

# **KAILASH CHAND JAIN & CO. (Regd.)**

**CHARTERED ACCOUNTANTS\***

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Near Income Tax Office,  
Mumbai - 400 020.

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## **Independent Auditor's Report**

**To the Members of Arihant Vatika Realty Private Limited**

### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of M/s **Arihant Vatika Realty 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. : 11234567**

**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 within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- (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 the records of the Company examined by us, in our opinion, undisputed statutory dues including provident



fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax and cess have not generally been regularly deposited with the appropriate authorities though the delays in deposit have not been serious.

- (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) In our opinion and according to information and explanation given to us the money raised by way of debentures has been applied, on an overall basis, for the purpose for which they were obtained.
- (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.

According to the information and explanations give to us and based on our examination of the records of the Company, the Company has provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

- (xi) 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.
- (xii) 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.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or



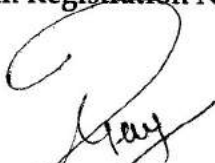
private placement of shares or fully or partly convertible debentures during the year. Accordingly paragraph 3(xiv) of the order is not applicable.

- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xv) 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 Vatika Realty Private Limited** ("the Company") as of 31st March, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

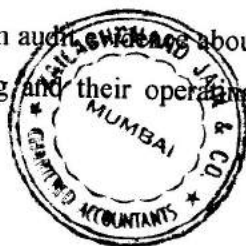
#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditors' Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of



internal financial controls 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**

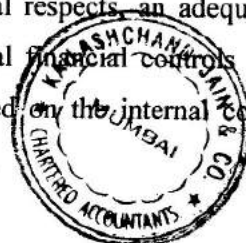
A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's 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 VATIKA REALTY PRIVATE LIMITED

Balance Sheet as at

Particulars	Note	As at 31 March, 2016	As at 31 March, 2015
		₹	₹
<b>A EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	3	100,000	100,000
(b) Reserves and surplus	4	100,793,138	65,908,558
		<b>100,893,138</b>	<b>66,008,558</b>
<b>2 Share application money pending allotment</b>			
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings	5	301,500,000	50,000,000
(b) Deferred tax liabilities (net)	25	38,251	53,479
		<b>301,538,251</b>	<b>50,053,479</b>
<b>4 Current liabilities</b>			
(a) Short-term borrowings	6	78,367,528	106,422,980
(b) Trade payables	7	35,677,088	10,239,734
(c) Advance from customers	8	190,892,058	181,914,650
(d) Other current liabilities	9	17,530,226	5,685,413
(e) Short term provisions	10	8,906,010	1,671,383
		<b>331,372,910</b>	<b>305,934,160</b>
<b>Total</b>		<b>733,804,299</b>	<b>421,996,197</b>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Fixed assets			
Tangible assets	11.A	1,774,128	1,562,484
Intangible assets	11.B	24,718	30,197
(b) Long term deposits	12	150,000,000	-
		<b>151,798,846</b>	<b>1,592,681</b>
<b>2 Current assets</b>			
(a) Inventories			
Work In Progress	13	131,243,378	73,278,145
		<b>131,243,378</b>	<b>73,278,145</b>
(b) Trade receivables	14	11,157,793	8,024,266
(c) Cash and cash equivalents	15	10,393,152	2,490,878
(d) Short-term loans and advances	16	20,633,627	8,447,287
(e) Land	17	400,261,620	328,147,902
(f) Other Current Assets	18	8,315,883	15,038
		<b>582,005,453</b>	<b>420,403,516</b>
<b>Total</b>		<b>733,804,299</b>	<b>421,996,197</b>
See accompanying notes forming part of the financial statements	1 to 36		

