

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31ST MARCH, 2012**

*To The Members of
Shristi Housing Development Private Limited*

Your Directors are pleased to present the 5th Annual Report together with the Audited Accounts of your Company for the year ended 31st March, 2012. The summarized financial results for the year ended 31st March, 2012 are as under:

FINANCIAL RESULTS

This is the 5th year of operation and the financial highlights of the Company for the year ending March 31, 2012 are given herein below:

PARTICULARS	(Amount in Lacs)	
	For the year ended 31.3.2012	For the year ended 31.3.2011
Total Income	1870	3044
Profit before Depreciation, Amortization & Tax	29	109
Less: Depreciation & Amortization	2	2
Profit before Tax	27	107
Less : Provision for Tax & other adjustments	9	37
Net Profit after tax (transferred to Balance Sheet)	18	70

REVIEW OF OPERATION

Your Company specializes in Infrastructure Development business. The Revenue of the Company for the year is Rs.1870 lacs as compared to Rs.3044 lacs in 2010-11. The Company's net profit for the year is Rs.18 lacs compared to Rs.70 lacs last year.

In Infrastructure Development business its singular objective has been to create value for its stakeholders by developing large infrastructure projects which have socio-economic implications by creating affordable housing primarily in Tier II/III cities of India. Through these projects, the company had addressed the critical infrastructure needs and contributed to the improvement in the quality of life of the people of the region. In doing so, it has been giving adequate attention towards protecting the environment and natural habit, traffic circulation, facilities for sports & games, IT, professional services and training facilities.

DIVIDEND

Your Directors feel that it is prudent to plough back the profits for future growth of the Company and do not recommend any dividend for the year ended 31st March, 2012.



Shristi Housing Development Pvt. Ltd.

FIXED DEPOSIT

The Company has not accepted any fixed deposits under section 58A of the Companies Act, 1956 during the year under review.

PARTICULARS OF EMPLOYEES

There was no employee in the company, in receipt of remuneration in excess of the amount prescribed under Section 217 (2A) of the Companies Act, 1956 and the Companies (Particulars of Employees) Rules, 1988 as amended.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGES EARNINGS AND OUTGO

Particulars of statement u/s 217 (1) (e) for conservation of Energy, Technology absorption are not given as the Company has not undertaken any manufacturing activity.

During the year under review, the Company has neither earned nor utilized foreign exchanges.

DIRECTORS

During the year Mr. Sunil Jha was appointed as an Additional Director w.e.f. 7th March 2012.

The Board of Directors in its meeting held on 7th March 2012, subject to the approval of the members at this Annual General Meeting, approved the appointment of Mr. Sunil Jha as the Managing Director for a period of 3 (three) with effect from 7th March 2012.

None of the Directors of the Company are disqualified from being appointed as Directors pursuant to Section 274(1)(g) of the Companies Act, 1956.

DIRECTORS RESPONSIBILITY STATEMENT

As required under section 217(2AA) of the Companies (Amendment), Act 2000 the Board of Directors of the Company confirms that:

- a) in the preparation of the Annual Accounts, the applicable accounting standards have been followed and there has been no material departures.
- b) the selected accounting policies were applied consistently and the Directors made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2012 and of the profit or loss of the Company for the year ending on 31st March, 2012.



Shristi Housing Development Pvt. Ltd.

- c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) the Annual Accounts have been prepared on a going concern basis.

AUDITORS

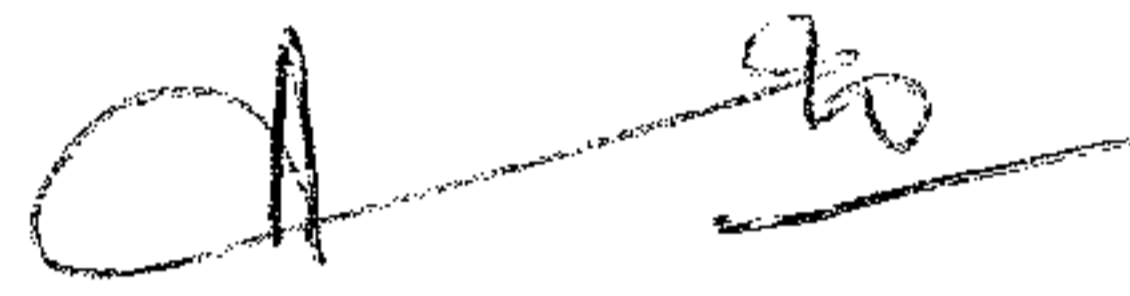
M/s. L. B. Jha & Co., Chartered Accountants, retire as Auditors of your Company at the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation to the Bankers, State Government, various other agencies and the employees for their continued co-operation and support.

PLACE: Kolkata
DATE: 25-05-12

FOR AND ON BEHALF OF THE BOARD



(Sunil Jha)
MANAGING DIRECTOR



(Surendra Kr. Khaitan)
DIRECTOR

Shristi Housing Development Pvt. Ltd.

