

Shristi Urban Infrastructure Development Ltd. D-2, 5th Floor, Southern Park, Saket Place, Saket, New Delhi-110 017

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the Eighth Annual Report and Audited Accounts for the financial year ended March 31, 2013.

FINANCIAL RESULTS

The financial highlights of the Company for the year ending March 31, 2013 are given herein below :

Particulars	Amount (Rs.)	
	2012-13	2011-12
Operating Income	15,150,346	16,619,481
Other Income	12,140	29,791
Gross Income	15,162,486	16,649,272
Less : Operational Expenses	15,006,136	16,460,846
Profit before amortization, depreciation and taxation	156,350	188,426
Less : Depreciation	54,679	80,188
Profit before Tax	101,671	108,238
Less : Tax Expenses	42,157	33,445
Profit after Tax	59,514	74,793
Less : Proposed Dividend	10,000	50,000
Provision for Dividend Tax	1,622	8,112
Profit for the period	47,892	16,681
Add : Balance brought forward	3,227,988	3,211,307
Balance carried to Balance Sheet	3,275,880	3,227,988

PERFORMANCE & OPERATIONS

The Company was incorporated on 20th June, 2005. The financial accounts of the Company are drawn for the financial year starting from 01.04.2012 till 31.03.2013.

Over last few years, the Company has among its clients key Government Organizations in 8 States and the work is spread in over 100 towns / cities. It is a matter of satisfaction that some of these organizations are awarding work by way of repeated assignments to the Company and has appointed it as State Consultant for key Government Projects.

Shristi Urban Infrastructure Development Ltd. (SUIDL)

(An enterprise of HUDCO & Shristi)

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www.shristicorp.com

State Urban Development Agency in Uttar Pradesh for which the Company has been working as a Third Party Inspection & Monitoring Agency for JNNURM Projects, has appointed the company for monitoring of further 86 projects in 36 cities.

In Jharkhand, where the Company was assigned the task of preparation of Master Plans for Bokaro and Deoghar, the Company has been appointed as exclusive Third Party Inspection & Monitoring Agency for JNNURM Projects throughout the State of Jharkhand. This work is under way at a fast pace.

In Madhya Pradesh, Urban Development and Administration Department has assigned to the Company work of preparation of City Development Plans (CDPs) for 10 towns namely (i) Jatara (ii) Niwari (iii) Palera (iv) Khargapur (v) Baldeogarh (vi) Badagaon – Tikamgarh (vii) Taricharkalan (viii) Jeron Khalsa (ix) Prithvipur and (x) Lidhorakhas. The company had earlier prepared CDPs for 3 other towns in Madhya Pradesh.

Further, in Madhya Pradesh, the Forest Division has entrusted work relating to Quality Assurance to the Company for construction of its Training Schools in the State.

The Company has been empanelled as consultant by Bhubaneswar Development Authority for preparation of DPRs for slum re-development scheme under Rajiv Awas Yojana (RAY).

The Puri Municipality has appointed the company for preparation of the first Pilot Project under Rajiv Awas Yojna.

The Company is now also working in Uttarakhand where it is preparing a Detailed Project Report for a project under Rajiv Awas Yojna in Haridwar.

The Company has been targeting new works in other States like Odisha, Assam, Uttarakhand, Punjab, Uttar Pradesh, Madhya Pradesh, J&K & Jharkhand, etc.

DIVIDEND

Your directors recommend a final dividend of Re. 0.002 per share for the current financial year.

TRANSFER TO RESERVES

There is no transfer to General Reserve as it is not required as per the provisions of The Companies (Transfer of Profits to Reserves) Rules, 1975.

FIXED DEPOSITS

The Company has not accepted any fixed deposits from the public under Section 58A of the Companies Act, 1956.



DIRECTORS

Mr. Manoj Kumar Jain who was acting as Additional Director, ceased to be Director of the Company on the Seventh Annual General Meeting, i.e. 27/08/2012 but was re-appointed as Director of the Company in the same meeting.

MATERIAL CHANGES SINCE THE CONCLUSION OF THE FINANCIAL YEAR

There has been no material change since the conclusion of the Financial Year.

AUDITORS

The Statutory Auditors of the Company, M/s S.S. Kothari Mehta & Co., Chartered Accountants (Firm Registration No. 000756N) retire at the ensuing Annual General Meeting and being eligible have offered themselves for re-appointment. A certificate has been received from them confirming therein that their appointment, if made, will be within the limits prescribed under 224(1B) of the Companies Act, 1956.

