<u>5,585.04</u>
Total liabilities		<u>33,195.00</u>	<u>33,103.88</u>	<u>33,061.44</u>
Total equity and liabilities		<u>36,175.77</u>	<u>36,176.27</u>	<u>36,177.34</u>

See accompanying notes to the financial statements

1-31

In terms of our report attached
For S. N. Dhawan & Co. LLP
 (Formerly S. N. Dhawan & Co.)
 Chartered Accountants
 Firm's Registration No. 000050N/N500045

Vinesh Jain
 Partner
 Membership No. 087705



Place: Delhi
 Date: 25 May, 2017

For and on behalf of the Board of Directors

Kishan Lal Sharma
 Director
 DIN:06842669

Yogesh Jain
 Director
 DIN:00088662

Place: Delhi
 Date: 25 May, 2017

PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2017

	Notes	Year ended 31 March, 2017	Year ended 31 March, 2016
		Rs.in lakhs	Rs.in lakhs
I Other income	13	-	0.25
II Total income		-	0.25
III Expenses			
a. Finance costs	14	90.38	42.55
b. Other expenses	15	1.24	1.21
Total expenses (III)		91.62	43.76
IV Profit/(loss) before tax (II-III)		(91.62)	(43.51)
V Tax expense/(benefit):		-	-
VI Profit/(loss) for the year (IV - V)		(91.62)	(43.51)
VII Other comprehensive income		-	-
VIII Total comprehensive income for the year (VI + VII)		(91.62)	(43.51)
IX Earnings per equity share (face value Rs. 10 per share)			
(1) Basic (in Rs.)	17	(27.60)	(13.10)
(2) Diluted (in Rs.)	17	(27.60)	(13.10)

See accompanying notes to the financial statements

1-31

In terms of our report attached
For S. N. Dhawan & Co. LLP
 (Formerly S. N. Dhawan & Co.)
 Chartered Accountants
 Firm's Registration No. 000050/N500045

Vinesh Jain
 Partner
 Membership No. 08770

Place: Delhi
 Date: 25 May, 2017



For and on behalf of the Board of Directors

Kishan Lal Sharma
 Director
 DIN:06842669

Yogesh Jain
 Director
 DIN:00088662

Place: Delhi
 Date: 25 May, 2017

PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH, 2017

a Equity Share Capital

Particulars	Rs in lakhs
Balance as at 1 April, 2015	33.20
Changes in equity share capital during the year	-
Balance as at 31 March, 2016	33.20
Changes in equity share capital during the year	-
Balance as at 31 March, 2017	33.20

b Other Equity

Particulars	Reserves and Surplus		
	Securities premium reserve	Retained earnings	Total
	Rs in lakhs	Rs in lakhs	Rs in lakhs
Balance as at 1 April, 2015	3,284.07	(201.37)	3,082.70
Profit for the year	-	(43.51)	(43.51)
Other comprehensive income for the year	-	-	-
Balance as at 31 March, 2016	3,284.07	(244.88)	3,039.19
Profit for the year	-	(91.62)	(91.62)
Other comprehensive income for the year	-	-	-
Balance as at 31 March, 2017	3,284.07	(336.50)	2,947.57

See accompanying notes to the financial statements

In terms of our report attached
For S. N. Dhawan & Co. LLP
 (Formerly S. N. Dhawan & Co.)
 Chartered Accountants
 Firm's Registration No. 000050N/N500045

