



Independent Auditor's Report on Financial Results of the Parsvnath Estate Developers Private Limited to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

**TO THE BOARD OF DIRECTORS OF
Parsvnath Estate Developers Private Limited**

Opinion

1. We have audited the accompanying financial results of **Parsvnath Estate Developers Private Limited ('the Company')** for the quarter and year ended March 31, 2022 (the "financial results"), being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial results:
 - i. is presented in accordance with the requirements of Regulation 52 of the Listing Regulations and
 - ii. gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013('the Act'), read with relevant rules issued thereunder and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2022.

Basis of Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those standards are further described in the 'Auditor's Responsibilities for the Audit of the Financial results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results, under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the

T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

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audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

4. Board of Director's Responsibilities for the Financial Results

These financial results have been prepared on the basis of the annual audited financial statement and has been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the preparation and presentation of the financial results that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and 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 results that gives a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the financial results by the Directors of the Company, as aforesaid.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

5. Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists.

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Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial results.

As a part of an audit in accordance with Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has in place adequate internal financial controls with reference to financial statement and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results.

We communicate with those charged with governance of the Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

6. The financial result for the year ended March 31, 2021 were audited by the erstwhile auditor whose report dated June 29, 2021, expressed an unmodified conclusion on those final financial results.
7. The financial results include the results for the March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the financial year.

For T R Chadha & Co LLP
Chartered Accountants
Firm Registration No. 006711N/N500028


Aashish Gupta
(Partner)

Membership No. 097343
UDIN: 22097343AJXITS9238

Date: 30.05.2022
Place: Delhi



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Statement of audited standalone financial results for the quarter and year ended March 31, 2022

(Rs. in lakhs, except per share data)

S. No.	Particulars	Quarter ended			Year ended	Year ended
		March 31, 2022	December 31, 2021	March 31, 2021	31.03.2022	31.03.2021
		Audited	Unaudited	Audited	Audited	Audited
1	Income					
a.	Revenue from operations	1,014.78	1,539.06	1,525.12	5,634.12	6,355.48
b.	Other income	10.50	17.59	20.15	67.07	55.60
	Total income	1,025.28	1,556.65	1,545.27	5,701.19	6,411.08
2	Expenses					
a.	Employee benefits expense	12.13	11.59	13.35	47.73	50.70
b.	Finance costs	4,422.83	5,084.25	2,300.72	17,512.49	12,841.49
c.	Depreciation and amortisation expense	604.00	531.34	548.50	2,196.95	2,229.49
d.	Other expenses	179.59	192.81	194.44	740.33	1,137.90
	Total expenses	5,218.55	5,819.99	3,057.01	20,497.50	16,259.58
3	Profit/(loss) before tax (1-2)	(4,193.27)	(4,263.34)	(1,511.74)	(14,796.31)	(9,848.50)
4	Tax expense					
(i)	Current tax	-	-	-	-	-
(ii)	Deferred tax charge/(credit)	-	-	210.00	-	781.00
	Total tax expense/(benefit)	-	-	210.00	-	781.00
5	Profit/(loss) for the period/year (3-4)	(4,193.27)	(4,263.34)	(1,721.74)	(14,796.31)	(10,629.50)
6	Other comprehensive income	-	-	-	-	-
7	Total comprehensive income / (loss) for the year (5+6)	(4,193.27)	(4,263.34)	(1,721.74)	(14,796.31)	(10,629.50)
8	Paid up equity share capital, Equity share of Rs. 10 each	500.00	500.00	500.00	500.00	500.00
9	Other equity (As per audited balance sheet)				(64,562.68)	(49,766.37)
10	Earnings per equity share (Face value of Rs. 10 each)					
a.	Basic (in Rs.)	(83.87)	(85.27)	(34.43)	(295.93)	(212.59)
b.	Diluted (in Rs.)	(83.87)	(85.27)	(34.43)	(295.93)	(212.59)



PARSVNATH ESTATE DEVELOPERS PRIVATE LIMITED

Regd. Office: Parsvnath Tower, Near Shahdara Metro Station, Shahdara, Delhi - 110 032

CIN:U45400DL2007PTC166218

Statement of audited standalone assets and liabilities as at 31 March, 2022

(Rs. in lakhs)