Yours directors recommend their re-appointment as Statutory Auditors.

AUDITORS' REPORT

Comments of the Auditors in their Report and the Notes forming part of the Accounts, are self explanatory and need no comments.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors of your Company, to the best of their knowledge and belief, confirm the following :

- i) That the applicable Accounting Standards have been followed in the preparation of the Annual Accounts for the year ended on 31st March, 2013.
- ii) That the accounting policies have been selected and applied consistently and judgements and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended on 31st March, 2013 and of the Profit & Loss Account of the Company for the year ended on that date.
- iii) That 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.



- iv) That the Annual Accounts of the Company for the year ended 31st March, 2013 have been prepared on a going concern basis.

HUMAN RESOURCE

Your Company places great importance on development of its human resources for their evolution. Special developmental efforts have been initiated to sharpen the knowledge / skills and customer focus of its committed team of employees at all levels.

Besides, your Company is committed to facilitate the development of a vibrant and proactive work environment where individual needs and aspirations are not only met but exceed beyond that. Your Company's core strength as emerged, is innovation by human resource in the competitive market.

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, ABSORPTION OF TECHNOLOGY AND FOREIGN EXCHANGE EARNING AND OUTGO :

The Company has no activity relating to conservation of energy and technology absorption and there is no foreign exchange earning and outgo during the year under review.

ACKNOWLEDGEMENT

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

For and on behalf of the Board of Directors


(SUJIT KANORIA)
Director


(RAJINDER PAUL)
Director

Place : New Delhi
Date : 27.05.2013

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of **Shristi Urban Infrastructure Development Limited**, which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956("the Act"). This responsibility includes the design, implementation and maintenance of internal controls 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of the 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 and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.



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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to note no. 22 in respect of considering overdue trade receivables as good and fully recoverable as explained in the said note. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- (2) As required by section 227(3) of the Act, 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 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 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 comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;



- e) on the basis of written representations received from the directors as on March 31,2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31,2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For S. S. KOTHARI MEHTA & CO.

Chartered Accountants

Firm Reg. No. 000756N


Yogesh K. Gupta

Partner

Membership No. 093214



Place : New Delhi

Date : 27/5/2013

ANNEXURE TO THE AUDITOR'S REPORT

(The Annexure referred to in our report to the member of Shristi Urban Infrastructure Development Limited on the accounts for the year ended March 31, 2013)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the management has carried out physical verification of its fixed assets during the year. In our opinion the frequency of such verification is reasonable having regard to the size of the company and the nature of its fixed assets. No material discrepancies were noticed on such verification as compared to the books of account.
- (c) In our opinion & according to information and explanations given to us, the company has not made any disposal of fixed assets during the year.
- (ii) The company does not hold any inventory. Hence, the provisions of Clause 4(ii) (a), (b) & (c) of the order are not applicable to the company.
- (iii)
 - a) The Company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Therefore provisions of Clause 4(iii) (a), (b), (c) & (d) of the Order are not applicable to the Company.
 - b) The Company has not taken any loan, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Therefore provisions of Clause 4(iii) (e), (f), (g) & (h) 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, there is no contract or arrangement that needs to be entered into the register maintained under section 301 of the Companies Act, 1956. Hence, the provisions of Clause 4(v)(b) of the order are not applicable to the company.
- (vi) 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 58A, 58AA and other relevant provisions of the Companies Act, 1956 and the rules framed there under are not applicable to the company.



- (vii) In our opinion, the company has an in-house internal audit system commensurate with the size and nature of its business and activities.
- (viii) According to information and explanations given to us, the Central Government has not prescribed maintenance of cost records under clause (d) of sub section (1) of section 209 of the Companies Act, 1956 in respect of services carried out by the company. Therefore, provisions of Clause 4 (viii) of the order are not applicable to the company.
- (ix) (a) The Company, has been generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and any other material statutory dues applicable to it.
(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess were in arrears as at 31st March 2013 for a period of more than six months from the date they became payable.
(c) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise duty and Cess, which have not been deposited on account of any dispute.
- (x) The company has no accumulated losses at the end of the financial year. Further, the company has not incurred cash losses during the current financial year and the immediately preceding financial year.
- (xi) The company has not taken any loans from any banks or financial institutions and has not issued debentures. Accordingly the clause 4(xi) of the order is not applicable to the Company.
- (xii) In our opinion and according to the information & explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The company is not a chit fund or a nidhi / mutual benefit fund / society. Hence, the provisions of Clause 4(xiii) of the Order are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable to the Company.
- (xv) As per information and explanations given to us, the company has not given any guarantee for any loan taken by others from banks or financial institutions.



