

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
Shristi Urban Infrastructure Development Limited
New Delhi

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Shristi Urban Infrastructure Development Limited** ('the company'), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether



due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

Certain trade receivables amounting to Rs. 166 lacs are outstanding for the last 3 years or more, pending for recovery. Also, company has booked interest on delayed payment from all the Trade Receivables outstanding as on 31st March, 2015 during the current year amounting to Rs. 126 lacs. Accordingly, we are unable to comment on the recovery of the same.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2015, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- (i) As required by the Companies (Auditor's Report) Order, 2015 issued by the Central government of India in the terms of Section 143 of the Companies Act 2013, we give in the Annexure a statement on the matters specified in Paragraph 3 & 4 of the order, to the extent applicable.
- (ii) As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the balance sheet, Statement of Profit and Loss & Cash Flow Statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



- (e) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on functioning of the company.
- (f) On the basis of the written representations received from the directors as on 31st March, 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note 22 to the Financial Statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. The Company is an unlisted enterprise and therefore the requirement of Clause (c) of Rule 11 of Companies (Audit and Auditors) Rules, 2014 regarding opinion on delay in transferring amounts to Investor Education & Protection Fund is not applicable to the company.

For **S. S. KOTHARI MEHTA & CO.**
Chartered Accountants
Firm Reg. No. 000756N


Yogesh K. Gupta
Partner

Membership No. 093214



Place : New Delhi
Date : *May 25, 2015*

ANNEXURE TO THE AUDITOR'S REPORT

(As referred in paragraph 'Report on Other Legal and Regulatory Requirements' of our report to the members of **Shristi Urban Infrastructure Development Limited** on the accounts for the year ended March 31, 2015)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Fixed Assets have been physically verified by the company during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of such verification is reasonable having regard to the size of the company and the nature of its assets.
- (ii) The company does not hold any inventory. Hence, provisions of Clause 3 (ii) (a), (b) & (c) of the order are not applicable to the company.
- (iii) As per the information and explanations provided to us, the company has not granted any loans, secured or unsecured to companies, firms or any other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, clauses 3(iii) (a) & (b) of the Order are not applicable to the company.
- (iv) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchases of fixed assets and with regard to rendering of services. During the course of our audit, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control system of the company.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other provision of the Companies Act and the rules framed there under are not applicable to the company.
- (vi) According to information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 in respect of services carried out by the company. Therefore, provisions of Clause 3 (vi) of the order are not applicable to the company.
- (vii) (a) The Company, has been generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other material statutory dues applicable to it.



According to information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax and Cess were in arrears as at March 31,2015 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise Value Added Tax, and Cess, which have not been deposited on account of any dispute.
- (c) No amounts were required to be transferred to investor education and protection fund. Hence, clause 3 (vii) (c) of the order is not applicable to the company.
- (viii) The Company has no accumulated losses at the end of the financial year. Further, the company has not incurred cash loss during the current financial year as well as in the immediately preceding financial year.
- (ix) The company has not taken any loans from financial institution and banks and has not issued any debentures. Accordingly, clause 3 (ix) of the order is not applicable to the company.
- (x) As per information and explanations given to us, the company has not given any corporate guarantee for loan taken by others from banks or financial institutions which are not prejudicial to the interest of the company, hence clause (3) (x) of the Order is not applicable to the company.
- (xi) On the basis of records made available and according to information and explanation given to us, the company has applied the term loans for the purposes for which the loans were obtained.
- (xii) Based upon the audit procedure performed for the purpose of reporting the true and fair view and on the basis of the information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

For **S. S. KOTHARI MEHTA & CO.**

Chartered Accountants

Firm Reg. No. 000756N


Yogesh K. Gupta

Partner

Membership No. 093214



Place : New Delhi

Date : *May 25, 2015*

SARISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Balance Sheet as at March 31, 2015