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

*(Signature)*

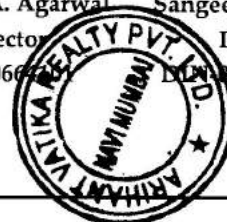
*(Signature)*

Akshay A. Agarwal  
Director

Sangeeta A. Chhajer  
Director

DIN-0066

DIN-01965110



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

Particulars		Note No.	31st March 2016	AAHCA4707G
			₹	₹
1	Revenue from operations	19	217,657,836	214,741,124
2	Other income	20	572,600	3,298,846
3	<b>Total revenue (1+2)</b>		<b>218,230,436</b>	<b>218,039,970</b>
4	<b>Expenses</b>			
	(a) Cost of construction, land and development expenses	21.a	172,779,374	131,611,617
	(b) Changes in inventories of finished goods, work-in- Progress and Stock in Trade	21.b	(57,965,233)	15,792,462
	(c) Employee benefits expense	22	11,495,377	11,103,581
	(d) Finance costs	23	-	98,401
	(e) Depreciation expense	11	567,898	640,650
	(f) Other expenses	24	39,739,978	14,341,016
	<b>Total expenses</b>		<b>166,617,394</b>	<b>173,587,727</b>
5	<b>Profit / (Loss) before tax (3 - 4)</b>		<b>51,613,042</b>	<b>44,452,243</b>
6	<b>Tax expense:</b>			
	(a) Current tax expenses		16,743,690	14,422,520
	(b) Deferred tax		(15,228)	(64,677)
			<b>16,728,462</b>	<b>14,357,843</b>
7	<b>Profit / (Loss) from continuing operations (5-6)</b>		<b>34,884,580</b>	<b>30,094,400</b>
8	<b>Earnings per share (of Rs.10/- each):</b>			
	(a) Basic	25	3,488.46	3,009
	(b) Diluted	25	3,488.46	3,009
	<b>See accompanying notes forming part of the financial statements</b>	1 to 36		

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

Akshay A. Agarwal

Director

DIN-00664101

Sangeeta A. Chhajer

Director

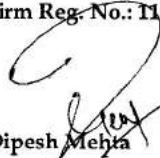



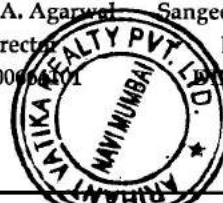
DIN-01965110

Place : Mumbai

Date : 30/04/2016

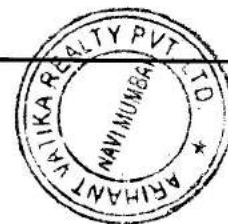


ARIHANT VATIKA REALTY PRIVATE LIMITED  
Cash Flow Statement for the year ended

Particulars	31st March, 2016	31st March, 2015
	₹	₹
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax and before Extra ordinary Items :	51,613,042	44,452,243
<b>Adjustment for Non Cash Items</b>		
Depreciation	567,898	640,650
Interest Expenses	-	98,401
Interest Received	(430,877)	(3,297,235)
	51,750,063	41,894,059
<b>Changes in Working Capital:-</b>		
(Increase)/ Decrease in Trade & Other Receivable	(153,699,663)	(259,044,392)
Increase/ (Decrease) in Current Liabilities & Provision	29,074,678	16,322,514
Cash flow from operating activities before tax & extraordinary items	(72,874,921)	(200,827,819)
Income tax paid	(3,556,480)	(9,007,868)
Cash flow from operating activities before extraordinary items	(76,431,401)	(209,835,687)
Adjustment for Extraordinary Items	-	-
<b>Cash Generated from Operating Activities</b>	<b>(76,431,401)</b>	<b>(209,835,687)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets ( Net )	(774,064)	(117,120)
Interest Received	430,877	3,297,235
Purchase of Investments	-	-
Sale of Investments	-	44,559,422
Long Term Deposit made	(150,000,000)	-
<b>Cash Generated from Investment Activities</b>	<b>(150,343,187)</b>	<b>47,739,537</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Secured and unsecured Loan Taken	251,500,000	154,420,630
Secured and unsecured Loan Repaid	(28,055,452)	-
Interest Paid	-	(98,401)
<b>Cash Generated from Financing Activities</b>	<b>223,444,548</b>	<b>154,322,229</b>
Net Increase in Cash & Cash Equivalents	(3,330,040)	(7,773,921)
Opening Balance of Cash & Cash Equivalents	191,459	7,965,380
<b>Closing Balance of Cash &amp; Cash Equivalents</b>	<b>(3,138,581)</b>	<b>191,459</b>
<b>Closing Cash &amp; Cash Equivalent includes</b>		
Cash on hand	1,012,874	799,878
Balances with banks		
In current accounts	1,924,319	-
In deposit accounts	-	-
Fixed deposit with Federal Bank (Auto Sweep) (maturity within 3 months)	7,455,959	1,691,000
	10,393,152	2,490,878
Book Overdraft	(13,531,733)	(2,299,419)
	<b>(3,138,581)</b>	<b>191,459</b>
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	 Akshay A. Agarwal Director DIN-00964101	
	 Sangeeta A. Chhajer Director DIN-01965110	
Place : Mumbai Date : 30/04/2016		

