

S. S. KOTHARI & CO.
CHARTERED ACCOUNTANTS

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T.K. SENGUPTA	B.Com., LL.B., F.C.A.	P.K BHATTACHARYA	B.com., F.C.A
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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF FINETUNE ENGINEERING SERVICES PVT.LTD.

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Finetune Engineering Services Private Limited** ("the Company"), which comprise the balance sheet as at 31st March 2016, 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 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 standalone 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 financial 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 audit opinion on the standalone financial statements.

Opinion



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

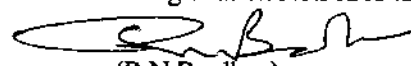
- a) In the case of the Balance sheet, of the state of affairs of the company as at March 31, 2016;
- b) In the case of the Statement of profit and Loss, of the Loss for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, is not applicable to the company.
2. 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 Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone financial statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as at 31st March 2016 taken on record by the Board of Directors, none of the directors as on 31st March 2016 are disqualified from being appointed as a director in terms of Section 164(2) of the Act; and
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
 - (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 does not have any pending litigations which would impact the financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Centre point
21, Old Court House Street
Kolkata-700001
The day of May, 2016

For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E


(R N Bardhan)
Partner
Membership No: 017270



**"ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
STANDALONE FINANCIAL STATEMENTS OF FINETUNE ENGINEERING SERVICES PVT.LTD.**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the
Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **Finetune Engineering Services Private Limited** ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance 168 Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India"

Centre Point
21, Old court House street,
Kolkata - 700001
The day of May, 2015

23rd

For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No. 302034E



(R N Bardhan)
Partner

Membership No: 017270



FINETUNE ENGINEERING SERVICES PVT. LTD.
BALANCE SHEET AS AT 31st March, 2016

	Notes	As at 31st March, 2016	(Amount in Rs.) As at 31st March, 2015
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	20,000,000	20,000,000
Reserves and Surplus	3	(17,927,392)	(17,913,607)
		<u>2,072,608</u>	<u>2,086,393</u>
Non Current Liabilities			
Deferred Tax Liability (Net)	7	2,014	1,199
Current Liabilities			
Trade Payable	4	-	-
Other Current Liabilities	5	34,200	23,067
		<u>34,200</u>	<u>23,067</u>
TOTAL		<u>2,108,822</u>	<u>2,110,659</u>
ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible assets	6	6,322	8,684
Deferred Tax Asset (Net)	7	-	-
		<u>6,322</u>	<u>8,684</u>
Current Assets			
Cash and Cash Equivalents	8	16,240	16,240
Short Term Loans and Advances	9	2,086,260	2,085,735
		<u>2,102,500</u>	<u>2,101,975</u>
TOTAL		<u>2,108,822</u>	<u>2,110,659</u>

Summary of significant accounting policies 1

The accompanying notes form an integral part of the financial statements

As per our report of even date

For S.S. Kothari & Co.
Chartered Accountants
FR No. 302034E




R.N. Bardhan
Partner
Membership No. 17270

Place: Kolkata
Dated: 23/05/2016

For & on behalf of the Board


Gautam Malik
Director
DIN: 02545671


B.K. Tulsyan
Director
DIN: 02447595


FINETUNE ENGINEERING SERVICES PVT.LTD.
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2016


	Notes	Year Ended 31st March, 2016	(Amount in Rs.) Year Ended 31st March, 2015
INCOME			
Other Income	10	-	-
TOTAL REVENUE		<u>-</u>	<u>-</u>
EXPENSES			
Other Expenses	11	10,608	27,334
Finance cost	12	-	-
Depreciation and amortization expense	6	2,362	3,624
TOTAL EXPENSES		<u>12,970</u>	<u>30,958</u>
PROFIT BEFORE TAX		(12,970)	(30,958)
Tax Expense			
Current tax		-	-
Deferred tax		815	54,825
Total Tax Expense		<u>815</u>	<u>54,825</u>
PROFIT/LOSS FROM CONTINUING OPERATIONS AFTER TAX		(13,785)	(85,783)
Earnings per Equity Share (Nominal Value of Share Rs. 10) (31st March, 2015: Rs.10)			
Basic & Diluted	13	(0.01)	(0.04)

Summary of significant accounting policies 1

The accompanying notes form an integral part of the financial statements

As per our report of even date

For S.S. Kothari & Co.
Chartered Accountants
FR No. 302034E



R.N. Bardhan
Partner
Membership No. 17270

Place: Kolkata
Dated: 23/05/2016

For & on behalf of the Board


Gautam Malik
Director
DIN: 02545671


B.K. Tulsyan
Director
DIN: 02447595



FINETUNE ENGINEERING SERVICES PVT. LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2016

	Year Ended 31st March, 2016	(Amount in Rs.) Year Ended 31st March, 2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	(12,970)	(30,958)
Adjusted for:		
Depreciation	2,362	3,624
Income Tax	-	-
Operating Profit before working capital changes	(10,608)	(27,334)
Adjusted for:		
Trade payables & Other liabilities	11,133	11,831
Loans and Advances	(525)	(370)
Cash generated from operations	-	(15,873)
Direct Taxes paid	-	-
NET CASH FLOW FROM/(USED IN) OPERATING ACTIVITIES	-	(15,873)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	-	-
Purchases of Investments	-	-
NET CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Loans and Advances	-	-
NET CASH FLOW FROM/(USED IN) FINANCING ACTIVITIES	-	-
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	-	(15,873)
Opening Balance of Cash and Cash equivalents	16,240	32,113
Closing Balance of Cash and Cash equivalents	16,240	16,240
Summary of significant accounting policies		

The accompanying notes form an integral part of the financial statements

As our report of even date


For S.S. Kothari & Co.
Chartered Accountants
FR No. 302034E


R.N. Bardhan
Partner
Membership No. 17270

Place: Kolkata
Dated: 23/05/2016

For & on behalf of the Board


Gautam Malik
Director
DIN: 02545671


B.K. Tulsyan
Director
DIN: 02447595



FINETUNE ENGINEERING SERVICES PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

1. SIGNIFICANT ACCOUNTING POLICIES

A. ACCOUNTING CONVENTIONS

The accompanying financial statements have been prepared and presented under the historical cost convention and on an accrual basis unless otherwise stated. These financial statements have been prepared in compliance with Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the mandatory Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('the 2013 Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the 2013 Act (to the extent notified and applicable). The accounting policies have been consistently applied by the company and are consistent with those used in the previous year.

B. USE OF ESTIMATES

The preparation of financial statements in conformity with Generally Accepted Accounting Principles ('Indian GAAP') requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. Actual results could differ from these estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

C. FIXED ASSETS

Fixed Assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

D. DEPRECIATION

Depreciation on fixed assets is provided under Written Down Value method using useful life prescribed in Schedule II to the Companies Act, 2013.

E. 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.

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

Dividend is recognized when the shareholders' right to receive payments is established by the balance sheet date.

F. FOREIGN EXCHANGE TRANSACTIONS

Foreign currency transactions are recorded at the exchange rates prevailing on the date of such transactions.

Foreign currency monetary assets and liabilities remaining unsettled at the end of the year are translated at the closing exchange rate. Gains and Losses on account of exchange difference either on settlement or on translation are recognized in the relevant head of Profit & Loss Account.

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



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FINETUNE ENGINEERING SERVICES PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

G. EMPLOYEE BENEFITS

Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

Leave Encashment liabilities are accounted for on accrual basis.

H. 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.

I. TAXATION

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.
- 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.

J. PROVISIONS, CONTINGENT LIABILITIES 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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FINETUNE ENGINEERING SERVICES PVT.LTD.
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2016

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2016

(Amount in Rs.)

	As At 31st March, 2006	As At 31st March, 2015
2. SHARE CAPITAL		
Authorised		
2,000,000 (31st March, 2015: 2,000,000) Equity Shares of Rs.10/- each	20,000,000	20,000,000
Issued, Subscribed & Paid-Up		
2,000,000 (31st March, 2015: 2,000,000) Equity Shares of Rs.10/- each fully paid up	20,000,000 20,000,000	20,000,000 20,000,000
(a) Rights, preference, repayability and restriction, if any, on equity shares	All general right applicable as per Companies Act	
(b) Reconciliation of number of shares outstanding at the beginning and end of the year		
Particulars	31st March, 2006 Number Value	31st March, 2015 Number Value
Shares issued and subscribed at the beginning of the year	2,000,000 20,000,000	2,000,000 20,000,000
Shares issued and subscribed at the end of the year	2,000,000 20,000,000	2,000,000 20,000,000
(c) Details of shareholders holding more than 5% shares in the Company		
Name of the Shareholder	31st March, 2006 Number % holding	31st March, 2015 Number % holding
Equity Shares of Rs.10 each fully paid up - Shristi Housing Development Ltd. (Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)	1,999,999 100%	1,999,999 100%
3. RESERVES AND SURPLUS		
Profit & Loss Account		
As per last Balance Sheet	(17,913,607)	(17,827,824)
Add: Profit/(Loss) for the year	(13,785)	(85,783)
Total	(17,927,392)	(17,913,607)
4. TRADE PAYABLES		
Micro, Small & Medium Enterprises	-	-
Others	-	-
	-	-
5. OTHER CURRENT LIABILITIES		
Other liabilities	34,200	23,067
Statutory dues payable	-	-
	34,200	23,067
7. DEFERRED TAX ASSET (NET)		
Deferred Tax Asset		
Related to Preliminary Expenses	-	-
Difference due to Sec. 43B of the Income Tax Act, 1961	-	-
Gross Deferred Tax Asset	-	-
Deferred Tax Liability		
Related to Fixed Assets	2,014	1,199
Gross Deferred Tax Liability	2,014	1,199
Net Deferred Tax Asset/Liability	(2,014)	(1,199)
8. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents		
Cash-in-hand	527	527
Balances with scheduled banks		
- in Current Accounts	15,713	15,713
	16,240	16,240
9. SHORT TERM LOANS AND ADVANCES (Unsecured, Considered good)		
Loans and advance to related parties	2,080,361	2,080,361
Other Loans and advances	5,899	5,374
	2,086,260	2,085,735



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(Amount in Rs.)

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FINETUNE ENGINEERING SERVICES PVT.LTD.
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2016

	Year Ended 31st March, 2006	(Amount in Rs.) Year Ended 31st March, 2015
10. OTHER INCOME		
Interest on Income Tax refund	-	-
	<u>-</u>	<u>-</u>
11. OTHER EXPENSES		
Professional Consultancy Fees	3,750	7,500
Fee & Subscription	1,842	3,583
Audit Fees	5,000	5,618
Misc. Expenses	16	10,633
	<u>10,608</u>	<u>27,334</u>
12. FINANCE COSTS		
Bank Charges	-	-
	<u>-</u>	<u>-</u>
13. EARNING PER SHARE (EPS)		
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Share holders	(13,785)	(85,783)
Weighted Average number of Equity Shares used as denominator for calculating EPS	2,000,000	2,000,000
Basic and Diluted EPS	(0.01)	(0.04)

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FINETUNE ENGINEERING SERVICES PVT. LTD.**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016**

14. 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.
15. Information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.
16. The Company dealt in rendering "Consultancy Services" in India. The company has considered "Consultancy Services" as only business segment for disclosure in the context of Accounting Standard (AS-17) issued by The Institute of Chartered Accountants of India and the conditions prevailing in India being uniform, no separate geographical disclosure considered necessary.
17. As per the information available with the company, there are no dues to any Micro & Small enterprise as defined in the Micro, Small and Medium Enterprises Development Act, 2006 as on 31st March, 2016. Further no interest has been paid during the year and payable as on 31st March, 2016 to such parties.
18. 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.

19. Related Party Transaction

As per Accounting Standard (AS) 18 "Related Party Disclosures", the company's related parties transactions are disclosed below:

- a. List of Related parties & relationships where control exists: Shristi Housing Development Ltd. (Holding Company)
(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)

b. Transaction with Related Parties

Sl. No.	Name of the Party	Nature of Transaction	Amount in Rs.	
			Current Year	Previous Year
1.	Shristi Infrastructure Development Corporation Ltd.	Closing Balance - Loan and Advances	2,080,361/-	2,080,361/-



FINETUNE ENGINEERING SERVICES PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

20. The Company has re-classified the previous year figures in accordance with the requirement applicable in the current year.

As per our report of even date

For S.S. Kothari & Co.
Chartered Accountants
FR No. 302034E



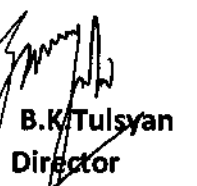
R.N. Bardhan
Partner
Membership No. 17270

Place: Kolkata
Dated: 22/05/2016

For & on behalf of the Board



Gautam Malik
Director
DIN:02545671



B.K. Tulsyan
Director
DIN:02447595



INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF VIPANI HOTELS & RESORTS PVT. LTD.

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Vipani Hotels & Resorts pvt. Ltd.** ("the Company"), which comprise the balance sheet as at 31st March 2016, 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 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 standalone 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 financial 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 audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, accompanying 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 the affairs of the company as at 31st March 2016, and its Cash flow for the year ended on that date.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the said Order to the extent applicable to the company.
2. 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 Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone financial statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as at 31st March 2016 taken on record by the Board of Directors, none of the directors as on 31st March 2016 are disqualified from being appointed as a director in terms of Section 164(2) of the Act; and
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B" and
 - (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 does not have any pending litigations which would impact the financial position;
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : New Delhi
Date : 24/05/2016



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E

(R N Bardhan)
partner
Membership No. 017270

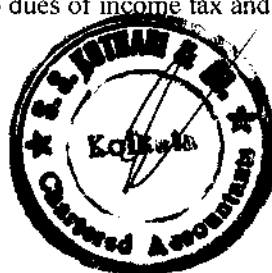
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Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading “Report on other Legal and Regulatory Requirements” of our audit report of even date to the financial statements of the company for the year ended March 31, 2016.

As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 and on the basis of such checks as we considered appropriate and the information and explanation given to us, we further report that:

- i. (a) The company has maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) All the assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) Title deeds of immovable properties are held in the Name of the company.
- ii. There are no inventories at the beginning and close of the year.
- iii. As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act and as such clauses 3(iii) (a) to (c) of the Order are not applicable.
- iv. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public, thus the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act rules framed there under, is not applicable. Accordingly clause (v) of Paragraph 3 of the order is not applicable to the Company.
- vi. Maintenance of cost records has not been specified by the central government under sub Section (1) of section 148 of the Companies Act, 2013 for the activities of the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March 2016. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees’ state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise.
According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.
b) According to the information and explanations given to us, there are no dues of income tax and cess and Service tax which have not been deposited on account of any dispute.

Contd...2



- viii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. The Company did not paid/provided for any managerial remuneration covered under the provisions of section 197 read with Schedule V to the Act, during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.

Place : New Delhi
Date : 24/05/2016



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E

(R N Bardhan)
partner
Membership No. 017270

**ANNEXURE-B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATES ON THE
STANDALONE FINANCIAL STATEMENTS OF VIPANI HOTELS & RESORTS PVT. LTD.**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the
Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **VIPANI HOTELS & RESORTS PVT. LTD.** ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance 168 Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India"

Place : New Delhi
Date : 24/05/2016



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E

(R N Bardhan)
Partner
Membership No:017270

Vipani Hotels & Resorts Pvt.Ltd.
Balance Sheet as at March 31, 2016

Particulars	Notes	(Amount in Rs.)	
		As at 31.03.2016	As at 31.03.2015
EQUITY & LIABILITIES			
<u>Shareholders' Funds</u>			
Share Capital	2	4,960,000	4,960,000
Reserve and Surplus	3	(4,326,285)	(4,326,285)
<u>Non-Current Liabilities</u>			
Long term borrowings	4	3,460,758	4,247,258
<u>Current Liabilities</u>			
(a) Trade payable	5	14,870	26,289
(b) Other Current liabilities	6	21,936	16,854
Total		4,131,279	4,924,116
Assets			
<u>Non-current assets</u>			
Capital work-in-progress	7	2,530,044	2,555,886
<u>Current assets</u>			
Cash and cash equivalents	8	14,789	21,950
Short term loans and advances	9	1,586,446	2,346,280
Total		4,131,279	4,924,116

Summary of significant accounting policies 1

The accompanying notes form an integral part of the financial statements

As per our report of even date

For S.S. KOTHARI & CO
Chartered Accountants
Firm Regn. No. 302034E

R.N. Bardhan
R.N. Bardhan
Partner
Membership No. 17270

Place: New Delhi
Date: 24/05/2016



For & on behalf of the Board

Sujit Kanoria
(Sujit Kanoria)
Director
DIN: 01175425

R.K. Grover
(R.K. Grover)
Director
DIN: 06942308

Vipani Hotels & Resorts Pvt.Ltd.
Cash Flow Statement for the year ended 31.03.2016

Particulars	(Amount in Rs.)	
	Year ended 31st March, 2016	Year ended 31st March 2015
A. CASH FLOW OPERATING ACTIVITIES		
Net Profit/(Loss) before tax and Extraordinary Items	-	-
Adjusted for		
Interest Received	-	-
Excess provision of earlier year written back	-	-
Operating Profit/(Loss) Before Working Capital Changes	-	-
Adjustments for:		
(Increase) / Decrease in Trade Receivable	759,834	(70,316)
Increase / (Decrease) in Trade Payable	(6,337)	31,064
Cash Generated from Operations	753,497	(39,252)
Direct Tax Paid	-	-
Net Cash From Operating Activities	753,497	(39,252)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	-	-
Capital Work in Progress	25,842	31,610
	25,842	31,610
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Loan	(786,500)	-
	(786,500)	-
D. Increase/ (decrease) in cash and cash equivalents (A+B+C)	(7,161)	(7,642)
Opening Balance of Cash and Cash equivalents	21,950	29,592
Closing Balance of Cash and Cash equivalents	14,789	21,950

The accompanying notes form an integral part of the financial statements

As per our report of even date

For S.S. KOTHARI & CO
Chartered Accountants
 Firm Regn. No. 302034E

R.N. Bardhan
R.N. Bardhan
 Partner
 Membership No. 17270

Place: New Delhi
 Date: 24/05/2016

For & on behalf of the Board

Sujit Kanoria
(Sujit Kanoria)
 Director
 DIN: 01175425

R.K. Grover
(R.K. Grover)
 Director
 DIN: 06942306



VIPANI HOTELS & RESORTS PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

1. SIGNIFICANT ACCOUNTING POLICIES

A. ACCOUNTING CONVENTIONS

The accompanying financial statements have been prepared and presented under the historical cost convention and on an accrual basis unless otherwise stated. These financial statements have been prepared in compliance with Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the mandatory Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('the 2013 Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the 2013 Act (to the extent notified and applicable). The accounting policies have been consistently applied by the company and are consistent with those used in the previous year.

