

# KAILASH CHAND JAIN & CO. (Regd.)

CHARTERED ACCOUNTANTS

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## Independent Auditor's Report

To the Members of Arihant Gruhnirman Private Limited

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of M/s **Arihant Gruhnirman Private Limited** ('the Company'), which comprise the balance sheet as at 31 March 2016, 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. 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 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 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 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 31 March 2016 and its profit and its 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, a statement on the matters specified in the paragraph 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 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 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 31 March 2016 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 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) On the basis of written representation received from director as on 31.03.2016, Company does not have any pending litigation which would impact its financial position.
    - (ii) The company did not have any long term contracts including derivatives contracts for which there were any material foreseeable losses. and;
    - (iii) There is no amount required to be transferred, to the Investor Education and Protection Fund by the Company.

For Kailash Chand Jain & Co.  
Chartered Accountants  
Firm Registration No. : 112318W

Dipesh Mehta  
Partner  
Membership No. : 134607  
Place: Mumbai  
Date : 30/04/2016



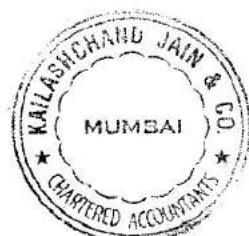
### **Annexure - "A" to the Independent Auditors' Report**

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2016, we report that:

- (i) Company doesn't have fixed assets at any time during the year. Accordingly, paragraph 3 (i) of the Order is not applicable.
- (ii) The Company does not held physical inventory at any time during the year. Accordingly paragraph 3(ii) of the order is not applicable.
- (iii) The Company has not granted loans to anybody corporate covered in the register maintained under section 189 of the Companies Act , 2013 (' the Act'). Accordingly, paragraph 3 (iii) of the order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public anytime during the year.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the product of the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.



- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales-tax, service-tax, duty of customs, and duty of excise or value added tax 26 which have not been deposited on account of any dispute.
- (viii) According to the information and explanation given to us the Company has not raised loans or borrowing from any financial institutions and banks. Accordingly, paragraph 3 (viii) of the order is not applicable.
- (ix) The Company has not raised any initial public offer or public offer ( including debts ) or term loans. Accordingly, the provisions of Clause 3(ix) of the Order are 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 explanations give to us and based on our examination of the records of the Company, the Company has not provided for managerial remuneration during the period. Therefore provision of clause 3 (x) of the said order are not applicable to the company.
- (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. Accordingly paragraph 3(xiv) of the order is not applicable.

- (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 Kailash Chand Jain & Co.  
Chartered Accountants  
Firm Registration No. : 112318W

Dipesh Mehta  
Partner  
Membership No. : 134607  
Place: Mumbai  
Date : 30/04/2016



## **Annexure - B to the Independent 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 M/s **Arihant Gruhnirman Private Limited** ("the Company") as of 31 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 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 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.

**For Kailash Chand Jain & Co.**

**Chartered Accountants**

**Firm's Registration Number: 112318W**

Dipesh Mekta

Partner

**Membership Number: 134607**

Mumbai

**Date 30/04/2016**



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**  
Balance Sheet as at

Particulars		Note No.	As at 31 March,	As at 31 March,
			2016	2015
			₹	₹
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' funds			
	(a) Share capital	3	100,000	100,000
	(b) Reserves and surplus	4	(1,611,385)	(1,639,033)
			(1,511,385)	(1,539,033)
2	Non-current liabilities			
	(a) Long-term borrowings	5	94,500,000	92,500,000
			94,500,000	92,500,000
3	Current liabilities			
	(a) Short-term borrowings	6	15,749,795	12,018,948
	(b) Trade payables	7	11,250	21,486
	(c) Other current liabilities	8	219,925	598,260
	(d) Short term provisions	9	11,300	20,000
			15,992,270	12,658,694
		TOTAL		
			108,980,885	103,619,661
<b>B</b>	<b>ASSETS</b>			
1	Non-current assets			
	(a) Deferred tax assets (net)	18	-	1,823
			-	1,823
2	Current assets			
	(a) Inventories	10	594,000	-
	(b) Cash and cash equivalents	11	436,874	472,084
	(c) Short-term loans and advances	12	107,950,011	103,145,754
			108,980,885	103,617,838
		TOTAL		
	See accompanying notes forming part of the financial statements	1 to 28	108,980,885	103,619,661

In terms of our report attached.

