

M. S. Jagannathan & Visvanathan

CHARTERED ACCOUNTANTS

Independent Auditor's Report To the Members of Srivarsha Realtors Private Limited Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Srivarsha Realtors Private Limited** ("the Company"), which comprise the Balance sheet as at 31st March 2017, 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.

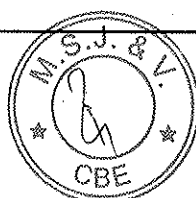
We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

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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 2017 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 2017 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) In our opinion and as per the information and explanations provided to us, the Company has no pending litigations and hence disclosure in the financial statements does not arise;

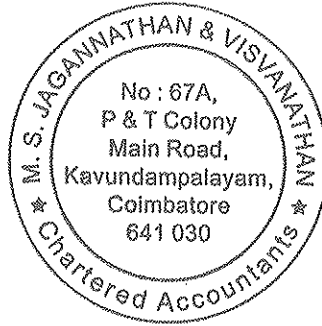


- (ii) In our opinion and as per the information and explanations provided to us, the Company has not entered into any long-term contracts including derivative contracts, requiring provision under applicable laws or accounting standards, for material foreseeable losses, and
- (iii) There are no amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- (iv) The company has provided requisite disclosure in its standalone financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company - Refer Note -- to the standalone financial statements. – Refer Note 14.07

For M.S.Jagannathan & Visvanathan
Chartered Accountants
ICAI FRN 001209S

N. Rajesh
N.Rajesh
Partner
M.No.212417

Place: Mumbai
Date : 24/05/2017



Annexure - A to the Independent Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of Srivarsha Realtors Private Limited on the standalone financial statements for the year ended 31st March 2017, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner which in our opinion, is reasonable, having regard to the size of the Company and the nature of its assets and no material discrepancies were noted on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) During the year, Inventories has been physically verified by the Management and there were no material discrepancies were noticed during such verification.
- (iii) As informed to us, during the year the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- (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.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the businesses rendered by 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, employees state insurance, income-tax, sales tax, value added tax, excise, 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.
According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees state insurance, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31st March 2017 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues which have not been deposited on account of dispute and the same being contested by the Company.

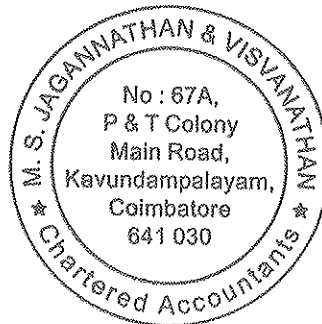


- (viii) The Company has not borrowed any loan from Banks or financial institutions and hence default in repayment of dues does not arise.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) The Company has not paid/provided for managerial remuneration and hence paragraph 3(xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. 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 M.S.Jagannathan & Visvanathan
Chartered Accountants
ICAI FRN 001209S

N. Rajesh
N. Rajesh
Partner
M.No.212417

Place: Mumbai
Date : 24/05/2017



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 **Srivarsha Realtors Private Limited** ("the Company") as on 31 March 2017 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 on 31st March 2017, 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 M.S.Jagannathan & Visvanathan
Chartered Accountants
ICAI FRN 001209S

