

**ASHIANA MAINTENANCE SERVICES
LIMITED
F.Y. 2013-2014**

AUDITOR'S REPORT

To the Members of M/s ASHIANA MAINTENANCE SERVICES LIMITED (Formerly Vatika Marketing Limited)

Report on the Financial Statements

We have audited the accompanying financial statements of M/s ASHIANA MAINTENANCE SERVICES LIMITED (Formerly Vatika Marketing Limited), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these 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 Standards notified under the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

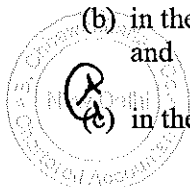
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

(a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014 ;

(b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and

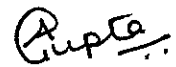
(c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
2. As required by section 227(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account and with the returns received from branches visited by us;
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of Companies Act, 2013;
 - e) on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For **B.Chhawchharia & Co.**
Chartered Accountants
Firm Registration No 305123E



Abhishek Gupta
Partner
Membership No. 529082

Place: New Delhi
Date: 29th May, 2014



ASHIANA MAINTENANCE SERVICES LIMITED
(Formerly Vatika Marketing Limited)
ANNEXURE TO THE AUDITORS' REPORT

Referred to in our Report of even date for the year ended 31st March, 2014

- 1) a) The company has maintained records showing full particulars including quantitative details and situation of fixed assets.
b) According to the information and explanation given to us, all the fixed assets have not been physically verified by the management during the year but there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the Company and nature of its assets. As explained, no material discrepancies were noticed on such verification.
c) In our opinion and according to the information and explanations given to us, the Company has not disposed substantial part of its fixed assets during the year.
- 2) a) According to the information and explanations given to us, the management has physically verified the inventory during the year. In our opinion, the frequency of verification is reasonable.
b) In our opinion, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
c) On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- 3) The company has not taken/given loans, secured or unsecured, from/ to companies, firms and other parties covered in the Register maintained under Section 301 of the Companies Act, 1956.
- 4) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory and fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- 5) a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts and arrangements referred to in Section 301 of the Companies Act, 1956 that need to be entered into the register maintained under that Section have been so entered.
b) In our opinion and according to the information and explanations given to us, the transactions that were made in pursuance of contracts or arrangements that need to be entered into the register maintained in pursuance of Section 301 of the Companies Act, 1956 and aggregating during the year to Rs.5,00,000/- or more, in respect of each party, have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- 6) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public.
- 7) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- 8) The Central Government has not prescribed maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 for any of the products of the Company.
a) According to the records of the company, generally the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues, as applicable, and no such statutory dues were outstanding as at the last day of the financial year under review for a period of more than six months from the date they became payable.



- b) According to the information and explanations given to us, no dues of sale tax, income tax, customs duty wealth tax, service tax, excise duty, and cess, as applicable, which have not been deposited on account of any dispute *except the following:*

Name of the Statute	Amount (Rs. in lacs)	Relating to the year	Forum where dispute pending
Rajasthan Tax on Entry of Goods into Local Areas Act, 1999	7.35	2009-2013	Assistant Commercial Tax Officer (Appeals)
The Finance Act, 1994 – Service Tax	2.50	2009-2012	The Deputy Commissioner, Jaipur
The Finance Act, 1994 – Service Tax	4.42	2009-2011	The Commissioner (Appeals), Central Excise & Customs

- 9) The company does not have accumulated losses. The company has not incurred any cash loss during the financial year covered by our audit and also in the immediately preceding financial year.
- 10) The company has no borrowings from any financial institution, bank or debenture holder.
- 11) As per information and explanations provided to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 12) The Company is not a chit fund or a nidhi mutual benefit fund/society.
- 13) The company is not dealing or trading in shares, securities, debentures and other investments. However, Investments of the Company are held in its own name.
- 14) As per information and explanations provided to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- 15) The Company has not taken any Term Loan during the year concerned.
- 16) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short- term basis have been used for long-term investment.
- 17) The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 18) The Company has not issued any debentures during the year under review.
- 19) The Company has not raised any money by public issue during the year under review.
- 20) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For **B.Chhawchharia & Co.**
Chartered Accountants
Firm Registration No 305123E