For M/S KAILASH CHAND JAIN & CO.  
CHARTERED ACCOUNTANTS

Firm Reg. No.: 112318W

Dipesh Mehta  
Partner  
M.No.: 134607



Place : Mumbai  
Date : 30/04/2016

For and on behalf of the Board of Directors

Sangeeta A. Chhajer      Akshay A. Agarwal  
Director                      Director  
DIN-01965110              DIN-00664101



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**  
**Statement of Profit and Loss for the year ended**

Particulars		Note No.	31st March 2016	31st March 2015
			₹	₹
1	Revenue from operations	13	-	-
2	Other income		103,530	151,315
3	Total revenue (1+2)		103,530	151,315
4	Expenses	14 15 16		
	(a) Cost of construction, land and development expenses		594,000	-
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade		(594,000)	-
	(c) Other expenses		60,859	172,553
	Total expenses		60,859	172,553
5	Profit /(Loss) before tax (3 - 4)		42,671	(21,238)
6	Tax expense:			
	(a) Current tax expense		13,200	-
	(b) Deferred tax		1,823	1,823
7	Profit / (Loss) from continuing operations (5-6)		15,023	1,823
8	Earnings per share (of Rs.10/- each):	17		
	(a) Basic		2.76	(2.31)
	(b) Diluted		2.76	(2.31)
	See accompanying notes forming part of the financial	1 to 28		

In terms of our report attached.

For M/S KAILASH CHAND JAIN & CO.  
 CHARTERED ACCOUNTANTS

Firm Reg. No.: 112318W

Dipesh Mehta  
 Partner  
 M.No.: 134607

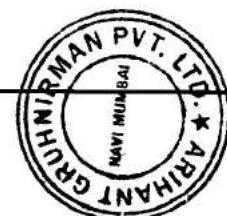
Place : Mumbai  
 Date : 30/04/2016



For and on behalf of the Board of Directors

Sangeeta A. Chhajer  
 Director  
 DIN-01965110

Akshay A. Agarwal  
 Director  
 DIN-00664101



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

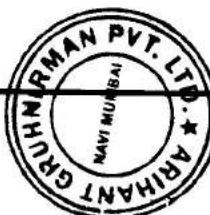
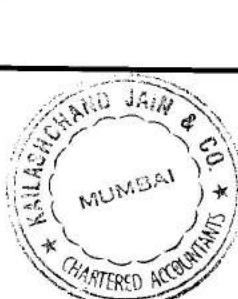
**Cash Flow Statement for the year ended**

	<b>Particulars</b>	<b>31st March 2016</b>	<b>31st March 2015</b>
		<b>₹</b>	<b>₹</b>
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Net Profit before Tax and before Extra ordinary Items :	42,671	(21,238)
	<b>Changes in Working Capital:-</b>	42,671	(21,238)
	(Increase)/ Decrease in Trade & Other Receivable	(5,398,257)	(14,618,485)
	Increase/ (Decrease) in Current Liabilities & Provision	(410,471)	(3,932)
	Less: Tax Paid net of Refund	-	(12,640)
	Before extraordinary & exceptional items	(5,766,057)	(14,656,295)
	Exceptional Items :		
	Net Cash flow from operating activities	(5,766,057)	(14,656,295)
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Interest Received	-	-
	Cash Generated from Investment Activities	-	-
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Increase / (Decrease) in Unsecured Loans	5,730,847	14,816,475
	Cash Generated from Financial Activities	5,730,847	14,816,475
	Net Increase in Cash & Cash Equivalents	(35,210)	160,180
	Opening Balance of Cash & Cash Equivalents	472,084	311,904
	<b>Closing Balance of Cash &amp; Cash Equivalents</b>	<b>436,874</b>	<b>472,084</b>
	<b>Closing Cash &amp; Cash Equivalent includes</b>		
	Cash in hand	268,681	268,929
	Balances with banks :		
	In current accounts	168,193	203,155
		<hr/>	
		436,874	472,084
	In terms of our report attached.		
	For M/S KAILASH CHAND JAIN & CO.		
	<b>CHARTERED ACCOUNTANTS</b>		
	Firm Reg. No.: T12318W		
Dipesh Mehta Partner M.No.: 134607			
Place : Mumbai Date : 30/04/2016		Sangeeta A. Chhajer Director DIN-01965110	Akshay A. Agarwal Director DIN-00664101
			