AUDITORS' REPORT
TO THE MEMBERS OF
SHRISTI HOUSING DEVELOPMENT PRIVATE LIMITED

1. We have audited the attached Balance Sheet of Shristi Housing Development Private Limited as at 31st March, 2012 and the related Statement of Profit and Loss and Cash Flow Statement for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, (the 'Order') issued by the Government of India in terms of sub-section (4A) of Section 227 of 'The Companies Act, 1956' of India (the 'Act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;



- (c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Act;
- (e) On the basis of written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act;
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with the notes thereon and attached thereto give the information required by the Act in the manner so required and a true and fair view in conformity with the accounting principles generally accepted in India:
- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2012;
- (ii) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Kolkata,
Date: 25/5/2012

For L.B Jha & Co.,
Chartered Accountants
(Registration no. 301088E)


(A.K. Gandhi)
Partner

Membership No.16350

**ANNEXURE to Auditors' Report to the members of
SHRISTI HOUSING DEVELOPMENT PRIVATE LIMITED**

[Referred to in paragraph 3 of the Auditors' Report of even date]

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of the fixed assets.
 - (b) According to the information and explanations given to us, the fixed assets have been physically verified by the management in a phased periodical manner which in our opinion is reasonable having regard to the size of the Company and nature of its assets. No discrepancies have been noticed on such verification.
 - (c) In our opinion, and according to the information and explanations given to us, the Company has not disposed off a substantial part of its fixed assets during the year.
2. (a) In our opinion and according to the information and explanations given to us, the inventory has been physically verified by the management during the year and the frequency of verification is reasonable.
 - (b) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventory followed by the management is 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 and as verified by us, the Company has maintained proper records of inventory. The discrepancies noticed on physical verification between the physical stock and book records were not material having regards to the size of the operations of the company.
3. (a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act.
 - (b) The Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under Section 301 of the Act.



4. In our opinion and according to the information and explanations given to us, having regard to the explanation that certain items purchased are of special nature for which suitable alternative sources do not exist for obtaining comparative quotations, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company, and according to the information and explanations given to us, we have neither come across nor have we been informed of any of any instances of major weakness in the aforesaid internal control procedure and continuing failure on the part of the management to take corrective course of action in this regard.
5.
 - (a) In our opinion and according to the information and explanations given to us, the transactions that need to be entered in the register in pursuance of Section 301 of the Act, have been so entered.
 - (b) In our opinion and according to the information and explanations given to us and based on our verification, we report that the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Act have been made and exceeding the value of rupees five lakhs in respect of any party during the year at prices which are reasonable having regard to prevailing market prices at the relevant time.
6. The Company has not accepted any deposits under the provisions of Sections 58A and 58AA or any other relevant provisions of the Act.
7. The Company has an internal audit system. However, the scope and areas of the internal audit need to be enlarged to make it commensurate with the size and nature of its business.
8. The Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act relating to the nature of the Company's business.
9.
 - (a) According to the information and explanations given to us and the records of the Company examined by us, the Company is generally regular in depositing with appropriate authority undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and Cess and other material statutory dues as applicable to it.



- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and Cess which have not been deposited on account of any dispute.
10. The Company has no accumulated losses as at 31st March, 2012 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
11. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to bank. The Company has neither obtained any loans from any financial institution nor it has issued any debenture during the year.
12. Based on our evaluation of documents and records and according to the information and explanations given by the Management. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion and according to the explanations received from the management, the provisions of any special statutes relating to chit fund/nidhi/mutual benefit fund/societies are not applicable to the company.
14. In our opinion and according to the information and explanations given to us, the Company is not dealing in shares. Securities, debentures and other investments.
15. In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
16. In our opinion and according to the information and explanations given to us, on an overall basis, the term loans have been applied for the purposes for which they were obtained.
17. On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short term basis, which have been used for long term investment.

18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.
19. In our opinion and according to the information and explanations given to us, the Company has not issued any debentures during the year nor has any debenture outstanding as at the year-end.
20. The Company has not raised any money by the public issues during the year.
21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company nor noticed or reported during the year, nor have we been informed of such a case by the management.

Kolkata,
Date: 25.5.2012

For L.B Jha & Co.,
Chartered Accountants
(Registration no. 301088E)


(A.K. Gandhi)

Partner
Membership No.16350

SHRISTI HOUSING DEVELOPMENT PRIVATE LIMITED

(In Rupees)


Balance Sheet as at March 31, 2012

Particulars	Notes	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I. EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	502,200,000	502,200,000
Reserves & Surplus	3	2,407,962,443	2,406,145,111
Non-Current Liabilities			
Long term borrowings	4	1,240,089,042	1,275,099,726
Other Long term liabilities	5	513,363,620	513,363,620
Long term Provisions	6	425,711	325,567
Current Liabilities			
Short term borrowings	7	1,418,139,576	1,240,648,037
Trade payables	8	369,207,349	273,085,985
Other Current liabilities	9	121,062,993	38,766,085
Short term Provisions	10	4,506,622	3,633,779
TOTAL		6,576,957,356	6,253,267,910
II. ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	11	1,220,343,941	1,220,438,333
Intangible assets - Development Rights		43,189,590	43,189,590
Non-current investments	12	2,714,566,680	2,713,856,600
Deferred tax assets (net)	13	74,145	115,784
Long term loans and advances	14	208,454	63,954
Current assets			
Inventories	15	490,780,568	309,357,033
Cash and cash equivalents	16	26,241,387	221,743,456
Short term loans and advances	17	2,081,552,591	1,744,503,160
TOTAL		6,576,957,356	6,253,267,910
Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements.