- (xvi) The company has not taken any term loans from any bank or financial institutions. Accordingly the clause 4(xvi) of the Order is not applicable to the Company.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanation given to us, during the year the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956. Therefore, the provisions of Clause 4 (xviii) of the Order are not applicable to the Company.
- (xix) According to the information and explanations given to us, the Company has not issued any debentures. Therefore, the provisions of Clause 4(xix) of the Order are not applicable to the Company.
- (xx) The company has not raise any money by way of public issue. Accordingly, the provisions of clause 4(xx) of the Order are not applicable to the Company.
- (xxi) 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 : 27/5/2013

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Balance Sheet as at March 31, 2013

Particulars	Note No.	As at 31.03.2013 Amount (in Rs.)	As at 31.03.2012 Amount (in Rs.)
I. EQUITY & LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	50,000,000	50,000,000
(b) Reserve and Surplus	3	3,275,880	3,227,988
(2) Non-Current Liabilities			
(a) Long term Provisions	4	268,719	-
(2) Current Liabilities			
(a) Short Term Borrowings	5	13,286,513	10,811,000
(b) Trade Payable	6	3,626,853	2,429,958
(c) Other Current Liabilities	7	7,581,355	4,920,848
(d) Short Term Provisions	8	11,622	349,700
Total		78,050,942	71,739,494
II. Assets			
(1) Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	9	163,011	197,190
(b) Non-Current Investments	10	30,000,000	30,000,000
(c) Deferred Tax Assets (net)		68,181	68,777
(d) Long Term Loans and Advances	11	966,890	771,247
(e) Other Non-Current Assets	12	2,565	3,810
(2) Current Assets			
(a) Trade Receivables	13	41,562,328	37,774,043
(b) Cash and Bank Balances	14	3,409,455	396,937
(c) Short Term Loans and Advances	15	1,878,512	2,527,490
Total		78,050,942	71,739,494

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 K. GUPTA
Partner

Membership No. 093214

Place : New Delhi

Date : 27/5/2013

For & on Behalf of the Board

Sujit Kanoria
(Director)

K.N. Pandey
(Director)

Rajinder Paul
(Director)

Yogesh Kumar Upadhyay
(Company Secretary)

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Statement of Profit & Loss for the year ended March 31, 2013

Particulars	Note No.	Year ended March 31, 2013 (Rs.)	Year ended March 31, 2012 (Rs.)
INCOME			
I. Revenue from operations	16	15,150,346	16,619,481
II. Other Income	17	12,140	29,791
III. Total Revenue(I+II)		15,162,486	16,649,272
EXPENSES			
Employee benefit expenses	18	3,159,962	4,001,898
Finance cost	19	1,979,809	972,096
Depreciation and amortization expenses	9	54,679	80,188
Other expense	20	9,866,365	11,486,852
IV. Total Expenses		15,060,815	16,541,034
V. Profit/(Loss) before exceptional and extraordinary items and tax	(III - IV)	101,671	108,238
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax	(V - VI)	101,671	108,238
VIII. Extraordinary Items		-	-
IX. Profit before tax	(VII - VIII)	101,671	108,238
X. Tax Expense:-			
- (1) Current tax		41,561	64,210
- (2) Earlier tax		-	-
- (3) Deferred tax		596	(30,765)
XI. Profit/(Loss) of the period from Continuing operation after tax	(IX - X)	59,514	74,793
XII. Profit/(Loss) from Discontinuing operation		-	-
XIII. Tax expense of discounting operation		-	-
XIV. Profit/(Loss) from Discontinuing operations	(XII-XIII)	-	-
XV. Profit/(Loss) for the period	(XI-XIV)	59,514	74,793
XVI. Earning per Equity Share (Face value of Rs. 10 each)			
(1) Basic		0.01	0.01
(2) Diluted		0.01	0.01

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. 009756N

For & on Behalf of the Board

YOGESH K. GUPTA
 Partner
 Membership No. 093214

Sujit Kanoria
 (Director)

K.N. Pandey
 (Director)

Rajinder Paul
 (Director)

Place : New Delhi
 Date : 27/5/2013

Yogesh Kumar Upadhyay
 (Company Secretary)

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Cash Flow Statement for the year ended March 31, 2013