N. Rajesh
N. Rajesh
Partner
M.No.212417

Place: Mumbai
Date : 24/05/2017



SRIVARSHA REALTORS PRIVATE LIMITED

BALANCE SHEET

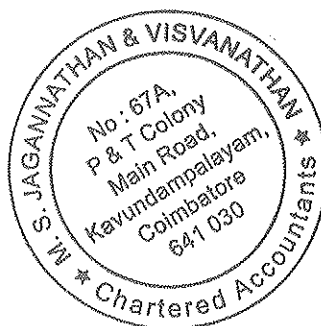
Particulars	Note	As at 31.03.2017	As at 31.03.2016
		Rupees	Rupees
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds :			
(a) Share Capital	1	1 00 000	1 00 000
(b) Reserves and Surplus	2	8 700	(57,227)
		1 08 700	42 773
(2) Non-Current Liabilities :			
Deferred Tax Liabilities		41 870	12 388
(3) Current Liabilities :			
Trade payable	3	58 49 436	48 21 566
Other Current Liabilities		10 19 913	
Total		70 19 918	48 76 727
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets	4		
Tangible assets		37 57 015	22 91 859
(b) Long-term loans and advances	5	4 57 831	1 28 470
(2) Current assets :			
(a) Current Investments	6	-	5 02 893
(b) Trade receivables	7	14 68 511	4 15 032
(c) Cash and cash equivalents	8	11 50 876	12 97 014
(d) Short-term loans and advances	9	1 82 661	2 27 979
(e) Other Current Assets	10	3 024	13 480
Total		70 19 918	48 76 727
Significant Accounting Policies	13		
Additional Notes on financial statements	14		

The accompanying Notes are an Integral part of the financial statements

As per our report of even date
For M.S.Jagannathan & Visvanathan
Chartered Accountants
(FRN 001209S)

N.Rajesh
(M.No.212417) Partner

Place : Mumbai
Date : 24.05.2017



For and on behalf of the Board

Beni Prasad Sharma
Beni Prasad Sharma
Director
DIN no. 00026523

S.Udayanada
S.Udayanada
Director
DIN no. 02232042

SRIVARSHA REALTORS PRIVATE LIMITED

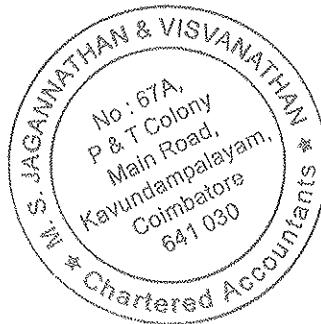
Statement of Profit and Loss

Particulars	Note	2016-2017 Rupees	2015-2016 Rupees
Income :			
Revenue form Operation		1 34 30 782	3 69 871
Other Income		51 599	19 373
Total Revenue		1 34 82 381	3 89 244
Expenses :			
Construction cost	11	1 29 55 727	2 62 541
Auditor's Remuneration		5 750	5 807
Other expenses	12	1 62 365	58 861
Depreciation		2 63 131	21 944
Total Expenditure		1 33 86 972	3 49 153
Profit / (-) Loss before exceptional & extraordinary items and tax		95 409	40 091
Exceptional items			
Profit / (-) Loss before extraordinary items and tax		95 409	40 091
Extraordinary items		-	-
Profit / (-) Loss before tax		95 409	40 091
Tax expense:			
Current tax		(18,180)	(7,640)
Mat Credit entitlement		18,180	7,640
Deferred Tax Assets / (Liability)		(29,482)	(12,388)
Profit / (-) Loss for the year		65 927	27 703
Earning Per Equity Share - (Norminal Value per share: Rs.10)		6.59	2.77
Significant Accounting Policies	13		
Additional Notes on financial statements	14		

The accompanying Notes are an Integral part of the financial statements

As per our report of even date
For M.S.Jagannathan & Visvanathan
Chartered Accountants
(FRN 001209S)