Particulars	Note No.	As at 31.03.2015 Amount (in Rs.)	As at 31.03.2014 Amount (in Rs.)
I. EQUITY & LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	50,000,000	50,000,000
(b) Reserve and Surplus	3	3,295,158	3,281,598
(2) Non-Current Liabilities			
(a) Long Term Provisions	4	327,114	332,899
(2) Current Liabilities			
(a) Short Term Borrowings	5	25,256,513	16,046,513
(b) Trade Payable	6	3,220,832	3,570,832
(c) Other Current Liabilities	7	10,325,186	9,215,375
(d) Short Term Provisions	8	30,343	11,622
Total		92,455,146	82,458,839
II. Assets			
(1) Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	9	45,447	120,195
(b) Non-Current Investments	10	30,000,000	30,000,000
(c) Deferred Tax Assets (net)	32	112,027	93,143
(d) Long Term Loans and Advances	11	2,145,452	2,194,915
(e) Other Non-Current Assets	12	29,178	14,738
(2) Current Assets			
(a) Trade Receivables	13	55,589,829	47,473,823
(b) Cash and Bank Balances	14	773,613	532,403
(c) Short Term Loans and Advances	15	1,306,540	2,029,622
(d) Other Current Assets	16	2,453,060	-
Total		92,455,146	82,458,839

The Accompanying Notes are integral part of Financial Statements

As per our report of even date attached.

For S.S.KOTHARI MEHTA & CO.

Chartered Accountants

Firm Regn. No. 000756N

Yogesh Kumar Gupta
Partner
Membership No.093214

Place : New Delhi
Date : May 25, 2015

For & on Behalf of the Board



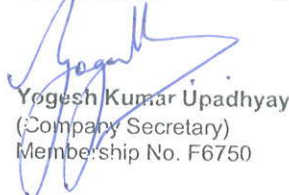
Sujit Kanoria
(Director)
DIN-01175425



Kamta Nath Pandey
(Director)
DIN-00694714



Duraiswamy Guhan
(Director)
DIN-06757569


Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Statement of Profit & Loss for the year ended March 31, 2015

Particulars	Note No.	Year ended March 31, 2015 (Rs.)		Year ended March 31, 2014 (Rs.)
INCOME				
I. Revenue from Operations	17		213,599	18,491,975
II. Other Income	18		12,627,422	25,551
III. Total Revenue(I+II)			12,841,021	18,517,526
EXPENSES				
Employee Benefit Expenses	19		4,228,289	3,813,216
Finance Cost	20		3,106,328	2,071,530
Depreciation and Amortization Expenses	9		25,769	42,816
Other Expense	21		5,399,410	12,564,869
IV. Total Expenses			12,759,796	18,492,431
V. Profit/(Loss) before exceptional and extraordinary items and tax	(III - IV)		81,225	25,095
VI. Exceptional items			-	-
VII. Profit before extraordinary items and tax	(V - VI)		81,225	25,095
VIII. Extraordinary Items			-	-
IX. Profit before tax	(VII - VIII)		81,225	25,095
X. Tax Expense:-				
- (1) Current tax		31,938		32,717
- (2) Earlier tax		-		-
- (3) Deferred tax		(5,729)		-
XI. Profit/(Loss) of the year from Continuing operation after tax	(IX - X)		26,209	(24,962)
XII. Profit/(Loss) from Discontinuing operation			55,016	17,340
XIII. Tax expense of discounting operation			-	-
XIV. Profit/(Loss) from Discontinuing operations	(XII-XIII)		-	-
XV. Profit/(Loss) for the year	(XI-XIV)		55,016	17,340
XVI. Earning per Equity Share (Face value of Rs. 10 each)				
(1) Basic			0.011	0.003
(2) Diluted			0.011	0.003

The Accompanying Notes are integral part of Financial Statements

As per our report of even date attached.

For S.S.KOTHARI MEHTA & CO.

Chartered Accountants

Firm Regn. No. 000756N

For & on Behalf of the Board

Yogesh Kumar Gupta
Partner
Membership No.093214



Sujit Kanoria
(Director)
DIN-01175425

Kamta Nath Pandey
(Director)
DIN-00694714

Duraiswamy Guhan
(Director)
DIN-06757569

Place : New Delhi
Date : May 25, 2015

Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Cash Flow Statement for the year ended March 31, 2015

