

KAILASH CHAND JAIN & CO. (Regd.)

CHARTERED ACCOUNTANTS

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Independent Auditor's Report

To the Members of Arihant Abode Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of M/s Arihant Abode 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) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) The fixed assets of the company have been physically verified by the management during the year. No material discrepancies have been identified on such verification. In our opinion the frequency of verification is reasonable.
(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 deeds of immovable properties are held in the name of the Company.
- (ii) Physical verification of Inventory has been conducted at regular intervals by the management and no material discrepancies were noticed on such verification.
- (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 and based on our examination of the records, the company has not defaulted in the repayment of loans or borrowing to any financial institutions, banks , governments and debenture holders at balance sheet date.
- (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 paid/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 Abode 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 Mehta

Partner

Membership Number: 134607

Mumbai

Date 30/04/2016



ARIHANT ABODE LIMITED

Balance Sheet as at

Particulars		Note No.	As at 31 March,	As at 31 March,
			2016 ₹	2015 ₹
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	3	500,000	500,000
	(b) Reserves and surplus	4	690,844	650,810
			1,190,844	1,150,810
2	Non-current liabilities			
	(a) Long-term borrowings	5	394,803,806	243,609,588
	(b) Deferred tax liabilities (net)	23	(19,181)	20,459
			394,784,625	243,630,047
3	Current liabilities			
	(a) Short-term borrowings	6	171,358,355	222,479,873
	(b) Trade payables	7	3,952,173	4,564,741
	(d) Advances from Customers	8	304,678,952	297,975,409
	(e) Other current liabilities	9	3,208,879	3,847,423
	(c) Short Term Provision	10	501,667	128,160
			483,700,026	528,995,606
			879,675,495	773,776,463
B	ASSETS			
1	Non-current assets			
	Fixed assets			
	Tangible assets	11	5,891,743	6,871,126
			5,891,743	6,871,126
2	Current assets			
	(a) Inventories			
	Finished Goods			
	Work in Progress	12	219,035,873	188,211,312
			219,035,873	188,211,312
	(b) Cash and cash equivalents	13	1,943,316	1,037,881
	(c) Short-term loans and advances	14	18,323,260	16,461,847
	(d) Land	15	633,205,112	561,085,491
	(e) Other assets	16	1,276,191	108,806
			873,783,752	766,905,337
			879,675,495	773,776,463
	See accompanying notes forming part of the financial statements	1 to 33		

In terms of our report attached.

M/S KAILASH CHAND JAIN & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No.: 112318W

Dipesh Mehta

Partner

M.No.: 134607



For and on behalf of the Board of Directors

Ashok B. Chhajer

Director

DIN- 01965994

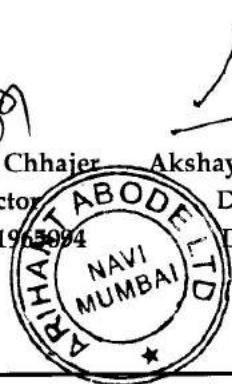
Akshay A. Agarwal

Director

DIN-00664101

Place : Mumbai

Date : 30/04/2016



ARIHANT ABODE LIMITED

Statement of Profit and Loss for the year ended

	Particulars	Note No.	31st March 2016	31st March 2015
			₹	₹
1	Revenue from operations		-	-
2	Other income	17	160,462	655,283
3	Total revenue (1+2)		160,462	655,283
4	Expenses			
	(a) Cost of construction, land and development expenses	18.a	13,489,483	5,869,911
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	18.b	(30,824,561)	(19,511,746)
	(c) Employee benefits expense	19	7,971,182	6,150,876
	(d) Finance costs	20	298,810	421,240
	(e) Depreciation expense	11	1,160,233	1,456,015
	(f) Other expenses	21	7,984,228	5,733,594
	Total expenses		79,375	119,890
5	Profit / (Loss) before tax (3 - 4)		81,087	535,393
6	Tax expense:			
	(a) Current tax expense for current year		80,692	263,010
	(b) Deferred tax		(39,639)	(254,633)
			41,053	8,377
7	Profit / (Loss) from continuing operations (5-6)		40,034	527,016
8	Earnings per share (of Rs.10/- each):			
	(a) Basic	22	0.80	10.54
	(b) Diluted	22	0.80	10.54
	See accompanying notes forming part of the financial statements	1 to 33		

In terms of our report attached.