Vinesh Jain
 Partner
 Membership No. 087701

Place: Delhi
 Date: 25 May, 2017

For and on behalf of the Board of Directors

Kishan Lal Sharma
 Director
 DIN:06842669

Place: Delhi
 Date: 25 May, 2017

Yogesh Jain
 Director
 DIN:00088662



PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH, 2017

	Year ended 31 March, 2017	Year ended 31 March, 2016
	Rs.in lakhs	Rs.in lakhs
A. Cash flows from operating activities		
Profit/(loss) for the year	(91.62)	(43.51)
Adjustments for :		
Movements in working capital:	(91.62)	(43.51)
(Increase)/decrease in other assets	0.05	0.01
Increase/(decrease) in trade payables	0.75	(0.16)
Increase/(decrease) in other liabilities	90.38	42.60
Cash generated from operations	(0.45)	(1.06)
Income Taxes paid	-	(0.02)
Net cash (used in)/generated by operating activities	(0.45)	(1.05)
B. Cash flows from investing activities		
Net Cash (used in) /generated by investing activities	-	-
C. Cash flows from financing activities		
Net Cash (used in)/generated by financing activities	-	-
D. Net increase in Cash and Cash equivalents (A+B+C)	(0.45)	(1.05)
Cash and cash equivalents at the beginning of the year	7.31	8.35
Cash and cash equivalents at the end of the year	6.86	7.31

Notes:

- 1) The statement of cash flow has been prepared under the indirect method as set out in Ind AS 7 on statements of cash flow.
- 2) Figures in brackets indicate cash outflow.

See accompanying notes to the financial statements

1-31

In terms of our report attached
For S. N. Dhawan & Co. LLP
 (Formerly S. N. Dhawan & Co.)
 Chartered Accountants
 Firm's Registration No. 000050N/N500045

Vinesh Jain
 Partner
 Membership No. 087701

Place: Delhi
 Date: 25 May, 2017



For and on behalf of the Board of Directors

Kishan Lal Sharma
 Director
 DIN:06842669

Place: Delhi
 Date: 25 May, 2017

Yogesh Jain
 Director
 DIN:00088662

PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

1. Corporate Information

Parsvnath Promoters and Developers Private Limited ("the Company") was incorporated as Luba Real Estate Private Limited on 24 July, 2007. The name of the Company has been changed to 'Parsvnath Promoters and Developers Private Limited' with effect from 24 January, 2011 and fresh certificate of incorporation was issued by Registrar of Companies, Delhi and Haryana. The Company became subsidiary of Parsvnath Developers Limited with effect from 19 November, 2010 and is engaged in the business of promotion, construction and development of residential projects.

2. Significant accounting policies

2.1 Basis of preparation

The financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the Ind AS) as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

Upto the year ended 31 March, 2016, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (hereinafter referred to as 'Previous GAAP'). These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1 April, 2015. The financial statements for the year ended 31 March, 2016 and the opening balance sheet as at 1st April, 2015 have been restated in accordance with Ind AS for comparative information.

The financial statements are presented in Indian Rupee and all values are rounded to the nearest lakhs, except when otherwise stated.

2.2 Basis of measurement and presentation

The financial statements have been prepared on the historical cost basis unless otherwise indicated.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

2.3 Borrowing costs

Borrowing costs directly attributable to the acquisition or construction of qualifying assets are capitalised / inventorised until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

2.4 Taxation

Income tax expense for the year comprises of current tax and deferred tax.

Current tax

Current tax is the expected tax payable on the taxable income for the year calculated in accordance with the Income Tax Act and any adjustment to taxes in respect of previous years.

Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding amounts used in the computation of taxable income. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences, the carry forward of unused tax losses and unused tax credits. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.



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PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Current and deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.5 Inventories

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

2.6 Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. 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.

2.7 Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. The Company does not recognise a contingent liability, but discloses its existence in the notes to the financial statements.

2.8 Cash and cash equivalents

Cash and cash equivalents for the purpose of Cash Flow Statement comprises cash on hand, cash at bank and short-term deposits with banks with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

2.9 Earnings per share

Basic earnings per share is computed by dividing the net profit for the year attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period and for all period presented is adjusted for events, such as bonus shares, that have changed the number of equity shares outstanding without a corresponding change in resources.

Diluted earnings per share is computed by dividing the net profit for the year attributable to equity shareholders 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.

2.10 Current/non-current classification

The Company presents assets and liabilities in the balance sheet based on current / non-current classification. An asset is treated as current when it is:



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- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period;
- Cash and cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current

A liability is treated as current when :

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

2.11 Operating cycle

The operating cycle is the time gap between the acquisition of the asset for processing and their realization in cash and cash equivalents. Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 48 months for real estate projects and 12 months for others for the purpose of classification of its assets and liabilities as current and non-current.