	Year Ended March 31, 2015 Amount (Rs.)	Year Ended March 31, 2014 Amount (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items	81,225	25,095
Adjusted for :		
Depreciation	25,769	42,816
Sundry Balances written off (Net)	-	10
Interest Income	(12,623,827)	(25,551)
Profit on sale of Fixed Assets	(3,595)	-
Interest Paid - Other	3,097,658	2,056,366
Operating Profit before working capital changes	(9,422,770)	2,098,736
(Increase) / Decrease in Trade Receivables	(8,116,006)	(5,911,505)
(Increase) / Decrease in Short Term Loans & Advances	723,082	(576,937)
(Increase) / Decrease in Long Term Loans & Advances	73,974	(95,525)
Increase / (Decrease) in Trade Payables	(350,000)	(5,021)
Increase / (Decrease) in Other Current Liabilities	(1,583,453)	(353,830)
(Increase) / Decrease in Other current assets	(2,453,060)	-
Increase / (Decrease) in Long term provisions	(5,786)	64,130
Increase / (Decrease) in Short term provisions	18,307	-
Cash generated from operations	(21,115,712)	(4,830,902)
Income Taxes paid (including dividend tax)	(58,071)	(741,012)
NET CASH FROM OPERATING ACTIVITIES	(21,173,783)	(5,571,914)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	10,000	-
Change in Fixed Deposits	147,993	(210,822)
NET CASH USED IN INVESTING ACTIVITIES	157,993	(210,822)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Proceeds from short Term Borrowings	9,210,000	2,760,000
Interest Received	12,609,387	13,378
Dividend paid	(10,000)	(10,000)
Interest Paid - Other	(404,394)	(68,516)
D. NET CASH USED IN FINANCING ACTIVITIES	21,404,993	2,694,862
Change in Cash and Cash Equivalents	389,203	(3,087,874)
Opening Balance of Cash and Cash equivalents	184,410	(3,087,874)
Closing Balance of Cash and Cash equivalents	573,613	3,272,284
	184,410	184,410
Components of Cash & Cash Equivalents		
Cash in Hand	37,950	36,232
Balances with Bank	535,663	148,178

Notes:

- The above cash flow statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on "Cash Flow Statement"
- Figures in bracket denote cash outflow

As per our report of even date attached.

For **S.S.KOTHARI MEHTA & CO**

Chartered Accountants

Firm Regn. No. 000756N

Yogesh Kumar Gupta
Partner
Membership No.093214

Place : New Delhi
Date : **May 25, 2015**



For & on Behalf of the Board

Sujit Kanoria

Sujit Kanoria
(Director)
DIN-01175425

Yogesh Kumar Upadhyay
Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

Kamta Nath Pandey

Kamta Nath Pandey
(Director)
DIN-00694714

Duraiswamy Guhan

Duraiswamy Guhan
(Director)
DIN-06757569

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note – 1 Significant Accounting Policies & Practices

A. BACKGROUND AND NATURE OF OPERATIONS

The company was incorporated on June 20th, 2005 as a joint venture (JV) in the ratio of 60:40 between Shristi Infrastructure Development Corporation Limited (“SIDCL”) and Housing And Urban Development Corporation Limited (HUDCO”) respectively, in order to promote, establish, monitor, collaborate, construct, either through public and/or private participation, and to act as special purpose vehicle (SPV) for entering into understanding and joint ventures with various Central and State Governments, their corporations, technology and domain experts, in and outside India, for development, creation, expansion and modernization of housing, commercial, social and Urban Development facilities. Further the shares held by SIDCL got transferred to Shristi Housing Development Limited w.e.f 31.03.2009.

B. SIGNIFICANT ACCOUNTING POLICIES

i) ACCOUNTING CONVENTIONS

The Company follows the mercantile system of accounting and recognizes Income and Expenditure on accrual basis. The accounts are prepared on historical cost basis, as a going concern, in accordance with Generally Accepted Accounting Principles in India, provisions of the Companies Act, 2013 & Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

ii) All Assets and Liabilities have been classified as current or non-current as per the company’s normal operating cycle and other criteria set out in the Schedule III to the Companies, Act, 2013. Based on the nature of services provided and time between the rendering of services and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities

iii) USE OF ESTIMATES

The presentations of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reportable amount of assets and liabilities on the date of financial statements and the reportable amount of revenue and expenses during the reporting period. Differences between the actual results and estimates are recognized in the year in which the results are known / materialized.

iv) REVENUE RECOGNITION

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

a. Income from services

Revenue is recognized when significant milestones are achieved as per terms of contracts / agreements with the clients. Amount realized against the invoices raised to the customers before commencement of assignments are shown as advance from customers under the head of current liability. Direct project expenditure incurred on assignments not completed at the end of the year is carried forward as project-in-progress.