Particulars	As at 31.03.2022	As at 31.03.2021
	Audited	Audited
Assets		
Non-current assets		
a. Right of use assets	9,978.34	9,526.74
b. Other intangible assets	36,534.58	24,125.26
c. Intangible assets under development	-	14,865.56
d. Financial assets		
i. Other financial assets	861.11	860.86
e. Tax assets (net)	1,604.18	1,291.77
f. Deferred tax assets (net)	-	-
g. Other non-current assets	4,315.70	4,589.60
Total non-current assets	53,293.91	55,259.79
Current assets		
a. Inventories	7,300.83	7,300.83
b. Financial assets		
i. Trade receivables	194.01	880.56
ii. Cash and cash equivalents	1,213.07	2,817.81
iii. Other financial assets	1,058.12	278.61
c. Other current assets	39,194.74	38,468.17
Total current assets	48,960.77	49,745.98
Total assets	1,02,254.68	1,05,005.77
Equity and Liabilities		
Equity		
a. Equity share capital	500.00	500.00
b. Other equity	(64,562.68)	(49,766.37)
Total Equity	(64,062.68)	(49,266.37)
Liabilities		
Non-current liabilities		
a. Financial liabilities		
i. Borrowings	1,31,552.71	1,31,552.71
ii. Lease liability	11,123.91	10,004.45
iii. Other financial liabilities	20,732.48	8,533.57
b. Other non-current liabilities	50.47	749.93
Total non-current liabilities	1,63,459.57	1,50,840.66
Current liabilities		
a. Financial liabilities		
i. Trade Payables		
a. Outstanding dues of micro enterprises and small enterprises	-	-
b. Outstanding dues of creditors other than micro enterprises and small enterprises	370.44	300.68
ii. Lease liability	-	806.40
iii. Other financial liabilities	2,470.36	2,311.97
b. Other current liabilities	6.12	2.29
c. Provisions	10.86	10.14
Total current liabilities	2,857.78	3,431.48
Total liabilities	1,66,317.35	1,54,272.14
Total equity and liabilities	1,02,254.67	1,05,005.77



PARSVNATH ESTATE DEVELOPERS PRIVATE LIMITED
Statement of Cash Flows for the year ended 31 March, 2022

Notes	Year ended 31 March, 2022 Rs in lakhs	Year ended 31 March, 2021 Rs in lakhs
Cash flows from operating activities		
Profit/(loss) for the year	(14,796.31)	(9,848.50)
Adjustments for :		
Finance costs recognised in profit or loss	17,512.49	12,841.49
Interest income recognised in profit or loss	(67.07)	(53.50)
Provision for employee benefit	0.72	(3.34)
Depreciation and amortisation expense	2,196.95	2,229.49
	4,846.78	5,165.64
Movements in working capital:		
(Increase)/decrease in trade and other receivables	686.55	(249.83)
(Increase)/decrease in other non current financial assets	(0.25)	(625.85)
(Increase)/decrease in other non current assets	240.36	3,794.61
(Increase)/decrease in other current financial assets	(770.39)	553.57
(Increase)/decrease in other current assets	(726.57)	(6,249.26)
Increase/(decrease) in trade payables	69.76	(874.76)
Increase/(decrease) in other non current financial liabilities	1,269.61	336.16
Increase/(decrease) in other non current liabilities	(699.46)	(661.81)
Increase/(decrease) in other current financial liabilities	138.68	(7.50)
Increase/(decrease) in other current liabilities	3.83	(6,476.62)
Increase/(decrease) in lease assets/liabilities (net)	(1,257.97)	660.04
Cash generated from operations	3,800.93	(4,635.61)
Income tax paid/refund (net)	(312.41)	812.97
Net cash (used in)/generated by operating activities	3,488.52	(3,822.64)
Cash flows from investing activities		
Interest received	57.95	35.26
Capital expenditure on Intangible assets (including development)	312.53	(1,492.46)
Net Cash (used in) /generated by investing activities	370.49	(1,457.20)
Cash flows from financing activities		
Proceeds from /(Repayment of) current borrowings	-	-
Proceeds from non current borrowings	-	14,343.47
Finance costs paid	(5,463.73)	(6,394.59)
Net Cash (used in)/generated by financing activities	(5,463.74)	7,948.87
Net increase in Cash and cash equivalents	(1,604.74)	2,669.03
Cash and cash equivalents at the beginning of the year	2,817.81	148.78
Cash and cash equivalents at the end of the year	1,213.07	2,817.81



Notes:

- 1 Parsvnath Estate Developers Private Limited (the 'Company') is primarily engaged in the business of leasing of commercial buildings
- 2 These financial results for the quarter and year ended 31 March 2022, were reviewed and approved by the Board of Directors in their meetings held on 30 May 2022.
- 3 The financial results of the Company have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- 4 Figures for the quarter ended 31 March 2022 represent the balancing figures derived by deducting the reviewed year-to-date figures for the year ended 31 March 2022 and year to date figures up to first nine months ended 31 December 2021.
- 5 The Company is engaged in the business of leasing of 'Real Estate' properties. Hence the Company has only one operating segment and disclosure under Ind AS 108 on "Operating Segments" is not applicable.
- 6 The Company has not received any complaint from the investor during the year ended 31 March, 2022 and there was no complaint pending at the beginning of the year.
- 7 The outbreak of Coronavirus (COVID-19) pandemic has caused significant disturbance and slowdown of economic activity. COVID-19 has adversely impacted the business operations of the company, by way of interruption of construction activities, supply chain distribution, unavailability of labour, etc. The Company has assessed the impact of Covid-19 on its business by evaluation various scenarios on certain assumptions and current indicator of future conditions and on the basis of internal and external sources of information. Based on this, the Company has assessed recoverability and carrying value of its assets comprising inventory, receivables, intangible assets, right of use assets, advances, deferred tax assets and other financial and non-financial assets and believes that it will recover the carrying value of all its assets. The management will continue to closely monitor any material changes arising out of future economic conditions and impact on its business.
- 8 Intangible assets under development of phase 2 of the project was ready to use on 25th March, 2022 which has been capitalized accordingly.
- 9 Additional disclosure as per Regulation 52(4) of SEBI (LODR) Regulation 2015 are as under:

Particulars	Year ended	
	March 31, 2022	Year ended
	Audited	March 31, 2021
Interest service coverage ratio	0.28	0.41
Operating margin (%)	48.21%	47.09%
Net Profit margin (%)	-262.62%	-154.96%

Particulars	March 31, 2022	March 31, 2021
	Unaudited	Audited
Debt Equity ratio	(2.05)	(2.67)
Debt service coverage ratio	0.28	0.03
Debt Redemption reserve	Nil	Nil.
Capital Redemption reserve	Nil	Nil.
Net Worth	(64062.68)	(49266.37)
Net Profit after tax	(14796.31)	(10629.50)
Earnings per share	(295.93)	(212.59)
Current ratio	17.13	14.50
Long term debt to working capital	2.85	2.84
Bad debts to accounts receivable ratio	N.A.	N.A.
Current liability ratio	0.03	0.03
Total Debts to total assets	1.29	1.25
Debtor's turnover	10.49	8.41
Gross NPA ratio	N.A.	N.A.
Net NPA ratio	N.A.	N.A.
Provision Coverage ratio	N.A.	N.A.
Outstanding redeemable preference shares	N.A.	N.A.
Outstanding redemption reserve/ Debt redemption reserve	N.A.	N.A.
Inventory turnover	N.A.	N.A.

10 The Senior debentures of the Company are secured by the following:-

- a A Second ranking exclusive hypothecation over the First Hypothecated properties (All amount held, owing to and receivable in relation to the project 'Parsvnath Capital Tower' at Bahi Veer Singh Marg, New Delhi and all rights, title, interest, benefits, claims and demands) and project receipts (net of monies payable and reserved by the Issuer to DMRC pursuant to and in accordance with the DMRC Escrow Agreement and the Concession Agreement).
- b A first ranking exclusive hypothecation over the Second Hypothecated properties i.e. Inventory, all moveable plant and machinery, equipment, furniture and all other fixed
- c A first ranking exclusive pledge over the Company's pledged Securities.
- d A charge over the Subordinated Loans.
- e The Corporate guarantee issued by Parsvnath Developers Limited, the holding company.



11 Asset coverage ratio based on unaudited books of account as on March 31, 2022 is given below:

Total assets available for secured debt securities (A) (Rs in Lakhs)	1,02,254.68
Total Borrowing through issue of secured debt securities (B) (Rs in Lakhs)	30,772.49
Asset Coverage Ratio (A/B)	3.32 Times

12 Pursuant to Regulation 52(7A), the Company confirms that there have been no material deviations in the use of proceeds of issue of Non-Convertible Debentures from the objects stated in the offer document

13 In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016, the Company hereby declares that the auditors have issued Audit Report with unqualified opinion on Reviewed financial results for the quarter and year ended March 31, 2022.

14 Figures for the previous periods have been regrouped wherever necessary in order to make them comparable with the current period

15 Formula used:

- (i) Interest service coverage ratio = Earnings before interest, depreciation and tax / Interest expenses
- (ii) Operating margins = (Profit before tax + Finance costs) / Revenue from operations
- (iii) Net Profit margin = Net profit for the period / year / Revenue from operations
- (iv) Debt service coverage ratio = Earnings before depreciation, interest and tax / (interest expense + Principal repayments made during the period for long term Loans)
- (v) Debt equity ratio = Total debt / Equity (excluding debenture redemption reserve)
- (vi) Net worth = Equity Share capital + Reserves and surplus
- (vii) Current Ratio = Current Assets / Current Liabilities
- (viii) Long term debt to working capital = Long term borrowings / (Current Assets - Current Liabilities)
- (ix) Bad debts to accounts receivable ratio = Bad debts / Average Trade Receivables
- (x) Total Debts to total assets = Debt / Total assets
- (xi) Debtors' turnover = Revenue from operations / Average Trade Receivables
- (xii) Earnings per share = Net Profit / No of shares
- xiii) Current Liability Ratio = Current liability / (Total equity+Total liability)

For and on behalf of the Board of Directors of
Parsvnath Estate Developers Private Limited


Surya Mani Pandey
Director
DIN: 08250346



Place: Delhi
Dated: 30 May, 2022