	Year Ended March 31, 2013 Amount (Rs.)	Year Ended March 31, 2012 Amount (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items	101,671	108,238
Adjusted for :		
Depreciation	54,679	80,188
Sundry Balances written off (Net)	10,000	1,133
Interest Income	(12,140)	(29,791)
Interest Paid - Other	1,961,754	956,852
Operating Profit before working capital changes	2,115,964	1,116,620
(Increase) / Decrease in Trade Receivables	(3,798,285)	(7,322,378)
(Increase) / Decrease in Short Term Loans & Advances	(73,453)	(185,290)
(Increase) / Decrease in Long Term Loans & Advances	-	-
Increase / (Decrease) in Trade Payables	1,196,895	(249,904)
Increase / (Decrease) in Other Current Liabilities	853,524	47,330
(Increase) / Decrease in Other non current assets	-	-
Increase / (Decrease) in Long term provisions	(22,869)	-
Increase / (Decrease) in Short term provisions	-	69,286
Cash generated from operations	271,776	(6,524,336)
Income Taxes paid (including dividend tax)	477,115	(753,823)
NET CASH FROM OPERATING ACTIVITIES	748,891	(7,278,159)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(20,500)	-
Change in Fixed Deposits	(12,171)	(50,000)
NET CASH USED IN INVESTING ACTIVITIES	(32,671)	(50,000)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Proceeds from short Term Borrowings	2,475,513	7,561,000
Interest Received	13,385	34,140
Dividend paid	(50,000)	(100,000)
Interest Paid - Other	(154,771)	(97,262)
D. NET CASH USED IN FINANCING ACTIVITIES	2,284,127	7,397,878
	3,000,347	69,719
Change in Cash and Cash Equivalents	3,000,347	69,719
Opening Balance of Cash and Cash equivalents	271,937	202,218
Closing Balance of Cash and Cash equivalents	3,272,284	271,937

Notes:

1. The above cash flow statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on "Cash Flow Statement" issued by the ICAI
2. 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 K. Gupta
Partner
Membership No. 093214



Place : New Delhi

Date : 27/5/2013

For & on Behalf of the Board

Sujit Kanoria
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Yogesh Kumar Upadhyay
Yogesh Kumar Upadhyay
(Company Secretary)

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note – I 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 Private Limited w.e.f 31.03.2009.

B. SIGNIFICANT ACCOUNTING POLICIES

i) ACCOUNTING CONVENTIONS

The financial statements are prepared under the historical cost convention as a going concern and in and in accordance with the relevant disclosure requirements of the Companies Act, 1956 and are consistent with the generally accepted accounting principles. Income and expenditure are accounted for on accrual basis. The financial statements have been prepared to comply in all applicable respects of mandatory accounting standards as prescribed by Companies (Accounting Standards) Rules, 2006 under sub-section (3C) of the section 211 of the Companies Act, 1956.

- 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 VI to the Companies' Act, 1956. 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.



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**

a. Depreciation on fixed assets is provided on Written Down Value Method as per the rates specified in Schedule XIV to the Companies Act, 1956.

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) **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 Profit & Loss account.

c. Non-monetary items denominated in foreign currency are reported using exchange rate prevailing on the date of transactions.

viii) **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).

ix) **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.



SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

x) 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.

xi) 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 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.

xii) 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.