As per our report of even date.

For L.B.Jha & Co.
Chartered Accountants
(Registration No.301088E)


(A.K. Gandhi)
Partner
Membership No. 16350

Place : Kolkata
Date : 25th May, 2012

For and on behalf of the Board


Managing Director


Director


Company Secretary

SHRISTI HOUSING DEVELOPMENT PRIVATE LIMITED

Statement of Profit & Loss for the year ended March 31, 2012


(In Rupees)

Particulars	Notes	Figures for the current reporting period	Figures for the previous reporting period
III. INCOME			
Revenue from operations	18	177,024,791	294,116,596
Other Income	19	10,022,132	10,308,009
Total Revenue		187,046,923	304,424,605
IV. EXPENSES			
(Increase)/Decrease in Stock	20	(178,609,972)	(278,688,054)
Direct Project Expenses	21	153,277,109	383,627,533
Employee benefit expense	22	11,737,137	4,646,330
Finance costs	23	185,444,147	178,686,682
Depreciation and amortization expenses	11	158,145	173,044
Other expenses	24	12,308,543	5,230,222
Total Expenses		184,315,109	293,675,757
V. Profit/(Loss) before exceptional and extraordinary items and tax	(III - IV)	2,731,814	10,748,848
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax	(V - VI)	2,731,814	10,748,848
VII. Extraordinary Items		-	-
IX. Profit before tax	(VII - VIII)	2,731,814	10,748,848
X. Tax Expense:-		-	-
- (1) Current tax		872,843	3,633,779
- (2) Income Tax for earlier year		-	130,737
- (3) Deferred tax		41,639	(76,916)
XI. Profit/(Loss) of the period from Continuing operation after tax	(IX - X)	1,817,332	7,061,248
XII. Earning per Equity Share (Face value of Rs. 10 each)			
(1) Basic	25	0.04	0.42
(2) Diluted	25	0.04	0.42

The accompanying notes are an integral part of the financial statements.

As per our report of even date.

For L.B.Jha & Co.
Chartered Accountants
(Registration No.301088E)


(A.K. Gandhi)
Partner
Membership No. 16350

Place : Kolkata
Date : 25th May, 2012

For and on behalf of the Board


Managing Director


Director


Company Secretary


SHRISTI HOUSING DEVELOPMENT PRIVATE LIMITED
Cash Flow Statement for the year ended 31st March, 2012

In Rupees

Particulars	Figures for the current reporting period	Figures for the previous reporting period
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation and Extraordinary activities	2,731,814	10,748,849
Adjustments for Statement of Profit & Loss		
Increase / (Decrease) in depreciation	158,145	173,044
Divident Income	(9,898,000)	(9,900,000)
Interest Income	(48,019,875)	(23,485,042)
Interest Charges	229,982,594	189,469,587
Operating Profit before working capital changes	174,954,678	167,006,438
Adjustments for:		
(Increase) / Decrease in long term Loans and Advances	(144,500)	(3,654)
(Increase) / Decrease in short term Loans and Advances	(321,765,631)	452,967,516
(Increase) / Decrease in Inventory	(181,423,535)	(277,935,622)
Increase / (Decrease) in Other Long term liabilities	-	(700,750,758)
Increase / (Decrease) in Long term Provisions	100,144	325,567
Increase / (Decrease) in Trade payables	96,121,364	273,085,985
Increase / (Decrease) in Other Current liabilities	82,296,908	592,177,130
Net Cash / (used in) From Operating Activities	(149,860,572)	506,872,603
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed Assets	(63,753)	(278,098,686)
Purchase of non- current Investments	(710,080)	(105,928,500)
Interest Received	32,736,075	8,761,242
Divident Income	9,898,000	9,900,000
Net Cash Flow / (used in) from investing activities	41,860,242	(365,365,944)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts of Borrowings	142,480,855	266,702,749
Proceeds from issue of shares	-	2,500,000
Interest paid	(229,982,594)	(189,469,587)
Net Cash Flow / (used in) from financing activities	(87,501,739)	79,733,162
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(195,502,069)	221,239,821
Opening Cash and cash equivalents	221,743,456	503,635
Closing Cash and cash equivalents	26,241,387	221,743,456

The accompanying notes are an integral part of the financial statements.
As per our report of even date,

For L.B.Jha & Co.
Chartered Accountants
(Registration No.301088E)