**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

Notes forming part of the financial statements

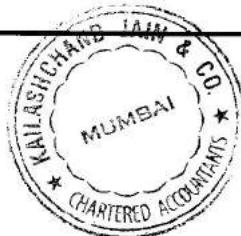
Note	Particulars
1	<p><b>Corporate information</b></p> <p>ARIHANT GRUHNIRMAN Private LTD is registered under Companies Act, 1956 as private limited company. The company's registered office is located at 302, Persipolis Building Plot No. 74, Sector 17, Vashi, Navi Mumbai - 400703 and its registered office is situated in the state of Maharashtra, i.e. within the jurisdiction of the Registrar of Companies, Maharashtra, at Mumbai. The operations of the Company span in all aspects of real estate development, from the identification and acquisition of land, planning, execution, construction and marketing of projects.</p>
2	<p><b>Significant accounting policies (Illustrative)</b></p> <p><b>2.1 Basis of accounting and preparation of financial statements</b></p> <p>The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprise mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.</p>
2.2	<p><b>Use of estimates</b></p> <p>The preparation of the financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.</p>
2.3	<p><b>Inventories</b></p> <p><b>Incomplete Project / Construction Work-In-Progress :</b></p> <p><b>For projects where revenue is not recognised :</b> "Cost includes direct expenses, construction cost, rates and taxes, borrowing cost, other direct expenditure, allocated overheads and other incidental expenses except land &amp; development rights which is treated as other assets".</p>
2.4	<p><b>Cash flow statement</b></p> <p>Cash flows are reported using the indirect method as per AS-3, whereby profit before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.</p>



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

Notes forming part of the financial statements

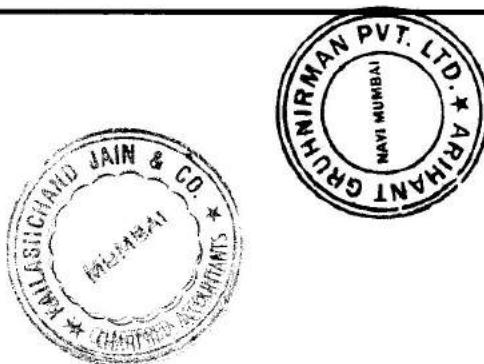
Note	Particulars
2.5	<p><b>Revenue recognition</b></p> <p>(i) <b>Revenue from Projects</b></p> <p>"Pursuant to issuance of revised Guidance Note on Accounting for Real Estate Transactions (Revised 2012), by The Institute of Chartered Accountants of India (ICAI), the Company revised its Accounting Policy of revenue recognition for all projects commencing on or after April 1, 2012 or project where the revenue is recognised for the first time on or after the above date. For Project Akansha, the conditions for recognizing revenue were not met as on 31 March 2016.</p> <p>(ii) <b>Other income</b></p> <p>Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head other income in the statement of profit and loss.</p>
2.6	<p><b>Borrowing costs</b></p> <p>Borrowing costs as per AS-16 include interest, amortisation of ancillary costs incurred. Borrowing cost that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing cost are charged to the statement of profit and loss in the period in which they are incurred.</p>
2.7	<p><b>Taxes on income</b></p> <p>Tax Expenses comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/ period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognised only if there is virtual certainty that sufficient future taxable income will be available to realise the same.</p> <p>Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantially enacted by the Balance Sheet date.</p>
2.8	<p><b>Earning Per Share</b></p> <p>Basic earnings per share as per AS-20 are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.</p> <p>For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.</p>