M/S KAILASH CHAND JAIN & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No.: 112318W

Dipesh Mehta
Partner
M.No.: 134607

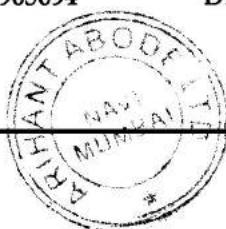


Place : Mumbai
Date : 30/04/2016

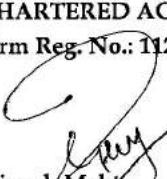
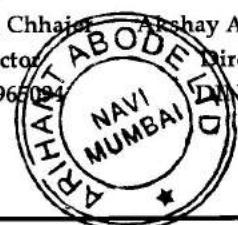
For and on behalf of the Board of Directors

Ashok B. Chhajer
Director
DIN- 01965094

Akshay A. Agarwal
Director
DIN-00664101



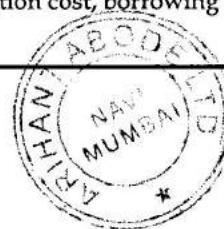
ARIHANT ABODE LIMITED
Cash Flow Statement for the year ended

Particulars		31st March 2016	31st March 2015		
		₹	₹		
A.	CASH FLOW FROM OPERATING ACTIVITIES				
	Net Profit before Tax and before Extra ordinary Items :	81,087	535,393		
	Adjustment for Non Cash Items				
	Depreciation	1,160,233	1,456,015		
	Interest Paid	298,810	421,240		
	Interest Received	(55,756)	(641,492)		
		1,484,374	1,771,156		
	Changes in Working Capital:-				
	(Increase)/ Decrease in Trade & Other Receivable	(105,931,602)	(91,129,182)		
	Increase/ (Decrease) in Current Liabilities & Provision	6,316,926	113,210,899		
	Cash flow from operating activities before tax & extraordinary items				
	Tax Paid	(98,130,302)	23,852,873		
	Exceptional Items :	(122,070)	-		
	Cash Generated from Operating Activities	(98,252,372)	23,852,873		
B.	CASH FLOW FROM INVESTING ACTIVITIES				
	Purchase of Fixed Assets (Net)	(180,850)	(1,443,218)		
	Interest Received	55,756	641,492		
	Cash Generated from Investment Activities	(125,094)	(801,726)		
C.	CASH FLOW FROM FINANCING ACTIVITIES				
	Increase / (Decrease) in Secured Loans	151,194,218	64,997,955		
	Increase / (Decrease) in Unsecured Loans	(51,121,518)	(97,665,847)		
	Interest Paid	(298,810)	(421,240)		
	Cash Generated from Financing Activities	99,773,890	(33,089,132)		
	Net Increase in Cash & Cash Equivalents	1,396,424	(10,037,985)		
	Opening Balance of Cash & Cash Equivalents	502,746	10,540,731		
	Closing Balance of Cash & Cash Equivalents	1,899,170	502,746		
	Closing Cash & Cash Equivalent includes				
	Cash in hand	658,316	773,881		
	Balances with banks				
	In deposit accounts				
	Fixed deposit with Federal Bank (Auto Sweep) (matured within 3 months)	1,285,000	264,000		
		1,943,316	1,037,881		
	Book Overdraft	(44,147)	(535,135)		
		1,899,169	502,746		
In terms of our report attached.					
M/S KAILASH CHAND JAIN & CO. CHARTERED ACCOUNTANTS Firm Reg. No.: 112318W		For and on behalf of the Board of Directors			
 Dipesh Mehta Partner M.No.: 134607		 Ashok B. Chhatani Director DIN- 01966094			
		 Ashay A. Agarwal Director DIN-00664101			
Place :Mumbai Date : 30/04/2016					
					

ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note	Particulars
1	<p>Corporate information</p> <p>Arihant Abode Ltd is registered under company act, 1956 as public 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 operation of the company span in all aspect of real estate development, from the identification and acquisition of land, planning, execution, construction and marketing of projects.</p>
2	<p>Significant accounting policies (Illustrative)</p> <p>2.1 Basis of accounting and preparation of financial statements</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>Use of estimates</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>Inventories</p> <p>i) Construction materials and consumables : The construction materials and consumables purchased are treated as consumptions and added in to work-in-progress.</p> <p>ii) Incomplete Project / Construction Work-In-Progress : The Incomplete Project / construction work-in-progress is valued at lower of cost or net realisable value.</p> <p>(a) For projects where revenue is recognised : "Cost includes cost of land, development rights, rates and taxes, construction cost, borrowing cost, other direct expenditure, allocated overheads and other incidental expenses".</p> <p>(b) For projects where revenue is not recognised : "Cost includes direct expenses, construction cost, rates and taxes, borrowing cost, other direct expenditure, allocated overheads and other incidental expenses except land & development rights which is treated as other assets".</p> <p>(c) Land and plots other than area transferred to construction work-in-progress of constructed properties at the commencement of construction are valued at lower of cost/approximate average cost as revalued on conversion to stock and net realisable value. Cost includes land (including development rights and land under agreements to purchase) acquisition cost, borrowing cost.</p>