(A.K. Gandhi)
Partner
Membership No. 16350

Place : Kolkata
Date : 25th May, 2012

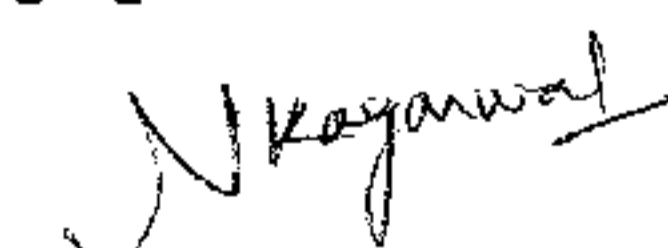
For and on behalf of the Board



Managing Director





Director



Company Secretary

Note -1: Significant Accounting Policies

- a. **Basis of Accounting:**
The financial statements have been prepared in accordance with the Mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956 in all material respects. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.
- b. **Fixed Assets:**
Fixed Assets are stated at cost of acquisition, other attributable expenditure less accumulated depreciation.
- c. **Investments:**
Investments are long term and stated at cost inclusive of brokerage and stamp charges. Unquoted investments are valued at cost. Investments held/intended to be held for a period exceeding one year are classified as long-term investments. Provision for diminution in the value of Long Term Investments is made only if such a decline is other than temporary in the opinion of the Management.
- d. **Depreciation:**
Depreciation on fixed assets is provided under Written down Value method at rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956.
- e. **Impairment of Assets:**
At each Balance Sheet date, the Company assesses whether there is any indication that assets may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the assets exceeds its recoverable amount, an impairment loss is recognized in the accounts to the extent the carrying amount exceeds the recoverable amount. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.
- f. **Revenue Recognition:**
Contract receipts are recognized under percentage completion method in respect of work contract business. Interest revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Claims are accounted for on acceptance by client or evidence of such acceptance.
- g. **Retirement Benefits:**
a) Gratuity liability and Compensated leave encashment to employees is accounted for on the basis of actuarial valuation using Projected Unit Credit Method.
b) Company's Contributions to Provident Fund are charged to Statement of Profit & Loss in the year when the contributions to the respective funds are due.
- h. **Inventories:**
Raw Materials cost includes cost of cement, steel, and other accessories and Work-in-Progress includes all construction and related expenditure and is valued at lower of cost and estimated net realizable value.






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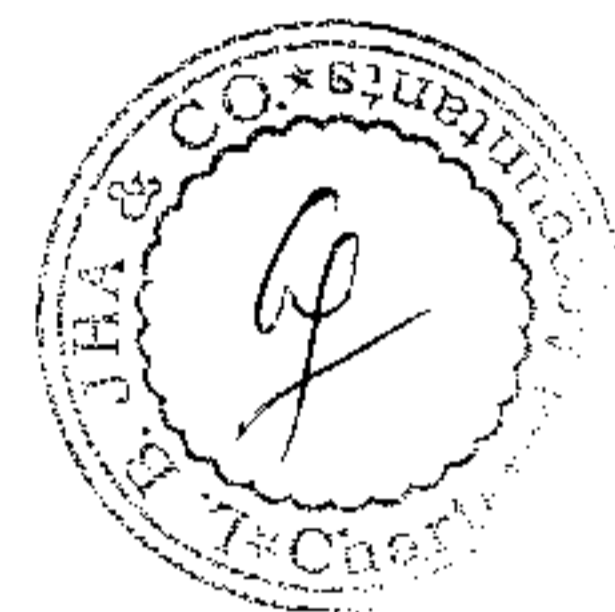


SHRITI HOUSING DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March 2012.

- i. **Borrowing Cost:**
Borrowing Costs that are attributable to the acquisition and construction of qualifying asset are capitalised as part of the cost of the asset. Other borrowing costs are recognized as expense in the year of the expense.
- j. **Taxation:**
Current Tax is provided on assessable income as per Income Tax Act, 1961. Deferred Tax is recognized subject to consideration of prudence in respect of timing difference, which are capable of being reversed in future.



SHRISTI HOUSING DEVELOPMENT PRIVATE LIMITED
Notes to Financial Statements for the year ended 31st March 2012

(In Rupees)

NOTE 2: Share Capital

Authorised :

5,10,00,000(Previous Year 5,10,00,000 Equity Shares of Rs.10/- each)

Issued, Subscribed & Paid-Up:

5,02,20,000(Previous Year 5,02,20,000) Equity Shares
of Rs.10/- each fully paid up in cash

(entire share capital is held by Shriti Infrastructure Development Corporation Limited, the holding company)

Out of the above:

a) 250,000 Equity Shares of Rs.10/- each allotted as fully paid up without payment being received in cash

b) 499,50,000 Equity Shares of Rs.10/- each allotted as fully paid up Bonus Shares)

NOTE 3 : Reserves & Surplus

Reserves

Build-up Development Reserve:

As per last account

Less: Utilised for issue of bonus shares

Add: Additions during the year

Surplus

Statement of Profit & Loss:

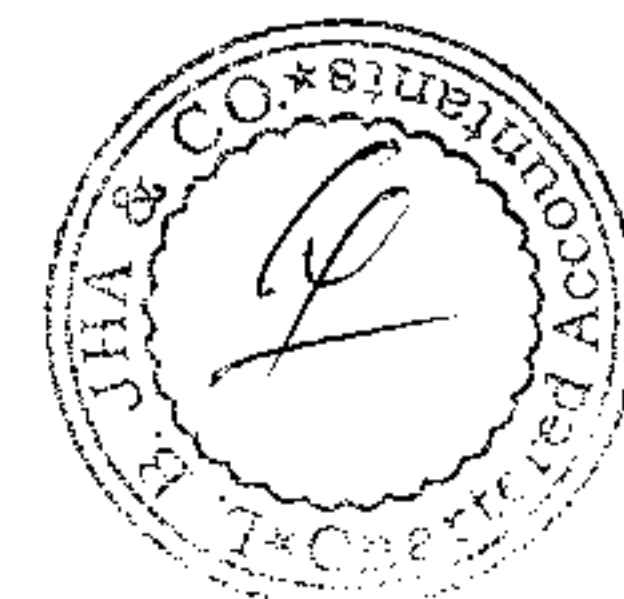
As per last account

Less: Utilised for issue of bonus shares

Add: Profit during the year

	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Authorised :	510,000,000	510,000,000
Issued, Subscribed & Paid-Up:		
5,02,20,000(Previous Year 5,02,20,000) Equity Shares of Rs.10/- each fully paid up in cash (entire share capital is held by Shriti Infrastructure Development Corporation Limited, the holding company)	502,200,000	502,200,000
Out of the above:		
a) 250,000 Equity Shares of Rs.10/- each allotted as fully paid up without payment being received in cash		
b) 499,50,000 Equity Shares of Rs.10/- each allotted as fully paid up Bonus Shares)		
	502,200,000	502,200,000
NOTE 3 : Reserves & Surplus		
Reserves		
Build-up Development Reserve:		
As per last account	2,399,083,862	2,894,848,717
Less: Utilised for issue of bonus shares		495,764,855
	2,399,083,862	2,399,083,862
Add: Additions during the year	-	-
	2,399,083,862	2,399,083,862
Surplus		
Statement of Profit & Loss:		
As per last account	7,061,249	3,735,145
Less: Utilised for issue of bonus shares		3,735,145
	7,061,249	-
Add: Profit during the year	1,817,332	7,061,249
	8,878,581	7,061,249
	2,407,962,443	2,406,145,111
NOTE 4 : Long-term borrowings		
SECURED LOAN		
Srei Infrastructure Finance Limited	890,000,000	1,025,010,684
(First Pari Passu charge by way of hypothecation of entire project assets and project re:ables including stores, spares, tools and accessories) (repayable in 3 equal annual installments beginning from the end of the 5th year)		
Axis Bank, Line of credit	350,089,042	250,089,042
(Loan is secured by a first charge on all present and future moveable fixed assets, entire current assets including cash together with 3.5 acre of leasehold land) (Corporate guarantee given by Shristi Infrastructure Development Corporation Limited)		
	1,240,089,042	1,275,099,726
NOTE 5: Other Long Term Liabilities		
Security Deposit Received	513,363,620	513,363,620
	513,363,620	513,363,620
NOTE 6: Long term Provisions		
-Provision for Employee Benefits (Gratuity and Leave Encashment)	425,711	325,567
	425,711	325,567

(Handwritten signatures)



(In Rupees)

NOTE 7 : Short-term borrowings

UNSECURED LOAN

From Bank

From Holding Company

	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
From Bank	669,160,898	669,752,787
From Holding Company	748,978,678	570,895,250
	1,418,139,576	1,240,648,037

NOTE 8: Trade payable

-Dues to Micro and Small Enterprises

-Dues to other than Micro and Small Enterprises

-Dues to Micro and Small Enterprises	-	-
-Dues to other than Micro and Small Enterprises	369,207,349	273,085,985
	369,207,349	273,085,985

NOTE 9: Other Current liabilities

Income Received in Advance

Expenses payable

Income Received in Advance	76,268,031	1,257,287
Expenses payable	44,794,962	37,508,798
	121,062,993	38,766,085

NOTE 10: Short term Provisions

-Provision for Taxation

-Provision for Taxation	4,506,622	3,633,779
	4,506,622	3,633,779

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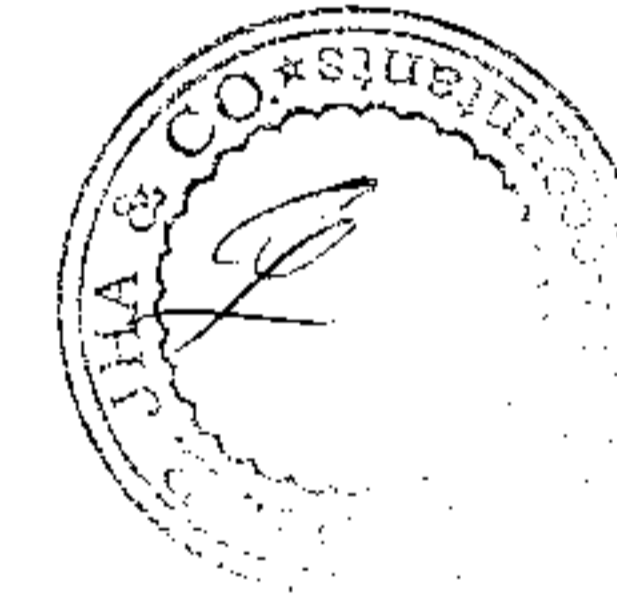
SHRISTI HOUSING DEVELOPMENT PRIVATE LIMITED
Notes to Financial Statements for the year ended 31st March 2012