Abhishek Gupta

Abhishek Gupta
Partner

Membership No. 529082

Place: New Delhi
Date: 29th May, 2014

**ASHIANA MAINTENANCE SERVICES LIMITED
(FORMERLY VATIKA MARKETING LIMITED)
BALANCE SHEET AS AT 31ST MARCH, 2014**

Particulars	Notes	AS AT		AS AT	
		31.03.2014		31.03.2013	
		₹	₹	₹	₹
EQUITY AND LIABILITIES					
Shareholders' Funds					
Share Capital	1	500,000		500,000	
Reserves & Surplus	2	<u>11,220,736</u>	11,720,736	<u>8,157,104</u>	8,657,104
Non-current Liabilities					
Other Long Term Liabilities	3	161,892,957		138,368,995	
Long-Term Provisions	4	<u>3,809,444</u>	165,702,401	<u>3,317,673</u>	141,686,668
Current Liabilities					
Trade Payables	5	6,453,276		6,286,708	
Other Current Liabilities	6	53,674,339		51,136,759	
Short-term Provisions	7	<u>16,312,979</u>	76,440,594	<u>18,236,259</u>	75,659,726
			<u>253,863,731</u>		<u>226,003,498</u>
ASSETS					
Non-current Assets					
Fixed Assets :					
Tangible Assets	8	13,129,559		13,061,169	
Intangible Assets		33,746		58,865	
Capital Work in Progress		<u>5,049,800</u>		-	
		18,213,105		<u>13,120,034</u>	
Non-Current Investments	9	9,590,482		6,240,471	
Deferred Tax Assets (Net)	10	507,000		620,000	
Long Term Loans & Advances	11	-	28,310,587	<u>10,000,000</u>	29,980,505
Current Assets					
Current Investments	12	98,972,469		78,489,954	
Inventories	13	1,048,986		739,389	
Trade Receivables	14	44,796,179		33,569,013	
Cash & Cash Equivalents	15	69,884,455		76,921,740	
Short-Term Loans & Advances	16	<u>10,851,055</u>	225,553,144	<u>6,302,897</u>	196,022,993
			<u>253,863,731</u>		<u>226,003,498</u>
SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES TO THE ACCOUNTS	27				

The Notes referred above form an integral part of the accounts.
In terms of our report of even date attached herewith

For B. CHHAWCHHARIA & CO.
Chartered Accountants
Firm Registration No: 305123E

Gupta

Abhishek Gupta
Partner
Membership No: 529082
Place: New Delhi
Date: 29th May, 2014

Vishal Gupta
Vishal Gupta
(Whole Time Director)

Ankur Gupta
Ankur Gupta
(Whole Time Director)

Vaun Gupta
Vaun Gupta
(Whole Time Director)

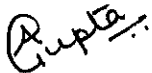


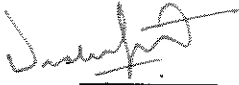
ASHIANA MAINTENANCE SERVICES LIMITED
(FORMERLY VATIKA MARKETING LIMITED)
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2014

Particulars	Notes	2013-2014	2012-2013
		₹	₹
Income			
Revenue from Operations	17	161,767,272	131,634,308
Sale of Flat		-	3,200,000
Income from Partnership	18	3,330,011	3,241,597
Other Income	19	<u>13,204,831</u>	<u>10,999,158</u>
		<u>178,302,114</u>	<u>149,075,063</u>
Expenses			
Purchase - Flat		-	3,086,100
Real Estate Support Operation Expenses			
Project Maintenance Expenses	20	73,656,157	56,932,085
Cafe Expenses	21	3,581,402	2,899,822
Care Home Expenses	22	<u>3,064,501</u>	<u>2,455,245</u>
		80,302,060	65,373,252
Employee Benefit Expenses	23	43,257,081	32,519,707
Finance Costs	24	34,774	45,673
Other expenses	25	26,487,374	24,179,303
Depreciation & Amortization expenses		<u>696,592</u>	<u>453,437</u>
		<u>150,777,881</u>	<u>122,571,372</u>
Profit before Tax		27,524,233	26,503,691
Tax Expenses :	26		
i) Current Tax		7,850,108	7,334,292
ii) Deferred Tax		113,000	194,000
Profit for the year		<u>19,561,125</u>	<u>18,975,399</u>
Earning Per Share			
(On Shares of nominal value of ₹ 10/- each)			
Basic and Diluted		391.22	379.51


The Notes referred above form an integral part of the accounts.
In terms of our report of even date attached herewith

For B. CHHAWCHHARIA & CO.
Chartered Accountants
Firm Registration No: 305123E


Abhishek Gupta
Partner
Membership No: 529082
Place: New Delhi
Date: 29th May, 2014


Vishal Gupta
(Whole Time Director)


Ankur Gupta
(Whole Time Director)


Varun Gupta
(Whole Time Director)