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A large, stylized handwritten signature in blue ink, likely representing a senior official of the company.

A smaller handwritten signature in blue ink, positioned to the right of the larger signature.

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

b. Interest

Interest is recognized on time proportionate basis taking into account the amount outstanding and the rate applicable.

c. Dividends

Dividend is recognized when shareholders'/ unit holder's rights to receive payment is established by the Balance Sheet date.

v) **FIXED ASSETS**

Fixed Assets are stated at cost of acquisition /purchase price inclusive of duties, taxes, incidental expenses, erection/commissioning expenses, etc. up to the date the asset is ready for its intended use. Credit of duty, if availed is adjusted in the acquisition cost of the respective fixed assets.

vi) **DEPRECIATION**

The company has provided for depreciation using Written Down Value method over the useful life of the assets as prescribed under Part C of Schedule II to the Companies Act, 2013.

a. Depreciation on fixed assets is provided on Written Down Value Method as per the useful life given below:

Furniture & Fixtures	10 years
Computers	3 years
Office Equipment's	5 years

b. Depreciation on additions/deductions is provided from the date of their acquisition/ up to the date of their disposal.

c. Assets individually costing below Rs.5,000/- are fully depreciated during the year they are put to use.

VII) **IMPAIRMENT OF ASSETS**

Wherever events or changes in circumstances indicate that the carrying amount of fixed assets may be impaired, the Company subjects such assets to a test of recoverability, based on discounted cash flows expected from use or disposal thereof. If the assets are impaired, the Company recognizes an impairment loss as the excess of the carrying amount over the recoverable amount.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However the carrying amount after reversal is not increased beyond the carrying amount that would have prevailed by charging usual depreciation if there was no impairment.



S. S. Kothari

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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

viii) FOREIGN EXCHANGE TRANSACTIONS

- a. Foreign currency transactions are recorded at exchange rates prevailing on the date of such transactions.
- b. Foreign currency monetary assets and liabilities remaining unsettled at the year end are translated at the closing exchange rate. Gain and losses on account of exchange difference either on settlement or on translation is recognized in the relevant head of Statement of Profit & Loss.
- c. Non-monetary items denominated in foreign currency are reported using exchange rate prevailing on the date of transactions.

ix) EMPLOYEE BENEFITS

Gratuity and Leave Encashment are provided for on accrual basis computed as per Actuarial Valuation made at the end of each financial year in accordance with AS-15 (Revised).

x) BORROWING COST

Borrowing cost attributable to the acquisition or construction of qualifying assets is capitalized as apart of those assets. Other Borrowing Costs are recognized as an expense in the period to which they relate.

xi) INVESTMENTS

Investments are classified into long term or current. Long-term investments are stated at acquisition cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary. Current investments are valued at lower of cost and market rate on individual investment basis.

xii) TAXATION

Income tax expense is accounted for in accordance with AS-22 "Accounting for Taxes on Income" for both Current Tax and Deferred Tax as stated below

a) Current Tax

Provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provision of Income Tax Act, 1961.

b) Deferred Tax

- i. Deferred tax is recognized, subject to the consideration of prudence, as the tax effect of timing difference between the taxable income and accounting income computed for the current accounting year and reversal of earlier years' timing differences. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date.
- ii. Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carry forward losses which are



Smit Koushik

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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

recognized to the extent that there is virtual certainty, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

xiii) LEASES

Assets taken on lease under which, all risks and rewards of ownership are effectively retained by the lessor are classified as operating lease. Lease payments under operating lease are recognized as expense on accrual basis in accordance with the respective lease agreements.

xiv) EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

xv) CASH FLOW STATEMENT

Cash flows are reported using indirect method whereby a profit before tax is adjusted for the effects of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the Company are segregated.

xvi) PROVISIONS, CONTINGENT LIABILITES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Liabilities which are material, and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent, and disclosed by way of notes to the accounts. Contingent Assets are neither recognized nor disclosed in the financial statement.