Note : 11 : Fixed Assets (Tangible Assets)

Particulars	Gross Block			Depreciation				Net Block		
	Figures as at the beginning of the current reporting period	Addition during the year	Deletions during the year	Figures as at the end of the current reporting period	Figures as at the beginning of the current reporting period	For the year	Deletions during the year	Figures as at the end of the current reporting period	Figures as at the end of the current reporting period	Figures as at the end of the previous reporting period
Land	1,219,829,412	-	-	1,219,829,412	-	-	-	-	1,219,829,412	1,219,829,412
Vehicles	517,199	-	-	517,199	275,249	62,641	-	337,890	179,309	241,950
Furniture & Fixture	220,191	-	-	220,191	139,311	14,639	-	153,951	66,240	80,880
Office Equipment	265,678	-	-	265,678	69,883	27,235	-	97,118	168,560	195,795
Computers & Accessories	242,060	63,753	-	305,813	151,763	53,629	-	205,393	100,420	90,297
Current Year	1,221,074,540	63,753	-	1,221,138,293	636,207	158,145	-	794,351	1,220,343,941	1,220,438,333
Previous Year	942,975,854	278,098,686	-	1,221,074,540	463,163	173,044	-	636,207	1,220,438,333	

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	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
NOTE 12: Non- Current Investments (Unquoted - other than trade, at cost) Investment in Equity Instruments		
Fully paid up shares and securities		
In Subsidiaries		
Shristi Urban Infrastructure Development Limited 29,99,960 (Previous Year 29,99,960) Equity Shares of Rs.10/- each fully paid up	29,999,600	29,999,600
Border Transport Infrastructure Development Ltd 3,54,000 (Previous Year 3,54,000) Equity Shares of Rs.10/- each fully paid up	28,785,000	28,785,000
Vivekananda Skyroad Limited 9,65,200 (Previous Year 9,65,200) Equity Shares of Rs.10/- each fully paid up	9,652,000	9,652,000
East Kolkata Infrastructure Development Pvt Ltd 95,000 (Previous Year 95,000) Equity Shares of Rs.10/- each fully paid up	950,000	950,000
Kanchanjanga Integreted Infrat. Development Pvt Ltd 3,69,700 (Previous Year 3,69,700) Equity Shares of Rs.10/- each fully paid up	3,697,000	3,697,000
World City Development Pvt Ltd 2,19,400 (Previous Year 2,19,400) Equity Shares of Rs.10/- each fully paid up	2,194,000	2,194,000
M...et Services Pvt Ltd 30,000 (Previous Year 30,000) Equity Shares of Rs.10/- each fully paid up	300,000	300,000
Vitthal Hospitality P Ltd 37,74,900 (Previous Year 37,74,900) Equity Shares of Rs.10/- each fully paid up	37,749,000	37,749,000
Shristi Udaipur Hotels and Resorts Private Limited 19,50,000 (Previous Year 19,50,000) Equity Shares of Rs.10/- each fully paid up	19,500,000	19,500,000
29,99,990 (Previous Year 29,99,990 Equity Shares held by Shristi Urban Infrastructure Development Limited)		
Vipani Hotels Private Limited 4,96,000 (Previous Year 2,48,000) Equity Shares of Rs.10/- each fully paid up	2,780,080	2,480,000
Finetune Engineering Pvt Ltd 20,00,000 (Previous Year 10,00,000) Equity Shares of Rs.10/- each fully paid up	10,410,000	10,000,000
Investment in Debentures		
14% NCD of Kanchanjanga Integreted Infrastructure Dev. Ltd (Repayable at the end of 5 years from the date of issue, or extendable with mutual consent)	121,300,000	121,300,000
In Joint Ventures		
Bengal Shristi Infrastructure Development Limited 9,89,800 (Previous Year 9,89,800) Equity Shares of Rs.10/- each fully paid up	1,231,300,000	1,231,300,000
TSCCF Shristi Infrastructure Development Limited 47,500 (Previous Year 2,47,500) Equity Shares of Rs.10/- each fully paid up	2,475,000	2,475,000
Shristi Hotel Private Limited 4,61,53,846 (Previous Year 4,61,53,846) Equity Shares of Rs.10/- each fully paid up	1,150,000,000	1,150,000,000
In Preference Shares		
2,47,500 (Previous Year 2,47,500) Redeemable Preference Shares of Rs.10/- each fully paid up (Repayable at the end of 10 years from the date of issue, or extendable with mutual consent)	2,475,000	2,475,000
In Others		
Asian Health Care Services Limited 21,00,000 (Previous Year 21,00,000) Equity Shares of Rs.10/- each fully paid up	21,000,000	21,000,000
Aermid Health Care India Pvt Ltd 40,00,000 (Previous Year 40,00,000) Equity Shares of Rs.10/-each fully paid up	40,000,000	40,000,000
	2,714,566,680	2,713,856,600
NOTE 13 :Deferred Tax Assets/(Liability)		
On account of Depreciation	139,809	200,576
Section 43B items	100,144	147,986
Net Difference	239,953	348,562
Net Deferred Tax Assets	74,145	115,784