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

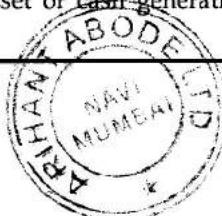
Note	Particulars
2.4	<p>Cash flow statement</p> <p>Cash flows are reported using the indirect method as per AS-3, whereby profit before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.</p>
2.5	<p>Depreciation and amortisation</p> <p>Depreciation is provided on straight line basis method over the useful life of asset as prescribed under Part C of Schedule II of the Companies Act, 2013. Depreciation for assets purchased / sold during a period is proportionately charged.</p> <p>Intangible assets are amortized over their respective individual estimated useful lives on a straight line basis, commencing from the date the asset is available to the company for its use.</p>
2.6	<p>Revenue recognition</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. During the year, the company is having project namely ARIHANT AKANSHA which came under the purview of the revised guidance note. As at March 31, 2016, the conditions for recognizing revenue for these projects was not met."</p>
2.7	<p>Other income</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>
2.8	<p>Tangible fixed assets</p> <p>Fixed Assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any cost attributable to bringing the asset to its working condition for its intended use.</p>
2.9	<p>Intangible fixed assets</p> <p>Intangible Assets are recognised on the basis of recognition criteria as set out in Accounting Standards - (AS-26)"Intangible Assets". Bought out softwares are recognised at cost of purchase.</p>
2.10	<p>Investments</p> <p>Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties. During the year the company has no investments.</p>



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note	Particulars
2.11	<p>Borrowing costs</p> <p>Borrowing costs as per AS-16 include interest, amortisation of ancillary costs incurred. Borrowing costs 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 costs are charged to the statement of profit and loss in the period in which they are incurred.</p>
2.12	<p>Taxes on income</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 reflects 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. 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>
2.13	<p>Earnings Per Share</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>
2.14	<p>Provisions , Contingent Liabilities and Contingent Assets</p> <p>Provision is recognised in the accounts when there is a present obligation as a result of past events and it is probable that an outflow of resources 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 estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.</p> <p>Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.</p> <p>Contingent assets are neither recognised nor disclosed in the financial statements.</p>
2.15	<p>Impairment of Assets</p> <p>Impairment is ascertained at each Balance Sheet date in respect of the Company's fixed assets. An impairment loss is recognised whenever the carrying amount of an asset or cash-generating unit exceeds its recoverable amount.</p>



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note	Particulars
2.16	Foreign Currency Translation / Conversion Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transactions. Gains / Losses arising due to fluctuations in the exchange rates are recognized in the Statement of Profit & Loss in the period in which they arise. Gains / Losses on foreign exchange rate fluctuations relating to translation of monetary items at the year-end are accounted for in the Statement of Profit & Loss.
2.17	Segment Policies The Company's reportable segments are identified based on activities/products, risk and reward structure, organization structure and internal reporting systems.
2.18	Advances for Purchase of Land 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 ABODE 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	50,000	500,000	50,000	500,000
Issued Equity shares of `10 each with voting rights	50,000	500,000	50,000	500,000
Subscribed and fully paid up Equity shares of `10 each with voting rights	50,000	500,000	50,000	500,000
Total	50,000	500,000	50,000	500,000

Notes:

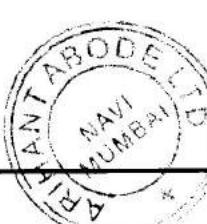
Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Other changes (give details)	Closing Balance
Equity shares with voting rights			
Year ended 31 March, 2016			
- Number of shares	50,000	-	50,000
- Amount (`)	500,000	-	500,000
Year ended 31 March, 2015			
- Number of shares	50,000	-	50,000
- Amount (`)	500,000	-	500,000