**ARIHANT VATIKA REALTY PRIVATE LIMITED****Notes forming part of the financial statements**

Note	Particulars
1	<p><b>Corporate information</b></p> <p>Arihant Vatika Realty Private Limited 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 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><b>Significant accounting policies (Illustrative)</b></p>
2.1	<p><b>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>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>
2.4	<p><b>Revenue recognition</b></p> <p>(i) Revenue from constructed properties for all projects commenced on or before March 31, 2012 and where revenue recognition commenced on or before the above date, is recognised in accordance with the provisions of Accounting Standard (AS) 9 on Revenue Recognition, read with Guidance Note on "Recognition of Revenue by Real Estate Developers". Revenue is computed based on the "percentage of completion method" and on the percentage of actual project costs incurred thereon to total estimated project cost, subject to such actual cost incurred being 30 per cent or more of the total estimated project cost.</p>



**ARIHANT VATIKA REALTY PRIVATE LIMITED**

**Notes forming part of the financial statements**

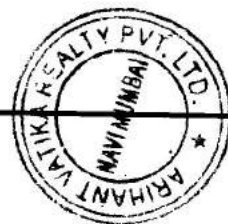
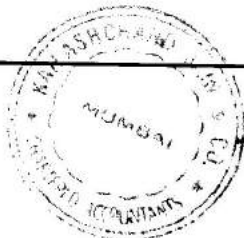
Note	Particulars
	<p>(ii) Revenue from constructed properties for all projects commenced on or after April 1, 2012 or project where the revenue is recognised for the first time on or after the above date, is recognised in accordance with the Revised Guidance Note issued by Institute of Chartered Accountants of India ("ICAI") on "Accounting for Real Estate Transactions (Revised 2012)". As per this Guidance Note, the revenue have been recognised on percentage of completion method and on the percentage of actual project costs incurred thereon to total estimated project cost, provided all of the following conditions are met at the reporting date:</p> <ul style="list-style-type: none"> <li>• required critical approvals for commencement of the project have been obtained;</li> <li>• atleast 25% of estimated construction and development costs (excluding land cost) has been incurred;</li> <li>• atleast 25% of the saleable project area is secured by the Agreements to sell/ application forms (containing salient terms of the agreement to sell); and</li> <li>• atleast 10% of the total revenue as per agreement to sell are realized in respect of these agreements.</li> </ul> <p>The estimates relating to saleable area, sale value, estimated costs etc., are revised and updated periodically by the management and necessary adjustments are made in the accounts in the year in which the estimates are revised.</p> <p>Surrender of flats by buyers are valued at cost and accounted for as surrender of rights under 'Indirect Expenses', proceeds are treated as 'Sales'.</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>
<p><b>2.5 Depreciation and amortisation</b></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> <p>Depreciation and amortization methods, useful lives and residual values are reviewed periodically, including at each financial year end.</p>
<p><b>2.6 Inventories</b></p>	<p>(i) The construction materials and consumables purchased are treated as consumption and added into work-in-progress.</p> <p>(ii) 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 as per the Guidance Note on Accounting for real estate transactions (Revised 2012) issued by The Institute of Chartered Accountants of India".</p>



**ARIHANT VATIKA REALTY PRIVATE LIMITED**

**Notes forming part of the financial statements**

Note	Particulars
	<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 &amp; development rights which is treated as other assets".</p>
	<p>(iii) Finished stock of completed projects and stock in trade of units is valued at lower of cost or market value.</p>
	<p>(iv) 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>
<p><b>2.7</b></p>	<p><b>Tangible fixed assets</b></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>
<p><b>2.8</b></p>	<p><b>Intangible fixed assets</b></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>
<p><b>2.9</b></p>	<p><b>Investments</b></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 not made any investment.</p>
<p><b>2.10</b></p>	<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>
<p><b>2.11</b></p>	<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. 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>