2.12 Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

2.13 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification of financial assets

Debt instruments that meet the following conditions are subsequently measured at amortised cost :

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.



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All other financial assets are subsequently measured at fair value.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the "Other income" line item.

2.14 Financial liabilities and equity instruments

Classification as debt or equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

Financial liabilities

All financial liabilities are measured at amortised cost at the end of subsequent accounting period.



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PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

	<u>As at</u> <u>31-March-17</u> <u>Rs. In lakhs</u>	<u>As at</u> <u>31-March-16</u> <u>Rs. In lakhs</u>	<u>As at</u> <u>01-April-15</u> <u>Rs. In lakhs</u>
3. Cash and cash equivalents			
a. Balances with banks	6.83	7.17	8.35
b. Cash on hand	0.03	0.14	-
	<u>6.86</u>	<u>7.31</u>	<u>8.35</u>
4. Other financial assets			
Current			
a. Receivable from related party against assignment amount	36,168.91	36,168.91	36,168.91
	<u>36,168.91</u>	<u>36,168.91</u>	<u>36,168.91</u>
5. Current tax assets(net)			
a. Tax Refund receivable	-	-	0.02
	<u>-</u>	<u>-</u>	<u>0.02</u>
6. Other assets			
Current			
Prepaid expenses	-	0.05	0.06
	<u>-</u>	<u>0.05</u>	<u>0.06</u>



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PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

	As at 31-March-17 Rs. In lakhs	As at 31-March-16 Rs. In lakhs	As at 1 April, 2015 Rs. In lakhs
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7 .Equity Share Capital

Authorised Share Capital 3,32,000 fully paid equity shares of Rs. 10/- each (as at 31 March 2016:3,32,000;as at 01 April 2015:33,20,00)	33.20	33.20	33.20
Issued ,subscribed and fully paid share capital 3,32,000 fully paid equity shares of Rs. 10/- each (as at 31 March 2016:3,32,000;as at 01 April 2015:33,20,00)	33.20	33.20	33.20

7.1 -Reconciliation of share capital

	Number of Shares in	Share Capital Rs./lacs
Balance as at April 1st , 2015	3,32,000	33.20
Movements during the year	-	-
Balance as at March 31st , 2016	3,32,000	33.20
Movements during the year	-	-
Balance as at March 31, 2017	3,32,000	33.20

7.2 - Rights, preferences and restrictions attached to each class of equity shares

- i. Each equity holder of each class is entitled to one vote per share.

7.3 - Details of share held by the holding company, its subsidiaries and associates

	As at 31-March-17 No. of shares	As at 31-March-16 No. of shares	As at 1 April, 2015 No. of shares
Parsvnath Developers Limited, the holding company	1,69,326	1,69,326	1,69,326

7.4- Details of shares held by each shareholder holding more than 5%

	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares
Fully paid equity shares						
i. Parsvnath Developers Limited	1,69,326	51%	1,69,326	51%	1,69,326	51%
ii. Green Destinations Holdings	1,62,674	49%	1,62,674	49%	1,62,674	49%



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PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

	As at 31-March-17 Rs. In lakhs	As at 31-March-16 Rs. In lakhs	As at 01-April-15 Rs. In lakhs
8. Other equity			
a. Securities premium reserve	3,284.07	3,284.07	3,284.07
b. Retained earnings	(336.50)	(244.88)	(201.37)
	<u>2,947.57</u>	<u>3,039.19</u>	<u>3,082.70</u>
a. Securities premium reserve			
Balance at the beginning of the year	3,284.07	3,284.07	3,284.07
Movements			
Balance at the end of the year	<u>3,284.07</u>	<u>3,284.07</u>	<u>3,284.07</u>
b. Retained Earnings			
Balance at the beginning of the year	(244.88)	(201.37)	(140.77)
Profit/(Loss) for the year	(91.62)	(43.51)	(60.60)
Balance at the end of the year	<u>(336.50)</u>	<u>(244.88)</u>	<u>(201.37)</u>

Nature and purpose of reserves:

- a. Securities premium reserve - The amount received in excess of the face value of the debentures issued by the Company is recognised in securities premium reserve.
- b. Retained earnings - Retained earnings are profits of the Company earned till date.