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

Notes forming part of the financial statements

Note	Particulars
2.9	<b>Provisions , Contigent Liabilities and Contigent Assets</b> Provision is recognised in the accounts when there is a present obligation as a result of past events and is probable that an outflow of resource will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimated are reviewed at each reporting date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements.
2.10	<b>Segment Policies</b> The Company's reportable segments are identified based on activities/products, risk and reward structure, organization structure and internal reporting systems.
2.11	<b>Advances for Purchase of Land</b> Advances given for acquiring land are initially classified as 'Advances for purchase of land' under Loans & Advances. On obtaining the license for a land, the full cost of the land is transferred to cost of land, an item of cost of construction, from 'Advance against land'.



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 3 Share capital**

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares	₹	Number of shares	₹
Authorised Equity shares of ₹10 each with voting rights	100,000	1,000,000	100,000	1,000,000
Issued Equity shares of ₹10 each with voting rights	10,000	100,000	10,000	100,000
Subscribed and fully paid up Equity shares of ₹10 each with voting rights	10,000	100,000	10,000	100,000
Total	10,000	100,000	10,000	100,000

**Notes:**

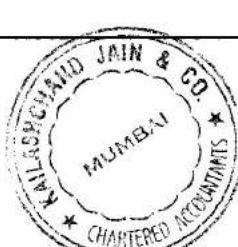
Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Other changes (give details)	Closing Balance
Equity shares with voting rights Year ended 31 March, 2016 - Number of shares	10,000	-	10,000
- Amount (₹)	100,000	-	100,000
Year ended 31 March, 2015 - Number of shares	10,000	-	10,000
- Amount (₹)	100,000	-	100,000

Class of shares / Name of shareholder (holding more than 5% shares)	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Arihant Superstructure Ltd.	6,000	60.00	6,000	60.00
Sujata Agarwal	850	8.50	850	8.50
Kritika Agarwal	950	9.50	300	3.00
Lalit Bohra	650	6.50	650	6.50
Sangeeta Chhajer	300	3.00	650	6.50
Akshay Agarwal	550	5.50	550	5.50

**Note 4 Reserves and surplus**

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	₹	₹	₹	₹
(a) Statement of Profit / (Loss)				
Balance as per last Balance Sheet			(1,639,033)	(1,615,972)
Add: Profit / (Loss) for the year			27,648	(23,061)
Closing balance			(1,611,385)	(1,639,033)
		Total	(1,611,385)	(1,639,033)



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 5 Long-term borrowings**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Loans and advances from related parties		
Unsecured		
Loans From Directors		
Ashok B Chhajer	15,000,000	20,000,000
Sujata Agarwal (Loan)	5,000,000	7,000,000
	20,000,000	27,000,000
Loan From Others		
Arihant Superstructures Ltd.	62,500,000	52,500,000
Marnite Shoppe Private Ltd.	12,000,000	13,000,000
	74,500,000	65,500,000
Total	94,500,000	92,500,000

**Note 6 Short-term borrowings**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Loans repayable on demand		
Unsecured :		
<u>From directors</u>		
Ashok B Chhajer	6,862,326	312,326
Sujata Agarwal	2,056,920	9,256,920
<u>From Others</u>		
Arihant Superstructure Ltd.	4,803,437	1,422,590
Marnite Shoppe Private Ltd.	2,027,112	1,027,112
Total	15,749,795	12,018,948



**Note 7 Trade payables**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Trade payables:		
Other than Acceptances		
Sundry Creditors	11,250	21,486
Total	11,250	21,486