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note 2: Share Capital

Authorised :

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

Issued, Subscribed & Paid-Up:

5,000,000 (Previous year 5,000,000) Equity Shares of Rs.10/- each fully paid up

Out of the above 2,999,960 (Previous Year 2,999,960) shares are held by the holding company.

Shares issued/boughtback during the year: NIL

As At
March 31, 2015
Amount (Rs.)

As At
March 31, 2014
Amount (Rs.)

50,000,000

50,000,000

50,000,000

50,000,000

50,000,000

50,000,000

Details of each shareholder holding more than 5% shares

Name of shareholder	As at 31st March, 2015		As at 31st March 2014	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shristi Housing Development Limited- Holding Company	2,999,960	59.999	2,999,960	59.999
Housing & Urban Development Corporation Limited (HUDCO)	2,000,000	40.000	2,000,000	40.000

Note 3 : Reserve & Surplus

Profit & Loss

Opening Balance

Add: Profit for the year

3,281,598

3,275,880

55,016

17,340

3,336,614

3,293,220

Less: Depreciation charged to Retained earnings as per Companies Act, 2013 (Net of Deferred Tax of Rs. 13,155)

29,420

-

Less: Proposed dividend

10,000

10,000

Less: Provision for Dividend Tax

2,036

1,622

Closing Balance

3,295,158

3,281,598

3,295,158

3,281,598

Note 4 : Long Term Provisions

Provision for Leave Encashment

Provision for Gratuity

(Refer Note 28)

143,587

158,395

183,527

174,504

327,114

332,899

Note 5 : Short Term Borrowings

Unsecured Loan

-From Holding company

25,256,513

16,046,513

25,256,513

16,046,513

(Principal & Interest are repayable on demand bearing interest rate of 14% per annum.)
There is no default as on Balance Sheet date in repayment of Loan.

Note 6: Current Liabilities and Provisions

Trade Payable

-Dues to Micro and Small Enterprises

-Dues to other than Micro and Small Enterprises

3,220,832

3,570,832

3,220,832

3,570,832

Note 7: Other Current Liabilities

Interest Accured on borrowings

Expenses payable

Duties & Taxes payable

Other payables

7,458,930

4,765,666

904,331

913,316

1,858,491

3,536,393

103,434

10,325,186

9,215,375

Note 8 :Short Term Provisions

-Provision for Dividend

-Provision for Dividend Tax

-Provision for Gratuity*

-Provision for Leave Encashment*

* Refer Note 28

10,000

10,000

2,036

1,622

10,452

7,855

30,343

11,622



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note 9 : Tangible Assets

Amount (Rs.)

Particulars	Gross Carrying Value				Depreciation			Net Carrying Value	
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	For the Year	Amount adjusted with General Reserve (Refer Note 33)	Deductions during the year	As at March 31, 2015	As at March 31, 2014
Computers	983,913	-	-	983,913	8,203	8,168	-	956,321	43,963
Office Equipments	157,597	-	18,500	139,097	11,628	34,407	15,022	132,392	56,218
Office Furniture	41,927	-	7,980	33,947	5,938	-	5,053	22,797	20,014
Total	1,183,437	-	26,480	1,156,957	25,769	42,575	20,075	1,111,510	120,195
Previous year	1,183,437	-	-	1,183,437	42,816	-	-	1,063,242	120,195



S. K. Mehta

R. Mehta

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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