B. 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.

C. CAPITAL WORK IN PROGRESS

Capital Work in Progress (CWIP) is carried at cost, comprising direct cost and related incidental expenses and interest on borrowings to the extent attributed to them including capital advances.

D. 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.

E. TAXATION

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.
- 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.



[Signature]

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VIPANI HOTELS & RESORTS PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

F. PROVISIONS, CONTINGENT LIABILITIES 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.



Sy. + P. Mohan
P. Mohan

Vipani Hotels & Resorts Pvt.Ltd.

Notes to Financial Statements for the period ended March, 31, 2016

	As at 31.03.2016 Amount (In Rs.)	As at 31.03.2015 Amount (In Rs.)
Note 2: Share Capital		
Authorised		
5,00,000 (Previous year 5,00,000) equity shares of Rs.10/- each	5,000,000	5,000,000
Issued, Subscribed & Paid up		
4,96,000 (Previous year 4,96,000) equity shares of Rs.10/- each fully paid up	4,960,000	4,960,000
Total	4,960,000	4,960,000
(a) Rights, preference, repayability and restriction, if any, on equity shares	All general rights applicable as per Companies Act	
(b) Reconciliation of number of shares outstanding at the beginning and end of the year		
	31st March, 2016	31st March 2015
	Number Value	Number Value
Shares issued and subscribed at the beginning of the year	496,000	4,960,000
Shares issued and subscribed at the end of the year	496,000	4,960,000
(c) Details of shareholders holding more than 5% share in the company		
	31st March, 2016	31st March 2015
	Number % holding	Number % holding
Name of the Shareholder		
Equity shares of Rs.10 each fully paid up	496,000	100%
- Shristi Housing Development Ltd. And its nominees		496,000 100%
(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)		
Note 3: Reserve & Surplus		
Profit & Loss account		
As per last balance Sheet	(4,326,285)	(4,326,285)
Total	(4,326,285)	(4,326,285)
Note 4: Long term borrowings		
Unsecured Loan		
Loan from Holding Company (Interest free)	3,460,758	4,247,258
Total	3,460,758	4,247,258
Note 5: Current Liabilities and Provisions		
Trade payable		
-Dues to Micro and Small Enterprises		
-Dues to other than Micro and Small Enterprises	14,870	26,289
Total	14,870	26,289
Note 6: Other Current liabilities		
Other Liabilities		
Total	21,936	16,854
Note 7: Capital Work in Progress (Including pre-operative expenses pending allocation/charge off)		
Land & Site Development	2,435,582	2,435,582
Administrative Expenses	340,230	304,424
Finance Cost	-245,768	(184,120)
Total	2,530,044	2,555,886
Note 8: Cash and cash equivalents		
Cash in hand	175	675
Balance with Scheduled Banks		
- in Current accounts	14,814	21,275
Total	14,789	21,950
Note 9: Short term loans and advances		
(Unsecured and Considered Good)		
Loans and advance to related parties	-	766,449
Other Loans & advances	336,448	329,831
Security Deposit	1,250,000	1,250,000
Total	1,586,448	2,346,280



Supriya Choudhury

Rugman

VIPANI HOTELS & RESORTS PVT. LTD.**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016**

10. No Profit & Loss A/c has been prepared for the current year since the company has not commenced commercial operations.
11. The company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with Accounting Standards as applicable to a small and Medium Sized Company.
12. As the company does not have any employee at the end of year, therefore the company is statutorily not liable to make the provision for Gratuity and disclosure requirement as per Accounting Standard (AS) 15 (Revised 2005) "Employee benefits" is not applicable.
13. As per the information available with the company, there are no dues to any Micro & Small enterprise as defined in the Micro, Small and Medium Enterprises Development Act, 2006 as on 31st March, 2016. Further no interest has been paid during the year and payable as on 31st March, 2016 to such parties.
14. 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.

15. Related Party Transaction

As per Accounting Standard (AS) 18 "Related Party Disclosures", the company's related parties transactions are disclosed below:

- a. **List of Related parties & relationships where control exists:** Shristi Infrastructure Development Corporation Ltd.
Shristi Housing Development Ltd.
(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)
- b. **Transaction with Related Parties**

Sl. No.	Name of the Party	Nature of Transaction	Amount in Rs.	
			Current Year	Previous Year
1.	Shristi Infrastructure Development Corporation Ltd.	Closing Balance - Loan and Advances	NIL	7,66,449/-
2.	Shristi Housing Development Ltd.	Closing Balance - Unsecured Loan	34,60,758/-	42,47,258/-



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VIPANI HOTELS & RESORTS PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016


16. Deferred Tax Assets and Liabilities

In accordance with the Accounting Standard (AS) 22 "Accounting for Taxes on Income", the company has certain amounts eligible to create Deferred Tax assets (DTA). However, in the absence of virtual certainty with regards to realization of DTA in the foreseeable future, the same has not been recognized.

17. The company has reclassified the previous year's figures in accordance with the requirement applicable in the current year.

As per our report of even date

For S.S.Kothari & Co
Chartered Accountants
FR No. 302034E


R.N. Bardhan
Partner
Membership No. 17270

Date : 24/05/2016
Place : New Delhi



For and on behalf of the Board


Sujit Kanoria
Director
DIN: 01175425


R.K. Grover
Director
DIN: 06942306



Kanchan Janga Integrated Infrastructure Development Pvt Ltd.

(A joint venture company of SIDCL & WBIIDC)

Regd. Office : Plot No. X -1, 2 & 3, Block -EP, Sector - V, Salt Lake City, Kolkata - 700 091

Phone : +91 33 4020 2020 / 4015 4646 Fax : +91 33 4020 2099

CIN : U51101WB2009PTC132625

E-mail : contact@shristicorp.com www.shristicorp.com



BOARD'S REPORT **FOR THE YEAR ENDED 31ST MARCH 2016**

Dear Members,

Your Directors are pleased to present the Seventh Annual Report together with the Audited Financial Statements of your Company for the financial year ended 31st March, 2016.

FINANCIAL HIGHLIGHTS

The summarized financial results of your Company for the year ended 31st March, 2016 are given herein below:

Particulars	(Amount in Rs.)	
	Year Ended 31 st March 2016	Year Ended 31 st March 2015
Turnover	9,48,50,504	14,55,75,150
Profit Before Tax	20,95,944	52,13,278
Less: Tax Expense	70,000	17,00,000
Profit After Tax	13,95,944	35,13,278

STATE OF THE COMPANY'S AFFAIRS

The Company is a Joint Venture with West Bengal Industrial Infrastructure Development Corporation (WBIIDC) and Shristi Housing Development Limited (SHDL). Pursuant to Hon'ble Calcutta High Court Order dated 16.02.2016, SHDL has amalgamated with its 100% holding Company, Shristi Infrastructure Development Corporation Limited, which became effective on 31st March, 2016.

Your Company is developing an Integrated Industrial Park at Fatapukur, Siliguri. Infrastructural work of the said project has been carried out in the year under review.

MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relates and the date of this report.

NUMBER OF MEETINGS OF BOARD OF DIRECTORS

During the Financial Year 2015-16, 4 (four) Board meetings were held.



Kanchan Janga Integrated Infrastructure Development Pvt Ltd.

(A joint venture company of SIDCL & WBIDC)

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CIN : U51101WB2009PTC132625

E-mail : contact@shristicorp.com www.shristicorp.com



EXTRACT OF ANNUAL RETURN

The extract of Annual Return in Form MGT-9 as required under Section 92 of the Companies Act, 2013 read with the relevant Rules framed thereunder, for the financial year ending 31st March, 2016 is annexed hereto as Annexure I and forms part of this report.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the Financial Year ended 31st March 2016 were on an arm's length basis and were in the ordinary course of business. Therefore, the provisions of Section 188 of the Companies Act, 2013 were not attracted. Thus, disclosure in Form AOC-2 is not required.

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

Particulars of statement u/s 134(3)(m) for conservation of Energy, Technology absorption are not given as the Company has not undertaken any manufacturing activity. During the year under review, the Company neither earned nor utilized any foreign exchange.

DIRECTORS

In accordance with the provisions of the Companies Act 2013, Mr. Sunil Jha, Director of the Company, retires by rotation and being eligible, seeks reappointment.

Mr. Sunil Jha, Mr. Rahul Varma and Mr. Badri Kumar Tulsyan continue to be the Directors of the Company. None of the Directors of the Company are disqualified from being appointed as Director of the Company pursuant to Section 164(2) of the Companies Act, 2013.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 134(5) of the Companies Act, 2013, the Board of Directors of the Company confirms that:

- a) in the preparation of the Annual Accounts, the applicable accounting standards have been followed and there has been no material departures.
- b) the selected accounting policies were applied consistently and the Directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2016 and the Statement of Profit & Loss of the Company for the year ended on that date.



Kanchan Janga Integrated Infrastructure Development Pvt Ltd.

(A joint venture company of SIDCL & WBIDC)

Regd. Office : Plot No. X -1, 2 & 3, Block -EP, Sector - V, Salt Lake City, Kolkata - 700 091

Phone : +91 33 4020 2020 / 4015 4646 Fax : +91 33 4020 2099

CIN : U51101WB2009PTC132625

E-mail : contact@shristicorp.com www.shristicorp.com



- c) the proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) the Annual Accounts have been prepared on a going concern basis.
- e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

STATUTORY AUDITORS

DBK Associates, Chartered Accountants, were appointed as Statutory Auditors of the Company for a term of five years subject to the ratification every year at the 5th Annual General Meeting of the Company held on 24th September, 2014. Hence, the appointment of DBK Associates, Chartered Accountants, Statutory Auditors is placed before the shareholders for ratification at the ensuing Annual General Meeting.

RISK MANAGEMENT

Your Company has appropriate risk management systems in place for identification and assessment of risks, measures to mitigate them, and mechanisms for their proper and timely monitoring and reporting.

DEPOSIT

During the year under review, your Company has not accepted any deposit from the public within the ambit of section 73 of the Companies Act 2013 and the Companies (Acceptance of Deposits) Rules 2014.

ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation to all the stakeholders for their continued co-operation and support.

For and on behalf of the Board of Directors

Sunil Jha
Director

DIN: 00085667

Badri Kumar Tulsyan
Director

DIN: 02447595

Place: Kolkata

Date: 26.05.2016

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31st March, 2016

of

Kanchan Janga Integrated Infrastructure Development Private Limited
[Pursuant to Section 92(1) of the Companies Act, 2013 and rule 12(1) of the Companies
(Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i) CIN : U51101WB2009PTC132625
ii) Registration Date : 11th February, 2009
iii) Name of the Company : Kanchan Janga Integrated Infrastructure Development Private Limited
iv) Category / Sub-Category of the Company : Public Company Limited by shares
v) Address of the Registered Office and contact details : Plot No. X-1,2&3,Block-EP,Sector-V,Salt Lake City, Kolkata - 700091
vi) Whether Listed company : Yes / No

vii) Name, Address and contact details of Registrar & Transfer Agents (RTA), if any : N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products /services	NIC Code of the Product/ service	% to total turnover of the company
I	Construction Activities	410 & 422	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

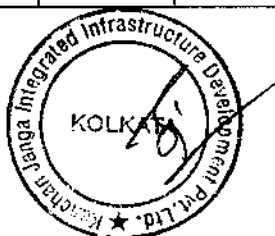
Sl. No.	Name of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
I	Shristi Housing Development Limited*	U70200WB2007PLC113303	Holding	73.94	2(46)

* Amalgamated with Shristi Infrastructure Development Corporation Ltd. pursuant to Hon'ble High Court Order, Calcutta dated 16.02.2016 which became effective on 31.03.2016.

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding

Category of Shareholder	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									-
(a) Individual/ HUF	-	300	300	0.06	-	300	300	0.06	-
(b) Central Govt	-	-	-	-	-	-	-	-	-
(c) State Govt (s)	-	130000	130000	26	-	130000	130000	26	-
(d) Bodies Corp.	-	369700	369700	73.94	-	369700	369700	73.94	-
(e) Banks / FI	-	-	-	-	-	-	-	-	-
(f) Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A)(1)	-	500000	500000	100	-	500000	500000	100	-
(2) Foreign									
(a) NRIs-Individuals	-	-	-	-	-	-	-	-	-
(b) Other-Individual	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d) Banks / FI	-	-	-	-	-	-	-	-	-
(e) Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A)(2)	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) =(A)(1)+(A)(2)	-	500000	500000	100	-	500000	500000	100	-
B. Public Shareholding									
I. Institutions									
(a) Mutual Funds	-	-	-	-	-	-	-	-	-
(b) Banks / FI	-	-	-	-	-	-	-	-	-
(c) Central Govt	-	-	-	-	-	-	-	-	-
(d) State Govt(s)	-	-	-	-	-	-	-	-	-
(e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
(f) Insurance Companies	-	-	-	-	-	-	-	-	-
(g) FIs	-	-	-	-	-	-	-	-	-
(h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
(i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-



2. Non-Institutions									
(a) Bodies Corp.	-	-	-	-	-	-	-	-	-
(i) Indian	-	-	-	-	-	-	-	-	-
(ii) Overseas	-	-	-	-	-	-	-	-	-
(b) Individuals	-	-	-	-	-	-	-	-	-
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
(ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	-	-	-	-	-	-	-	-
(c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2): Total Public Shareholding (B)=(B)(1)+(B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	500,000	500,000	100.00	-	500,000	500,000	100.00	-

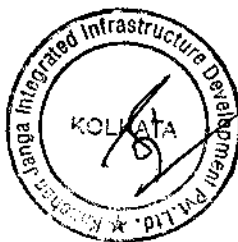
(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% Change during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Shristi Housing Development Limited*	369700	73.94	-	369700	73.94	N.A.	NIL
2	West Bengal Industrial Infrastructure Development Corporation	130000	26	-	130000	26	N.A.	

*Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16.02.2016 which became effective on 31.03.2016.

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.	Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total of shares of company	No. of shares	% of total shares of company
1	At the beginning of the year	No Change in Promoter Shareholding			
2	Date wise Increase / Decrease in Promoters Shareholding during the Year specifying the reasons for increase / decrease (e.g allotment / transfer / bonus/ sweat equity etc):				
3	At the end of the year				



(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	For Each of the Top 10 shareholders	Shareholding at the beginning and end of the year		Date	Change in Shareholding	Reason	Cumulative shareholding during the year	
		No. of shares	% of total of shares				No. of shares	% of total shares of company

NIL

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total of shares of company	No. of shares	% of total of shares of company
1	Mr. Sunil Jha				
	At the beginning of the year	100	0.02	-	-
	Date wise Increase /Decrease in Share holding during the year	No change during the year			
	At the end of the year	100	0.02	-	-
2	Mr. Rahul Varma				
	At the beginning of the year	100	0.02	-	-
	Date wise Increase /Decrease in Share holding during the year	No change during the year			
	At the end of the year	100	0.02	-	-
3	Mr. Badri Kr. Tulsyan				
	At the beginning of the year	100	0.02	-	-
	Date wise Increase /Decrease in Share holding during the year	No change during the year			
	At the end of the year	100	0.02	-	-

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	9,119,763	-	9,119,763
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	9,119,763	-	9,119,763
Change in Indebtedness during the financial year				
+ Addition	-	25,671,587	-	25,671,587
- Reduction	-	205,000	-	205,000
Net Change	-	25,466,587	-	25,466,587
Indebtedness at the end of the financial year				
i) Principal Amount	-	34,586,350	-	34,586,350
ii) Interest due but not paid	-	2,494,587	-	2,494,587
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	37,080,937	-	37,080,937

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		Mr. Sunil Jha	Mr. Badri Kumar Tulsyan	Mr. Rahul Varma	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) of Income Tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total (A)	-	-	-	-
	Ceiling as per the Act	-	-	-	-



B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of Directors			Total Amount
1	Independent Directors				
	• Fee for attending board /committee meetings	-	-	-	-
	• Commission	-	-	-	-
	• Others, please specify	-	-	-	-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors				
	• Fee for attending board /committee meetings	-	-	-	-
	• Commission	-	-	-	-
	• Others, please specify	-	-	-	-
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-

C. Remuneration to Key Managerial Personnel Other than MD/ Manager/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) of Income Tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
5	Others, please specify	-	-	-
	Total	-	-	-

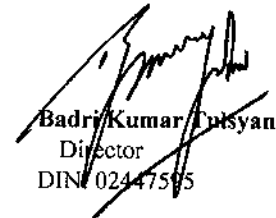
VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties / punishment / compounding of offences for breach of any section of Companies Act against the Company or its Directors or other officers in default, if any, during the year

For and behalf of the Board of Directors



Sunil Jha
Director
DIN: 00085667



Badri Kumar Palsyan
Director
DIN: 02447595



DBK ASSOCIATES
Chartered Accountants

Head Office :
P-48C, C.I.T. Road, Ground Floor,
Kolkata - 700 014
Phone No : 6459 6195
Mobile : 9831213607
email : dbkassociatesd@gmail.com

INDEPENDENT AUDITORS' REPORT

To the Members of **Kanchan Janga Integrated Infrastructure Development Private Limited**

Report on the Standalone financial statements

We have audited the accompanying standalone financial statements of **Kanchan Janga Integrated Infra. Dev. Pvt.Ltd** ("the Company"), which comprises the balance sheet as at 31st March 2016, 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 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 and presentation 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 and Companies (Accounting Standards) Amendment rules, 2016. 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 standalone financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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 standalone 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 standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances 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 standalone financial statements.