9. Borrowings

Non current

Unsecured - at amortised cost

- | | | | |
|--|----------|----------|----------|
| a. 16% Fully Convertible Debentures -Series I
(31 March,2017:9,34,07,252; 31 March 2016:9,34,07,252;
01 April 2015:9,34,07,252 fully convertible debentures of Rs.
10 each.) | 9,340.73 | 9,340.73 | 9,340.73 |
|--|----------|----------|----------|

Each debenture is convertible into one equity share entitled to dividend and/or one different class of share (collectively entitled to 0.001% of the voting rights) on the terms and conditions mentioned in the 'Investment and Security Holder's Agreement' dated 23 November, 2010 as amended by the first supplementary agreement dated 31 March 2011

- | | | | |
|--|----------|----------|----------|
| b. 16% Fully Convertible Debentures -Series II
(31 March,2017:8,79,26,556; 31 March 2016:8,79,26,556;
01 April 2015:8,7,9,26,556 fully convertible debentures of Rs.
10 each.) | 8,792.66 | 8,792.66 | 8,792.66 |
|--|----------|----------|----------|

Each debenture is convertible into one different class of share entitled to dividend (collectively entitled to 0.001% of the voting rights) on the terms and conditions mentioned in the 'Investment and Security Holder's Agreement' dated 23 November, 2010 as amended by the first supplementary agreement dated 31 March 2011

- | | | | |
|--|----------|----------|----------|
| c. 16% Optionally convertible debentures
(31 March,2017:9,34,30,096; 31 March 2016:9,34,30,096;
01 April 2015:9,34,30,096 optionally convertible debentures | 9,343.01 | 9,343.01 | 9,343.01 |
|--|----------|----------|----------|

Each debenture is convertible into calculated number of different class of shares (entitled for dividend) to ensure that shareholding of the promoter is equal to 51% of the total issued and paid up capital of the Company on the terms and conditions mentioned in the 'Investment and Security Holder's Agreement' dated 23 November, 2010 as amended by the first supplementary agreement dated 31 March 2011

27,476.40	27,476.40	27,476.40
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10. Trade Payables

Current

- | | | | |
|-------------------|-------------|-------------|-------------|
| a. Trade Payables | 1.09 | 0.34 | 0.51 |
| | <u>1.09</u> | <u>0.34</u> | <u>0.51</u> |

Note:

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.

11. Other Financial Liabilities

Current

- | | | | |
|--|-----------------|-----------------|-----------------|
| a. Interest accrued but not due on debenture | 5,060.67 | 5,060.67 | 5,060.67 |
| | <u>5,060.67</u> | <u>5,060.67</u> | <u>5,060.67</u> |

Other liabilities

Current

- | | | | |
|--------------------------|---------------|---------------|---------------|
| a. Statutory Liabilities | 656.84 | 566.48 | 523.86 |
| | <u>656.84</u> | <u>566.48</u> | <u>523.86</u> |



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PARSVNATH PROMOTERS & DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

	<u>Year ended</u> <u>31 March, 2017</u> Rs. In lakhs	<u>Year ended</u> <u>31 March, 2016</u> Rs. In lakhs
13. Other income		
a. Balances written back	-	0.25
	<u>-</u>	<u>0.25</u>
14. Finance costs		
a. Interest expenses :		
i. on delayed payment of statutory dues	90.38	42.55
	<u>90.38</u>	<u>42.55</u>
15. Other expenses		
a. Insurance	0.05	0.33
b. Rates and taxes	0.06	0.36
c. Legal and professional charges	0.56	0.37
d. Payment to auditors	0.57	0.15
e. Miscellaneous expenses	0.00	-
	<u>1.24</u>	<u>1.21</u>



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PARSVNATH PROMOTERS AND DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

16. Segment reporting

The Company is engaged in the business of 'Real Estate'. For management purposes, there is single reportable segment. Accordingly disclosure required by Ind AS 108 'Operating Segment' have not been provided in the financial statements. The Company operates in single geographical area of India. Accordingly, geographical information has not been reported