	Nos.	As At March 31, 2015 Amount (Rs.)	Nos.	As At March 31, 2014 Amount (Rs.)
Note 10 : Non-Current Investments (Fully paid unless otherwise specified)				
Long Term, Trade				
-Unquoted				
- In Subsidiary Company				
- In Equity Shares				
Shristi Udaipur Hotels & Resorts (P) Ltd. of Rs. 10/-each				
	3,000,000	30,000,000	3,000,000	30,000,000
Total		<u>30,000,000</u>		<u>30,000,000</u>
Note 11: Long Term Loans and Advances				
Income Tax Advances, Tax Deducted at Source*				
*Net of Provisions for Income Tax Rs. 31,938 (Previous year Rs. 32,717)				
Advance recoverable in cash or in kind or for value to be received				
		2,026,044		2,001,533
		119,408		193,382
		<u>2,145,452</u>		<u>2,194,915</u>
Note 12: Other Non-Current Assets				
Interest Accrued but not due				
		29,178		14,738
		<u>29,178</u>		<u>14,738</u>
Note 13: Trade Receivables				
Unsecured and Considered good				
-Outstanding for a period exceeding six months from the date they are due for payment				
-Others*				
(*Refer Note 24)				
	42,747,451		28,272,904	
	<u>12,842,378</u>	55,589,829	<u>19,200,919</u>	47,473,823
Note 14: Cash and Bank Balances				
A- Cash & Cash Equivalent				
Cash-in-hand				
		37,950		36,232
Balances with Banks				
- in Current Accounts				
		535,663		148,178
B- Other Bank Balances				
- in Fixed Deposits*				
	200,000	773,613	347,993	532,403
*FD amounting to Rs.2,00,000/- given as EMD (Previous year Rs.2,00,000/-)				
Fixed deposits having maturity after one year from the reporting date - Nil (Previous year - Nil)				
Fixed deposits with more than twelve months maturity from the date of acquisition : Rs. 2,00,000/- (Previous year 3,47,993/-) and Fixed deposits upto 3 months maturity from the date of acquisition - Rs. Nil (Previous year - Nil)				
Note 15: Short Term Loans and Advances				
Unsecured and Considered good				
Earnest Money Deposit				
Advances to staff and other				
Advance recoverable in cash or in kind or for value to be received				
		549,911		424,911
		-		846,734
		756,629		757,977
		<u>1,306,540</u>		<u>2,029,622</u>
Note 16: Other Current Assets				
Project in Progress*				
		2,453,060		-
		<u>2,453,060</u>		-

*The project in progress of Rs. 24,53,060 has been netted off from the respective heads of the Schedule of Other expenses.



SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note 17: Revenue from Operations

Consultancy Income

Year ended
March 31, 2015
Amount (Rs.)

Year ended
March 31, 2014
Amount (Rs.)

213,599

18,491,975

213,599

18,491,975

Note 18: Other Income

Interest Income (Refer Note 24)
Profit on Sales of Assets

12,623,827

25,551

3,595

-

12,627,422

25,551

Note 19: Employee Benefit Expense

Salaries, Wages, Gratuity & staff cost
Staff Welfare

4,180,418

3,768,242

47,871

44,974

4,228,289

3,813,216

Note 20: Finance Cost

Interest -to Holding company
Other Interest
Bank Charges

2,992,516

2,049,330

105,142

7,036

8,670

15,164

3,106,328

2,071,530

Note 21: Other Expense

Professional Consultancy Fees
Tender expenses
Books & Periodicals
Festival Expenses
Repair & Maintenance
Postage, Telephone & Internet charges
Travelling, Boarding & Conveyance expenses
Advertisement & Business Promotion
Fee, Membership & Subscription
Printing & Stationery Expenses
Bad Debts Written off
Miscellaneous Expenses
Insurance Expenses
Office Rent
Legal & Professional Charges
Payment to Auditors:
-Audit Fee
Filing Fees

3,220,397

10,473,399

110,460

104,317

11,853

16,618

39,088

10,350

2,625

102,320

109,023

1,527,110

1,332,039

17,170

35,819

27,017

8,986

55,248

18,886

-

10

2,981

3,310

1,146

1,146

150,000

180,000

13,395

173,265

90,000

90,000

28,600

7,696

5,399,410

12,564,869



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

22. Contingent Liabilities:

Bank Guarantee: Guarantees given by bank on behalf of the company amounting to Rs. NIL (Previous Year – 1,25,000/-).

Claim by a party amounting to Rs. 20,08,312/- (Previous year Rs. 20,08,312/-) not acknowledged as debt by the company.