Class of shares / Name of shareholder (holding more than 5%)	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 Superstructures Ltd.	30,000	60.00	30,000	60.00
Akshay Agarwal	2,575	5.15	2,575	5.15
Sujata Agarwal	2,525	5.05	2,525	5.05
Sangeeta Chhajer	4,525	9.05	4,525	9.05

Note 4 Reserves and surplus

Particulars	As at 31 March,	
	2016	2015
	₹	₹
Statement of Profit and Loss		
As per last Balance Sheet	650,810	123,794
Add: Profit / (Loss) for the year	40,034	527,016
Closing balance	690,844	650,810
Total	690,844	650,810



ARIHANT ABODE LIMITED
Notes forming part of the financial statements

Note 5 Long-term borrowings

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Vehicle Loan (Secured)		
ICICI Bank Limited	2,303,806	3,609,588
(Secured against Motor Car)		
(a) Unsecured Loans		
From Directors		
Akshay Agarwal	5,000,000	-
Ashok B Chhajer	300,000,000	-
Sujata Agarwal	32,500,000	20,000,000
From Others		
Arihant Superstructure Limited	15,000,000	55,000,000
Arihant Universal Realty Private Limited	25,000,000	165,000,000
Marnite Enterprises Private Limited	5,000,000	-
Marnite Shoppe Private Limited	5,000,000	-
Marnite Steel Private Limited	5,000,000	-
	Total	394,803,806
		243,609,588

Note:

Vehicles loans are secured against the vehicle itself.

Note 6 Short-term borrowings

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Loans repayable on demand		
Unsecured Loans		
From Directors		
Ashok B. Chhajer	136,738,757	163,218,089
Akshay Agarwal	3,966,620	3,658,864
Sujata Agarwal	4,244,114	10,566,785
From Others		
Arihant Superstructure Limited	10,103,664	1,146,833
Arihant Universal Realty Private Limited	4,792,146	1,542,404
Marnite Enterprises Private Limited	1,606,014	15,671,787
Marnite Shoppe Private Limited	3,943,494	21,671,932
Marnite Steel Private Limited	5,963,546	5,003,179
	Total	171,358,355
		222,479,873

Note 7 Trade payables

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Trade payables:		
Other than Acceptances		
Sundry Creditors	3,861,321	4,473,889
Retention	90,852	90,852
	Total	3,952,173
		4,564,741



ARIHANT ABODE LIMITED
Notes forming part of the financial statements

Note 8 Advance from Customers

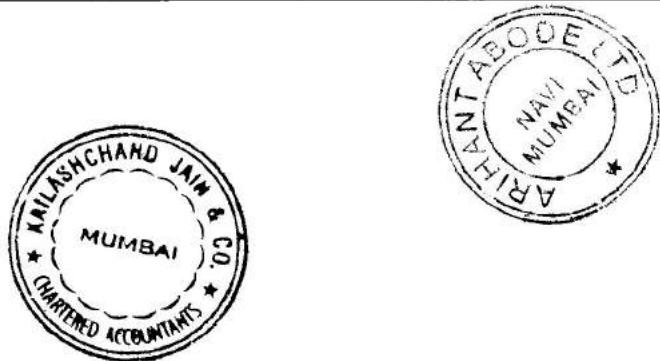
Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Bookings	304,678,952	297,975,409
Total	304,678,952	297,975,409

Note 9 Other current liabilities

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Other payables		
Book Overdraft	44,147	535,135
Statutory remittances		
TDS Payable	1,905,703	1,571,756
Service Tax Payable	-	976,719
WCT Payable	4,342	-
Swacch Bharat Cess Payable	14,257	-
Others		
Audit Fees Payable	55,000	55,000
Professional Fees Payable	250,000	-
Salary Payable	935,430	708,813
Total	3,208,879	3,847,423

Note 10 Short Term Provision

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Provision For Expenses	455,281	81,775
Gratuity payable	46,386	46,385
Total	501,667	128,160