**ARIHANT VATIKA REALTY PRIVATE LIMITED**

Notes forming part of the financial statements

Note	Particulars
<b>2.12</b>	<b>Earning Per Share</b> 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.  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.
<b>2.13</b>	<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 resouces is remote. Contingent assets are neither recognised nor disclosed in the financial statements.
<b>2.14</b>	<b>Impairment of Assets</b> 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.
<b>2.15</b>	<b>Foreign Currency Translation / Conversion</b> 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.
<b>2.16</b>	<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.
<b>2.17</b>	<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 VATIKA REALTY 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	₹
(a) Authorised Equity shares of ₹10 each with voting rights	100,000	1,000,000	100,000	1,000,000
(b) Issued Equity shares of ₹10 each with voting rights	10,000	100,000	10,000	100,000
(c) Subscribed and fully paid up Equity shares of ₹10 each with voting rights	10,000	100,000	10,000	100,000
<b>Total</b>	<b>10,000</b>	<b>100,000</b>	<b>10,000</b>	<b>100,000</b>

**Notes:**

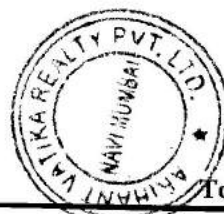
(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

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%)	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 Limited.	6,000	60.00	6,000	60.00
Sujata Agarwal	1,570	15.70	1,570	15.70
Akshay Agarwal	1,150	11.50	1,150	11.50

**Note 4 Reserves and surplus**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
(a) Statement of Profit / (Loss)		
Opening balance	65,908,558	35,814,158
Add: Profit / (Loss) for the year	34,884,580	30,094,400
Closing balance	100,793,138	65,908,558
<b>Total</b>	<b>100,793,138</b>	<b>65,908,558</b>



**ARIHANT VATIKA REALTY 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
	₹	₹
<b>Other loans and advances</b>		
<b>Secured</b>		
17% Non Convertible Debentures	200,000,000	-
<b>Unsecured</b>		
Loan From Directors		
Sujata Agarwal	12,500,000	-
Sangeeta A Chhajer	25,000,000	-
Ashok B Chhajer	50,000,000	-
From Others		
Arihant Superstructures Limited	14,000,000	50,000,000
<b>Total</b>	<b>301,500,000</b>	<b>50,000,000</b>

**Note- 5.1 Repayment and Security disclosure for outstanding Long Term Borrowing (excluding current maturities) as on 31 March 2016**

Non-convertible Debentures of ₹ 20 Crores are secured by way of charge on Immovable Property. Coupon rate of these Debentures is 17%

**Note 6 Short-term borrowings**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
<b>Loans repayable on demand</b>		
<b>Unsecured Loans</b>		
<b>From Directors</b>		
Ashok B Chhajer	33,720,413	7,042,159
Sangeeta Chhajer	13,461,340	-
Sujata Agarwal	3,047,333	-
<b>From Others</b>		
Arihant Superstructures Limited	28,138,442	99,380,821
<b>Total</b>	<b>78,367,528</b>	<b>106,422,980</b>

**Note 7 Trade payables**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
<b>Trade payables:</b>		
Sundry Creditors	30,092,191	6,894,308
Retention	5,584,897	3,345,426
<b>Total</b>	<b>35,677,088</b>	<b>10,239,734</b>



**ARIHANT VATIKA REALTY PRIVATE 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	190,892,058	181,914,650
<b>Total</b>	<b>190,892,058</b>	<b>181,914,650</b>

**Note 9 Other current liabilities**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
<b>Other payables</b>		
Book Overdraft	13,531,733	2,299,419
Statutory remittances		
VAT Payable	306,580	82,029
Professional Tax Payable	39,950	87,050
TDS Payable	2,538,534	1,038,690
Service Tax Payable	-	855,149
WCT (Sales Tax)	66,912	99,951
Others		
Security Charges payable	31,000	-
Salary Payable	950,517	1,158,125
Audit fees payable	65,000	65,000
<b>Total</b>	<b>17,530,226</b>	<b>5,685,413</b>