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

Opinion

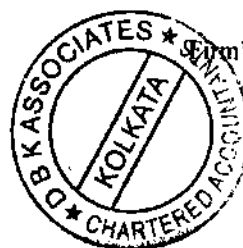
In our opinion and to the best of our information and according to the explanations given to us, the standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016 and its profit and its cash flows for the year ended on that date.

Branch Office : P. Chatterjee, Partner, DBK ASSOCIATES, C/O. Ashok Transport Agency (P) Ltd.
Bano Manzil Road, Garikhana Chowk, Ranchi -1, Jharkhand, Mobile:98310 60714
BHUBANESWAR : Plot No.-3161, AT - Chakeisihani, Rasulgarh, Odisha - 751010
D. Biswas, Mobile - 9681185438

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure- A**, a statement on the matters specified in paragraphs 3 and 4 of the said Order to the extent applicable to the company.
2. As required by section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the informations 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 aforesaid standalone financial statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016;
 - (e) On the basis of written representations received from the directors as at 31st March, 2016 taken on record by the Board of Directors, none of the directors as on 31st March 2016 are disqualified from being appointed as a director in terms of Section 164(2) of the Act; and
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure- B**"; and
 - (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 does not have any pending litigations which would impact the financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Kolkata
Dated: 26th May, 2016



For **DBK ASSOCIATES**

Chartered Accountants

Firm's Registration No: 322817E

Pulak Chatterjee

Partner

Membership No: 056493

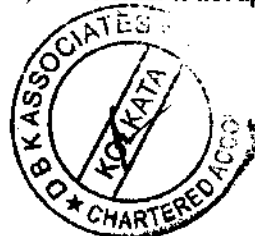
Annexure - A to the Independent Auditor's Report

**(Refer to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements
Of our report of even date to the members of Kanchan Janga Integrated Infrastructure Development
Private Limited on the standalone financial statements for the year ended 31st March, 2016)**

1. a) The Company has maintained proper records of Fixed Assets showing full particulars including quantitative details and situation of fixed assets.
b) The Company has a phased program of physical verification of its fixed assets which in our opinion, is reasonable having regard to the size of the Company and the nature of its business. In accordance with such program, the management has physically verified fixed assets during the year and no material discrepancies were noticed on such verification.
c) According to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of the Company.
2. The inventories have been physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on such physical verification.
3. According to the information and explanation given to us and on the basis of our examination of books of account, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, the company has not given loan and guarantee, made investment and provide securities in terms of provisions of section 185 and 186 of the Companies Act, 2013.
5. The Company has not accepted any Public deposits, thus the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act rules framed there under is not applicable. Accordingly, clause (v) of Paragraph 3 of the order is not applicable to the Company.
6. According to the information and explanations given by the management, maintenance of cost records as specified by the Central Government under Section 148(1) of the Companies Act, 2013 is not applicable to the Company.
7. a. According to the information and explanations given to us and on the basis of our examination of the records, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees' State Insurance, duty of custom, duty of excise, value added tax, income-tax, sales -tax, service tax, cess and other material statutory dues to the extent applicable with appropriate authorities.
b. According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax, sales tax, provident fund, duty of custom, duty of excise, cess except dues in respect of Works Contract Tax under VAT, service tax which were outstanding at the year end for a period of more than 6 months from the date they became payable as follows:

Name of the statute	Nature of the dues	Amount Rs.	Period to which the amount relates
West Bengal Value Added Tax, 2003	Works Contract Tax	2,03,706	February to September 2015
Service Tax Act, 1994	Service Tax	42,19,040	July 2012 to September 2015

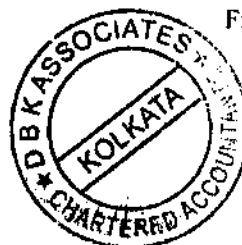
- b. According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, custom duty, excise duty and cess and which have not been deposited on account of any dispute.
8. The Company does not have any loans or borrowings from any financial institutions, banks, government or debenture holders during the year. Accordingly, paragraph 3(iviii) of the order is not applicable.



9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments). Term loans taken during the year have been applied for the purposes for which they were raised.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations given to us and based on our examination of the records of the Company, managerial remuneration paid or provided by the Company is in accordance with the provisions section 197 read with Schedule V to the Act, during the year.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties and details of such transactions have been disclosed in the standalone financial statements as required by applicable accounting standards.
14. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India.

Kolkata

Dated: 26th May, 2016



For DBK ASSOCIATES

Chartered Accountants

Firm's Registration No:322817E

Pulak Chatterjee

Partner

Membership No:056493

Annexure - B to the Independent Auditors' Report

(Referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements of our report of even date to the members of Kanchan Janga Integrated Infrastructure Development Private Limited on the standalone financial statements for the year ended 31st March, 2016)

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Kanchan Janga Integrated Infrastructure Development Private Limited** ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of



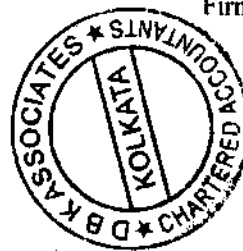
collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Kolkata

Dated: 26th May, 2016



For DBK ASSOCIATES

Chartered Accountants

Firm's Registration No:322817E

Pulak Chatterjee

Partner

Membership No:056493

Kanchan Janga Integrated Infrastructure Development Private Limited

Balance Sheet as at 31st March, 2016

	Note No.	As at 31.03.2016 Amount (in Rs.)	As at 31.03.2015 Amount (in Rs.)
EQUITY & LIABILITIES			
Shareholders' Funds			
Share Capital	2A	5,000,000	5,000,000
Reserve and Surplus	2B	4,894,649	3,498,705
Non-Current Liabilities			
Long Term Borrowings	3	34,586,350	9,119,763
Long Term Provisions	4	2,869,426	2,506,871
Current Liabilities			
Short Term Borrowings	5	8,907,924	
Trade Payable		2,430,429	2,526,946
Other Current Liabilities	6	195,078,093	272,379,333
Short Term Provisions	7	2,545,916	1,845,916
		256,312,787	296,877,535
ASSETS			
Non-Current Assets			
Tangible Assets	8	627,445	591,607
Development Right		116,402,819	116,402,819
Other Non Current Assets	9	294,290	294,290
		117,324,554	117,288,716
Current Assets			
Inventories	10	115,493,084	155,467,890
Trade Receivables		-	-
Cash and Cash Equivalents	11	663,795	1,997,563
Short Term Loans & Advances	12	22,831,354	22,123,367
		138,988,233	179,588,820
		256,312,787	296,877,535

Summary of significant accounting policies 1

The accompanying notes are an integral part of the financial statements

As per our report of even date

DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak Chatterjee
Partner
Membership No. 056498
Place : Kolkata
Date : 26.05.2016



For and on Behalf of the Board

Sunil Jha
Director
00085667

Badri Kumar Tulsyan
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited

Statement of Profit and Loss for the Year ended 31st March 2016

	Note No.	Year ended March 31, 2016 (Rs.)	Year ended March 31, 2015 (Rs.)
INCOME			
Revenue from operations		94,850,504	145,575,150
Other Income		-	-
Total Revenue (I)		94,850,504	145,575,150
EXPENSES			
(Increase)/Decrease in Stock	13	39,974,808	80,535,539
Amortization of development rights		-	-
Direct Project Expenses	14	9,763,876	15,623,686
Employee benefit expense	15	29,794,790	26,028,012
Finance cost	16	3,686,747	7,075,787
Depreciation and amortization expense	8	65,661	154,041
Other expenses	17	9,468,680	10,944,808
Total Expenses (II)		92,754,560	140,361,872
Profit/(Loss) before tax		2,095,944	5,213,278
Tax Expenses			
- Current tax		700,000	1,700,000
- Earlier tax		-	-
- Deferred tax		-	-
Total tax expenses		700,000	1,700,000
Profit/(Loss) for the year		1,395,944	3,513,278
Earning per Equity Share (Face value of Rs. 10 each)			
(1) Basic		3	7
(2) Diluted		3	7

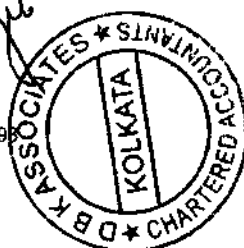
Summary of significant accounting policies

The accompanying notes are an integral part of the financial statements

As per our report of even date

DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak Chatterjee
Partner
Membership No. 056495
Place : Kolkata
Date : 26.05.2016



For and on Behalf of the Board

Sunil Jha
Director
00085667

Badri Kumar Tulsyan
Director
02441595

As at 31.03.2016
Amount (In Rs.)As at 31.03.2015
Amount (In Rs.)**1) SIGNIFICANT ACCOUNTING POLICIES****Basis of preparation of Financial Statements:**

The Financial Statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) in India.

The Financial Statement of the Company are prepared on an accrual basis and under the historical cost.

GAAP comprises applicable Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended), other pronouncements of the Institute of Chartered Accountants of India, relevant applicable provisions of the Companies Act, 1956, and Companies Act, 2013 to the extent applicable read with General Circular No. 15/2013 dated September 13, 2013 and General Circular No. 08/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and in respect of the relevant provisions/schedules/rules of the Companies Act, 2013 respectively.

Accounting policies have been consistently applied except in case of charging of depreciation.

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. The company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

Revenue Recognition

Income from construction activities shall be provided on the basis of percentage of completion method, if completion of project is more than 25% of the project cost.

Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation has been provided at useful life of the assets on SLM basis as per Schedule II of Companies Act, 2013.

Development rights for land are amortised in proportion to the percentage of completion of the total project.

Borrowing Costs

Borrowing costs relating to acquisition / construction of qualifying assets are capitalised until the time all substantial activities necessary to bring the assets for their intended use are complete. All other borrowing costs are charged to revenue.

Impairment of Assets:

At each Balance Sheet date, the Company assesses whether there is any indication that assets may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the assets exceeds its recoverable amount, an impairment loss is recognized in the accounts to the extent the carrying amount exceeds the recoverable amount. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

Retirement and other employee benefits

Retirement benefit in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when the contributions to the Regional Provident Fund Commissioner are due. The Company has no obligation other than contributions to the respective fund.

Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Gratuity liability is unfunded.

The Company treats accumulated leaves expected to be carried forward beyond twelve months, as long term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the end of each financial year. The company presents the leave as current liability in the Balance Sheet, to the extent it does not have an unconditional right to defer its settlement beyond 12 months after the reporting date. Where the company has unconditional legal and contractual right to defer the settlement for the period beyond 12 months, the same is presented as non current liability.

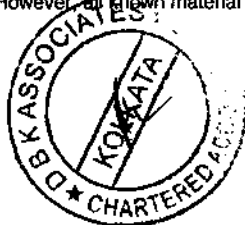
Actuarial gains/losses are immediately taken to Statement of profit and loss and are not deferred.

Miscellaneous Expenditure

Miscellaneous Expenditure to the extent not written off is carried forward to be charged to revenue over five years starting from the year of commencement of commercial activity.

Contingent Liability

No provision is made for liabilities which are contingent in nature, unless it is probable that future events will confirm that an asset has been impaired or a liability incurred as at the balance sheet date and a reasonable estimate of the revenue loss can be made. However, all known material contingent liabilities are disclosed by way of separate note.

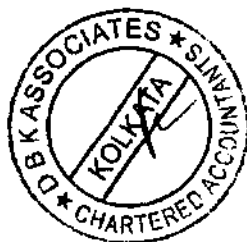


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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31st March 2016

	As at 31.03.2016 Amount (in Rs.)	As at 31.03.2015 Amount (in Rs.)
2)(A) Share Capital		
Authorised and issued Share Capital		
5,00,000 Equity Shares of Rs. 10/- each	5,000,000	5,000,000
	<u>5,000,000</u>	<u>5,000,000</u>
Paid up Share Capital		
5,00,000 Equity Shares of Rs. 10/- each fully paid up	5,000,000	5,000,000
	<u>5,000,000</u>	<u>5,000,000</u>
1) The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to have one vote per share.		
2) Shares held by its holding company		
Shristi Housing Development Limited	369,700	369,700
(Amalgamated with Shristi Infrastructure Development Corporation Ltd. pursuant to Hon'ble High Court Order, Calcutta dated 18.02.2016 which became effective on 31.03.2016)		
3) Shareholder holding more than 5% of the total shares-		
Shristi Housing Development Limited	369,700	369,700
West Bengal Industrial Infrastructure Development Corporation	130,000	130,000
Note 2(A) : Reserve & Surplus		
Surplus / (deficit) in the statement of profit and loss		
Balance as per last financial statements	3,498,705	
Add: Profit for the year	1,395,944	3,513,278
Adjustment for Depreciation	-	(14,573)
	<u>4,894,649</u>	<u>3,498,705</u>
3) Long Term Borrowings		
Unsecured		
From Holding Company	34,586,350	9,119,763
	<u>34,586,350</u>	<u>9,119,763</u>
4) Long Term Provisions		
Provision for Gratuity	1,230,718	1,240,140
Provision for Leave Encashment	1,638,708	1,266,731
	<u>2,869,426</u>	<u>2,506,871</u>
5) Short Term Borrowings		
Unsecured	8,907,924	-
	<u>8,907,924</u>	<u>-</u>
6) Other Current Liabilities		
Liability For Expenses	1,925,304	1,856,960
Income received in advance	180,783,921	260,177,406
Other Liabilities	12,368,868	10,344,967
	<u>195,078,093</u>	<u>272,379,333</u>
7) Short Term Provisions		
Provision for LTA	66,763	66,763
Provision for Ex-gratia	79,153	79,153
Provision for Taxation	2,400,000	1,700,000
	<u>2,545,916</u>	<u>1,845,916</u>



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Kanchan Janga Integrated Infrastructure Development Pvt. Ltd.

Note - 8

Tangible Assets

(Amount in Rs.)

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK As At 31.03.2016	NET BLOCK As At 01.04.2015
	As at 01.04.2015	Additions	Deduction	As at 01.04.2015	Depn. for the year	Adj. with R/E	As at 31.03.2016	
Computer	206,859	42,700	-	161,120	17,527		178,647	45,739
Computer Software	140,860	18,499	-	84,661	18,339		102,999	56,199
Office Equipment	128,170	40,300	-	51,799	11,484		63,283	76,371
Furniture & Fixture	663,178	-	-	249,880	18,312		268,192	413,298
Total	1,139,067	101,499	-	547,460	65,661	-	613,121	591,607
Previous Years	1,063,712	75,355	-	378,846	154,041	14,573	547,460	



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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31st March 2016

	Year ended 31.03.2016 Amount (In Rs.)	Year ended 31.03.2015 Amount (In Rs.)
9) Other Non Current Assets		
Preliminary Expenses.	120,290	120,290
Security Deposit	174,000	174,000
	294,290	294,290
10) Inventories		
Development Work In Progress	115,493,084	155,467,890
	115,493,084	155,467,890
11) Cash & Bank Equivalents		
Balance with Scheduled Banks		
- in Current Accounts	654,439	1,991,461
- in Fixed Deposit Account		
Cash in Hand	9,357	6,102
	663,795	1,997,563
12) Short Term Loans & Advances		
Advances recoverable in cash or in kind or value to be received	2,021,008	2,034,526
Prepaid Expense	22,173	22,173
TDS Receivable	17,418,640	17,307,340
Service Tax Input	3,369,533	2,759,328
Interest on FD Receivable	-	-
	22,831,354	22,123,367
13) INCREASE/ (DECREASE) IN STOCK		
Closing Stock:		
Development Work in Progress	115,493,084	155,467,890
Less: Opening Stock:		
Development Work in Progress	155,467,890	236,003,429
	(39,974,806)	(80,535,539)
14) Direct Project Expenses		
Construction Cost	8,623,822	13,923,249
Purchases	-	-
Sanitary & Plumbing		
Insurance Premium	9,964	5,086
Electrical Item		
Electrical Work	1,130,090	548,887
Conversion Fees	-	1,146,464
	9,763,876	15,623,686



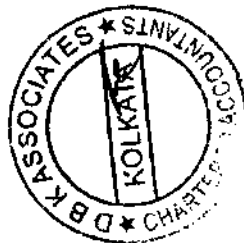
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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31st March 2016

	Year ended 31.03.2016 Amount (in Rs.)	Year ended 31.03.2015 Amount (in Rs.)
15) Employee Benefit Expense		
Salary, Incentive, Ex gratia etc	18,585,829	19,254,441
Conveyance and Other Allowances	10,837,606	6,165,206
Gratuity and Leave encashment	371,355	608,365
	29,794,790	26,028,012
16) Finance Cost		
Bank Charges	7,860	11,100
Interest Expense	3,678,887	7,807,204
Less: Interest Income	-	(742,517)
	3,686,747	7,075,787
17) Other Expenses		
Audit Fees	30,000	22,472
Advertisement Charges	231,445	804,931
Rent	396,036	370,500
Electricity Charges	82,551	170,155
Printing & Stationary	195,975	166,282
Professional Fees	1,245,730	1,501,958
Rates & Taxes	17,500	1,454,116
Telephone Expenses	241,368	211,850
Repairs & Maintenance	92,380	74,334
Postage & telegram	18,215	51,176
Travelling & Coveyance exp	6,548,362	6,569,616
Security Service	402,510	440,200
Miscellaneous Expenditure	1,879,404	1,481,246
Subscription	-	20,000
Other Income	(1,912,797)	(2,394,026)
	9,468,680	10,944,808



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- 18) The Company had entered into a development agreement with M/S West Bengal Industrial Development Corporation dated 6th July 2009. According to the said agreement, the company will develop an integrated industrial hub at Fatapukur as per terms & conditions mentioned in the said agreement.
- 19) Since the company has completed its construction activities above 25% of the total project Contract receipts are recognized under percentage completion method in respect of work contract business.