ARIHANT ABOODE LIMITED

Notes forming part of the financial statements

Note 11: Fixed assets

A.	Tangible assets	Gross block			Accumulated depreciation and impairment			Net block	
		Balance as at 1 April, 2015	Additions	Disposals	Balance as at 31 March, 2016	Depreciation for the year	Eliminated on disposal of assets	Balance as at 31 March, 2016	Balance as at 31 March, 2015
		₹	₹	₹	₹	₹	₹	₹	₹
(a) Site Equipment Container	258,750	-	-	258,750	63,799	55,330	-	119,129	194,951
(b) Furniture and Fixtures	1,443,537	-	-	1,443,537	483,085	163,513	-	646,598	960,452
(c) Vehicles									
Owned Motor Car	7,062,869	-	-	7,062,869	1,471,240	863,914	-	2,335,154	5,591,629
Owned Motor Bike	-	118,000	-	118,000	-	1,612	-	1,612	116,388
(c) Computer									
Owned Computer	44,618	49,350	-	93,968	25,256	19,102	-	44,358	49,610
Printer	7,560	13,500	-	21,060	3,452	3,781	-	7,233	13,827
(e) Office equipment									
Owned Air Conditioner	101,500	-	-	101,500	66,635	15,164	-	81,798	19,702
Camera	36,219	-	-	36,219	30,880	3,524	-	34,403	1,816
Inverter	402,497	-	-	402,497	352,606	29,745	-	382,351	5,339
Kitchen Appliances	15,800	-	-	15,800	8,069	2,404	-	10,473	20,146
Microwave Oven	4,150	-	-	4,150	3,336	645	-	3,981	5,327
Refrigerator	9,650	-	-	9,650	7,667	1,500	-	9,166	169
Total	9,387,150	180,850	-	9,568,000	2,516,024	1,160,233	-	3,676,257	5,891,743
Previous year	7,943,932	1,443,218	-	9,387,150	1,060,009	1,456,017	-	2,516,024	6,871,124



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note 12 Inventories

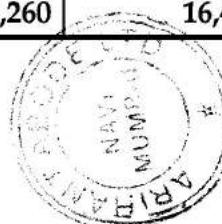
Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Work in Progress- Akansha	219,035,873	188,211,312
Total	219,035,873	188,211,312

Note 13 Cash and cash equivalents

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Cash in hand	658,316	773,881
Balances with banks		
In deposit accounts		
Fixed deposit with Federal Bank (Auto Sweep) (matured within 3 months)	1,285,000	264,000
Total	1,943,316	1,037,881

Note 14 Short-term loans and advances

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Loans and advances to employees		
Vinay Pagare	21,200	-
21,200	21,200	-
Balance due with government authorities		
Advance Income Tax (Net off Provisions)	177,425	128,831
177,425	177,425	128,831
Other advances		
Advance against land	10,064,200	10,000,000
Advances to Creditors	5,563,935	6,333,017
Deposits	2,496,500	-
18,124,635	18,124,635	16,333,017
Total	18,323,260	16,461,847



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note 15 Land

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Land at Palaspe	633,205,112	561,085,491
Total	633,205,112	561,085,491

Note 16 Other Assets

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Prepaid Expenses	94,448	108,806
Service Tax Credit	1,181,743	-
Total	1,276,191	108,806



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note 17 Other income

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Interest income		
Rate Difference & Discount	4,706	13,791
Interest on FD	52,156	606,954
Interest (Received)	3,600	34,538
Professional Receipt	100,000	-
Total	160,462	655,283

Note 18.a Cost of construction, land and development expenses

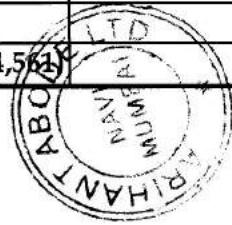
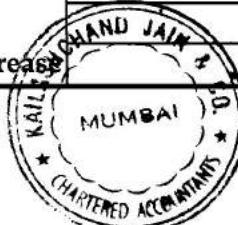
Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Purchases (Refer note (i) below)	1,682,828	604,360
Direct Expenses (Refer note (ii) below)	11,806,655	5,265,551
Total	13,489,483	5,869,911

Notes :

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
i) Purchases		
Arihant Akansha	1,682,828	604,360
ii) Direct Expenses		
Arihant Akansha	11,806,655	5,265,551
	11,806,655	5,265,551

Note 18.b Changes in inventories of WIP

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
<u>Inventories at the end of the year:</u>		
Incomplete projects (WIP)		
Arihant Akansha	219,035,872	188,211,311
	219,035,872	188,211,311
<u>Inventories at the beginning of the year:</u>		
Incomplete projects (WIP)		
Arihant Akansha	188,211,311	168,699,565
	188,211,311	168,699,565
Net (increase) / decrease	(30,824,561)	(19,511,746)



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note 19 Employee benefits expense