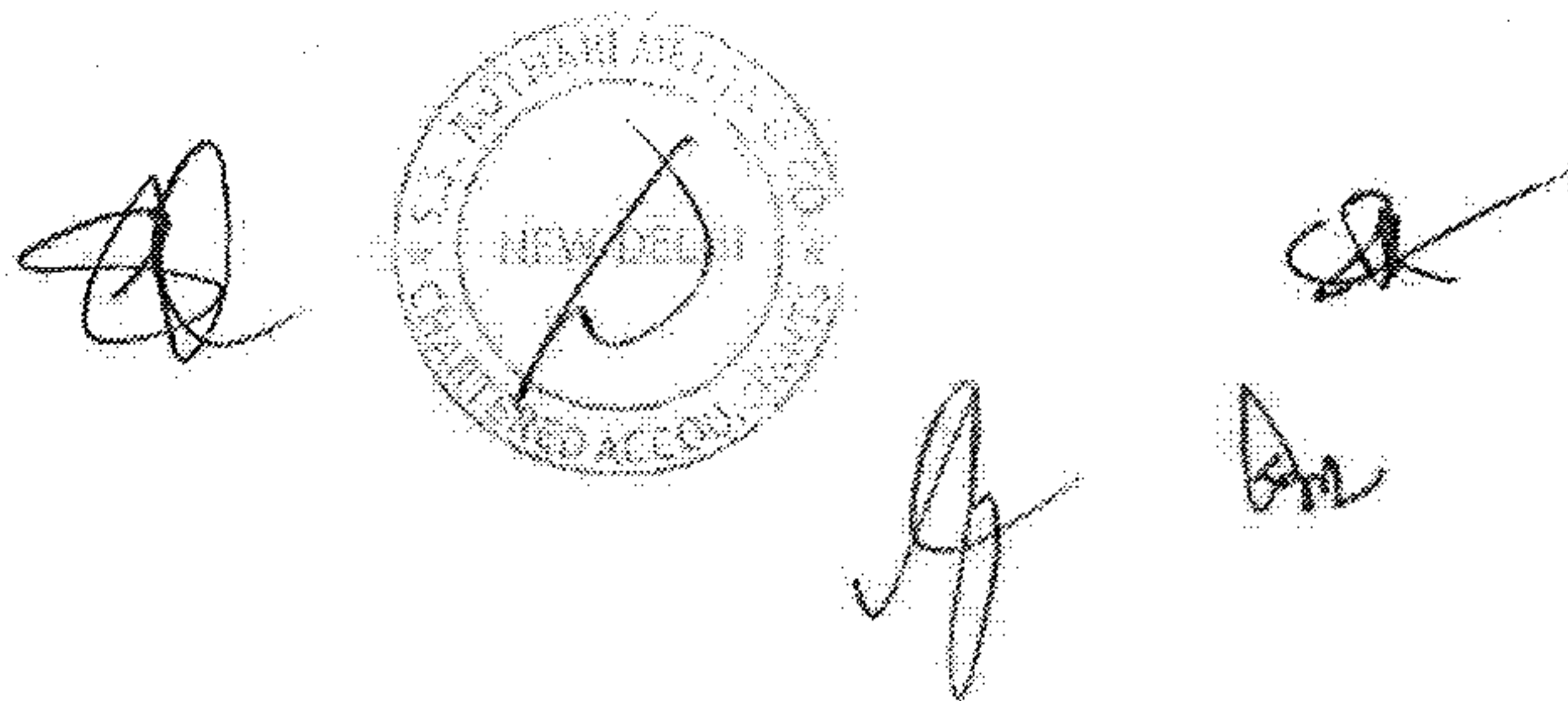
xiii) EARNINGS PER SHARE

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

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.

xiv) 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.



The block contains several handwritten signatures and a circular stamp. The stamp is from the Chartered Accountants of India, with the text "CHARTERED ACCOUNTANTS OF INDIA" around the perimeter and "NEW DELHI" in the center. There are four distinct signatures: one on the left, one in the center overlapping the stamp, one on the right, and one below the stamp.

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

xv) 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.



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

50,000,000

50,000,000

Issued, Subscribed & Paid-Up:

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

50,000,000

50,000,000

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

50,000,000

50,000,000

Shares issued/boughtback during the year: NIL

Details of each shareholder holding more than 5% shares

Name of shareholder	As at 31st March 2013		As at 31st March 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shristi Housing Development Private 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

3,227,988

3,211,307

Add: Profit for the year

59,514

74,793

3,287,502

3,286,100

Less: Proposed dividend

10,000

50,000

Less: Provision for Dividend Tax

1,622

8,112

Closing Balance

3,275,880

3,227,988

Note 4 : Long term Provisions

Provision for Leave Encashment

138,038

-

Provision for Gratuity

130,681

-

268,719

-

Note 5 : Short term borrowings
Unsecured Loan

-From Holding company

13,286,513

10,811,000

13,286,513

10,811,000

(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

3,626,853

2,429,958

3,626,853

2,429,958

Note 7: Other Current liabilities

Interest Accured and due on borrowings

2,777,816

970,833

Expenses payable

799,982

857,057

Duties & Taxes payable

4,003,557

3,092,958

7,581,355

4,920,848

Note 8 :Short term Provisions

-Provision for Dividend

10,000

50,000

-Provision for Dividend Tax

1,622

8,112

-Provision for Gratuity

-

148,824

-Provision for Leave Encashment

-

142,764

11,622

349,700



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, 2012	Additions during the year	Deductions during the year	As at March 31, 2013	Up to March 31, 2012	For the Year	As at March 31, 2013	As at March 31, 2013	As at March 31, 2012
Computers	963,413	20,500	-	983,913	871,912	38,728	910,640	73,273	91,501
Office Equipments	157,597	-	-	157,597	81,746	10,551	92,297	65,300	75,851
Office Furniture	41,927	-	-	41,927	12,089	5,400	17,489	24,438	29,838
Total	1,162,937	20,500	-	1,183,437	965,747	54,679	1,020,426	163,011	197,190
Previous year	1,162,937	-	-	1,162,937	885,559	80,188	965,747	197,190	-



SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

	As At March 31, 2013 Amount (Rs.)		As At March 31, 2012 Amount (Rs.)	
	Nos.		Nos.	
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		30,000,000		30,000,000
Note 11: Long Term Loans and Advances				
Income Tax Advances, Tax Deducted at Source*		869,033		673,390
*Net of Provisions for Income Tax Rs. 41,561 (Previous year 64,210)		97,857		97,857
Advance recoverable in cash or in kind or for value to be received		966,890		771,247
Note 12: Other Non-Current Assets				
Interest Accrued but not due		2,565		3,810
		2,565		3,810
Note 13: Trade Receiveables				
Unsecured and Considered good				
-Outstanding for a period exceeding six months from the date they are due for payment	24,539,372		22,809,776	
-Others	17,022,956	41,562,328	14,964,267	37,774,043
Note 14: Cash and Bank Balances				
A- Cash & Cash Equivalent				
Cash-in-hand	1,825		94,869	
Balances with Banks				
- in Current Accounts	3,270,459		177,068	
B- Other Bank Balances				
- in Fixed Deposits*	137,171	3,409,455	125,000	396,937
*Pledged with bank as margin money against bank guarantee Rs. 1,25,000/- (Previous year Rs. 75,000/-)				
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. Nil (Previous year Nil) 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		414,191		650,000
Advances to staff and other		268,047		718,526
Prepaid Expenses		8,989		7,769
Income Tax Advances, Tax Deducted at Source		425,827		1,148,258
Advance recoverable in cash or in kind or for value to be received		761,458		2,937
		1,878,512		2,527,490



SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note 16: Revenue from operations

	Year ended March 31, 2013 Amount (Rs.)	Year ended March 31, 2012 Amount (Rs.)
Consultancy Income	15,150,346	16,619,481
	<u>15,150,346</u>	<u>16,619,481</u>

Note 17: Other Income

Interest Income	12,140	29,791
	<u>12,140</u>	<u>29,791</u>

Note 18: Employee benefit expense

Salaries, Wages, Gratuity & staff cost	3,112,844	3,909,543
Staff Welfare	47,118	92,355
	<u>3,159,962</u>	<u>4,001,898</u>

Note 19: Finance cost

Interest -to Holding company	1,955,135	955,099
Other Interest	6,619	1,753
Bank Charges	18,055	15,244
	<u>1,979,809</u>	<u>972,096</u>

Note 20: Other expense

Professional Consultancy Fees	7,300,658	9,141,384
Tender expenses	79,156	43,491
Books & Periodicals	11,689	8,673
Festival Expenses	74,307	54,102
Repair & Maintenance	2,100	73,702
Postage, Telephone & Internet charges	117,100	155,629
Travelling, Boarding & Conveyance expenses	1,716,159	1,468,886
Advertisement & Business Promotion	49,309	25,570
Membership & Subscription	3,371	18,800
Printing & Stationery Expenses	136,578	288,160
Sundry Balances written off (Net)	10,000	1,133
Miscellaneous Expenses	4,069	4,906
Insurance Expenses	1,636	1,187
Electricity Charges	-	4,143
Office Rent	184,000	77,000
Legal & Professional Charges	69,335	23,520
Payment to Auditors:		
-Audit Fee	101,124	90,000
Filing Fees	5,774	6,566
	<u>9,866,365</u>	<u>11,486,852</u>



SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

21. Contingent Liabilities:

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

Claim by a party amounting to Rs. 18,63,550/- (Previous year Rs. 18,63,550/-) not acknowledged as debt by the company.

22. 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.

23. Balances of certain debtors and creditors are in the process of confirmation/reconciliation.

24. 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.

25. 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 31.03.2013. Further no interest has been paid during the year and payable as on 31st march, 2013 to such parties.