**Note 10 Short term provisions**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Provision for Income Tax ( Net of Advance tax and TDS Receivable)	7,780,340	1,335,293
Provision for Expenses	1,044,218	254,638
Provision for Gratuity Payable	81,452	81,452
<b>Total</b>	<b>8,906,010</b>	<b>1,671,383</b>



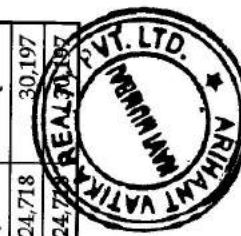
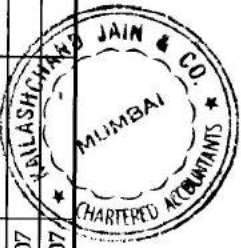
**ARIHANT VATIKA REALTY PRIVATE LIMITED**

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	Balance as at 1 April, 2015	Depreciation for the year	Eliminated on disposal of assets	Balance as at 31 March, 2016	Balance as at 31 March, 2016	Balance as at 31 March, 2015
	(a) Site Equipment	19,687	-	-	19,687	3,035	2,462	-	5,497	14,190	16,652
	Construction Machinery	87,300	-	-	87,300	3,618	8,365	-	11,983	75,317	83,682
	(b) Furniture and Fixtures	1,369,390	-	-	1,369,390	437,649	176,928	-	614,577	754,813	931,741
	Owned	579,080	398,061	-	977,141	462,433	191,182	-	653,615	323,526	116,647
	(c) Vehicles	78,361	-	-	78,361	53,221	15,555	-	68,776	9,585	25,140
	Owned	23,300	-	-	23,300	8,702	6,564	-	15,266	8,034	14,598
	Motor Car	43,400	-	-	43,400	12,156	9,963	-	22,119	21,281	31,244
	(c) Computer	-	60,000	-	60,000	-	7,215	-	7,215	52,785	-
	Owned	381,873	306,075	-	687,948	88,672	115,502	-	204,174	483,774	293,201
	Air Conditionar	73,475	-	-	73,475	23,899	18,756	-	42,655	30,820	49,576
	Mobile Phone	2,655,866	764,136	-	3,420,002	1,093,385	552,492	-	1,645,877	1,774,125	1,562,481
	Television	2,538,746	117,120	-	2,655,866	466,153	627,232	-	1,093,385	1,562,481	2,072,593
	Inverter										
	Office Appliances										
	<b>Total</b>										
	<b>Previous year</b>										

B.	Intangible assets	Gross block				Accumulated depreciation and impairment				Net block	
		Balance as at 1 April, 2015	Additions	Disposals	Balance as at 31 March, 2016	Balance as at 1 April, 2015	Depreciation for the year	Eliminated on disposal of assets	Balance as at 31 March, 2016	Balance as at 31 March, 2016	Balance as at 31 March, 2015
	Software	67,105	9,928	-	77,033	36,908	15,407	-	52,315	24,718	30,197
	<b>Total</b>	67,105	-	-	77,033	36,908	15,407	-	52,315	24,718	30,197



**ARIHANT VATIKA REALTY PRIVATE LIMITED**  
Notes forming part of the financial statements

**Note 12 : Long Term Deposits**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Supreme Construction & Developers Pvt Limited	150,000,000	-
<b>Total</b>	<b>150,000,000</b>	<b>-</b>

**Note 13 : Inventories**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Raw Material	10,490,738	6,442,918
Work in Progress	120,752,640	66,835,227
<b>Total</b>	<b>131,243,378</b>	<b>73,278,145</b>

**Note 14 : Trade receivables**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Other Trade receivables Unsecured, considered good	11,157,793	8,024,266
<b>Total</b>	<b>11,157,793</b>	<b>8,024,266</b>

**Note 15 : Cash and cash equivalents**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Cash on hand	1,012,874	799,878
Balances with banks		
In current accounts	1,924,319	-
In deposit accounts		
Fixed deposit with Federal Bank (Auto Sweep) (maturity within 3 months)	7,455,959	1,691,000
<b>Total</b>	<b>10,393,152</b>	<b>2,490,878</b>