17. Earnings per share

		Year ended 31 March, 2017	Year ended 31 March, 2016
i. Net loss for calculation of basic and diluted earnings per share	Rs. In lakhs	(91.62)	(43.51)
ii. Weighted average number of equity shares outstanding during the year	Numbers	3,32,000	3,32,000
iii. Basic and diluted earnings per share	Rs.	(27.60)	(13.10)
iv. Nominal value of equity shares	Rs.	10.00	10.00

18. Disclosure of Specified Bank Notes (SBN)

Details of 'Specified Bank Notes' (SBN) held and transacted during the period from 8 November, 2016 to 30 December, 2016 is given below:

Particulars	SBNs	Other denomination notes	Total
	Rs.in lakhs	Rs.in lakhs	Rs.in lakhs
Closing Cash in hand as on 8 November, 2016	-	0.03	0.03
(+) Amount withdrawn from bank	-	-	-
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in bank	-	-	-
Closing Cash in hand as on 30 December, 2016	-	0.03	0.03

Note:

For the purposes of this note, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8 November, 2016.

19. Reconciliation of equity and net profit under previous GAAP and Ind AS

Reconciliation of net profit /(loss) under previously applicable Generally

Particulars	Year ended 31.03.2016
	(Rs.in lakhs)
Net profit for the year under previous GAAP	(43.51)
Adjustments	-
Net profit for the year under Ind AS	(43.51)



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PARSVNATH PROMOTERS AND DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

Reconciliation of equity under Ind AS with equity reported under previous GAAP is as under:

Particulars	As at 31.03.2016 (Rs.in lakhs)
Equity as per previous GAAP	3,072.39
Ind AS Adjustments	-
Equity as per Ind AS	3,072.39

20. Corporate social responsibility

In terms of provisions of section 135 of the Companies Act, 2013, the Company was not required to spend any amount on activities relating to Corporate Social Responsibilities (CSR).

21. Related party disclosures

i. List of related parties

(a) Holding Company

- Parsvnath Developers Limited (PDL)

(b) Entities having significant influence

- Green Destinations Holdings (GDH)
 - Crimsonstar Ventures Limited (CVL)

(c) Fellow subsidiary

- Parsvnath Rail Land Project Private Limited

ii. Balances outstanding/transactions with related parties

	PDL	Entities having significant influence	Fellow subsidiary
	Rs. In lakhs	Rs. In lakhs	Rs. In lakhs
(a) Balances as at year-end			
Accrued interest on debentures	5,053.52 <i>(5,053.52)</i> 5,053.52	7.15 <i>(7.15)</i> 7.15	- <i>(-)</i> -
Debentures	9,343.01 <i>(9,343.01)</i> 9,343.01	18,133.39 <i>(18,133.39)</i> 18,133.39	- <i>(-)</i> -
Other receivables	- <i>(-)</i> -	- <i>(-)</i> -	36,168.91 <i>(36,168.91)</i> 36,168.91

Note:

- 1 Related party transactions entered during the year were in ordinary course of business and are on arm's length basis.
- 2 Figures in brackets represent figures as at and for the year ended 31 March, 2016 and figures in italics represents balance as at 1 April, 2015.



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PARSVNATH PROMOTERS AND DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

Note 22

The Company does not have any pending litigations which would impact its financial position.

Note 23

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

Note 24

Parsvnath Developers Limited (PDL), the holding company was selected as bidder for grant of lease for development of a project on a plot of land at Sarai Rohilla- Kishanganj by Rail Land Development Authority (RLDA) vide its 'Letter of Acceptance' (LOA) dated 26 November, 2010. The Company was decided as a Special Purpose Vehicle (SPV) for the purposes of development of the project and the RLDA accorded approval on 7 February, 2011 adopting the Company as SPV for the development and implementation of the project. In terms of LOA, amount payable towards land/land development rights is Rs. 165,100 lacs, of which Rs. 33,020 lakhs was paid as an advance to RLDA.