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SHRISTI HOUSING DEVELOPMENT PRIVATE LIMITED
Notes to Financial Statements for the year ended 31st March 2012

(In Rupees)

	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
NOTE 14: Long Term Loans and Advances		
Unsecured, Considered good.		
Security and Other Deposits		
-Government Authorities	61,354	61,354
-Others	147,100	2,600
	208,454	63,954
NOTE 15: Inventory		
Construction Material	4,670,191	1,856,628
Construction Work In Progress	486,110,377	307,500,405
	490,780,568	309,357,033
NOTE 16: Cash and cash equivalents		
Cash in hand (as certified by Director)	35,632	24,489
Cash at Bank (with Scheduled Bank in Current Account)	26,205,755	221,718,967
	26,241,387	221,743,456
NOTE 17: Short term loans and advances		
Unsecured, Considered good.		
To Related Parties (Refer Note No. 27)	846,374,640	181,674,393
To Others (recoverable in cash or kind or for value to be received)	1,205,170,351	1,548,104,967
Accrued Interest	30,007,600	14,723,800
	2,081,552,591	1,744,503,160

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	Figures for the current reporting period	Figures for the previous reporting period
NOTE 18: Revenue from operations		
Income from Development	177,024,791	294,116,596
	177,024,791	294,116,596
NOTE 19: Other Income		
Dividend Income	9,898,000	9,900,000
Miscellaneous Receipts	124,132	408,009
	10,022,132	10,308,009
NOTE- 20 : (Increase) / Decrease in Stock		
Closing Stock:		
Work in Progress	486,110,377	307,500,405
Less : Opening Stock		
Work in Progress	307,500,405	28,812,351
	(178,609,972)	(278,688,054)
NOTE - 21 : Direct Project Expenses		
Opening Stock	1,856,628	2,609,061
Add : Purchases	29,330,273	9,178,027
Less : Closing Stock	4,670,191	1,856,628
	26,516,710	9,930,460
Construction Expenses	126,246,718	373,451,745
Consumable and Fuel Expenses	10,367	15,776
Miscellaneous Site Expenses	503,314	229,552
	153,277,109	383,627,533
NOTE 22: Employee benefit expense		
Salaries, Wages, Gratuity & staff cost	11,694,841	4,583,291
Staff Welfare	42,296	63,039
	11,737,137	4,646,330
NOTE 23 : Finance cost		
Interest (Net off with interest income of Rs. 4,80,19,875/- previous year Rs. 2,34,85,042/-)	181,962,719	165,984,545
Bank charges	3,481,428	12,702,137
	185,444,147	178,686,682
NOTE 24: Other expense		
Auditor's Remuneration:		
Statutory Audit Fees	50,000	50,000
Tax Audit Fees	20,000	20,000
Certification matters	30,000	30,000
Consultancy, Professional Fees and Other Service Charges	6,303,199	725,906
Rent	128,887	-
Rates and Taxes	1,491,533	374,209
Electricity Charges	397,786	198,717
Insurance Charges	240,412	-
Filing Fees	4,425	2,601,338
Travelling and Conveyance Expenses	944,113	278,942
Advertisement	715,837	144,731
Preliminary & Preoperative Expenses Written off	-	44,700
Miscellaneous Expenses	1,982,351	761,679
	12,308,543	5,230,222
NOTE 25: Earning Per Share		
Net profit after tax as per profit and loss account (Rs.)	1,817,332	7,061,248
Weighted average number of Shares	50,220,000	16,815,833
Basic and Diluted Earnings Per Share (Rs.)	0.04	0.42
Face Value per Equity Share (Rs.)	10	10

SHRITI HOUSING DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March 2012.

26. The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days last drawn salary for each completed year of service. The scheme is not funded with any insurance company.

The following tables summarize the components of net benefit expenses recognized in the Statement of Profit & Loss and the funded status and amounts recognized in the balance sheet for the respective plan.