23. In respect of the trade receivables exceeding six months which are mostly from government authorities, the company is in regular communication with these debtors for recovery thereof; accordingly the management is of the view that all these dues are good and fully recoverable, hence no provision in this regard has been considered necessary.
24. During the year, company has charged interest on delayed payment from customers amounting to Rs. 1,25,98,512 at an rate of interest considered appropriate as per the management and the same is fully recoverable in view of the management.
25. Balances of certain debtors and creditors are in the process of confirmation/reconciliation.
26. In the opinion of the management, the value on realization of current assets, loans & advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and provisions for all known liabilities has been made.
27. As per the information available with the company, there are no dues to any Micro & Small enterprises as defined in the Micro, Small and Medium Enterprise Development Act, 2006 as on 31.03.2015. Further no interest has been paid during the year and payable as on 31st March, 2015 to such parties.
28. **Employee Benefits**
The Company has defined retirement benefit for the benefit of its employees. The provisions made as per Actuarial valuation.
Disclosures as required by Accounting Standard-15 (Revised) on Employee Benefits in respect of gratuity and leave encashment are as follows:

a) Net expenses recognized during the year 2014-15

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2014-15	2013-14	2014-15	2013-14
- Current service cost	22,622	20,072	34,849	37,886
- Interest cost	12,393	13,339	14,739	13,733
- Expected return on plan assets	--	--	--	--
- Curtailment cost/(credit)	--	--	--	--
- Settlement cost/(credit)	--	--	--	--
- Past Service Cost	--	--	--	--
- Actuarial (gain)/loss on obligation	30,542	23,906	(30,113)	(7,796)
Total	65,557	57,317	19,475	43,823



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

b) Net Asset/ (Liability) recognized in the Balance Sheet as at 31.03.2015:

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2014-15	2013-14	2014-15	2013-14
- Present value of Defined Benefit Obligation	1,51,442	1,58,395	1,93,979	1,74,504
- Fair value of plan assets	--	--	--	--
- Funded status [Surplus/(Deficit)]	(1,51,442)	(1,58,395)	(1,93,979)	(1,74,504)
- Unrecognized Past Service Costs	--	--	--	--
- Estimated Net asset/(liability) recognized in balance sheet	(1,51,442)	(1,58,395)	(1,93,979)	(1,74,504)

c) Change in the obligation for the year ended 31.03.2015

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2014-15	2013-14	2014-15	2013-14
- Present value of Defined Benefit Obligation as at the beginning of the year	1,58,395	1,38,038	1,74,504	1,30,681
- Interest cost	12,393	13,339	14,739	13,733
- Past service cost	--	--	--	--
- Current service cost	22,622	20,072	34,849	37,886
- Curtailment cost/(Credit)	--	--	--	--
- Settlement cost/(Credit)	--	--	--	--
- Benefits paid	(72,510)	(36,960)	--	--
- Actuarial (gain)/loss on obligation	30,542	23,906	(30,113)	(7,796)
- Present value of Defined Benefit Obligation as at the end of the year	1,51,442	1,58,395	1,93,979	1,74,504

d) Changes in fair value of Plan Assets

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2014-15	2013-14	2014-15	2013-14
- Plan asset at the beginning of the year	--	--	--	--
- Expected return of plan assets	--	--	--	--
- Actual company contributions	72,510	36,960	--	--



S. S. Kothari

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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

- Employee contribution	--	--	--	--
- Actuarial Gain/Loss on Plan Assets	--	--	--	--
- Benefits paid	(72,510)	(36,960)	--	--
- Plan assets at the end of the year	--	--	--	--

e) Principal actuarial assumption

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2014-15	2013-14	2014-15	2013-14
- Discount rate per annum compound	8.00%	8.25%	8.00%	8.25%
- Rate of increase in Salaries	5.00%	5.00%	5.00%	5.00%
- Rate of return on plan assets	0%	0%	0%	0%
- Expected Average remaining working lives of employees (years)	14.00	15.83	14.00	15.83

In view of the management, eligibility for sick leave is insignificant based on the past experience; hence no provision in this regard has been considered necessary.

Amounts recognized as expenses and included in Note no. 19 Item Salaries, wages, Gratuity & Staff Cost includes Gratuity of Rs. 19,475/- (Previous year Rs.43,823/-) & Leave Encashment of Rs. 65,557/- (Previous year Rs.20,357/-).

29. The Company is primary engaged in the business of "Consultancy Services", which as per Accounting Standard – 17 on "Segment Reporting" is considered to be only reportable business segment. As the Company revenue from Indian Markets is more than 90% of the total revenue, there are no reportable geographical segments. All the assets are also located in India.