**Note 8 Other current liabilities**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Future project reservation	-	200,000
Other payables		
Statutory remittances		
TDS Payable	148,772	339,467
Other	19,500	7,140
Others		
Salary payable	36,653	36,653
Audit fees payable	15,000	15,000
Total	219,925	598,260

**Note 9 Short term provisions**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Provision for Income Tax ( Net of Advance tax)	11,300	-
Provision for expenses	-	20,000
Total	11,300	20,000



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 10 Inventory**

Particulars	<b>As at 31 March, 2016</b>		<b>As at 31 March, 2015</b>	
	₹	₹	₹	₹
Work in Progress- Anamika	594,000		-	-
<b>Total</b>	<b>594,000</b>		-	-

**Note 11 Cash and cash equivalents**

Particulars	<b>As at 31 March, 2016</b>		<b>As at 31 March, 2015</b>	
	₹	₹	₹	₹
Cash in hand	268,681		268,929	
Balances with banks				
In current accounts	168,193		203,155	
<b>Total</b>	<b>436,874</b>		<b>472,084</b>	

**Note 12 Short-term loans and advances**

Particulars	<b>As at 31 March, 2016</b>		<b>As at 31 March, 2015</b>	
	₹	₹	₹	₹
Others				
Advance for land acquisition				
Kharghar land	43,515,614		41,557,829	
Bhandup land	1,164,806		1,164,806	
Panvel land	3,805,329		3,634,125	
Ulwe land	58,401,502		55,773,994	
Vaghivli Land	1,000,000		1,000,000	
Advance Income Tax ( Net off Provision)	-		15,000	
Service tax	62,760		-	
<b>Total</b>	<b>107,950,011</b>		<b>103,145,754</b>	



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**  
**Notes forming part of the financial statements**

**Note 13 Other income**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Other non-operating income :-		
Interest Received	530	1,315
Professional Fees	103,000	150,000
Total	103,530	151,315

**Note 14 Cost of Construction , Land and Development Expenses**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Profesional Fees- Anamika	360,000	-
Redevelopment Expenses	234,000	-
Total	594,000	-

**Note 15 Changes in inventories of Stock in Trade**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Inventories at the end of the year		
Work-in-progress Anamika	594,000	-
Inventories at the beginning of the year		
Work-in-progress Anamika	-	
Total	(594,000)	-



**Note 16 Other expenses**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Auditors Remuneration (Refer note below)	17,100	15,000
Bank Charges	1,911	2,113
Director Sitting Fees	40,000	50,000
General Expenses	248	2,690
Legal and professional	-	71,250
ROC fees	1,600	10,100
Stamping, Notarisation & Franking Charges	-	21,400
<b>Total</b>	<b>60,859</b>	<b>172,553</b>

**Notes:**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Payments to the auditors comprises (net of service tax input credit, where applicable):		
Statutory Audit Fees	17,100	15,000
<b>Total</b>	<b>17,100</b>	<b>15,000</b>



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 17. Earning Per Share (Disclosures under Accounting Standards 20)**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
<b>Earnings per share</b>		
<u>Basic</u>		
<u>Continuing operations</u>		
Net profit / for the year from continuing operations attributable to the equity shareholders	27,648	(23,061)
Weighted average number of equity shares	10,000	10,000
Par value per share	10	10
Earnings per share from continuing operations -		
Basic	2.76	(2.31)
Diluted	2.76	(2.31)

**Note 18 Deferred Tax Asset/ (Liability) Disclosures under Accounting Standards 22**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
<b>Deferred tax (liability) / asset</b>		
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of fixed assets	1,823	1,823
Tax effect of items constituting deferred tax liability	1,823	1,823
<u>Tax effect of items constituting deferred tax assets</u>		
On difference between book balance and tax balance of fixed assets	1,823	3,646
Tax effect of items constituting deferred tax assets	1,823	3,646
<b>Net deferred tax (liability) / asset</b>	-	1,823



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**  
**Notes forming part of the financial statements**

**Note 19 : Foreign currency transactions**

Transactions in foreign currency are accounted for at the exchange rate prevailing on the date of the transaction. All monetary items denominated in foreign currency are converted into Indian rupees at the year-end exchange rate.