Subsequently under approval of RLDA, PDL incorporated a new company namely Parsvnath Rail Land Project Private Limited (PRLPPL) for development and implementation of the project and transferred all assets and liabilities of the company at the book value of Rs. 37,541.13 lacs plus interest payable to OCD holders .

The company has been informed by PRLPPL that due to multifarious reasons, including the lack of statutory approvals of Lay out and Building Plans to commence constructions, from NDMC owing to discrepancies noticed by the NDMC in the title of the Project Land, PRLPPL was not been able to achieve Financial Closure as per Article 7 of the Agreement which resulted in deemed termination of the agreement . The PRLPPL has invoked the arbitration clause in the development agreement for recovery of amount paid to RLDA together with interest thereon on deemed termination of agreement . The arbitration proceedings between PRLPPL & RLDA have since commenced . Considering the facts and discussions with Legal counsel and PRLPPL management, the management considers the amount due from PRLPPL as good and fully recoverable .

Note 25

The holder of fully convertible debentures Series I and Series II has accorded its approval for moratorium in the accrual and payment of debenture interest from 1 April, 2011 to 30 June, 2018. The Board of Directors of the Company also approved the waiver of interest for the said period. Accordingly, no provision for interest has been made on Series I and Series II debentures during the period.

The holder of optionally convertible debentures has accorded its approval for moratorium in the accrual and payment of debenture interest from 1 Jan, 2015 to 31 March, 2017. The Board of Directors of the Company also approved the waiver of interest for the said period. Accordingly, no provision for interest has been made on Series I and Series II debentures during the period.



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PARSVNATH PROMOTERS AND DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

26. Financial Instruments

The carrying amounts and fair values of financial instruments by categories is as follows:

	As at			As at			As at					
	Total	Amortised Cost	At cost	FVTPL	Total	Amortised Cost	At cost	FVTPL	Total	Amortised Cost	At cost	FVTPL
Financial assets												
i. Trade receivables	6.86	6.86	-	-	7.31	7.31	-	-	8.35	8.35	-	-
ii. Cash and cash equivalents	36,168.91	36,168.91	-	-	36,168.91	36,168.91	-	-	36,168.91	36,168.91	-	-
iii. Other financial assets	-	-	-	-	-	-	-	-	-	-	-	-
Total financial assets	36,175.77	36,175.77	-	-	36,176.22	36,176.22	-	-	36,177.26	36,177.26	-	-
Financial liabilities												
i. Borrowings	27,476.40	27,476.40	-	-	27,476.40	27,476.40	-	-	27,476.40	27,476.40	-	-
ii. Trade Payables	1.09	1.09	-	-	0.34	0.34	-	-	0.51	0.51	-	-
iii. Other financial liabilities	5,060.67	5,060.67	-	-	5,060.67	5,060.67	-	-	5,060.67	5,060.67	-	-
Total financial liabilities	32,538.16	32,538.16	-	-	32,537.41	32,537.41	-	-	32,537.58	32,537.58	-	-

The Company has disclosed financial instruments such as trade receivables, other financial assets, trade payables, borrowings and other financial liabilities at carrying value because their carrying amounts are reasonable approximation of the fair values.



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Rs. in lakhs

PARSVNATH PROMOTERS AND DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

27. Financial Risk Management

The Company's business operations are exposed to various financial risks such as liquidity risk, market risks, credit risk, interest rate risk, funding risk etc. The Company's financial liabilities mainly includes borrowings taken for the purpose of financing company's operations. Financial assets mainly includes trade receivables, investment in subsidiaries/joint venture/associates and loans to its subsidiaries.

The Company has a system based approach to financial risk management. The Company has internally instituted an integrated financial risk management framework comprising identification of financial risks and creation of risk management structure. The financial risks are identified, measured and managed in accordance with the Company's policies on risk management. Key financial risks and mitigation plans are reviewed by the board of directors of the Company.

Liquidity Risk

Liquidity risk is the risk that the Company may face to meet its obligations for financial liabilities. The objective of liquidity risk management is that the Company has sufficient funds to meet its liabilities when due. The Company is under stressed conditions, which has resulted in delays in meeting its liabilities. The Company, regularly monitors the cash outflow projections and arrange funds to meet its liabilities.