30. Related Party Transactions:

As per Accounting Standard-18, the Company's related parties and transactions are disclosed below:

a. List of related parties & relationships, where control exists:

- i. Holding company of Reporting Enterprise**
Shristi Housing Development Limited (SHDL) (Formerly Shrivasa Infra Private Limited)
- ii. Ultimate Holding Company**
Shristi Infrastructure Development Corporation Limited (SIDCL)
- iii. Subsidiary company of Reporting Enterprise**
Shristi Udaipur Hotels & Resorts Private Limited (SUHRPL)



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

iv. **Investing Party of Reporting Enterprise:**
Housing & Urban Development Corporation Limited

v. **Fellow Subsidiaries:**

Kanchan Janga Integrated Infrastructure Development Private Limited
Vitthal Hospitality Private Limited
Vivekananda Skyroad Limited
Vipani Hotels & Resort Private Limited
East Kolkata Infrastructure Development Private Limited
Medi-Net Services Private Limited
Finetune Engineering Services Private Limited
World City Development Private Limited
Border Transport Infrastructure Development Limited

b. **Related parties & relationships with whom transactions have taken place during the year:**

Transactions with Related Parties

S. No.	Relationship	Nature of Expenses Amount	Current Year (Rs.)	Previous Year (Rs.)
1.	Holding Company	Unsecured Loan taken	92,10,000/-	78,60,000/-
		Interest on Loan	29,92,516/-	20,49,330/-
		Closing Balance		
		Interest Payable	74,58,930/-	47,65,666/-
		Unsecured Loan	2,52,56,513/-	1,60,46,513/-
2.	Subsidiary Company	Reimbursement of Expenses	NIL	7,53,657/-
		Closing Balance		
		Investment in Equity	3,00,00,000/-	3,00,00,000/-
		Reimbursement of Expenses	7,53,657/-	7,53,657/-
3.	Key Management Personnel (Mr. Sunil Gaur) – Till 31 st August 2014	Managerial Remuneration	2,08,655/-	5,00,772/-
		Closing Balance		
		Amount Payable	NIL	36,957/-
4.	Company Secretary (Mr. Yogesh Upadhyay)*	Salary	10,58,400/-	-
		Closing Balance		
		Salary Payable	1,57,000/-	-



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

*Key Personnel as per the provisions of Companies Act, 2013, thus, previous year figures have not been given.

31. Earning Per Share

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Profit after tax as per Statement of Profit & Loss	55,016/-	17,340/-
Weighted average number of Equity Shares outstanding	50,00,000	50,00,000
Basic & Diluted Earning per share	0.011	0.003

32. The company has recognized following deferred tax assets and liabilities determined on account of timing differences in accordance with Accounting Standard – 22 “Accounting of taxes on Income”

Particulars	As At 31st March 2015 (Rs.)	As At 31st March 2014 (Rs.)
Fixed assets	(17,127)	9,723
Deferred Tax Liability / (Asset) (A)	(5,292)	9,723
Preliminary Expenses U/s35D	NIL	NIL
Difference due to Sec.43B	1,06,735	1,02,866
Disallowance of Expenses u/s 40 (a) (ia)	-	-
Deferred Tax Asset (B)	1,06,735	1,02,866
NET DEFERRED TAX ASSETS/(LIABILITY) (B-A)	1,12,027	93,143

33. The company has provided for depreciation using Written Down Value method over the useful life of the assets as prescribed under Part C of Schedule II to the Companies Act, 2013.

Pursuant to the above mentioned changes in useful life of assets, depreciation expenses for the year is lower by Rs. 2,804/- and for the assets whose revised useful life was over as on 31st March, 2014, the net books value of Rs. 29,420 (net of deferred tax Rs. 13,155/-) has been adjusted with retained earnings.

34. Previous year figures have been regrouped/ recast/rearranged wherever necessary to conform to this year's classification.



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

35. Note no. 1 to 35 form an integral part of the financial statements.

As per our report of even date attached.

For S. S.Kothari Mehta & Co.

On behalf of the Board

Chartered Accountants

Firm Regn No. 000756N




Yogesh Kumar Gupta

Partner

Membership No. 093214



Sujit Kanoria
(Director)

DIN-01175425



Kamta Nath Pandey
(Director)

DIN-00694714



Duraiswamy Guhan
(Director)

DIN-06757569

Place: New Delhi

Date: *May 25, 2015*



Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750