Relevant disclosure AS 7 (revised) are given below:

Contract revenue recognised as revenue in the period 2015-16	94,850,504
Contract expenses recognised as expenses in the period 2015-16	92,754,560
Recognised profit (less recognised losses)	2,095,944

20) Retirement Benefit

a) Gratuity liability and Compensated leave encashment to employees is accounted for on the basis of actuarial valuation using Projected Unit Credit Method.

b) Company's Contributions to Provident are charged to Profit & Loss account in the year when the contributions to the respective funds are due.

- 21) The basic earnings per share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year.

- 22) Contingent liabilities not provided for – NIL.

23) Taxation:

a) Current Tax – is provided on accessible income as per Income Tax Act, 1961. in accordance with the tax Regulation as applicable to the company.

(b) Deferred tax – Deferred tax charge or credit reflect the tax effect, of the timing differences between accounting income and taxable income for the period which are capable of being reversed in future. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax are recognized only to the extent there is reasonable certainty that the assets can be realized in future. Also as per our calculations a very negligible amount of DTA is arising which is immaterial and hence has not been recognised in books of accounts.

24) Related Party Transactions:

As per Accounting Standard – 18 issued by companies ICAI, the Company's related parties and transactions are discussed below:

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

Joint Venture company of Reporting Enterprise:

West Bengal Industrial Infrastructure Development Corporation
Shristi Housing Development Limited (Amalgamated with Shristi Infrastructure Development Corporation Ltd. pursuant to Honble High Court Order, Calcutta dated 16.02.2016 which became effective on 31.03.2016)



Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31st March 2016

	Year ended 31.03.2016 Amount (in Rs.)	Year ended 31.03.2015 Amount (in Rs.)
c. Transactions with related parties		
Holding Company (SHDL)		
Nature of Expenses -		
Share Capital	3,697,000	3,697,000
14% Non-Convertible Debenture	-	-
Unsecured Loan		
Opening balance	9,119,763	38,981,573
Received during the year	25,671,587	7,138,190
Paid during the year	205,000	37,000,000
Closing Balance	34,586,350	9,119,763

- 25) The company has entered into a Development Rights agreement with its JV partner WBIDC on 6th July, 2009 for development of 124.50 acres of land near Fatapukur in the district of Jalpaiguri, West Bengal for a period of 99 years. The total amount payable to them towards the value of Development Rights is Rs.20,59,92,720/- which is paid / payable as follows :-

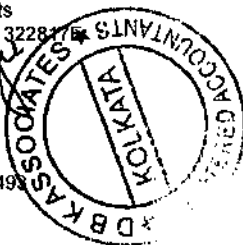
Particulars	Amount (Rs)	Due date
Upfront payment	105,056,287	Paid on 04.07.2009
1st installment	10,299,636	Paid on 07.07.2011
2nd installment	10,299,636	Payable on 05.07.2011
3rd installment	10,299,636	Payable on 05.07.2012
4th installment	20,599,272	Payable on 05.07.2013
5th installment	49,438,253	Payable on 05.07.2014
Total	205,992,720	

- 26) Previous year figures have been regrouped / rearranged wherever necessary.

As per our attached Report of even date

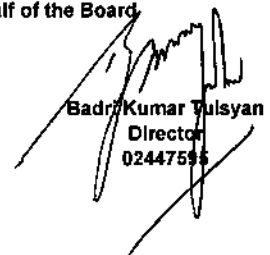
DBK Associates
Chartered Accountants
Firm Registration No. 322877

Pulak Chatterjee
Partner
Membership No. 056493
Place : Kolkata
Date : 26.05.2016



For and on Behalf of the Board


Sunil Jha
Director
00085667


Badri Kumar Tulsyan
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited
Cash Flow Statement Annexed to the Balance Sheet for the year ended 31st March, 2016

Particulars	Year Ended 31.03.2016 Amount (Rs.)	Year Ended 31.03.2015 Amount (Rs.)
A. CASH FLOW OPERATING ACTIVITIES	Nil	Nil
Net Profit/(Loss) before Taxation and Extraordinary activities	2,095,944	5,213,278
Adjustments for Profit & Loss A/c		(14,573)
Depreciation for the Year	65,661	168,614
Operating Profit Before Working Capital Changes	2,161,605	5,367,319
Adjustments for:		
Increase /(Decrease) in Trade Receivable	-	-
(Increase) /Decrease in Inventories	39,974,806	80,535,539
(Increase) / Decrease in short term loans & advances	(707,987)	(307,645)
Increase / (Decrease) in Trade Payable	(96,517)	(6,615,256)
Increase / (Decrease) in other current liabilities	(77,301,240)	(53,024,579)
Increase/ (Decrease) Long term Provisions	362,555	608,365
Net Cash From Operating Activities	(35,606,778)	26,563,742
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(101,499)	(75,355)
Purchase of Development Rights	-	-
	(101,499)	(75,355)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of Borrowings	34,374,511	(29,861,810)
Increase / (Decrease) in Share Capital	-	-
	34,374,511	(29,861,810)
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(1,333,765)	(3,373,423)
Opening Cash and cash equivalents	1,997,563	5,370,985
Closing Cash and cash equivalents	663,797	1,997,562
Closing Cash and cash equivalents as per Balance Sheet	663,795	1,997,563

The accompanying notes are an integral part of the financial statements

As per our report of even date

DBK Associates

Chartered Accountants

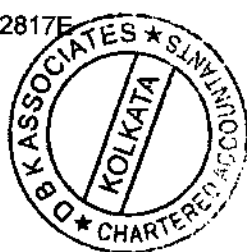
Firm Registration No. 322817E

Pulak Chatterjee

Membership No. 056493

Place : Kolkata

Date : 26.05.2016



For and on behalf of Board of Directors

Sunil Jha
Director
00085667

Badri Kumar Tulsyan
Director
02447595



H. R. AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS

219-C, Old China Bazar Street
1st Floor, Room No.B-6
KOLKATA - 700 001
Tele : (033)2248-6561, 3022-6561
Telefax : (033) 2230-3207
Email: gk.sons@hotmail.com

Independent Auditor's Report to the Members of Medi- Net Services Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Medi-Net Services Private Limited** ("the Company") which comprise the Balance Sheet as at 31 March 2016, the Cash flow statement of the Company for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 and presentation of the 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 there under.

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 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 financial 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 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 audit opinion on the Financial Statements.

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:

- i. in the case of the balance sheet, of the state of affairs of the Company as at 31st March 2016 and
- ii. in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure - A** statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought & 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, and the statement of cash flow dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014, as amended;



- e. On the basis of written representations received from the directors as on 31 March 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016, from being appointed as a director in terms of Section 164 (2) of the Act;
- f. With respect to the adequacy of internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure-B and
- 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:
- a. The company does not have any pending litigations which would have impact on its financial position in its financial statement.
- b. The company did not have material foreseeable losses on long term contracts including derivative contracts that require provision under any law or Accounting Standards for which there were any material foreseeable losses.
- c. No amount is required to be transferred to the Investor Education and Protection Fund by the Company.

For H. R. Agarwal & Associates

Chartered Accountants

Firm's registration no. 323029E

Sagarwal.

(Shyam Sundar Agarwal, FCA)

Partner

Membership number: 060033

Place: Kolkata

Date: 23/05/2016



Annexure A to the Auditor's Report

(Referred to in Paragraph 1 under "Report on other legal and regulatory requirements" of our report of even date)

- i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- (b) As Explained to us, the fixed assets has been physically verified by the management , which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such physical verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deed of immovable property is held in the name of the Company.
- ii) As the Company has neither purchased / sold goods during the year nor there is any opening stock, hence reporting of clause (ii) of paragraph 3 of the Order is not applicable to the Company.
- iii) The company has not granted any loans, secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, clause (iii) of paragraph 3 of the Order is not applicable to the Company.
- iv) In our opinion and according to the information and explanation given to us, the Company has complied with the Provisions of Section 185 and 186 of the Companies Act, 2013, with respect to the loans and investment made.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public in pursuance to sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder.
- vi) According to the information and explanation provided by the management, the Company is not engaged in the production of any such goods or provisions of any such Services for which Central Government has prescribed the maintenance of Cost Records under section 148 (1) of the Companies Act, 2013. Accordingly, clause (vi) of paragraph 3 of the Order is not applicable to the Company.
- vii) (a) As explained, the Company is generally regular in depositing with appropriate authorities in respect of undisputed statutory dues including provident fund, employees state insurance, income-tax, sales tax, service tax, custom duty, excise duty, and other material statutory dues applicable to it.
- According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, service tax, wealth-tax, sales tax, custom duty, excise duty or value added tax and cess were in arrears, as at 31st March, 2016 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 VAT, sales tax, Service tax, duty of custom, duty of excise and Income Tax which have not been deposited on account of any dispute.



- viii) The company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix) The company did not raise any funds by way of further public offer (including debt instruments) and term loans during the year. Accordingly, clause (ix) of paragraph 3 of the Order is not applicable to the Company.
- x) According to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.
- xi) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not paid/ provided for any managerial remuneration during the year. Accordingly, clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion and according to the information and explanation given to us, the company is not a nidhi Company. Accordingly, clause (xii) of paragraph 3 of the Order is not applicable to the Company.
- xiii) According to the information and explanation given to us and based on our examination of the records of the Company, the company has not entered into any transactions with the related parties that require approval under section 177 and 188 of the Act, 2013, where applicable and the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause (xiv) of paragraph 3 of the Order is not applicable to the Company.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For H. R. Agarwal & Associates
Chartered Accountants
Firm's registration no. 323029E

Sagarwal,

(Shyam Sundar Agarwal, FCA)
Partner
Membership number: 060033

Place: Kolkata
Date: 23/05/2016



Annexure B to the Auditor's Report

(Referred to in paragraph 2(f) under "Report on other legal and regulatory requirements" of our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Control over financial reporting of Medi - Net Services Private Limited ("the Company") as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year then ended.

Management Responsibility for the Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

For H. R. Agarwal & Associates

Chartered Accountants

Firm's registration no. 323029E

Sagarwal,

(Shyam Sundar Agarwal, FCA)

Partner

Membership number: 060033

Place: Kolkata

Date: 23/05/2016



Medi-Net Services Pvt. Ltd.
CIN NO - U72200WB2007PTC117940
Balance Sheet as at Mar 31, 2016

	Note No.	As at 31.03.2016 Amount (in Rs.)	As at 31.03.2015 Amount (in Rs.)
<u>EQUITY & LIABILITIES</u>			
Shareholders' Funds			
Share Capital	2	400,000	400,000
Current Liabilities			
Short term borrowings	3	29,490,130	29,481,855
Other Current Liabilities	4	265,792	105,160
Total		30,155,922	29,987,015

ASSETS

Non-current assets			
Fixed assets			
Tangible assets- Land		28,968,058	28,968,058
Capital Work in Progress	5	1,075,291	870,309
Current assets			
Cash and cash equivalents	6	67,144	105,625
Short term loans and advances	7	45,429	43,023
Total		30,155,922	29,987,015

Summary of significant accounting policies 1

The accompanying notes are an integral part of the financial statements

As per our report of even date

For H. R. Agarwal & Associates
Chartered Accountants
Firm Reg No: 323029E
Agarwal
(CA Shyam Sundar Agarwal)
Partner
Membership No.FCA 060033



For and on Behalf of the Board

Abhishek Bhardwaj
Abhishek Bhardwaj
Director
DIN: 03459739

Shankar Mukherjee
Shankar Mukherjee
Director
DIN: 01918561

Date : 23/05/2016
Place : Kolkata

Medi-Net Services Pvt. Ltd.
CIN NO - U72200WB2007PTC117940
Cash Flow Statement Annexed to the Balance Sheet for the year ended 31.03.2016

Particulars	Year Ended 31.03.2016 Amount (Rs.)	Year Ended 31.03.2015 Amount (Rs.)
A. CASH FLOW OPERATING ACTIVITIES		
Operating Profit Before Working Capital Changes		
Adjustments for:		
Decrease/(Increase) in loans & advances	(2,406)	(36,596)
Increase / (Decrease) in Other Current liabilities	160,632	1,778
Net Cash From Operating Activities	158,226	(34,818)
B. CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) / Decrease in Other Non Current Assets	(204,982)	(217,123)
	(204,982)	(217,123)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of short term Borrowings	8,275	26,404
	8,275	26,404
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(38,481)	(225,537)
Opening Cash and cash equivalents	105,625	331,161
Closing Cash and cash equivalents	67,144	105,625
Closing Cash and cash equivalents as per Balance Sheet	67,144	105,625

Note:

1 Figures in brackets denote cash outflow

The accompanying notes are an integral part of the financial statements

As per our report of even date

For H. R. Agarwal & Associates

Chartered Accountants

Firm Reg No: 323029E

Sagarwal.

(CA Shyam Sundar Agarwal)

Partner

Membership No.FCA 060033

Date : 22/05/2016

Place : Kolkata



For and on behalf of Board of Directors

Abhishek Bhardwaj

Abhishek Bhardwaj

Director

DIN: 03459739

Shankar Mukherjee

Shankar Mukherjee

Director

DIN: 01918561

1) **SIGNIFICANT ACCOUNTING POLICIES:**

Basis of Preparation of Financial Statements

The Company prepares its financial statements in accordance with generally accepted accounting practices and also in accordance with requirements of Companies Act, 2013

Revenue Recognition

All expenses incurred up to the date of commercial operation are recognized as Capital work-in-progress.

Contingent Liability

No provision is made for liabilities which are contingent in nature, unless it is probable that future events will confirm that an asset has been impaired or a liability incurred as at the balance sheet date and a reasonable estimate of the revenue loss can be made. However, all known material contingent liabilities are disclosed by way of separate note.

2) **SHARE CAPITAL**

Authorised :

50,000 Equity Shares of Rs.10/- each

500,000

500,000

Issued, Subscribed & Paid-Up:

40,000 Equity Shares of Rs.10/- each fully paid up

400,000

400,000

400,000

400,000

1) The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to have one vote per share. Dividend if any proposed by the Board of Directors is subject to approval of the share holders in the ensuing AGM.

2) Shares held by its holding company M/S Shristi housing development Ltd [Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016]

30,000

30,000

3) Shareholder holding more than 5% of the total shares
Ms. Shristi Infrastructure Development Corporation Ltd.
Mr. Isha Khan Choudhury
Ms. S S Noor

30,000
5,000
5,000

30,000
5,000
5,000

3) **SHORT TERM BORROWINGS**

Unsecured Loans

-From Body Corporates (Shristi Housing Development Ltd)

29,490,130

29,481,855

29,490,130

29,481,855

4) **Other Current Liabilities**

Expenses payable

H. R. Agarwal & Associates
Aloke Kr. Ghosh
Arindam Banerjee
Arun Kumar Maity
BR PRECAST
K.Arun & Co.
Soumabho Ghosh
Deepak Kumar Khaitan
Singhal Chetani & Co.
Problem Shooter's
ISHA KHAN CHOUDHURY
Other Expenses payable
Retention Money Payable
Service Tax Payable (RC)
TDS Contractors
TDS Professional
Other Liabilities

8,015
138
33,660
3,740
116,203
2,863
1,360
-
-
-
-
59,617
8,550
7,561
19,826
1,236
-
3,025

7,865
-
-
-
-
-
-
1,124
2,246
1,200
59,617
8,550
1,380
17,653
-
2,500
3,025

285,792

105,160

5) **CAPITAL WORK IN PROGRESS**

Construction Expenses
Survey work

123,620
27,603

122,600
27,803

Pre-Operative Expenses b/f

842,706

625,584

Bank Charges
Legal & Professional Charges
Audit Fee
Filing Fees
General Expenses

5,138
66,134
8,015
2,075
-

-
80,024
7,865
6,516
118

1,075,291

870,309



	As At March 31, 2016 (Rs.)	As At March 31, 2015 (Rs.)
6) CASH AND CASH EQUIVALENTS		
Balances with Scheduled Banks - in Current Accounts	66,930	105,370
Cash-in-hand	215	255
	67,144	105,625

7) SHORT TERM LOANS AND ADVANCES

Unsecured and Considered good		
Advances to staff and other	25,000	25,000
Service Tax Input (on pymt. Basis)	19,826	17,853
Service Tax Input	603	370
	45,429	43,223

8) The company is yet to commence the commercial operations, hence no Profit & Loss Account has been prepared.

9) The Company has not paid any Managerial remuneration to any of the Directors for the period.

10) Contingent liabilities : NIL

11) Related Party Transactions

As per the Accounting Standard – 18, issued by the Institute of Chartered Accountants of India, the Company's related parties and transactions with them have been discussed below:

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

Shristi Infrastructure Development Corporation Ltd.

Holding company of Reporting Enterprise :

Key Management Person :

- a. Mr. Abhishek Bhardwaj, Director
- b. Mr. Shankar Mukherjee, Director

b. Transactions with Related parties

Holding Company :

Short Term Borrowing (During the Period)	8,275	26,404
Closing Balance as on 31.03.2016	29,490,130	29,481,855

12) The Company has identified real estate construction as its sole operating segment and the same has been treated as the primary segment. As such no separate segment information has been provided.

13) Since the company is not having any timing difference and permanent difference as prescribed under Accounting Standard – 22 issued by ICAI, hence, provision of Deferred Tax is not required.

14) Previous year figures have been rearranged or regrouped wherever considered necessary.