**ARIHANT VATIKA REALTY PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 16 Short-term loans and advances**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Security deposits :		
Unsecured, considered good		
Deposits-Kulgaon Badlapur Municipal Council)	90,000	90,000
MSEDCL Security Deposit	172,383	172,383
Others Deposits	350,000	350,000
	<b>612,383</b>	<b>612,383</b>
Loans and advances to employees	945,000	947,000
	<b>945,000</b>	<b>947,000</b>
Advances for Branding	16,203,000	-
Advances to Creditors	2,873,244	6,887,904
<b>Total</b>	<b>20,633,627</b>	<b>8,447,287</b>

**Note 17 Land**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Land		
Land-Ghot Taloja	13,900,000	15,708,958
Land-Koynavele	336,940,502	299,688,014
Land-Juveli(Anmol)	7,416,318	12,750,930
Land-Alishaan	42,004,800	-
<b>Total</b>	<b>400,261,620</b>	<b>328,147,902</b>

**Note 18 Other Current Assets**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	₹	₹
Service Tax (Net)	7,320,598	-
Prepaid expenses	994,210	11,627
Other Recoverables	1,075	3,411
<b>Total</b>	<b>8,315,883</b>	<b>15,038</b>



**ARIHANT VATIKA REALTY PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 19 Revenue from operations**

	Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
		₹	₹
	Sale of products (Refer Note below)	217,657,836	214,741,124
	<b>Total</b>	<b>217,657,836</b>	<b>214,741,124</b>

Note	Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
		₹	₹
	Manufactured finished / unfinished goods sold		
	Arihant Anmol	184,057,836	214,741,124
	Sale of Land	33,600,000	-
	<b>Total - Sale of products</b>	<b>217,657,836</b>	<b>214,741,124</b>

**Note 20 Other income**

	Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
		₹	₹
	Interest income		
	From Banks ( Refer Note (i) below)	430,877	3,297,235
	Other non-operating income ( Refer Note (i) below)	141,723	1,611
	<b>Total</b>	<b>572,600</b>	<b>3,298,846</b>

Note	Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
		₹	₹
(i)	Interest income comprises:		
	Deposits	419,477	1,490,660
	Other balances	11,400	1,806,575
	<b>Total - Interest income</b>	<b>430,877</b>	<b>3,297,235</b>
(ii)	Other non-operating income comprises:		
	Miscellaneous Income	20	1,611
	Rate Difference & Discount	75,491	-
	Discount	21,711	-
	Booking Cancellation Charges	44,500	-
	<b>Total - Other non-operating income</b>	<b>141,723</b>	<b>1,611</b>



**ARIHANT VATIKA REALTY PRIVATE LIMITED**  
Notes forming part of the financial statements

**Note 21.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)	74,155,006	54,975,117
Land Cost	10,972,112	14,262,750
Direct Expenses (Refer note (ii) below)	87,652,256	62,373,750
<b>Total</b>	<b>172,779,374</b>	<b>131,611,617</b>

**Notes :**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
(i) Purchases		
Arihant Anmol	56,742,251	53,194,911
Arihant Anaika	17,412,755	1,780,206
	74,155,006	54,975,117
(ii) Direct Expenses		
Arihant Anmol	63,642,931	60,410,476
Arihant Anaika	19,116,122	1,963,274
Arihant Alishaan	4,893,203	-
	87,652,256	62,373,750

**Note 21.b Changes in inventories**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
<u>Inventories at the end of the year:</u>		
Raw Material Stock		
Arihant Anmol	8,410,881	6,442,918
Arihant Anaika	2,079,857	
Incomplete projects (WIP)		
Arihant Anmol	53,333,474	63,091,747
Arihant Anaika	38,240,375	3,743,480
Arihant Alishaan	29,178,791	
	131,243,378	73,278,145
<u>Inventories at the beginning of the year:</u>		
Raw Material Stock	6,442,918	
Incomplete projects (WIP)		
Arihant Anmol	63,091,747	89,070,607
Arihant Anaika	3,743,480	
	73,278,145	89,070,607
<b>Net (increase)/decrease</b>	<b>(57,965,233)</b>	<b>15,792,462</b>





**ARIHANT VATIKA REALTY PRIVATE LIMITED**
**Notes forming part of the financial statements**
**Note 22 Employee benefits expense**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Salaries, wages and bonus	9,728,084	10,377,153
Staff welfare expenses	1,767,293	726,428
<b>Total</b>	<b>11,495,377</b>	<b>11,103,581</b>