**Note 20 : Employee benefits**

No Employee benefit expesnes were incurred by the company during the year.

**Note 21 : Dues to Micro Enterprises and Small Enterprises**

As at March 31,2016, there are no outstanding dues to Micro and small enterprises. There are no interest dues or outstanding on the same.

**Note 22 : Cash Credit**

No cash credit facilities were availed by company during the year.

**Note 23 : Contingent Liability and Commitments (to the extent not provided)**

There were no contingent liability and commitments in the hands of company at the end of year.

**Note 24 : CSR Expenditure**

As the company does not possess the eligibility for CSR expenditure, hence no CSR expenditure were made

**Note 25 : Value of Imports calculated on CIF basis**

NIL

**Note 26 : Segment Reporting**

There are no reportable segments as per AS-17 on Segment Reporting.

**Note 27 : Previous Year Figure's regrouping:**

The previous year's figures have been regrouped, rearranged and reclassified wherever necessary.



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**  
**Notes forming part of the financial statements**

**Note 28 Disclosures under Accounting Standards 18**

**Related party transactions**

**Details of related parties:**

Description of relationship	Names of related parties
Holding Company	Arihant Superstructures Limited
Subsidiary of Holding Company	Arihant Abode Limited Arihant Aashiyana Private Limited Adeshwar Realty Private Limited Arihant Vatika Realty Private Limited
Key Management Personnel (KMP)	Mr. Ashok B Chhajer Mr. Akshay Agarwal Mrs. Sangeeta A. Chhajer Sujata Agarwal
Company in which KMP / Relatives of KMP can exercise significant influence	Marnite Shoppe Private Limited

Note: Related parties have been identified by the Management.

**Details of related party transactions during the year ended 31st March, 2016**

	Holding Company	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
<b>I. Transactions during the year :</b>					
<b>Loan Taken :</b>					
Arihant Superstructure Limited Ashok B. Chhajer	17,900,000 -	- 10,350,000	- -	- -	17,900,000 10,350,000
<b>Loan Repayment :</b>					
Arihant Superstructure Limited Ashok B. Chhajer Sujata Agarwal	8,800,000 - -	- 8,800,000 9,200,000	- - -	- - -	8,800,000 8,800,000 9,200,000
<b>Interest Paid :</b>					
Arihant Superstructure Limited	4,756,497	-	-	-	4,756,497



**ARIHANT GRUHNIRMAN PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 28 Disclosures under Accounting Standards 18**

Note: Related parties have been identified by the Management.

- Details of related party balances outstanding as at 31st March, 2016

	Holding Company	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
<b>II. Balance Outstanding at the year end :</b>					
Arihant Superstructure Limited					
Closing Balance	67,303,437	-	-	-	67,303,437
Opening Balance	(53,922,590)	-	-	-	(53,922,590)
Ashok B. Chhajer					
Closing Balance	-	21,862,326	-	-	21,862,326
Opening Balance	-	(20,312,326)	-	-	(20,312,326)
Marnite Shoppe Private Limited					
Closing Balance	-	-	-	14,027,112	14,027,112
Opening Balance	-	-	-	(14,027,112)	(14,027,112)
Sujata Agarwal					
Closing Balance	-	7,056,920	-	-	7,056,920
Opening Balance	-	(16,256,920)	-	-	(16,256,920)

Note: Figures in the bracket indicate Opening Balances

In terms of our report attached.

For M/S KAILASH CHAND JAIN & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No.: 112318W

Dipesh Mehta  
Partner  
Mr.No.: 134607



Place : Mumbai  
Date : 30/04/2016

For and on behalf of the Board of Directors

*Gech*  
Sangeeta A. Chhajer  
Director  
DIN-01965110

*AJ*  
Akshay A. Agarwal  
Director  
DIN-00664101