As per our report of even date

For H. R. Agarwal & Associates
Chartered Accountants
Firm Reg No: 323029E

Agarwal
(CA Shyam Sundar Agarwal)
Partner
Membership No.FCA 060033

Date : 23/05/2016
Place : Kolkata



For and on Behalf of the Board

Abhishek Bhardwaj
Abhishek Bhardwaj
Director
DIN: 03459739

Shankar
Shankar Mukherjee
Director
DIN: 01918581

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
Shristi Udaipur Hotels & Resorts Private Limited
New Delhi

Report on the Financial Statements

We have audited the accompanying financial statements of **Shristi Udaipur Hotels & Resorts Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016 and the 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 financial statements that give a true and fair view of the financial position 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



- (f) On the basis of the written representations received from the directors as on 31st March, 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) With respect to the adequacy of the Internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2".
- (h) 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 17 & 16 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 : **24 MAY 2016**

ANNEXURE 1 TO THE AUDITOR'S REPORT

(As referred in paragraph 'Report on Other Legal and Regulatory Requirements' of our report to the members of **Shristi Udaipur Hotels & Resorts Private Limited** on the accounts for the year ended March 31, 2016)

- (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.
- (c) Company does not possess any immovable property hence the provision of clause 3 (i) (c) of the Order is not applicable to the company.
- (ii) The company does not hold any inventory. Hence, the provision of Clause 3 (ii) of the Order is 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, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 during the year.
- (iv) As per the information and explanations provided to us, the company has not given any loans, investments, guarantees and security in terms of section 185 and 186 of the Companies Act, 2013 during the year.
- (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, Service Tax, Sales Tax, Custom Duty, Excise Duty, Value added Tax and Cess and any other material statutory dues applicable to it *though there has been a slight delay in few cases.*




According to information and explanations given to us, no undisputed amounts is payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of customs, Duty of Excise, Value added Tax and cess which were in arrears as at March 31, 2016 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, Service Tax, Duty of Customs, Duty of Excise & Value Added Tax which have not been deposited on account of any dispute..
- (viii) *In our opinion and according to the information & explanations given to us, in the previous years, the financial institution has recalled the entire loan amount (outstanding Rs. 5,00,00,000 as on 31st March, 2016) citing "Event of Default" as outlined in loan agreement executed by the company for its failure to pay rental to sub-lessor in respect of the property mortgaged in favour of the financial institution pending adjudication on the title of a portion of loan by High Court of Jodhpur. The company has preferred writ petition challenging such recall before the Hon'ble High Court of Jaipur Bench. Since the matter is sub-judice, the amount of default, if any, is unascertainable. Also, the company has not paid interest amounting to Rs. 88,61,370 for previous year and Rs. 80,21,918 for current year due on such loan. The company has not issued any debentures.*
- (ix) The company has not raised money by way of initial public offer or further public offer during the year. The term loans have been applied for the purposes for which they were raised.
- (x) 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.
- (xi) Provision of Section 197 read with Schedule V to the Companies Act for providing managerial remuneration with the requisite approvals is not applicable to the company. Therefore, provision of Clause 3 (xi) of the order is not applicable to the company.
- (xii) As the company is not a Nidhi Company, therefore provisions of Clause 3 (xii) is not applicable to the company.
- (xiii) As per the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 wherever applicable and the details have been disclosed in the Financial Statements etc. as required by the accounting standards. Section 177 of the Companies Act, 2013 is not applicable on the company.
- (xiv) According to the information and explanations given to us, the company has not made any preferential allotment/ private placement of shares or full or partly convertible debentures during the year under review.



- (xv) According to the information and explanation provided to us, the company has not entered into any non-cash transactions with the directors or persons connected with them.
- (xvi) The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

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


Yogesh K. Gupta
Partner
Membership No. 093214



Place : NEW DELHI
Date : 24-MAY-2016

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **Shristi Udaipur Hotels & Resorts Private Limited** ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2016:

We are unable to comment on the management Assessment on the non-provision of the sub-lease rental and recoverability/realization of the amount lying in Capital work in progress including service tax recoverable as detailed in our main report, since the operations of the company have been disrupted since earlier years and no operational activities have been carried out by the company during the year.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects/possible effects of the material weakness described above on the achievement of the objectives of the control criteria, the Company has maintained, commensurate with the size of the company & nature of its business, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2016, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on

b

Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India", to the extent applicable.

We have considered the material weakness identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2016 financial statements of the Company, and the material weakness has affected our opinion on the financial statements of the Company and we have issued a qualified opinion on the financial statements.

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

Firm Reg. No. 000756N


Yogesh K. Gupta
Partner
Membership No. 093214

Place : New Delhi

Date : *May 24, 2016*

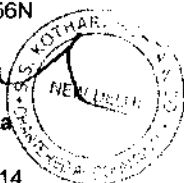
SHRISTI UDAIPUR HOTELS & RESORTS PRIVATE LIMITED
Balance Sheet as at 31st March, 2016

Particulars	Note No.	As at 31.03.2016 Amount (in Rs.)	As at 31.03.2015 Amount (in Rs.)
I. EQUITY & LIABILITIES			
(1) Shareholders' Funds			
Share Capital	2	49,500,000	49,500,000
(2) Non-Current Liabilities			
(a) Long term borrowings	3	309,207,908	306,460,216
(b) Other Long term liabilities	4	1,867,000	1,867,000
(c) Long term Provisions	5	50,213	23,152
(3) Current Liabilities			
(a) Other Current liabilities	6	72,826,860	65,020,531
(b) Short term Provisions	7	158,010	87,529
Total		433,609,991	422,958,428
II. Assets			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	106,468	144,228
(ii) Capital work-in-progress	9	278,496,560	267,965,124
(b) Long term loans and advances	10	154,037,268	153,973,778
(2) Current assets			
(a) Cash and Bank Balances	11	693,616	656,601
(b) Short term loans and advances	12	18,643	5,000
(c) Other current assets	13	257,436	213,697
Total		433,609,991	422,958,428

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



For & on behalf of the board

(Signature)

(Sujit Kanoria)
Director
DIN-01175425

(Duraiwamy Guhan)
Director
DIN-06757569

Place : New Delhi
Date : 24- May -2016

SHRISTI UDAIPUR HOTELS & RESORTS PRIVATE LIMITED
Cash Flow Statement for the year ending March 31, 2016

Particulars	Amount (in Rs.) Current Year	Amount (in Rs.) Previous Year
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation and Extraordinary activities		
Adjustments for:		
Depreciation	37,760	150,338
Interest Expenses	8,021,918	8,113,973
Interest Income	(43,739)	(40,170)
Loss on sale of Fixed Assets		13,046
Operating Profit Before Working Capital Changes	8,015,939	8,237,187
Adjustments for:		
(Increase) / Decrease in Long Term Loans & Advances	(63,490)	(201,233)
(Increase) / Decrease in Short Term Loans & Advances	(13,643)	284,198
Increase / (Decrease) in Other Current Liabilities	(215,689)	(397,751)
Increase / (Decrease) in Long Term Provisions	27,081	(722,868)
Increase / (Decrease) in Short Term Provisions	70,481	22,600
Net Cash From Operating Activities	7,820,759	7,222,133
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Sale of Fixed Assets		10,000
Capital Work in Progress	(10,531,436)	(17,551,007)
Net Cash From Investing Activities	(10,531,436)	(17,541,007)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds/(Re-payment) from Long Term Secured Borrowings		(5,000,000)
Proceeds from Long Term Unsecured Loans	2,747,692	17,535,066
Interest Paid		(2,362,740)
	2,747,692	10,172,326
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	37,015	(146,548)
Opening Cash and cash equivalents	356,601	503,149
Closing Cash and cash equivalents	393,616	356,601
Components of Cash and cash equivalents		
Cash in Hand	127,053	37,265
Balances with Bank	266,563	319,336

Note:

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

As per our report of even date attached
For S.S.Kothari Mehta & Co.
Chartered Accountants
Firm Regn. No. 000796N

Yogesh Kumar Gupta
Partner
Membership No. 093214
Place : New Delhi
Date : 24 - May - 2016

For Shristi Udaipur Hotels & Resorts Pvt.Ltd.

(Sujit Kanoria)
Director
DIN-01175425

(Duraiswamy Guhan)
Director
DIN-06757569

Notes to Financial Statements

Note - 2: Share Capital

Authorized

10,000,000 (Previous year 10,000,000) equity shares of Rs. 10/- each

100,000,000 100,000,000

Issued, Subscribed & Paid up

4,950,000 (Previous year 4,950,000) equity shares of Rs. 10/- each fully paid up

49,500,000 49,500,000

49,500,000 49,500,000

Shares issued/boughtback during the year: NIL

Details of each shareholder holding more than 5% shares

Name of shareholder	As at 31st March, 2016		As at 31st March 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shristi Urban Infrastructure Development Ltd.-Holding Company	3,000,000	60.61	3,000,000	60.61
Shristi Housing Development Limited- Step up Holding Company	1,950,000	39.39	1,950,000	39.39
(Amalgamated with Shristi Infrastructure Development Corporation Limited w.e.f 31.03.2016)				

Note-3 :Long Term Borrowings

Secured Loan

Term Loan From Financial Institution

50,000,000 50,000,000

(Secured by mortgage/hypothecations of the project immovable and moveable properties and personal guarantee of Promoter Director)

Unsecured Loan

Loan from Step up Holding Company (Interest free)

309,207,900 306,460,216

309,207,900 306,460,216

Less: Current maturities of Long term borrowings

50,000,000 50,000,000

Total

309,207,900 306,460,216

Terms of Repayment for secured term loan:

Secured Term Loan from HUDCO is repayable in 43 unequal quarterly installments. Installment 1-4 of Rs. 25,00,000 each, installment 5-8 of Rs. 50,00,000 each, Installment 9-12 of Rs. 75,00,000 each, Installment 13-16 of Rs. 100,00,000 each, Installment 17-28 of Rs. 150,00,000 each, Installment 29-32 of Rs. 175,00,000 each, Installment 33-43 of Rs. 3,09,81,000 each, payable at the end of each quarter starting from 31st August 2012 to 28th February 2023. Interest accrued is payable at the end each quarter. The current rate of interest of the same is 16.00% per annum.

Refer Note 16 of the Financial Statements

Note- 4 :Other Long Term Liabilities

Security Deposits Received

1,867,000 1,867,000

1,867,000 1,867,000

Note- 5 :Long Term Provisions

Provisions

Provision for Leave Encashment

15,957 7,878

Provision for Gratuity

30,311 15,274

(Refer Note 22)

50,215 23,162

Note-6 :Other Current Liabilities

Current Maturities of long term loan

50,000,000 50,000,000

Interest Accrued but not due on borrowings

8,861,370 8,861,370

Interest Accrued & due on borrowings

Other Payables

4,013,224 4,013,224

- Sub-lease rental accrued & due

1,116,343 2,116,343

- Expenses payables

29,594 29,594

- Other Liabilities

72,826,400 65,020,531

Note- 7 :Short Term Provisions

Provisions

Provision for Leave Encashment

27,178 27,178

Provision for Gratuity

60,351 60,351

(Refer Note 22)

87,529 87,529



Signature

SHRISTI UDAIPUR HOTELS & RESORTS PRIVATE LIMITED

Note- 8: Tangible Assets

Amount (in Rs.)

Particulars	Gross Carrying Value			Depreciation			Net Carrying Value		
	As at March 31, 2015	Additions during thePeriod	Deduction during the year	As at March 31, 2016	Up to March 31, 2015	For the Period	Deduction during the year	As at March 31, 2016	As at March 31, 2015
Computers	266,321	-	-	266,321	254,275	-	-	254,275	12,046
Office Equipments	126,784	-	-	126,784	116,248	3,568	-	119,816	10,536
Plant & Machinery	15,764	-	-	15,764	7,671	1,543	-	9,219	8,093
Furniture & Fixtures	277,770	-	-	277,770	184,217	32,644	-	196,861	113,553
Total	686,639	-	-	686,639	542,411	37,760	-	580,171	144,228
As on 31.03.2015	836,639	-	150,000	686,639	518,027	150,339	126,954	542,411	-

For and on behalf of



Note-9 :Capital Work in Progress (Including pre-operative expenses pending allocation/charge off)

Land & Site Development
Approvals
Architectural Fee & Project Consultancy
Civil Work
Personnel Expenses
Administrative Expenses
Finance Cost (Net)
Depreciation

As at March 31, 2016	As at March 31, 2015
25,09,415	25,09,415
6,414,465	6,414,465
27,637,367	27,637,367
32,169,267	32,169,267
65,988,089	65,988,089
44,281,457	44,281,457
73,881,643	73,881,643
542,411	542,411
279,496,501	267,965,124

Note-10: Long Term Loans and Advances

Unsecured and Considered Good

Capital Advance - Mobilization Advance to Civil Contractor (Shristi Infrastructure Development Corp.Ltd.-Ultimate Holding Company)

Security Deposits

Advance recoverable in cash or in kind or for value to be received

137,230,120	137,230,120
4,852,930	4,852,930
11,690,728	11,690,728
153,773,778	153,773,778

Note -11 :Cash and Bank Balances**A- Cash & Cash Equivalent**

Cash in hand

Balances with Banks

B- Other Bank Balances

Fixed Deposit*

37,265	37,265
319,336	319,336
300,000	300,000

*Includes Rs.3,00,000/- (Previous Year: 3,00,000) deposited with UIT Udaipur

656,601	656,601
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Note- 12 :Short Term Loans and Advances

Unsecured and Considered Good

Advance recoverable in cash or in kind or for value to be received

5,000	5,000
5,000	5,000

Note - 13 :Other Current Assets

Interest accrued but not due

213,697	213,697
213,697	213,697



Sd/- *Ram Chandra*

Notes to Financial Statement

Note no. 1: Significant Accounting Policies & Practices

A. BACKGROUND AND NATURE OF OPERATIONS

The company was incorporated on 2nd February, 2007 as promoted by Shristi Urban Infrastructure Development Ltd. to carry on the business of hotels, motels, resorts, restaurants, shopping complex, commercial complex, multiplex etc. and related activities.

B. SIGNIFICANT ACCOUNTING POLICIES & PRACTICES

1. 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.

2. 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.

3. 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.

4. FIXED ASSETS

- a. Fixed Assets are stated at cost of acquisition/ purchase price inclusive of duties, taxes, incidental expenses, erection/commissioning expenses, interest etc. up to the date the asset is ready for its intended use.
- b. Capital Work in Progress (CWIP) is carried at cost, comprising direct cost and related incidental expenses and interest on borrowings to the extent attributed to them including capital advances.



Sgt. Pandey

5. 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.

- i) 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
Plant & Machinery	15 years
Motor Vehicles	8 years

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

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

6. 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.

7. MISCELLANEOUS EXPENDITURE

Preliminary Expenses shall be written off in the year, the company commences the commercial Operations.

8. 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).



Erst Penetration

12

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

9. 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.

10. TAXATION

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.
- 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.

11. 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.

12. BORROWING COST

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

13. PROVISIONS, CONTINGENT LIABILITIES 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.



Signature

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

14. No Statement of Profit & Loss has been prepared since the company has not commenced commercial operations.

15. Capital Commitment

Estimated amount of Capital Commitments remaining to be executed (Net of advances) – Rs.1,23,22,84,433/- (Previous Year – 1,23,22,84,433/-).

16. Contingent Liabilities:

Lease deed between company and sub-lessor states that land should be free from encumbrance. However, the title of a portion of land is disputed by the Forest Deptt. The Company has disputed its liability for payment of rentals to sub-lessor till the matter is finally adjudicated upon. There is JV between HUDCO and Company and if company has continue payment of rent for disputed land, then as JV partner HUDCO would have raised question of such rent.

Despite being informed of the litigation between sub-lessor and Forest Deptt. HUDCO has treated the non-payment of rental to sub-lessor as event of default and recalled the loan. The company has challenged such recall by a writ petition filed before Hon'ble High Court of Rajasthan at Jaipur and same is sub-judice.

17. (A) During the financial year progress of the project has been slow due to the fact that certain clearances from various authorities are awaited by the sub-lessors. The management is of the view that the disruption is temporary in nature, the matters will get resolved soon and it will be able to complete the project at much faster pace; accordingly the full amount incurred so far on the project has been considered good and fully recoverable. Further company has initiated arbitration against Lessors and Arbitrator has also been appointed.

(B) Consequent upon that no provision has been considered necessary for sub-lease rental w.e.f. 01.09.2010 aggregating to Rs.4,04,02,800/-, as management does not consider it as payable. The management is confident that there will be no liability on this account. Being arbitration is pending.

18. As per the information available with the company, there are no dues to any Micro & Small enterprise as defined in the Micro, Small and Medium Enterprises Development Act, 2006 as on 31st March, 2016. Further no interest has been paid during the year and payable as on 31st March, 2016 to such parties.

19. In the opinion of the management, the value on realization of current assets, loan & 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.

20. Detail of Capital Work in Progress (including pre-operative expenses) incurred:

<u>Particulars</u>	<u>Current year</u> <u>Amount (Rs.)</u>	<u>Previous year</u> <u>Amount (Rs.)</u>
a. Land & Site Development	--	55,007/-
b. Approvals	--	--



Sd/- A. G. Garg

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

c. Architectural Fee & Project Consultancy	5,22,623/-	14,28,035/-
d. Civil Work	14,576/-	61,778/-
e. Personnel Expenses	12,00,536/-	9,91,170/-
f. Administrative Expenses*	7,77,019/-	2,16,139/-
g. Finance cost (Net)	79,78,922/-	30,75,494/-
h. Depreciation	37,760/-	23,384/-
Total	1,05,31,436/-	1,51,007/-

* Include Audit Fee Rs. 25000/- (Previous Year Rs. 25000/-)

21. Operating Lease

The company has paid operating lease of Rs.23,754/- for the year which has been included in CWIP. (Previous Year Rs.2,65,008/-). Amount payable during next one year is NIL. Previous year Rs. 1,94,443/-).