N.Rajesh
(M.No.212417) Partner



For and on behalf of the Board

Beni Prasad Sharma
Beni Prasad Sharma
Director
DIN no. 00026523

S.Udayanada
S.Udayanada
Director
DIN no. 02232042

Place : Mumbai
Date : 24.05.2017

SRIVARSHA REALTORS PRIVATE LIMITED

CASH FLOW STATEMENT

Particulars	2016-17 (Rupees)	2015-16 (Rupees)
A Cash Flow from Operating Activities:		
Net Profit/(-)Loss before Tax and Extraordinary items	95,409	40,091
Operating Profit before working capital changes	95,409	40,091
Adjustment for :		
Decrease/(-) Increase in Loans and advances	(3,29,361)	(1,28,470)
Decrease/(-) Increase in Trade Receivables	(10,53,479)	(4,15,032)
Increase/(-) Decrease in Other current liabilities	10,19,913	
Decrease/(-) Increase in Other current assets	10,456	(13,480)
Increase/(-) Decrease in Trade Payables	10,27,870	48,15,948
Cash generated from operations	7,70,808	42,99,057
Direct Taxes Paid	-	-
Net cash from operating activities	7,70,808	42,99,057
B. Cash Flow from Investing Activities:		
Addition to fixed assets	(14,65,156)	(22,91,859)
Increase / (Decrease) in current investments	5,02,893	(5,02,893)
Net cash used in Investing Activities	(9,62,263)	(27,94,752)
C Cash Flow from Financing Activities:		
Decrease in Short Term Loans and Advances	45 318	- 2 27 979
Net Cash from Financing Activities	45 318	- 2 27 979
Net increase in Cash and Cash Equivalents (A+B+C)	(1,46,138)	12 76 326
Cash & Cash Equivalents as at 1st April (Opening Balance)	12,97,014	20 688
Cash & Cash Equivalents as at 31st March (Closing Balance)	11 50 876	12 97 014

As per our report of even date attached
For M.S.Jagannathan & Visvanathan
Chartered Accountants
(ERN 001209S)

N. Rajesh
N. Rajesh
(M.No.212417) Partner

For and on behalf of the Board

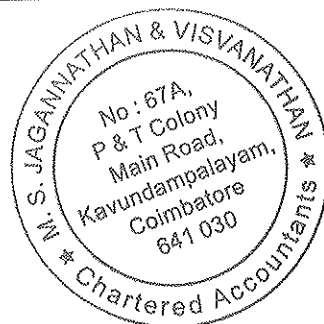
Beni Prasad Sharma
Beni Prasad Sharma
Director

DIN no. 00026523

S. Udayanada
S. Udayanada
Director

DIN no. 02232042

Place : Mumbai
Date : 24.05.2017



SRIVARSHA REALTORS PRIVATE LIMITED

Notes to the Financial Statement

Particulars	31.03.17 Rupees	31.03.16 Rupees
Note 1- Share Capital :		
Authorised 50,000 Equity shares of Rs.10 each	5 00 000	5 00 000
Issued, Subscribed and Paid up 10,000 Equity Shares of Rs.10 each	1 00 000	1 00 000
	1 00 000	1 00 000

Note 1(a) : Share Capital movement

There was no issue of shares allotted as fully paid up pursuant to Contract(s) without payment being received in cash or buyback or bonus shares in the preceding five years.

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

There is no change in the number of shares outstanding at the beginning and at the end of the year.

Note 1(b) : Equity Shares of more than 5% of Equity Shares are held by :

Name of the Shareholder - Percentage of Holding	Number of Share held 31.3.17	Number of Share held 31.3.16
M/s. Prime Urban Development India Limited	10,000	
Mrs.Nandita Patodia - 40 %		4 000
Mrs.Indira Devi Patodia - 20 %		2 000
Mrs.Meenal Patodia - 40 %		4 000
During the Financial Year 2016-17 the Company has become hundred percent subsidiary of M/s. Prime Urban Development India Limited, with effect from 20.09.2016		

Particulars	31.03.17	31.03.16
Note 2 : Reserves & Surplus		
Surplus /(-) Deficit in the Statement of Profit and Loss :		
Balance as per last financial statements	(57,227)	(84,930)
Net Profit/(-)Loss for the year	65,927	27,703
Net surplus/(-)Deficit in the statement of Profit and loss	8,700	(57,227)



SRIVARSHA REALTORS PRIVATE LIMITED

Notes to the Financial Statement

Particulars	31.03.17	31.03.16
	Rupees	Rupees
Note 3 - Trade Payable and other current liabilities		
Due to Suppliers and Service providers	12 671	34 901
Advance received from Contractors	57 25 898	47 34 883
Statutory dues payable	1 10 867	51 782
	58 49 436	48,21,566
Other Current Liabilities		
Due to Holding Company	10 19 913	-
	10 19 913	-