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Salaries, wages and bonus	7,955,746	6,074,805
Staff welfare expenses	15,436	76,071
Total	7,971,182	6,150,876

Note 20 Finance costs

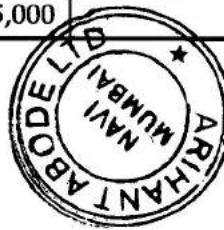
Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Interest expense on:		
Secured Borrowing (Car Loan & Loan against FD)	298,810	421,240
Total	298,810	421,240

Note 21 Other expenses

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Selling & Distribution (Refer note 21.i))	3,340,804	655,906
Legal and Professional Fees (Refer note 21.ii))	1,661,652	1,440,300
Rent, Rates & Taxes (Refer note 21.iii))	-	1,785,000
Director Sitting Fees	40,000	50,000
Compensation	1,125,000	229,000
Administrative Expenses (Refer note 21.iv))	1,744,660	1,494,787
Audit Fee	55,000	55,000
ROC Fee	6,000	8,700
Others (Refer note 21.v))	11,112	14,901
Total	7,984,228	5,733,594

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	55,000	55,000
Total	55,000	55,000



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note 21.i) Selling and Distribution Expenses

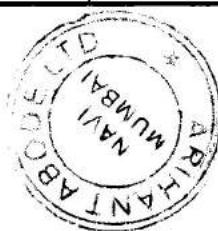
Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Advertisement & Publicity Exp.	3,253,916	622,175
Business Promotion Exp	14,532	-
Customer Delight	49,280	3,050
Exhibition A/c	23,076	8,736
Selling & Distribution	-	21,945
Total	3,340,804	655,906

Note 21.ii) Legal and Professional Fees

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Consultancy Fees	719,667	462,500
Legal Fees	692,180	324,000
Professional Fee	155,725	575,000
Stamping, Franking & Registration Expenses	94,080	78,800
Total	1,661,652	1,440,300

Note 21.iii) Rent, Rates and Taxes

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Office Rent	-	1,785,000
Rent - Software	-	-
Total	-	1,785,000



ARIHANT ABODE LIMITED

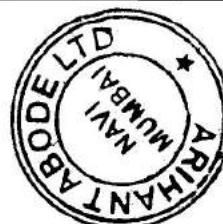
Notes forming part of the financial statements

Note 21.iv) Adminitrative Expenses

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Business Attire Expenses	83,460	48,660
Conveyance Expenses	22,483	10,402
Electricity Expenses	384,630	456,705
Entertainment Expenses	75,099	52,369
General Expences	2,555	24,510
Misc. Office Expenses	49,991	91,675
Postage & Courier Expenses	10,625	3,770
Printing & Stationary Expenses	5,615	62,470
Repairs & Maintenance	-	3,500
Telephone Exp	22,211	9,278
Vehicle Expenses	988,266	731,448
Local Business Travel	39,080	-
Swatch Bharat Cess (Indirect)	5,908	-
Travelling Expenses	21,151	-
VAT	33,586	
Total	1,744,660	1,494,787

Note 21.v) Others

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Bank Charges	5,658	4,746
Interest on Service Tax	1,908	155
Interest on TDS	3,546	-
Membership Fees	-	10,000
Total	11,112	14,901



ARIHANT ABODE LIMITED

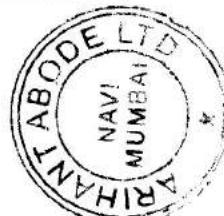
Notes forming part of the financial statements

Note 22 Earning Per Share (Disclosures under Accounting Standards 20)

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Earnings per share		
<u>Basic</u>		
<u>Continuing operations</u>		
Net profit / for the year from continuing operations attributable to the equity shareholders	40,034	527,016
Weighted average number of equity shares	50,000	50,000
Par value per share	10	10
Earnings per share from continuing operations		
Basic	0.80	10.54
Diluted	0.80	10.54

Note 23 Deferred Tax (Liability) / Asset (Disclosures under Accounting Standards 22)

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Deferred tax (liability) / asset		
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of fixed assets	-	20,459
Tax effect of items constituting deferred tax liability	-	20,459
<u>Tax effect of items constituting deferred tax assets</u>		
Others	19,181	-
Tax effect of items constituting deferred tax assets	19,181	-
Net deferred tax (liability) / asset	19,181	(20,459)



ARIHANT ABODE LIMITED**Notes forming part of the financial statements****Note No 24 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 No 25 Employee benefits

Expenses and liabilities in respect of employee benefits are recorded in accordance with the noticed Accounting Standard 15 - Employee Benefits.