26. 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 2012-13

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2012-13	2011-12	2012-13	2011-12
- Current service cost	23,971	27,256	36,748	34,765
- Interest cost	12,636	10,134	12,578	10,422
- Expected return on plan assets	--	--	--	--
- Curtailment cost/(credit)	--	--	--	--
- Settlement cost/(credit)	--	--	--	--
- Past Service Cost	--	--	--	--
- Actuarial (gain)/loss on obligation	1,11,183	(214)	88,300	(8,077)
Total	1,47,790	37,176	1,37,626	37,110



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

b) Net Asset/ (Liability) recognized in the Balance Sheet as at 31.03.2013:

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2012-13	2011-12	2012-13	2011-12
- Present value of Defined Benefit Obligation	1,38,038	1,42,764	1,30,681	1,48,824
- Fair value of plan assets	--	--	--	--
- Funded status [Surplus/(Deficit)]	(1,38,038)	(1,42,764)	(1,30,681)	(1,48,824)
- Unrecognized Past Service Costs	--	--	--	--
- Estimated Net asset/(liability) recognized in balance sheet	(1,38,038)	(1,42,764)	(1,30,681)	(1,48,824)

c) Change in the obligation for the year ended 31.03.2013

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2012-13	2011-12	2012-13	2011-12
- Present value of Defined Benefit Obligation as at the beginning of the year (01.04.2012)	1,42,764	1,10,588	1,48,824	1,11,714
- Interest cost	12,636	10,134	12,578	10,422
- Past service cost	--	--	--	--
- Current service cost	23,971	27,256	36,748	34,765
- Curtailment cost/(Credit)	--	--	--	--
- Settlement cost/(Credit)	--	--	--	--
- Benefits paid	(1,52,516)	(5,000)	(1,55,769)	-
- Actuarial (gain)/loss on obligation	1,11,183	(214)	88,300	(8,077)
- Present value of Defined Benefit Obligation as at the end of the year (31.03.2013)	1,38,038	1,42,764	1,30,681	1,48,824

d) Changes in fair value of Plan Assets

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2012-13	2011-12	2012-13	2011-12
- Plan asset at the beginning of the year	--	--	--	--
- Expected return of plan assets	--	--	--	--
- Actual company contributions	1,52,516	5,000	1,55,769	--



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

- Employee contribution	--	--	--	--
- Acturial Gain/Loss on Plan Assets	--	--	--	--
- Benefits paid	(1,52,516)	(5,000)	(1,55,769)	--
- Plan assets at the end of the year	--	--	--	--

e) Principal actuarial assumption

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2012-13	2011-12	2012-13	2011-12
- Discount rate per annum compound	8.25%	8.00%	8.25%	8.00%
- 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)	16.83	21.86	16.83	21.86

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.

27. 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.

28. Related Party Transactions:

As per Accounting Standard-18 issued by the Institute of Chartered Accountants of India, 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 Private Limited (SHDPL) (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)

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



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

i. Key Management Personnel Mr. Sunil Gaur (Manager)

c. Transactions with Related Parties

S. No.	Relationship	Nature of Expenses Amount	Current Year (Rs.)	Previous Year (Rs.)
1.	Ultimate Holding Company	Unsecured Loan taken	NIL	7,00,000/-
		Interest on Loan	NIL	21,136/-
		Closing Balance		
		Interest Payable	NIL	24,185/-
		Unsecured Loan	NIL	NIL
2.	Holding Company	Unsecured Loan taken	97,11,161/-	1,10,86,000/-
		Interest on Loan	19,55,135/-	9,33,963/-
		Closing Balance		
		Interest Payable	27,77,816/-	9,46,648/-
		Unsecured Loan	1,32,86,513/-	1,08,11,000/-
3.	Subsidiary Company	Reimbursement of Expenses	7,53,657/-	NIL
		Closing Balance		
		Investment in Equity	3,00,00,000/-	3,00,00,000/-
		Reimbursement of Expenses	7,53,657/-	NIL
4.	Key Management Personnel (Mr. Sunil Gaur)	Managerial Remuneration	4,59,756/-	4,59,756/-
		Closing Balance		
		Amount Payable	34,796/-	34,897/-
5.	HUDCO	EMD	75000/-	NIL
		Closing Balance EMD	75000/-	NIL

29. Earning Per Share

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Profit after tax as per P & L A/c	59,514/-	74,793/-
Weighted average number of Equity Shares outstanding	50,00,000	50,00,000
Basic & Diluted Earning per share	0.01	0.01