22. Employee Benefits

The Company has defined retirement benefit for the benefit of its employees. 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 2015-16

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Current service cost	30,644	4,118	18,789	11,944
- Interest cost	4,372	11,795	8,420	25,070
- Expected return on plan assets	--	--	--	--
- Curtailment cost/(credit)	--	--	--	--
- Settlement cost/(credit)	--	--	--	--
- Past Service Cost	--	--	--	--
- Actuarial (gain)/loss on obligation	3,861	(2,22,648)	31,161	(2,18,246)
Total	38,877	(2,06,735)	58,669	(2,11,232)

b) Net Asset/ (Liability) recognized in the Balance Sheet as at 31.03.2016:

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Present value of Defined Benefit Obligation	73,933	35,056	1,34,290	75,625
- Fair value of plan assets	--	--	--	--
- Funded status [Surplus/(Deficit)]	(73,933)	(35,056)	(1,34,290)	(75,625)
- Unrecognized Past Service Costs	--	--	--	--



Signature

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

- Estimated Net asset/(liability) recognized in balance sheet	(73,933)	(35,056)	(1,34,290)	(75,625)
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c) Change in the obligation for the year ended 31.03.2016

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Present value of Defined Benefit Obligation as at the beginning of the year	35,056	2,59,815	75,625	5,51,134
- Interest cost	4,372	11,795	8,420	25,070
- Past service cost	--	--	--	--
- Current service cost	30,644	4,118	18,780	11,944
- Curtailment cost/(Credit)	--	--	--	--
- Settlement cost/(Credit)	--	--	--	--
- Benefits paid	--	(18,024)	--	(2,64,277)
- Actuarial (gain)/loss on obligation	3,861	(2,22,648)	31,961	(2,48,246)
- Present value of Defined Benefit Obligation as at the end of the year	73,933	35,056	1,34,290	75,625

d) Changes in fair value of Plan Assets

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Plan asset at the beginning of the year	--	--	--	--
- Expected return of plan assets	--	--	--	--
- Actual company contributions	--	18,024	--	2,64,277
- Employee contribution	--	--	--	--
- Actuarial Gain/Loss on Plan Assets	--	--	--	--
- Benefits paid	--	(18,024)	--	(2,64,277)
- Plan assets at the end of the year	--	--	--	--



Signature

Shristi Udaipur Hotels & Resorts Pvt. Ltd.**e) Principal actuarial assumption**

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Discount rate per annum compound	8.00%	8.00%	8.00%	8.00%
- Rate of increase in Salaries	6.00%	5.00%	6.00%	5.00%
- Rate of return on plan assets	0%	0%	0%	0%
- Expected Average remaining working lives of employees (years)	18.67	19.33	18.67	19.33

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 CWIP and included in Note no. 9 Item Salaries, wages, Gratuity & Staff Cost includes Gratuity of Rs.58,665/- previous year Rs.(2,11,232/-) & Leave Encashment of Rs. 38,877/- Previous year (Rs.2,06,735/-)

23. Related Party Transaction

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

a. List of Related parties & relationships where control exists:**(1) Holding Company**

Shristi Urban Infrastructure Development Limited (since incorporation)

(2) Step-up Holding Company

Shristi Housing Development Limited (Amalgamated with Shristi Urban Infrastructure Development Corporation limited w.e.f. 31.03.2016)

(3) Ultimate Holding Company

Shristi Infrastructure Development Corporation Limited (since incorporation)

b. Related party & relationship with whom transactions have taken place during the year**(1) Investing party of the Holding Company of the reporting enterprise**

Housing & Urban Development Corporation Limited (since incorporation)



Signature

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

c. Transaction with Related Parties

S. No.	Name of the Party	Relationship	Nature of Expenses Amount	Current year (Rs.)	Previous year (Rs)
1	Shristi Urban Infrastructure Development Ltd,	Holding Company	Closing Balance: Reimbursement of Expenses	7,53,657/-	7,53,657/-
2.	Shristi Housing Development Limited	Step up Holding Company	Long Term unsecured loan taken	71,11,592/-	1,05,35,066/-
			Closing Balance: Long Term unsecured loan	30,92,07,908/-	30,54,60,216/-
3.	Shristi Infrastructure Development Corporation Ltd.	Ultimate Holding Company	Closing Balance: Mobilization Advance given	13,72,30,120/-	13,72,30,120/-
4.	Housing & Urban Development Corporation Limited	Investing Party	Interest on Loan	80,71,918/-	81,13,973/-
			Closing Balance:- Secured Loan	5,00,00,000/-	5,00,00,000/-
			Interest payable	1,68,83,388/-	88,61,370/-

24. Earning per Share

In view of no statement of profit & loss for the year, the calculation of EPS is not applicable

25. Since the company has not started the commercial operation till March 31, 2016 hence the company cannot calculate deferred tax in accordance with Accounting Standard 22 "Accounting for Taxes on Income." and Segment Reporting in accordance with Accounting Standard 17 is not applicable.

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

27. Note no. 1 to 27 form an integral part of the financial statements.

As per our report of even date attached

For S.S. Kothari Mehta & Co.

Chartered Accountants

Firm Reg. No. 000756N

Yogesh Kumar Gupta
Partner

Membership No. 093214

Place: New Delhi

Dated: 24-May-2016

For & on behalf of the board

Sujit Kanoria

Sujit Kanoria

Director

DIN-01175425

Durai Selvaraj Guhan

Director

DIN-0017569

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, 2016, the Statement of Profit and Loss and the 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 financial 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. 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 on these standalone financial statements.

Basis for Qualified Opinion

- i. *Trade receivables amounting to Rs. 549.25 lacs are outstanding for more than 1 year, pending for recovery and project in progress amounting to Rs. 24.53 lacs outstanding for more than 1 year pending for billing. Accordingly, we are unable to comment on the recovery of the same.*
- ii. *Company has made an investment of Rs. 300 lacs in its subsidiary company wherein the commercial operations have still not commenced due to litigation on the project land. Accordingly, we are unable to comment on the value of investment made by the company.*

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 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, 2016 and its losses 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, 2016 issued by the Central government of India in the terms of Section 143 of the Companies Act 2013, we give in the "Annexure 1" 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as 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, the statement of profit and loss and the 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, 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) With respect to the adequacy of the Internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2".
- (h) 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 : 24-MAY-2016

ANNEXURE 1 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, 2016)

- (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.
- (c) Company does not possess any immovable property hence the provision of clause 3 (i) (c) of the Order is not applicable to the company.
- (ii) The company does not hold any inventory. Hence, the provision of Clause 3 (ii) of the Order is 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, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 during the year.
- (iv) As per the information and explanations provided to us, the company has not given any loans, investments, guarantees and security in terms of section 185 and 186 of the Companies Act, 2013 during the year.
- (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, Service Tax, Sales Tax, Custom Duty, Excise Duty, Value added Tax and Cess and any other material statutory dues applicable to it *though there has been a slight delay in few cases.*



According to information and explanations given to us, no undisputed amounts is payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of customs, Duty of Excise, Value added Tax and cess which were in arrears as at March 31, 2016 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, Service Tax, Duty of Customs, Duty of Excise & Value Added Tax which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information & explanations given to us, the company has not taken any loans from banks & financial institution and has not issued any debentures.
- (ix) The company has not raised money by way of initial public offer or further public offer during the year. The term loans have been applied for the purposes for which they were raised.
- (x) 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.
- (xi) Provision of Section 197 read with Schedule V to the Companies Act for providing managerial remuneration with the requisite approvals is not applicable to the company. Therefore, provision of Clause 3 (xi) of the order is not applicable to the company.
- (xii) As the company is not a Nidhi Company, therefore provisions of Clause 3 (xii) is not applicable to the company.
- (xiii) As per the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 wherever applicable and the details have been disclosed in the Financial Statements etc. as required by the accounting standards. Section 177 of the Companies Act, 2013 is not applicable on the company.
- (xiv) According to the information and explanations given to us, the company has not made any preferential allotment/ private placement of shares or full or partly convertible debentures during the year under review.
- (xv) According to the information and explanation provided to us, the company has not entered into any non-cash transactions with the directors or persons connected with them,



(xvi) The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

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

Chartered Accountants

Firm Reg. No. 000756N


Yogesh K. Gupta

Partner

Membership No. 093214



Place : **NEW DELHI**

Date : **24-MAY-2016**

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Shristi Urban Infrastructure Development Limited** ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2016:

- i. We are unable to comment on the management Assessment on the non-impairment of the trade receivables outstanding for more than 1 year and project in progress outstanding for more than 1 year pending for billing as detailed in our main report.*
- ii. We are unable to comment on the management Assessment on non-impairment of investment made in its subsidiary company wherein the commercial operations have still not commenced due to litigation on the project land.*

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects/possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, commensurate with the size of the company & nature of its business, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating

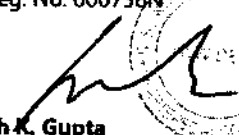


effectively as of March 31, 2016, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India", to the extent applicable.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2016 financial statements of the Company, and the material weaknesses have affected our opinion on the standalone financial statements of the Company and we have issued a qualified opinion on the standalone financial statements.

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

Firm Reg. No. 000756N


Yogesh K. Gupta
Partner
Membership No. 093214

Place : New Delhi

Date : *may 23, 2016*

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Balance Sheet as at March 31, 2016

Particulars	Note No.	As at 31.03.2016 Amount (in Rs.)	As at 31.03.2015 Amount (in Rs.)
I. EQUITY & LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	50,000,000	50,000,000
(b) Reserve and Surplus	3	(2,511,197)	3,295,158
(2) Non-Current Liabilities			
(a) Long Term Provisions	4	295,058	327,114
(2) Current Liabilities			
(a) Short Term Borrowings	5	26,897,513	25,256,513
(b) Trade Payable	6	3,220,832	3,220,832
(c) Other Current Liabilities	7	13,079,439	10,325,186
(d) Short Term Provisions	8	14,957	30,343
Total		90,996,632	92,455,146
II. Assets			
(1) Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	9	40,180	45,447
(b) Non-Current Investments	10	30,000,000	30,000,000
(c) Deferred Tax Assets (net)	31	99,632	112,027
(d) Long Term Loans and Advances	11	2,074,501	2,145,452
(e) Other Non-Current Assets	12	47,103	29,178
(2) Current Assets			
(a) Trade Receivables	13	54,924,736	55,589,828
(b) Cash and Bank Balances	14	398,658	773,613
(c) Short Term Loans and Advances	15	958,762	1,306,540
(d) Other Current Assets	16	2,453,060	2,453,060
Total		90,996,632	92,455,146

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. 000758

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 : 24 May 2016

Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F8750

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Statement of Profit & Loss for the year ended March 31, 2016

Particulars	Note No.	Year ended March 31, 2016 (Rs.)	Year ended March 31, 2015 (Rs.)
INCOME			
I. Revenue from Operations	17	-	213,599
II. Other Income	18	68,047	12,627,422
III. Total Revenue (I+II)		68,047	12,841,021
EXPENSES			
Employee Benefit Expenses	19	1,539,889	4,228,289
Finance Cost	20	3,650,076	3,108,328
Depreciation and Amortization Expenses	9	5,267	25,769
Other Expense	21	629,556	5,399,410
IV. Total Expenses		5,824,788	12,768,796
V. Profit/(Loss) before exceptional and extraordinary items and tax	(III - IV)	(5,756,741)	81,225
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax	(V - VI)	(5,756,741)	81,225
VIII. Extraordinary items		-	-
IX. Profit before tax	(VII - VIII)	(5,756,741)	81,225
X. Tax Expense:-			
- (1) Current tax			31,938
- (2) Earlier tax		37,219	-
- (3) Deferred tax		12,395	-
XI. Profit/(Loss) of the year from Continuing operation after tax		49,614	(5,729)
XII. Profit/(Loss) from Discontinuing operation	(IX - X)	(5,806,355)	55,016
XIII. Tax expense of discounting operation		-	-
XIV. Profit/(Loss) from Discontinuing operations	(XII - XIII)	-	-
XV. Profit/(Loss) for the year	(XI - XIV)	(5,806,355)	55,016
XVI. Earning per Equity Share (Face value of Rs. 10 each)			
(1) Basic		(1.161)	0.011
(2) Diluted		(1.161)	0.011

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

NEW DELHI

Yogesh Kumar Gupta

Partner

Membership No. 099214

Place : New Delhi

Date : 24 May 2016

For & on Behalf of the Board

Sujit Kanoria

(Director)

DIN-01175425

Kamta Nath Pandey

(Director)

DIN-00894714

Durai Swamy Guhan

(Director)

DIN-06757569

Yogesh Kumar Upadhyay

(Company Secretary)

Membership No. F6750

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Cash Flow Statement for the year ended March 31, 2016

	Year Ended March 31, 2016 Amount (Rs.)	Year Ended March 31, 2015 Amount (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items	(5,766,741)	81,226
Adjusted for :		
Depreciation	5,267	25,768
Sundry Balances written back	(2,080)	-
Interest income	(65,967)	(12,823,827)
Profit on sale of Fixed Assets	-	(3,595)
Interest Paid	3,848,478	3,087,658
Operating Profit before working capital changes	(2,170,046)	(9,422,770)
(Increase) / Decrease in Trade Receivables	667,173	(8,118,006)
(Increase) / Decrease in Short Term Loans & Advances	347,778	723,082
(Increase) / Decrease in Long Term Loans & Advances	(16,511)	73,874
Increase / (Decrease) in Trade Payables	-	(350,000)
Increase / (Decrease) in Other Current Liabilities	(514,102)	(1,583,453)
(Increase) / Decrease in Other current assets	-	(2,453,060)
Increase / (Decrease) in Long term provisions	(32,026)	(5,788)
Increase / (Decrease) in Short term provisions	(3,350)	18,307
Cash generated from operations	(1,721,083)	(21,116,712)
Income Taxes paid (including dividend tax)	48,207	(58,071)
NET CASH FROM OPERATING ACTIVITIES	(1,672,876)	(21,173,783)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	-	10,000
Change in Fixed Deposits	-	147,983
NET CASH USED IN INVESTING ACTIVITIES	-	157,983
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Proceeds from short Term Borrowings	1,641,000	9,210,000
Interest Received	48,042	12,609,387
Dividend paid	(10,000)	(10,000)
Interest Paid	(381,121)	(404,394)
D. NET CASH USED IN FINANCING ACTIVITIES	1,297,921	21,404,993
	(374,955)	389,203
Change in Cash and Cash Equivalents	(374,955)	389,203
Opening Balance of Cash and Cash equivalents	573,813	184,410
Closing Balance of Cash and Cash equivalents	198,858	573,613
Components of Cash & Cash Equivalents		
Cash in Hand	48,410	37,850
Balances with Bank	152,248	535,663

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"
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. 008758N

Yogesh Kumar Gupta
Partner
Membership No. 099218

Place : New Delhi
Date : 24-May-2016

For & on Behalf of the Board

Sujit Kanoria
(Director)
DIN-01175425

Kamta Nath Pandey
(Director)
DIN-00884714

Duraiswamy Guhan
(Director)
DIN-06757568

Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F8750

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

As At
March 31, 2016
Amount (Rs.)

As At
March 31, 2015
Amount (Rs.)

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, 2016		As at 31st March 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shristi Housing Development Limited- Holding Company (Amalgamated with Shristi Infrastructure Development Corporation Limited w.e.f 31.03.2016)	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

3,295,158

3,281,598

Add: Profit for the year

(5,806,355)

55,016

(2,511,197)

3,336,614

Less: Depreciation charged to Retained earnings as per Companies Act, 2013

29,420

Less: Proposed dividend

10,000

Less: Provision for Dividend Tax

(2,511,197)

2,036

Closing Balance

(2,511,197)

3,295,158

3,295,158

Note 4 : Long Term Provisions

Provision for Leave Encashment

100,010

143,587

Provision for Gratuity

195,078

183,527

(Refer Note 27)

295,088

327,114

Note 5 : Short Term Borrowings

Unsecured Loan

-From Holding company

26,897,513

25,256,513

26,897,513

25,256,513

(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

3,220,832

3,220,832

-Dues to other than Micro and Small Enterprises

3,220,832

3,220,832

Note 7: Other Current Liabilities

Interest Accrued but not due on borrowings

10,727,285

7,458,930

Expenses payable

373,274

804,331

Duties & Taxes payable

1,871,352

1,858,491

Other payables

107,528

103,434

13,079,439

10,325,186

Note 8 :Short Term Provisions

-Provision for Dividend

10,000

-Provision for Dividend Tax

2,036

10,452

-Provision for Gratuity*

10,006

7,855

-Provision for Leave Encashment*

4,951

30,343

* Refer Note 27

14,957



[Handwritten signatures and initials]

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note 9 : Tangible Assets

Particulars	Gross Carrying Value			Depreciation				Net Carrying Value		
	As at April 1, 2015	Additions during the year	Deductions during the year	As at March 31, 2016	Up to March 31, 2015	For the Year	Amount adjusted with General Reserve	Deductions during the year	As at March 31, 2016	As at March 31, 2015
Computers	983,913	-	-	983,913	956,321	1,795	-	-	958,116	27,592
Office Equipments	139,097	-	-	139,097	132,392	-	-	-	132,392	6,705
Office Furniture	33,947	-	-	33,947	22,797	3,472	-	-	26,269	11,150
Total	1,156,957	-	-	1,156,957	1,111,510	5,267	-	-	1,116,777	45,447
Previous year	1,183,437	-	26,480	1,156,957	1,083,242	25,789	42,575	20,075	1,111,511	-



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

	As At March 31, 2016 Amount (Rs.)		As At March 31, 2015 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		<u>30,000,000</u>		<u>30,000,000</u>
Note 11: Long Term Loans and Advances				
Income Tax Advances, Tax Deducted at Source*		1,938,582		2,026,044
*Net of Provisions for Income Tax Rs. NIL (Previous year Rs. 31,938)				
Advance recoverable in cash or in kind or for value to be received		<u>135,919</u>		<u>119,408</u>
		<u>2,074,501</u>		<u>2,145,452</u>
Note 12: Other Non-Current Assets				
Interest Accrued but not due		<u>47,103</u>		<u>29,178</u>
		<u>47,103</u>		<u>29,178</u>
Note 13: Trade Receivables				
Unsecured and Considered good				
-Outstanding for a period exceeding six months from the date they are due for payment	54,924,736		42,747,451	
-Others*		<u>54,924,736</u>	<u>12,842,378</u>	<u>55,589,829</u>
Note 14: Cash and Bank Balances				
A- Cash & Cash Equivalent				
Cash-in-hand	46,410		37,950	
Balances with Banks				
- in Current Accounts	152,248		535,663	
B- Other Bank Balances				
- in Fixed Deposits*	<u>200,000</u>	<u>398,658</u>	<u>200,000</u>	<u>773,613</u>
*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 2,00,000/-) 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		199,911		549,911
Advances to staff and other				
Advance recoverable in cash or in kind or for value to be received		<u>758,851</u>		<u>756,629</u>
		<u>958,762</u>		<u>1,306,540</u>
Note 16: Other Current Assets				
Project in Progress*		<u>2,453,060</u>		<u>2,453,060</u>
		<u>2,453,060</u>		<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 in previous year



S.S. Kothari

Rm

Agarwal

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HRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note 17: Revenue from Operations

Consultancy Income

Year ended
March 31, 2016
Amount (Rs.)