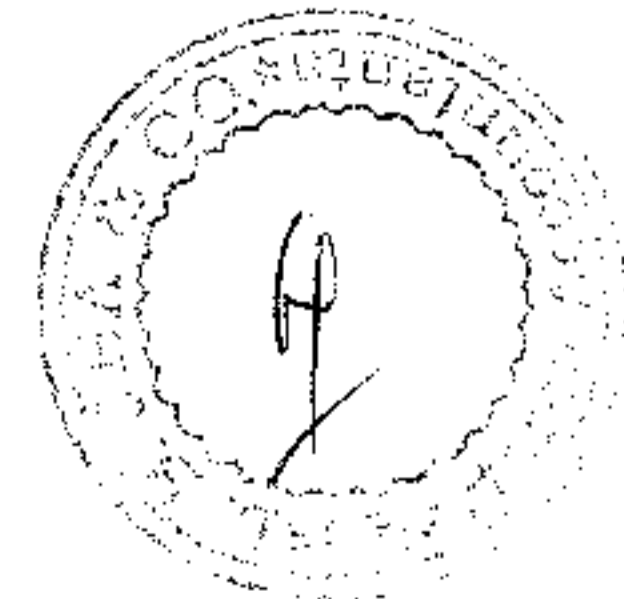
		2011-12	2010-11 (In Rupees)
(i)	Net Employee expense/benefit		
	Current service cost	1,23,151	63,573
	Interest cost on benefit obligation	16,051	5,919
	Net Actuarial (gains)/loss recognised in the period	(33,885)	78,494
	Total employer expense	105,317	147,986
(ii)	Actual return on plan assets	-	-
(iii)	Movement in benefit liability		
	Opening defined benefit obligation	1,47,986	Nil
	Interest cost	16,051	5,919
	Current service cost	1,23,151	63,573
	Actuarial (gains)/losses on obligation	(33,885)	78,494
	Benefits paid	-	-
	Closing benefit obligation	2,53,303	147,986
(iv)	The Principal actuarial assumptions are as Follows:		
	Discount rates	8.00%	8.00%
	Salary increase	5.00%	5.00%
	Withdrawal rates	Varying between 2% per annum and 1% per annum, depending on duration and age of the employees	Varying between 2% per annum and 1% per annum depending on duration and age of the employees

27. Related Party Transactions

(A) Key Management Person: Mr. Sunil Jha, Managing Director

(B) Holding :-
Shristi Infrastructure Development Corporation Limited

(C) Subsidiaries:-
Shristi Urban Infrastructure Development Limited
Shristi Udaipur Hotels & Resorts Private Limited
Vivekananda Skyroad Limited
Border Transport Infrastructure Development Limited
East Kolkata Infrastructure Development Private Limited
World City Development Private Limited



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SHRITI HOUSING DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March 2012.

Kanchanjanga Integrated Infrastructure Development Private Limited
 Medinet Services Private Limited
 Vitthal Hospitality Private Limited
 Asian Healthcare Services Limited
 Finetune Engineering Private Limited
 Vipani Hotels Private Limited

(D) Joint Ventures:

Bengal Shristi Infrastructure Development Limited
 TSCCF Shristi Infrastructure Development Limited
 Shristi Hotel Private Limited

Transactions with the above parties are as below:

Nature of Transaction	Balance as on 01.04.2011 (Rs.)	Paid during the year (Rs.)	Received during the year (Rs.)	Balance as on 31.03.2012 (Rs.)
<u>A. Holding Company</u>				
<u>Shristi Infrastructure Development Corporation Limited</u>				
Amount payable	57,08,95,250	55,68,79,172	73,49,62,600	74,89,78,678
<u>B. Subsidiaries Companies:</u>				
<u>SUIDL</u>				
Short Term Advance	30,00,000	1,09,61,000	31,50,000	1,08,11,000
Interest Receivable (Net of TDS)	-	-	9,46,647	9,46,647
Investment in Shares	2,99,99,600	-	-	2,99,99,600
<u>Border Transport Infrastructure Development Limited</u>				
Short Term Advance	-	4,84,00,000	-	4,84,00,000
Security Deposit Received	20,00,00,000	-	-	20,00,00,000
Investment in Shares	2,87,85,000	-	-	28,785,000
<u>World City Private Limited</u>				
Investment in Shares	21,94,000	-	-	2,194,000
<u>Shristi Udaipur Hotels & Resort Private Limited</u>				
<u>Investment in Shares</u>				
Short term Advance	10,04,08,000	11,50,55,000	14,45,914	21,40,17,086
Investment in Shares	1,95,00,000	-	-	1,95,00,000
<u>Kanchanjanga Integrated Infrastructure Development Private Limited</u>				
Investment in Shares	36,97,000	-	-	36,97,000
Debentures	12,13,00,000	-	-	12,13,00,000
Debenture Interest (Net of TDS)	1,47,23,800	-	1,52,83,800	3,00,07,600

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SHRITI HOUSING DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March 2012.

East Kolkata Infrastructure Development Limited

Investment in Shares	9,50,000	-	-	9,50,000
Short Term Advance	(5,00,000)	1,64,75,000	-	1,59,75,000

Vitthal Hospitality Private Limited

Investment in Shares	3,77,49,000	-	-	3,77,49,000
Short Term Advance	-	5,01,47,000	-	5,01,47,000

Medinet Services Private Limited

Investment in Shares	300,000	-	-	300,000
Advance	2,67,61,500	30,000	-	2,67,91,500

Vivekananda Sky Road Limited

Investment in Shares	96,52,000	-	-	96,52,000
Advance	-	8,00,000	-	8,00,000

C. Joint Venture Companies

Shristi Hotel Private Limited

Security Deposit Received	12,00,00,000	-	-	12,00,00,000
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Bengal Shristi Infrastructure Development Limited

Loan Paid	4,26,03,433	47,20,94,754	3,69,00,000	47,77,98,187
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TSCCF Shristi Infrastructure Development Limited

Short Term Advance	92,64,453	1,59,23,766	2,45,00,000	6,88,219
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28. There are no Micro, Small and Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2012. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company

29. Previous year's figures have been regrouped / rearranged wherever necessary.



For and on behalf of the Board

Managing Director

Director

Company Secretary