Note 26 : 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 27 : Cash Credit

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

Note 28 : 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 29 : CSR Expenditure

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

Note 30 : Value of Imports calculated on CIF basis

NIL

Note 31 : Segment Reporting

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

Note 32 : Previous Year Figure's regrouping:

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



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

Note 33 Disclosures under Accounting Standards 18

Related party transactions

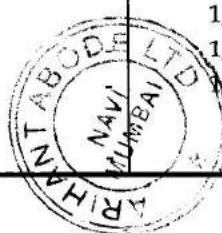
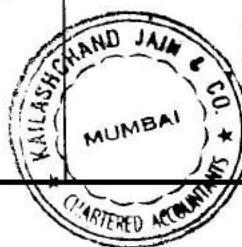
Details of related parties:

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

Note: Related parties have been identified by the Management.

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

	Holding	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
I. Transactions during the year :					
Loan Taken :					
Arihant Superstructure Limited	117,210,002	-	-	-	117,210,002
Ashok B. Chhajer	-	407,250,000	-	-	407,250,000
Arihant Universal Realty Private Limited	-	-	-	91,500,000	91,500,000
Akshay Agarwal	-	4,676,000	-	-	4,676,000
Sujata Agarwal	-	2,038,000	-	-	2,038,000
Marnite Steel Private Limited	-	-	-	10,000,000	10,000,000
Loan Repayment :					
Arihant Superstructure Limited	156,800,000	-	-	-	156,800,000
Ashok B. Chhajer	-	174,100,000	-	-	174,100,000
Arihant Universal Realty Private Limited	-	-	-	236,300,000	236,300,000
Marnite Shoppe Private Limited	-	-	-	14,000,000	14,000,000
Marnite Enterprises Private Limited	-	-	-	10,000,000	10,000,000
Marnite Steel Private Limited	-	-	-	5,003,179	5,003,179
Interest Paid :					
Arihant Superstructure Limited	9,496,476	-	-	-	9,496,476
Ashok B. Chhajer	-	44,856,299	-	-	44,856,299
Arihant Universal Realty Private Limited	-	-	-	8,944,158	8,944,158
Marnite Enterprises Private Limited	-	-	-	1,038,030	1,038,030
Marnite Shoppe Private Limited	-	-	-	1,412,846	1,412,846
Marnite Steel Private Limited	-	-	-	1,070,607	1,070,607
Akshay Agarwal		701,950		-	701,950
Sujata Agarwal		4,599,255		-	4,599,255



ARIHANT ABODE LIMITED

Notes forming part of the financial statements

II. Balance Outstanding at the year end :						
Arihant Superstructure Limited						
Closing Balance	25,103,664	-	-	-	-	25,103,664
Opening Balance	(56,146,833)	-	-	-	-	(56,146,833)
Ashok B. Chhajer						
Closing Balance	-	436,768,757	-	-	-	436,768,757
Opening Balance	-	(163,218,089)	-	-	-	(163,218,089)
Arihant Universal Realty Private Limited						
Closing Balance	-	-	-	29,792,146	29,792,146	
Opening Balance	-	-	-	(166,542,404)	(166,542,404)	
Marnite Enterprises Private Limited						
Closing Balance	-	-	-	6,606,014	6,606,014	
Opening Balance	-	-	-	(15,671,787)	(15,671,787)	
Marnite Shoppe Private Limited						
Closing Balance	-	-	-	8,943,494	8,943,494	
Opening Balance	-	-	-	(21,671,932)	(21,671,932)	
Marnite Steel Private Limited						
Closing Balance	-	-	-	10,963,546	10,963,546	
Opening Balance	-	-	-	(5,003,179)	(5,003,179)	
Akshay Agarwal						
Closing Balance	-	8,966,620	-	-	-	8,966,620
Opening Balance	-	(3,658,864)	-	-	-	(3,658,864)
Sujata Agarwal						
Closing Balance	-	36,744,114	-	-	-	36,744,114
Opening Balance	-	(30,566,785)	-	-	-	(30,566,785)

Note :- Figures in the bracket indicates Opening Balances

In terms of our report attached.

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


Ashok B. Chhajer
Director
DIN- 01965094


Akshay A. Agarwal
Director
DIN-00664101