Year ended
March 31, 2015
Amount (Rs.)

Note 18: Other Income

Interest Income

Interest on Income Tax Refund

Misc. Income

Profit on Sales of Assets

Note 19: Employee Benefit Expense

Salaries, Wages, Gratuity & staff cost
Staff Welfare

Note 20: Finance Cost

Interest -to Holding company

Other Interest

Bank Charges

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

Miscellaneous Expenses

Insurance Expenses

Office Rent

Legal & Professional Charges

Payment to Auditors:

-Audit Fee

64,500

-

150

4,000

-

22,422

471,724

20,324

18,632

1,550

-

1,254

-

-

25,000

629,556

3,220,397

110,460

11,853

39,088

2,625

102,320

1,527,110

17,170

55,817

55,248

2,981

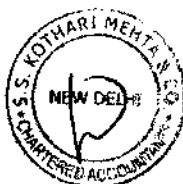
1,146

150,000

13,395

90,000

5,399,410



Agst Pandey

R. M.

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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. Shristi Housing Development Limited has been amalgamated with Shristi Infrastructure Development Corporation Limited w.e.f 31.03.2016.

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



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

of current liability. Direct project expenditure incurred on assignments not completed at the end of the year is carried forward as project-in-progress.

- 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.



Sybil Taneja
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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.



S. S. Kothari Mehta & Co.
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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

- 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.

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

22. Contingent Liabilities:

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. Balances of certain debtors and creditors are in the process of confirmation/reconciliation.
25. 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.
26. 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 31.03.2016. Further no interest has been paid during the year and payable as on 31st March, 2016 to such parties.

27. 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 2015-16

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Current service cost	1,487	22,622	25,739	34,849
- Interest cost	10,284	12,393	16,006	14,739
- Expected return on plan assets	--	--	--	--
- Curtailment cost/(credit)	--	--	--	--
- Settlement cost/(credit)	--	--	--	--
- Past Service Cost	--	--	--	--
- Actuarial (gain)/loss on obligation	(58,252)	30,542	(30,640)	(30,113)
Total	(46,481)	65,557	11,105	19,475

b) Net Asset/ (Liability) recognized in the Balance Sheet as at 31.03.2016:

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

- Present value of Defined Benefit Obligation	1,04,961	1,51,442	2,05,084	1,93,979
- Fair value of plan assets	--	--	--	--
- Funded status [Surplus/(Deficit)]	(1,04,961)	(1,51,442)	(2,05,084)	(1,93,979)
- Unrecognized Past Service Costs	--	--	--	--
- Estimated Net asset/(liability) recognized in balance sheet	(1,04,961)	(1,51,442)	(2,05,084)	(1,93,979)

c) Change in the obligation for the year ended 31.03.2016

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Present value of Defined Benefit Obligation as at the beginning of the year	1,51,442	1,58,395	1,93,979	1,74,504
- Interest cost	10,284	12,393	16,006	14,739
- Past service cost	--	--	--	--
- Current service cost	1,487	22,622	25,739	34,849
- Curtailment cost/(Credit)	--	--	--	--
- Settlement cost/(Credit)	--	--	--	--
- Benefits paid	-	(72,510)	--	--
- Actuarial (gain)/loss on obligation	(58,252)	30,542	(30,640)	(30,113)
- Present value of Defined Benefit Obligation as at the end of the year	1,04,961	1,51,442	2,05,084	1,93,979

d) Changes in fair value of Plan Assets

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Plan asset at the beginning of the year	--	--	--	--
- Expected return of plan assets	--	--	--	--
- Actual company contributions	-	72,510	--	--
- Employee contribution	--	--	--	--
- Actuarial Gain/Loss on Plan Assets	--	--	--	--
- Benefits paid	-	(72,510)	--	--
- Plan assets at the end of the year	--	--	--	--



Sudhanshu
Ranjan
Agarwal

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

e) Principal actuarial assumption

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2015-16	2014-15	2015-16	2014-15
- Discount rate per annum compound	8.00%	8.00%	8.00%	8.00%
- Rate of increase in Salaries	6.00%	5.00%	6.00%	5.00%
- Rate of return on plan assets	0%	0%	0%	0%
- Expected Average remaining working lives of employees (years)	12.23	14.00	12.23	14.00

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. 11,105/- (Previous year Rs. 19,475/-) & Leave Encashment of Rs.(46,481/-) (Previous year Rs. 65,557/-).

28. 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.

29. 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) (Amalgamated with Shristi Infrastructure Development Corporation Limited (SIDCL) w.e.f 31.03.2016

ii. Ultimate Holding Company

Shristi Infrastructure Development Corporation Limited (SIDCL)

iii. Subsidiary company of Reporting Enterprise

Shristi Udaipur Hotels & Resorts Private Limited (SUHRPL)

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 (Amalgamated with Shristi Infrastructure Development Corporation Limited (SIDCL) w.e.f 31.03.2016



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Vivekananda Skyroad Limited (Amalgamated with Shristi Infrastructure Development Corporation Limited (SIDCL) w.e.f 31.03.2016
 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 (ceased to be fellow subsidiary w.e.f. 08.03.2016)
 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	16,41,000/-	92,10,000/-
		Interest on Loan	36,31,506/-	29,92,516/-
		Closing Balance		
		Interest Payable	1,07,27,285/-	74,58,930/-
2.	Subsidiary Company	Unsecured Loan	2,68,97,513/-	2,52,56,513/-
		Reimbursement of Expenses	NIL	NIL
		Closing Balance		
		Investment in Equity	3,00,00,000/-	3,00,00,000/-
3.	Key Management Personnel (Mr. Sunil Gaur) - Till 31 st August 2014	Reimbursement of Expenses	7,53,657/-	7,53,657/-
		Managerial Remuneration	NIL	2,08,655/-
		Closing Balance		
		Amount Payable	NIL	NIL
4.	Company Secretary (Mr. Yogesh Upadhyay)	Salary	12,16,800/-	10,58,400/-
		Closing Balance		
		Salary Payable	1,51,100/-	1,57,000/-

30. Earning Per Share

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Profit/(Loss) after tax as per Statement of Profit & Loss	(58,06,355/-)	55,016/-
Weighted average number of Equity Shares outstanding	50,00,000	50,00,000
Basic & Diluted Earning per share	(1.161)	0.011



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

31. 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 2016 (Rs.)	As At 31st March 2015 (Rs.)
Fixed assets	(3,828)	(17,127)
Deferred Tax Liability / (Asset) (A)	(3,828)	(5,292)
Difference due to Sec.43B	95,804	1,06,735
Deferred Tax Asset (B)	95,804	1,06,735
NET DEFERRED TAX ASSETS/(LIABILITY) (B-A)	99,632	1,12,027

32. Previous year figures have been regrouped/ recast/rearranged wherever necessary to conform to this year's classification.
33. Note no. 1 to 33 form an integral part of the financial statements.

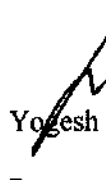
As per our report of even date attached.

For S. S.Kothari Mehta & Co.

On behalf of the Board

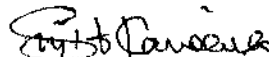
Chartered Accountants


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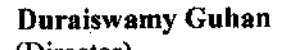

Yogesh Kumar Gupta
Partner

Membership No. 093214



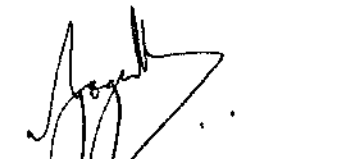

Sujit Kanoria
(Director)
DIN-01175425


Kamta Nath Pandey
(Director)
DIN-00694714


Duraiswamy Guhan
(Director)
DIN-06757569

Place: New Delhi

Date: 24-May-2016


Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

R. Kothari & Company

CHARTERED ACCOUNTANTS

MUMBAI, KOLKATA, NEW DELHI

INDEPENDENT AUDITOR'S REPORT

**TO
THE MEMBERS OF
M/S EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PRIVATE
LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of M/S EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March 2016, Cash Flow Statement and a summary of significant accounting policies and other explanatory information for the year ended on that date. No Statement of Profit and Loss has been prepared for the year ended on that date as referred to in Note No. 11 under Additional Disclosure to the Financial Statements.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position 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 the 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 there under.



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 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 financial 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's 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 on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 Balance Sheet of the state of affairs of the Company as at 31st March 2016;
- (b) In the case of Cash Flow Statement of the cash flows of the Company for the year ended on that date .

Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matters specified in the paragraph 3 and 4 of the companies (Auditor's Report) Order, 2016 issued by Central Government of India since in our opinion and according to the information and explanations given to us the said order is not applicable to the Company.
2. 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 purposes of our audit.
 - (b) In our opinion, proper books of account, as required by law, have been kept by the Company so far as it appears from our examination of those books.



- (c) The Balance Sheet dealt with by this Report is in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of written representations received from the directors as on 31st March 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2016, from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure-A"; and
- (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 does not have any pending litigations which would impact on financial position in its financial statements ;
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred by the Company to the Investor Education and Protection Fund.

For R. Kothari & Company

Chartered Accountants

FRN: 307069E



(CA K.C. Soni)

Partner

M. No.: 057620

Place: Kolkata

Date: 23/05/2016

Annexure -A to the Independent Auditors' Report
Report on the Internal Financial Controls over Financial Reporting under Clause
(i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of East Kolkata Infrastructure Development Private Limited ("the Company") as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For R. Kothari & Company

Chartered Accountants

FRN/307069E



Place: Kolkata

Date: 23/05/2016

(CA K.C. Soni)

Partner

M. No.: 057620

East Kolkata Infrastructure Development Pvt. Ltd.
Balance Sheet as at March 31, 2016

Particulars	Notes	As On 31.03.2016 Amount (in Rs.)	As On 31.03.2015 Amount (in Rs.)
I. EQUITY & LIABILITIES			
Shareholders' Funds			
Share Capital	2	1,000,000	1,000,000
Current Liabilities			
Short Terms Borrowings	3	-	23,865,000
Trade Payable	4	-	898,798
Other Current Liabilities	5	-	61,680
		1,000,000	25,825,478
II. ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	6	-	8,382
Other Non- Current Assets	7	-	23,152,627
Current Assets			
Cash & cash equivalents	8	6,681	23,986
Short Term Loans & Advances	9	993,319	2,640,482
		1,000,000	25,825,478

Significant Accounting policies

1.1 to 1.6

Notes to Financial Statements

2 to 19

The accompanying notes (1 to 18) form an integral part of the financial statements

As per our report of even date annexed

For R.Kothari & Company

Chartered Accountants

Firm Registration No. 307069E

(CA K.C.Soni)

Partner



Date : 23/05/2016

Place : Kolkata

For and on Behalf of the Board

Sunil Jha
Director
00085667

Rahul Varma
Director
00085064

East Kolkata Infrastructure Development Pvt. Ltd.
Cash Flow Statement for the year ended 31.03.2016

Particulars	Year Ended 31.03.2016 Amount (Rs.)	Year Ended 31.03.2015 Amount (Rs.)
A. CASH FLOW OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation and Extraordinary activities	-	-
Adjustments for Profit & Loss A/c		
Increase / (Decrease) in depreciation	-	1,354
Sundry Balance written off	8,383	
 Operating Profit Before Working Capital Changes		
Adjustments for:		
(Increase) / Decrease in Short Term Loan & Advances	1,647,163	(18,957)
Increase / (Decrease) in Short Term Borrowings	(23,865,000)	215,000
Increase / (Decrease) in Trade Payables	(898,798)	(9,674)
Increase / (Decrease) in Other Current Liabilities	(61,680)	36,272
Net Cash From Operating Activities	(23,169,932)	223,995
 B. CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) / Decrease in Pre-operative Expenses	23,152,627	(220,650)
Purchase of Fixed Assets	-	-
	23,152,627	(220,650)
 C. CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(17,305)	3,345
Opening Cash and cash equivalents	23,986	20,641
Closing Cash and cash equivalents	6,681	23,986
Closing Cash and cash equivalents as per Balance Sheet	6,681	23,986

Significant Accounting policies

1.1 to 1.6

Notes to Financial Statements

2 to 19

The accompanying notes (1 to 18) form an integral part of the financial statements

As per our report of even date annexed

For R.Kothari & Company

Chartered Accountants

Firm Registration No. 307069E

(CA K.C.Soni)

Partner



Date : 23/05/2016

Place : Kolkata

For and on Behalf of the Board

Sunil Jha
Director
00085667

Rahul Varma
Director
00085064

EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PVT. LTD

Notes to Financial Statements for the year ended 31st March, 2016

1. SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis of Accounting

The Company prepares its financial statements in accordance with generally accepted accounting practices and also in accordance with requirements of Companies Act, 2013.

All expenses incurred up to the date of commercial operation are recognized as Preoperative Expenses.

1.2 Miscellaneous Expenditure

Miscellaneous Expenditure to the extent not written off is carried forward to be charged to revenue over five years starting from the year of commencement of commercial activity.

1.3 Contingent Liability

No provision is made for liabilities which are contingent in nature, unless it is probable that future events will confirm that an asset has been impaired or a liability incurred as at the balance sheet date and a reasonable estimate of the revenue loss can be made. However, all known material contingent liabilities are disclosed by way of separate note.

1.4 Fixed Assets

Fixed Assets are stated at cost inclusive of taxes and other attributable costs up to the date the asset is ready for intended use less Depreciation.

Depreciation on fixed assets is provided on Written down value Method at the rates and manner specified in Schedule XIV to the Companies Act, 1956.

Depreciation as per Schedule II of the Companies Act 2013 has not been provided during the year and the same shall be taken into account in the next Financial Year.

1.5 Taxation

Current Tax is determined on the basis of the amount of tax payable for the year under Income Tax Act. And Deferred Tax is calculated at current tax rate and is recognized on timing differences between taxable profit and book profit that originate in one period and are capable of reversal in one or more subsequent period.

1.6 Borrowing Cost

Borrowing cost relating to acquisition/ construction of qualifying assets are capitalized until the time all substantial activities necessary to bring the assets for their intended use are complete. All other Borrowing costs are charged to revenue.



East Kolkata Infrastructure Development Pvt. Ltd.
Notes to Financial Statements for the year ended 31st March, 2016

	As at March 31, 2016 Amount (in Rs.)	As at March 31, 2015 Amount (in Rs.)
Note -2:		
Share Capital		
Authorised		
1,000,000 Equity Shares of Rs. 10/- each	10,000,000	10,000,000
Issued, Subscribed & Paid up		
1,00,000 (P.Y 1,00,000) Equity Shares of Rs. 10/- each fully paid up in cash	1,000,000	1,000,000
	<u>1,000,000</u>	<u>1,000,000</u>

a) Rights, Preference, repayability and restriction, if any, on equity shares

The company has only one class of equity shares having a par value of Rs 10/- per share. Each holder of equity shares is entitled to have one vote per share. Dividend if any proposed by the Board of Directors is subject to approval of the share holders in the ensuing Annual General Meeting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company after distribution of all preferential amounts in proportion to the no. of equity shares held by them.

b) Reconciliation of number of Shares outstanding at the beginning and end of the year

Particulars	March 31, 2016		March 31, 2015	
	No.	Value (in Rs.)	No.	Value (in Rs.)
Shares at the beginning of the year	100,000	1,000,000	100,000	1,000,000
Issued during the year	-	-	-	-
Shares at the end of the year	100,000	1,000,000	100,000	1,000,000

c) Details of shareholders holding more than 5% shares in the company

Name of the shareholder	March 31, 2016		March 31, 2015	
	Number	%	Number	%
Shristi Housing Development Ltd. along with its nominees.	100000	100.00%	100000	100.00%

(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)

Note -3 :

Short Term Borrowings

Repayable on Demand*	-	23,865,000
	<u>-</u>	<u>23,865,000</u>

* The above loan is taken from its Holding Company i.e Shristi Housing Development Limited

Note -4 :

Trade Payable

Sundry Creditors	-	898,798
	<u>-</u>	<u>898,798</u>

Note -5 :

Other Current Liabilities

Liability for Expenses	-	27,612
Duties & Taxes payable	-	34,068
	<u>-</u>	<u>61,680</u>





East Kolkata Infrastructure Development Pvt. Ltd.
Notes to Financial Statements for the year ended 31st March, 2016

Note - 6 : Fixed Assets
Tangible Assets

(Amount in Rs.)						
Office Equipment	13,800	-	13,800	5,418	-	8,382
Provision for Depreciation	13,800	13,800	13,800	4,063	1,354	8,382






East Kolkata Infrastructure Development Pvt. Ltd.
Notes to Financial Statements for the year ended 31st March, 2016

	As at March 31, 2016 Amount (in Rs.)	As at March 31, 2015 Amount (in Rs.)
Note 7 :		
Other Non Current Assets		
[A] Pre- operative Expenditure		
Balance Brought Forward	22,987,757	22,767,107
Security Services	210,000	202,500
Filing Fees	3,000	3,600
Depreciation	-	1,354
Professional Fees	5,750	3,000
Interest on TDS		
General Expenses	47,163	84
Amount written off	8,383	
Auditor's Remuneration		
- Statutory Audit Fees	10,112	10,112
Total of Pre-operative Expenditure	23,272,165	22,987,757
[B] Preliminary Expenses		
	164,870	164,870
	23,437,035	23,152,627
Less: Transferred to SIDCL (Holding Co.)	(23,437,035)	
	-	23,152,627
Note 8 :		
Cash & cash equivalents		
Balance with Scheduled Banks		
-In Current Accounts	6,681	3,538
Cash on Hand	-	20,448
(As Certified by the Management)		
	6,681	23,986
Note 9 :		
Short Term Loans & Advances		
<i>(Unsecured, considered good, unless otherwise stated)</i>		
Advances		
To Holding Co.	993,319	-
TDS Receivable	-	4,128
Service tax Input	-	36,354
Advances	-	2,600,000
<i>(Recoverable in cash or in kind or for value to be received)</i>		
	993,319	2,640,482



EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PVT. LTD

Notes to Financial Statements for the year ended 31st March, 2016

10. The company has made an agreement with Shristi Infrastructure Development Corporation Limited (Ultimate Holding Company) on 28th March, 2016. In terms of the said agreement, the development for construction of boundary wall on behalf of the ultimate holding company shall not be carried out by the company. The expenses already incurred amounting to Rs. 2,34,37,035 for construction of boundary wall shown under "Other Non-Current Assets" has been adjusted with the loan taken from Shristi Infrastructure Development Corporation Limited. Necessary effect has been given in the financial statements.
11. The company is yet to commence the commercial operations; hence no Statement of Profit & Loss has been prepared for the period under review.
12. The Company has not paid any Managerial remuneration to any of the Directors for the period.
13. Contingent liabilities: NIL.
14. Since the company has not yet started any commercial activities and no Statement of Profit & Loss has been prepared; hence earning per share as per AS - 20, issued by the Institute of Chartered Accountants of India is not considered.