Particulars	31.03.17	31.03.16
Note 5 - Long-term Loans and Advances :		
(i) Security Deposits	20 000	20 000
(ii) Other laons and advances		
Advance Income tax(Net of Provision)	4 12 011	1 00 830
Mat Credit entitlement	25 820	7 640
	4 57 831	1 28 470

Particulars	31.03.17	31.03.16
Note 6 - Current Investment (Unquoted) :		
Investment in Mutual Funds	-	5 02 893
	-	5 02 893

Particulars	31.03.17	31.03.16
Note 7 - Trade Receivable :		
(Unsecured and consider good unless otherwise stated)		
Outstanding exceeding six months from the due date	-	-
Others	14 68 511	4 15 032
	14 68 511	4 15 032

Particulars	31.03.17	31.03.16
Note 8 - Cash and Cash equivalents :		
(i) Cash on hand	1 38 946	75 064
(ii) Balance with bank in current account	10 11 930	12 21 950
	11 50 876	12 97 014

Particulars	31.03.17	31.03.16
Note 9 - Short term loans and advances :		
(i) Balance with Statutory Authorities	1 08 219	1 63 515
(ii) Prepaid expenses	2 290	2 290
(iii) Others	72 152	62 174
	1 82 661	2 27 979



SRIVARSHA REALTORS PRIVATE LIMITED

Notes to the Financial Statement

Particulars	31.03.17	31.03.16
Note 10 - Other Current Assets :		
Interest receivable	3 024	13 480
	3 024	13 480

Particulars	31.03.17	31.03.16
Note 11 - Construction Cost		
Civil Construction work	95 36 487	2 62 541
Purchase of Bosh breaker	11 924	
Purchase of Bricks	8 40 557	
Purchase of Cement	2 20 800	
Purchase of Electrical Materiala	22 052	
Purchase of Electricals	3 659	
Purchase of Metals	2 16 057	
Purchase of Paint	3 638	
Purchase of Plumbing Material	13 372	
Purchase of PVC Hose Material	10 017	
Purchase of Sand Materials	7 63 122	
Purchase of Safty material	9 556	
Purchase of Site Materials	10 92 522	
Purchase of Shuttering material	5 788	
Purchase of Tools	29 492	
Purchase of Tools	1 71 617	
Loading & Unloading Charges	5 067	
	1 29 55 727	2 62 541

Particulars	31.03.17	31.03.16
Note 12 - Other expenses		
Filing fees	400	7 200
Rent	12 000	3 500
Taxes	1 16 175	12 363
Repairs and Maintanance	7 075	2 232
Printing and stationery	540	2 640
Bank charges	651	311
Professional charges	5 440	3 500
Postage and courier	33	
Staff welfare expenses	383	
Travelling expenses	5 440	22 782
Miscellaneous expenses	14 228	4 333
	1 62 365	58 861



SRIVARSHA REALTORS PRIVATE LIMITED

Notes forming part of Balance Sheet

Note 4 - Fixed Assets :

Particulars	Gross Block						Accumulated Depreciation			Net Block	
	As at 31.03.2016	Additions	Deductions	As at 31.03.2017	Upto 31.03.2016	For the year	Withdrawn	Upto 31.03.2017	As at 31.03.2017	As at 31.03.2016	
Tangible Assets - Own											
Machinery	23 13 803	17 28 287	-	40 42 090	21 944	2 63 131	-	2 85 075	37 57 015	22 91 859	
Total	23 13 803	17 28 287	-	40 42 090		2 63 131	-	2 85 075	37 57 015	22 91 859	
Previous Year's figures		23 13 803		23,13,803		21,944		21,944	22,91,859		



SRI VARSHA REALTORS PRIVATE LIMITED

Note – 13

A. Significant Accounting Policies:

01. General:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 (“the 2013 Act”). The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycles and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has determined its operating cycle as twelve months for the purpose of current – non-current classification of assets and liabilities.