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

30. 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 2013 (Rs.)	As At 31st March 2012 (Rs.)
Fixed assets	14,853	21,324
Deferred Tax Liability (A)	14,853	21,324
Preliminary Expenses U/s35D	NIL	NIL
Difference due to Sec.43B	79,360	90,101
Disallowance of Expenses u/s 40 (a) (ia)	-	-
Deferred Tax Asset (B)	79,360	90,101
NET DEFERRED TAX ASSETS/(LIABILITY) (B-A)	64,507	68,777

31. Additional information pursuant to the provisions of part II of Schedule VI to the Companies Act, 1956 (to the extent applicable) – NIL
32. These financial Statements comprising the Balance Sheet, Statement of Profit and Loss and Notes have been prepared in accordance with Revised Schedule VI which has been made applicable for financial year commencing on or after 1st April, 2011, vide MCA's notification no. S.O. 653(E) dated 30th March, 2011.
33. Previous year figures have been regrouped/ recast/rearranged wherever necessary to conform to this year's classification.
34. Note no. 1 to 34 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

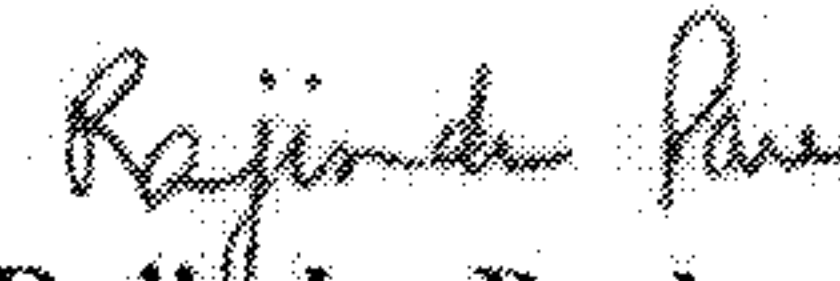
Chartered Accountants

Firm Regn No. 000756N


YOGESH K. GUPTA
Partner
Membership No. 013214

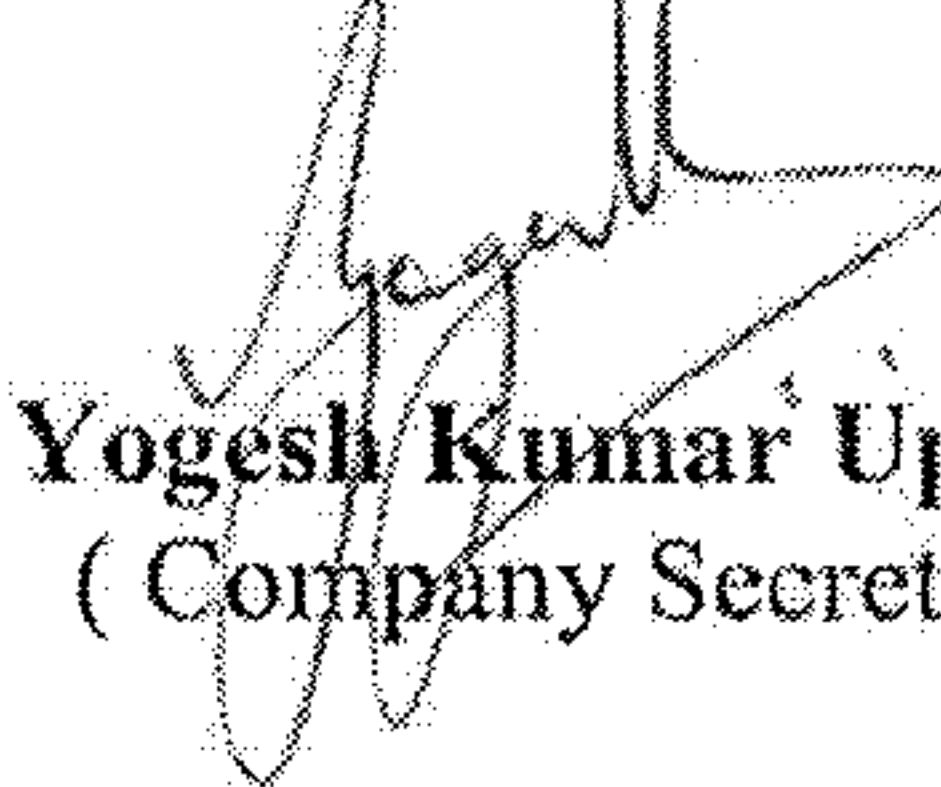

Sujit Kanoria
(Director)


K.N. Pandey
(Director)


Rajinder Paul
(Director)

Place: New Delhi

Date: 27/3/2013


Yogesh Kumar Upadhyay
(Company Secretary)