The following table summarises the maturity analysis of the Company's financial liabilities based on contractual undiscounted cash outflows:

	Carrying amount	Payable within 1 year	Payable in 1-3 years	Rs. in lacs Payable more than 3 years
As at 31 March, 2017				
Borrowings	27,476.40	-	-	27,476.40
Trade payables	1.09	1.09	-	-
Other financial liabilities	5,060.67	5,060.67	-	-
	32,538.16	5,061.76	-	27,476.40
As at 31 March, 2016				
Borrowings	27,476.40	-	-	27,476.40
Trade payables	0.34	0.34	-	-
Other financial liabilities	5,060.67	5,060.67	-	-
	32,537.41	5,061.01	-	27,476.40
As at 01 April, 2015				
Borrowings	27,476.40	-	-	27,476.40
Trade payables	0.51	0.51	-	-
Other financial liabilities	5,060.67	5,060.67	-	-
	32,537.58	5,061.18	-	27,476.40

Market risk

Market risk is the risk that future cash flows will fluctuate due to changes in market prices i.e. interest rate risk and price risk.

A. Interest rate risk

Interest rate risk is the risk that the future cash flows will fluctuate due to changes in market interest rates. The Company is mainly exposed to the interest rate risk due to its borrowings. The Company manages its interest rate risk by having fixed rate borrowings. The Company does not enter into any interest rate swaps.






PARSVNATH PROMOTERS AND DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

Interest rate sensitivity analysis

The exposure of the company's borrowing to interest rate change at the end of the reporting periods are as follows :

	As at 31 March, 2017	As at 31 March, 2016	As at 1 April, 2015
	Rs. in lacs	Rs. in lacs	Rs. in lacs
Variable rate borrowings			
Long Term	-	-	-
Short Term	-	-	-
Total Variable rate Borrowing	-	-	-
Fixed Rate Borrowings			
Long Term	27,476.40	27,476.40	27,476.40
Short Term	-	-	-
Total Fixed rate Borrowing	27,476.40	27,476.40	27,476.40
Total Borrowing	27,476.40	27,476.40	27,476.40

Sensitivity

Since the Company does not have any variable rate borrowings, there is no impact on profit and loss before tax due to change in interest rate.

B. Price risk

The Company has very limited exposure to price sensitive securities, hence price risk is not material.

Credit Risk

Credit risk is the risk that customer or counter-party will not meet its obligation under the contract, leading to financial loss. The Company has no trade receivables, hence the Credit risk is not material.

28. Capital Management

For the purpose of capital management, capital includes equity capital, share premium and retained earnings. The Company maintains balance between debt and equity. The Company monitors its capital management by using a debt-equity ratio, which is total debt divided by total capital.

The debt-equity ratio at the end of the reporting period is as follows:

	As at 31 March, 2017	As at 31 March, 2016	As at 1 April, 2015
	Rs. in lacs	Rs. in lacs	Rs. in lacs
Borrowings:			
- Long term	27,476.40	27,476.40	27,476.40
- Short term	-	-	-
- Current maturities of long term borrowings	-	-	-
Total borrowings - A	27,476.40	27,476.40	27,476.40
Equity			
- Share capital	33.20	33.20	33.20
- Other equity	2,947.57	3,039.19	3,082.70
Total Equity - B	2,980.77	3,072.39	3,115.90
Debt to equity ratio (A/B)	9.22	8.94	8.82



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PARSVNATH PROMOTERS AND DEVELOPERS PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2017

29. First time Ind AS reconciliation

There is no impact on balance sheet and Statement of Profit and Loss due to adoption of Ind AS

30. Events after the reporting period

There are no event observed after the reported period which have an impact on the Company's operation.

31. Approval of the financial statements

The financial statements were approved for issue by Board of Directors on 25 May, 2017.

For and on behalf of the Board of Directors




Kishan Lal Sharma
Director
DIN:06842669


Yogesh Jain
Director
DIN:00088662

Place: Delhi
Date: 25 May, 2017