02. Use of Estimates:

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 recognized in the periods in which the results are known/materialize.

03. Depreciation:

- a. Depreciation has been charged on Straight Line Method on all assets on the basis of useful life specified in Schedule II of the Companies Act, 2013.
- b. Depreciation on additions is calculated on pro-rata basis and for sale of assets.
- c.

04. Revenue Recognition:

Service revenue is recognized based on contract terms and on time proportion basis as applicable.

05. Fixed Assets:

Fixed Assets are stated at historical cost less depreciation.

06. Borrowing Cost:

Borrowing cost related to acquisition and construction of assets are capitalised as a part of the cost of such asset up to the date when such asset is ready for its indented use. Other borrowing costs are charged to Statement of Profit and Loss.



SRI VARSHA REALTORS PRIVATE LIMITED

07. **Taxation:**

Current Tax:

Tax provision is estimated in accordance with the provision and rules of Income Act, 1961 applicable for the year and provided in the accounts on "Tax Payable Method"

Deferred Tax

Provided on prudent basis on the timing difference reversing in one or more period and at the rates applicable substantially enacted after the balance sheet date.

08. **Provisions and Contingent Liability:**

Provisions:

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value

Contingent Liabilities:

Contingent Liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as contingent liability.



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Note – 14

Additional Notes on financial statements:

01. Contingent Liability:

Tax or demand liability not provided on account of dispute Rs. Nil.(Previous year Rs.Nil)

02. Auditor's Remuneration (including service tax)

Particulars	2016-2017	2015-2016
Audit Fees	Rs.5,750	Rs.5,807
Total	Rs.5,750	Rs.5,807

03. (a) In the opinion of the board, all assets other than fixed assets and non-current investments have a realizable value in the ordinary course of business which is not less than the amount at which is stated.
- (b) Balances of Trade receivables, Loans and advances and Trade payables are to be reconciled/confirmed.

04. Deferred Tax Liabilities:

Particulars	31.03.2017	31.03.2016
Timing Difference comprised of:		
A. Deferred Tax Liability		
Difference of Depreciation of Income Tax and Book	Rs.1,44,842	Rs.46,842
B. Deferred Tax Assets		
Unabsorbed Depreciation	Rs.1,02,972	Rs.34,454
Net Deferred Tax Liabilities (A – B)	Rs.41,870	Rs.12,388

05. Disclosure in respect of related parties pursuant to Accounting Standard 18 (AS 18):

- (a) Holding Company/Associates:
Prime Urban Development India Limited – Holding company
Prime Newline AOP -Assoicate
- (b) Key Management Personnel:
Mr.Beni Prasad Sharma, Director
Mr.S.Udayananda, Director

Nature of Transaction	2016-2017	2015-2016
Services rendered to Associate	Rs.1,34,30,782	Rs.3,69,871
Due payable to Holding Company	Rs.10,19,913	Rs.Nil
Due payable to Associate	Rs.57,25,898	Rs.47,34,883



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06. Earnings per share (EPS) of face value of Rs. 10 each is calculated as under:

Particulars	2016-2017	2015-2016
Net Profit/(-)Loss after Tax as disclosed in Statement of Profit & Loss	65,927	27,703
Equity shares outstanding (in numbers)	10,000	10,000
Basic/Diluted earnings per share (Face value of Rs.10 per share)	6.59	2.77

07. Specified Bank Notes (SBNs) disclosure required vide notification GSR 308 (E) dated 30th March, 2017 issued by Ministry of Corporate Affairs:

Particulars	SBN's	Other denomination notes	Total
Closing Cash in Hand as on 08.11.2016	40,000	46	40,046
(+) Permitted receipts	--	1,50,000	1,50,000
(-) Amount deposited in Banks	40,000	--	40,000
Closing Cash in Hand as on 30.12.2016	--	1,50,046	1,50,046

08. Figures are rounded off to nearest rupee Previous year figures are regrouped and reclassified wherever necessary to conform to current year's presentation.