**Note 23 Finance costs**

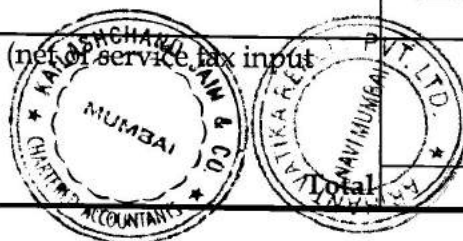
Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Interest expense on:		
Secured Loans	-	23,373
Unsecured Loans	-	75,028
<b>Total</b>	<b>-</b>	<b>98,401</b>

**Note 24 Other expenses**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Selling & Distribution (Refer Note 24.i))	30,113,455	8,997,826
Professional & Legal Fees (Refer Note 24.ii))	905,639	749,656
Donation	551,000	-
Director Sitting Fees	50,000	20,000
Rent, Rates and Taxes (Refer Note 24.iii))	2,843,711	955,406
Administrative Expenses (Refer Note 24.iv))	3,705,706	2,772,796
Audit Fee	65,000	65,000
ROC Fee	1,600	20,100
Compensation	1,464,450	649,000
CSR	-	70,000
Others (Refer Note 24.v))	39,417	41,232
<b>Total</b>	<b>39,739,978</b>	<b>14,341,016</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	65,000	65,000
<b>Total</b>	<b>65,000</b>	<b>65,000</b>



**ARIHANT VATIKA REALTY PRIVATE LIMITED**  
Notes forming part of the financial statements

**Note 24.i) Selling and Distribution Expenses**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Advertisement	4,618,571	4,563,172
Advertisement ( Aalishan)	21,385,251	-
Branding Expenses	-	-
Brokerage	75,000	-
Business Promotion	3,571,103	1,261,866
Customer Delight	164,080	31,450
Exhibition Expenses	279,450	3,041,286
Selling & Distribution	20,000	100,052
<b>Total</b>	<b>30,113,455</b>	<b>8,997,826</b>

**Note 24.ii) Professional & Legal Fees**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Legal Expenses	69,448	82,640
Professional fees	297,000	210,000
Stamp Duty & Registration	239,191	457,016
Retainership Fees	300,000	-
<b>Total</b>	<b>905,639</b>	<b>749,656</b>

**Note 24.iii) Rent, Rates & Taxes**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Office Rent	2,769,000	929,000
Property Tax (NMMC)	-	6,797
Society maintenance Charges	72,211	9,609
Professional Tax	2,500	-
Software Rent	-	10,000
<b>Total</b>	<b>2,843,711</b>	<b>955,406</b>



**ARIHANT VATIKA REALTY PRIVATE LIMITED**

**Notes forming part of the financial statements**

**Note 24.iv) Administrative Expenses**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
AMC Charges	23,525	27,900
Business Attire Expenses	24,339	98,598
Communication Expenses	39,759	61,346
Computer Expenses	-	39,021
Entertainment Expenses	26,966	87,232
General Expenses	10,374	32,805
Information Update Expenses	14,000	19,052
Miscellaneous Expenses	325,021	74,072
Office Expenses	296,946	137,565
Postage & Courier	25,545	28,453
Power & Fuel Expenses	319,120	77,400
Printing & Stationery	410,278	378,400
Repairs & Maintenance	1,505	20,880
Sundry Balance W/off	17,500	(3,066)
Travelling Expenses	829,281	488,291
Vehicle Expenses	1,234,027	1,204,847
Police Security	107,520	-
<b>Total</b>	<b>3,705,706</b>	<b>2,772,796</b>

**Note 24.v) Others**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	₹	₹
Bank Charges	5,308	9,067
Interest on Service Tax	10,222	10,669
Interest on TDS	149	5,080
Interest on VAT	13,939	11,416
Interest / Penalty on Professional Tax	9,799	-
Late fees (VAT)	-	5,000
<b>Total</b>	<b>39,417</b>	<b>41,232</b>