15. Related Party Transactions

As per the Accounting Standard - 18, issued by the Institute of Chartered Accountants of India, the Company's related parties and transactions with them have been discussed below:

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

Holding company of reporting Enterprise

Shristi Housing Development Limited.

(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)

- b. Transactions with Related Parties:

S. No.	Relationship	Nature	As on 31 st March 2016 (Rs.)	As on 31 st March 2015 (Rs.)
1.	Holding Company	Loan Taken	-	2,15,000/-
		Outstanding Balance	-	2,38,65,000/-

16. The Company has identified social infrastructure real estate business as its sole operating segment and the same has been treated as the primary segment. As such no separate segment information is applicable as per the provisions of Accounting Standard - 17 issued by ICAI.



EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PVT. LTD

Notes to Financial Statements for the year ended 31st March, 2016

17. Since the company is not having any timing difference as prescribed under Accounting standard - 22 issued by ICAI hence, provision of Deferred Tax is not required.
18. Previous year figures are regrouped/ rearranged wherever necessary.
19. The Company is in the process of obtaining Trade License from the concerned authorities.

For R. Kothari & Company
Chartered Accountants
ERN: 307069E


(CA K.C.Soni)
Partner



Place: Kolkata
Date: 23rd may, 2016

for and on behalf of Board



Sunil Jha
Director
00085667



Rahul verma
Director
00085064

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S. S. KOTHARI & CO.

CHARTERED ACCOUNTANTS

S.S. KOTHARI	B.Com., C.T.A. (LOND), F.C.A.	R.N. BARDHAN	B.Com., F.C.A.
R.K. ROYCHOUDHURY	B.Sc., B.Com., F.C.A.	A. DATTA	B.Com., F.C.A.
T.K. SENGUPTA	B.Com., LL.B., F.C.A.	P.K. BHATTACHARYA	B.Com., F.C.A.
S. CHAKRABORTY	B.Com., F.C.A., D.I.S.A. (I.C.A.I.)		

CENTRE POINT
ROOM NO. 314
21, OLD COURT HOUSE STREET
KOLKATA - 700 001
Phone : 2248-2758/0279 Res : 2289-1398
e-mail : sskotharico@gmail.com

Independent Auditors' Report

To the Members of Border Transport Infrastructure Development Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Border Transport Infrastructure Development Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, 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 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 to give a true and fair view of the financial position, financial performance and cash flow 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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 standalone financial statements based on our audit.

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to error or fraud. In making those risk assessments, the auditor considers internal financial 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. An audit also includes evaluating the appropriateness of the accounting policies used and 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 audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, 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, 2016, and the cash flow for the year ended on that date.



Report on Other Legal and Regulatory Requirements

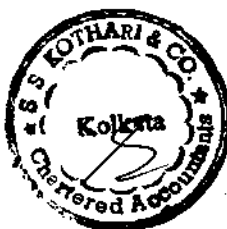
1. As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. 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 Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e. On the basis of the written representations received from the Directors as on March 31, 2016 taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2016 from being appointed as a Director in terms of Section 164(2) of the Act.
 - f. Our report on adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, has been stated in Annexure B and
 - 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 knowledge and belief and according to the information and explanations given to us:
 - i) The Company does not have any pending litigations which would impact the financial position;
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S.S. Kothari & Co.,
Chartered Accountants
(Registration No.302034E)



R N Bardhan
Partner

Membership No. 017270



Place : Kolkata

Date: 23-05-2016

Annexure A to the Auditors' Report

As referred to in paragraph I of our Report on "Other Legal and Regulatory Requirements", we state that:

- i. (a) The Company has maintained proper records to show full particulars, including quantitative details and situation of its fixed assets.
- (b) All the assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) The company does not have any immovable properties hence aforesaid order is not applicable.
- ii. There are no inventories at the beginning and close of the year.
- iii. As informed, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act and as such clauses 3(iii)(a) to (c) of the Order are not applicable.
- iv. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted Deposits within the meaning of Section 73 to Section 76 of the Act and the Rules framed thereunder.
- vi. Maintenance of cost records has not been specified by the central government under sub Section (1) of Section 148 of the Companies Act, 2013 for the activities of the company.
- vii. (a) According to the information and explanation given to us and on the basis of records of the Company examined by us, we are of the opinion that the Company is regular in depositing with undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March, 2016. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees' state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise wherever applicable.

According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.
- (b) According to the information and explanations given to us, there are no dues of Income tax and cess and Service tax which have not been deposited on account of any dispute.
- viii. According to the information and explanations given and on the basis of records examined by us, we are of the opinion that the Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. According to information and explanations given to us, the company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.



- x. According to the information and explanations given to us no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company did not paid / provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act during the year. Accordingly, paragraph 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For S.S. Kothari & Co.
Chartered Accountants
(Registration No.302034E)



R N Bardhan
Partner
Membership No. 017270

Place : Kolkata

Date 23-05-2016



Annexure – B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Border Transport Infrastructure Development Limited ("the Company") as of 31st March, 2016 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013 to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls system over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.



Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S.S. Kothari & Co.,
Chartered Accountants
(Registration No.302034E)



R N Bardhan
Partner
Membership No. 017270

Place : Kolkata

Date : 23-05-2016



Border Transport Infrastructure Development Limited
Balance Sheet as at March 31, 2016

	Notes	March 31, 2016 Amount (in Rs.)	March 31, 2015 Amount (in Rs.)
I. EQUITY & LIABILITIES			
Shareholders' Funds			
Share Capital	2	3,545,000	3,545,000
Reserve and Surplus	3	25,245,000	25,245,000
Non-Current Liabilities			
Long term borrowings	4	-	200,000,000
Current Liabilities			
Short term borrowings	5	-	101,136,000
Trade payable	6	31,412	31,510
Other Current liabilities	7	12,705	25,639,761
Total		28,834,117	355,597,271

Assets

Non-current assets			
Fixed assets			
Tangible assets	8	-	2,991
Capital work-in-progress	9	28,654,797	155,411,727
Long term loans and advances	10	8,958	200,005,588
Other non-current assets	11	163,700	163,700
Current assets			
Cash and cash equivalents	12	6,662	13,264
Total		28,834,117	355,597,271

Summary of Significant Accounting Policies

1

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

For S.S.Kothari & Co
Chartered Accountants
R No. 302034E

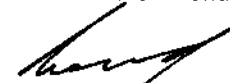
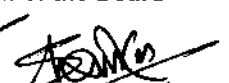


R.N. Bardhan
Partner
Membership No. 17270

Date : 23/05/2016
Place : Kolkata



For and on Behalf of the Board

	
Rahul Varma Director DIN: 00085064	Shankar Mukherjee Director DIN: 01918561

Border Transport Infrastructure Development Limited
Cash Flow Statement for the year ended March 31, 2016

Particulars	March 31, 2016 Amount (Rs.)	March 31, 2015 Amount (Rs.)
A. CASH FLOW OPERATING ACTIVITIES	Nil	Nil
Net Profit/(Loss) before Taxation and Extraordinary activities		
Adjustments for Profit & Loss A/c		
Increase / (Decrease) in depreciation	2,991	-
Operating Profit Before Working Capital Changes	2,991	-
Adjustments for:		
Long term loans and advances	199,996,631	(1,437)
(Increase) / Decrease in Trade Payable	(98)	(4,574)
Increase / (Decrease) in Other Current Liabilities	(25,627,056)	25,062,104
Net Cash From Operating Activities	174,372,468	25,056,093
B. CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) / Decrease in Capital work in progress	126,756,930	(25,655,122)
Purchase of Fixed Assets	-	127
	126,756,930	(25,654,995)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of Borrowings	(301,136,000)	20,000
	(301,136,000)	20,000
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(6,602)	(578,902)
Opening Cash and cash equivalents	13,264	592,166
Closing Cash and cash equivalents	6,662	13,264
Closing Cash and cash equivalents as per Balance Sheet	6,662	13,264

Note:

1 Figures in brackets denote cash outflow

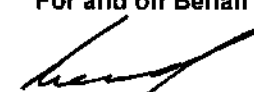
For S.S.Kothari & Co.
Chartered Accountants
FR No. 302034E


R.N. Bardhan
Partner
Membership No. 17270

Date : 28/05/2016
Place : Kolkata



For and on Behalf of the Board


Rahul Varma
Director
DIN: 00085064


Shankar Mukherjee
Director
DIN: 01918561

BORDER TRANSPORT INFRASTRUCTURE DEVELOPMENT LTD.

Notes to Financial Statements for the year ended 31st March, 2016

Note -1: Significant Accounting Policies & Practices

1. SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis of Accounting

The financial statements have been prepared in accordance with the Mandatory Accounting Standards prescribed under section 133 of the Companies Act 2013 read together with the companies (Accounts) Rules, 2014, and companies (Accounting Standards) amendment rules 2016. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

1.2 Fixed Assets

These are stated at Cost. Attributable expenditure added with capital work in progress.

1.3 Depreciation

Depreciation on fixed assets is provided under Written down Value method using useful life prescribed in Schedule II to the Companies Act, 2013.

1.4 Revenue Recognition

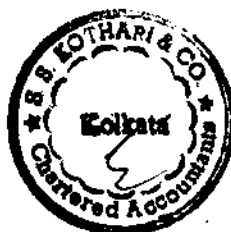
All Expenses incurred up to date of commercial operation are recognized as Capital work in progress.

1.5 Borrowing Cost

Borrowing Costs that are attributable to the acquisition and construction of qualifying asset are capitalized as part of cost of asset. Other borrowing costs are recognized as expense in the year in which these are incurred.

1.6 Contingent Liability

No provision is made for liabilities which are contingent in nature, unless it is probable that future events will confirm that an asset has been impaired or a liability incurred as at the balance sheet date and a reasonable estimate of the revenue loss can be made. However, all known material contingent liabilities are disclosed by way of separate note.



Border Transport Infrastructure Development Limited
Notes to Financial Statements for the year ended 31st March, 2016

NOTE 2 : Share Capital

Authorised and Issued Share Capital

10,00,000 Equity Shares of Rs. 10/- each

March 31, 2016 (Rs.)	March 31, 2015 (Rs.)
10,000,000	10,000,000
<u>10,000,000</u>	<u>10,000,000</u>

Paid up Share Capital

3,54,500 (Previous Year 3,54,000) Equity Shares of Rs. 10/- each fully paid up

3,545,000	3,545,000
<u>3,545,000</u>	<u>3,545,000</u>

a) Rights, Preference, repayability and restriction, if any, on equity shares

All general rights applicable as per Companies Act

b) Reconciliation of number of Shares outstanding at the beginning and end of the year

Particulars	March 31, 2016		March 31, 2015	
	Number	Value	Number	Value
As at the beginning of the year	354,500	3,545,000	354,500	3,545,000
Issued during the year	-	-	-	-
As at the end of the year	354,500	3,545,000	354,500	3,545,000

c) Details of shareholders holding more than 5% shares in the company

Name of the shareholder	March 31, 2016		March 31, 2015	
	Number	% holding	Number	% holding
Equity shares of Rs10 each fully paid				
- Shristi Housing Development Ltd.	354,500	100.00%	354,000	99.86%
(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)				

Note - 3

Reserve & Surplus

Securities Premium

25,245,000	25,245,000
<u>25,245,000</u>	<u>25,245,000</u>

Note - 4

Long term borrowings

Srei Infrastructure Finance Ltd

-	200,000,000
<u>-</u>	<u>200,000,000</u>

Note - 5

Short term borrowings

Shristi Housing Development Limited (Holding Company)

Shristi Infrastructure Development Corporation Ltd

101,136,000	-
<u>-</u>	<u>101,136,000</u>

Note - 6

Trade payable

-Dues to Micro and Small Enterprises

-Dues to other than Micro and Small Enterprises

31,412	31,510
<u>31,412</u>	<u>31,510</u>



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Note - 8		(Figures in Rs.)					
Fixed Assets							
PARTICULARS	GROSS BLOCK		DEPRECIATION			NET BLOCK	
	As at 01.04.2015	Additions As at 31.03.2016	As at 01.04.2015	Depn. for the year	Adj. for the year	As at 31.03.2016	As At 31.03.2015
Computers	59,820	-	59,820	2,991		59,820	2,991
Total	59,820	-	59,820	2,991	-	59,820	2,991
Pervious Year	59,820	-	59,820	3,464	-	54,623	5,197
							-

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Border Transport Infrastructure Development Limited
Notes to Financial Statements for the year ended 31st March, 2016

	March 31, 2016 (Rs.)	March 31, 2015 (Rs.)
Note - 7		
Other Current liabilities		
Audit Fees Payable (S.S.Kothari & Co)	12,575	12,575
Duties & Taxes payable	130	402,836
Interest Payable to Srei	-	25,224,350
	12,705	25,639,761
Note - 9		
Capital work in progress- opening balance -	155,411,727	129,756,605
Less: Liability no longer payable written back	136,897,682	-
Sub total - (a)	18,514,045	-
Finance cost		
Interest expenses	9,957,428	25,627,056
Bank Charges	20,068	9,627
Less- Interest Income	-	(2,789)
Sub total - (b)	9,977,496	25,633,894
Other expense		
Professional Consultancy Fees	4,000	6,500
General expenses	141,727	190
Rates & Taxes		
Depreciation	2,991	-
Audit Fee	11,450	11,236
Conveyance Exp		140
Filing Fees	3,088	3,035
Adjustment for Depreciation		127
Sub total - (c)	163,256	21,228
Total of Capital work in progress incl.b/f (a+b+c)	28,654,797	155,411,727
Note - 10		
Long term loans and advances		
Unsecured, considered good		
- Security Deposit for Project	-	200,000,000
- others	1,000	1,000
ADVANCE RECOVERABLE IN CASH OR IN KIND		
Service tax input	7,958	4,588
	8,958	200,005,588
Note - 11		
Other Non-Current Assets		
Preliminary Expenses to the extent not yet written off or adjusted	163,700	163,700
	163,700	163,700
Note - 12		
Cash and cash equivalents		
Cash-in-hand	6,662	13,264
Balances with scheduled banks		
- in Current Accounts	-	-
	6,662	13,264



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BORDER TRANSPORT INFRASTRUCTURE DEVELOPMENT LTD.**Notes to Financial Statements for the year ended 31st March, 2016**

13. No profit & Loss Account have been prepared as the company is yet to commence the commercial operations.
14. Contingent liabilities – NIL.
15. Since the company is not having any timing difference and permanent difference as prescribed under Accounting Standard – 22 issued by ICAI hence, provision of Deferred Tax is not required.
16. As resolved by the Board, the Company has not started any commercial activities/ projects and as such, Rs. 13,68,97,682/- has been adjusted with Capital Work in Progress under the following heads of accounts during the year.

Interest Cost	Rs. 13,66,45,029/-
Other Expenses	Rs. 2,52,653/-
	<u>Rs. 13,68,97,682/-</u>

17. 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 discussed below:

a. List of related parties & relationships, where control exists:**i. Holding Company**

Shristi Housing Development Limited (Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)

b. Transactions with related parties

Relationship	Nature of Expenses Amount	Balance as on 31.03.2016	Balance as on 31.03.2015
Holding Company	Short term Borrowings	-	10,11,36,000
	Security Deposit Paid	-	20,00,00,000

18. Previous year figures are regrouped / rearranged wherever necessary.

As per our attached report of given date

For S.S.KOTHARI & CO.

Chartered Accountants

FR No. 302034E



(R.N. BARDHAN)

Partner

Membership No.17270

Place:

Date: 23/05/2016



Rahul Varma

(Director)

DIN: 00085064



Shankar Mukherjee

(Director)

DIN: 01918561