ARIHANT VATIKA REALTY PRIVATE LIMITED

Notes forming part of the financial statements

Note 25 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	34,884,580	30,094,400
Weighted average number of equity shares	10,000	10,000
Par value per share	10	10
<b>Earnings per share from continuing operations -</b>		
Basic	3,488.46	3,009.44
Diluted	3,488.46	3,009.44

Note 26 Deferred Tax ( Liability) / Asset ( Disclosures under Accounting Standards 22 )

Particulars	As at 31 March, 2016	As at 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	53,479	118,156
Tax effect of items constituting deferred tax liability	53,479	118,156
<u>Tax effect of items constituting deferred tax assets</u>		
Others	15,228	64,677
Tax effect of items constituting deferred tax assets	15,228	64,677
<b>Net deferred tax (liability) / asset</b>	<b>(38,251)</b>	<b>(53,479)</b>



**Note No 27 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 28 Employee benefits**

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

**Note 29 : 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 30 : Cash Credit**

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

**Note 31 : 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 32 : CSR Expenditure**

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

**Note 33 : Value of Imports calculated on CIF basis**

NIL

**Note 34 : Segment Reporting**

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

**Note 35 : Previous Year Figure's regrouping:**

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



**ARIHANT VATIKA REALTY Private Limited**  
Notes forming part of the financial statements

**Note 36 Disclosures under Accounting Standards 18**

**Related party transactions**

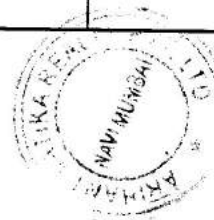
**Details of related parties:**

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 Abode Limited
Key Management Personnel (KMP)	Ashok B. Chhajer Sangeeta A. Chhajer Akshay Agarwal Sujata Agarwal
Company in which KMP / Relatives of KMP can exercise significant influence	Arihant Universal Realty Private Arihant Paradise Realty Private Limited Mahaavir Universal Homes Private

Note: Related parties have been identified by the Management.

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

	Holding	KMP	Total
<b>I. Transactions During the year</b>			
<b>Loan Taken</b>			
Arihant Superstructures Limited	127,000,000	-	127,000,000
Ashok B. Chhajer	-	184,939,157	184,939,157
Sangeeta Chhajer	-	87,800,000	87,800,000
Sujata Agarwal	-	13,900,000	13,900,000
<b>Loan Repayment</b>			
Arihant Superstructures Limited	242,800,000	-	242,800,000
Ashok B. Chhajer	-	114,300,000	114,300,000
Sangeeta Chhajer	-	54,000,000	54,000,000
<b>Rent Paid</b>			
Ashok B. Chhajer	-	324,000	324,000
<b>Booking Received</b>			
Ashok B. Chhajer	-	100,000	100,000
<b>Interest Paid</b>			
Arihant Superstructures Limited	9,508,471	-	9,508,471
Ashok B. Chhajer	-	6,710,108	6,710,108
Sangeeta Chhajer	-	5,179,267	5,179,267
Sujata Agarwal	-	1,830,370	1,830,370
<b>Director Remuneration</b>			
Akshay Agarwal	-	2,400,000	2,400,000



Note 36 Disclosures under Accounting Standards 18

Note: Related parties have been identified by the Management.

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

	Holding	KMP	Total
<b>II. Balances outstanding at the end of the year</b>			
Arihant Superstructures Limited			
Closing Balance	42,138,442	-	42,138,442
Opening Balance	(149,380,821)	-	(149,380,821)
Ashok B. Chhajjer			
Closing Balance	-	83,820,413	83,820,413
Opening Balance	-	(7,042,159)	(7,042,159)
Sangeeta Chhajjer			
Closing Balance	-	38,461,340	38,461,340
Opening Balance	-	-	-
Sujata Agarwal			
Closing Balance	-	15,547,333	15,547,333
Opening Balance	-	-	-

Note:- Figures in the bracket indicate Opening Balance

In terms of our report attached.

M/S KAILASH CHAND JAIN & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No.: 112318W

Dipesh Menta

Partner

M.No.: 134607

Place : Mumbai

Date : 30/04/2016



For and on behalf of the Board of Directors

*(Handwritten signatures of Akshay A. Agarwal and Sangeeta A. Chhajjer)*

Akshay A. Agarwal  
Director

DIN-00664101

Sangeeta A. Chhajjer  
Director

DIN-01965110