NOTES TO THE ACCOUNTS

	AS AT 31.03.2014 ₹	AS AT 31.03.2013 ₹
1 SHARE CAPITAL		
Authorised : 50000 Equity shares of ₹ 10/- each	500,000 <u>500,000</u>	500,000 <u>500,000</u>
Issued, Subscribed and Paid up : 50000 Equity shares of ₹ 10/- each fully paid up in cash [Held by Ashiana Housing Limited, the holding company]	500,000 <u>500,000</u>	500,000 <u>500,000</u>
a) Details of shareholders holding more than 5% of the Equity Shares in the company	As at 31.03.2014	As at 31.03.2013
Name of Shareholder	Nos.	% holding
Ashiana Housing Limited	50,000	100%
	50,000	100%
b) Terms/ rights attached to equity shares; The company has only one class of equity share having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the shareholders in the ensuing Annual General Meeting. During the year ended 31 March 2014, the amount of per share dividend recognized as distributions to equity shareholders was ₹ 280/- (31 March 2013: ₹ 300/-). In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.		
2 RESERVES & SURPLUS	AS AT 31.03.2014 ₹	AS AT 31.03.2013 ₹
Capital Reserve	18,000 <u>18,000</u>	18,000 <u>18,000</u>
General Reserve		
As per last Account	7,600,000	5,600,000
Add : Amount transferred from surplus in Profit & Loss Account	2,000,000 <u>9,600,000</u>	2,000,000 <u>7,600,000</u>
Surplus in the statement of Profit and Loss		
Balance as per last financial statements	539,104	997,080
Profit for the year	19,561,125	18,975,399
Less: Appropriations		
Proposed dividend	(14,000,000)	(15,000,000)
Tax on dividend	(2,497,493)	(2,433,375)
Transfer to General Reserve	(2,000,000)	(2,000,000)
Net Surplus in the statement of Profit and Loss	1,602,736 <u>11,220,736</u>	539,104 <u>8,157,104</u>
3 OTHER LONG TERM LIABILITIES		
Deposit from customers	161,892,957 <u>161,892,957</u>	138,368,995 <u>138,368,995</u>
4 LONG TERM PROVISIONS		
For Gratuity	3,809,444 <u>3,809,444</u>	3,317,673 <u>3,317,673</u>
5 TRADE PAYABLES		
Sundry Creditors	6,453,276 <u>6,453,276</u>	6,286,708 <u>6,286,708</u>
6 OTHER CURRENT LIABILITIES		
Advance from customers	33,289,800	31,955,966
Deposit from customers	2,950,000	3,450,000
Maintenance Fund	7,793,672	8,108,128
Other liabilities	9,640,867 <u>53,674,339</u>	7,822,865 <u>51,136,759</u>
7 SHORT TERM PROVISIONS		
For Taxation - net of advances	(66,321)	802,884
For Proposed Dividend	14,000,000	15,000,000
For Tax on Dividend	2,379,300 <u>16,312,979</u>	2,433,375 <u>18,236,259</u>



NOTES TO THE ACCOUNTS

8 FIXED ASSETS

P A R T I C U L A R S	GROSS BLOCK			DEPRECIATION / AMORTIZATION			NET BLOCK	
	As at 01.04.2013 (₹)	Additions/ (Deductions) (₹)	As at 31.03.2014 (₹)	Up to 31.03.2013 (₹)	For the Year/ (Adjustments) (₹)	Up to 31.03.2014 (₹)	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
TANGIBLE ASSETS								
BUILDING	6,200,000	-	6,200,000	101,060	101,060	202,120	5,997,880	6,098,940
PLANT & MACHINERY	-	31,570	31,570	-	1,002	1,002	30,570	-
OFFICE EQUIPMENT	2,624,007	258,135	2,882,142	119,701	131,041	250,742	2,631,400	2,504,306
COMPUTER - HARDWARE	1,211,198	248,713	1,459,911	489,422	197,113	686,535	773,376	721,776
FURNITURE & FIXTURE	3,263,803	121,443	3,385,246	126,231	209,302	335,533	3,049,713	3,137,572
ELECTRICAL INSTALLATION	603,914	80,000	683,914	6,759	31,955	38,714	645,200	597,155
VEHICLE	33,998	-	33,998	32,578	-	32,578	1,420	1,420
TOTAL	13,936,920	739,861	14,676,781	875,751	671,473	1,547,224	13,129,559	13,061,169
INTANGIBLE ASSETS								
COMPUTER - SOFTWARE	125,593	-	125,593	66,728	25,119	91,847	33,746	58,865
TOTAL	125,593	-	125,593	66,728	25,119	91,847	33,746	58,865
CAPITAL WORK IN PROGRESS	-	5,049,800	5,049,800	-	-	-	5,049,800	-
GRAND TOTAL	14,062,513	5,789,661	19,852,174	942,479	696,592	1,639,071	18,213,105	-
PREVIOUS YEAR FIGURES	4,473,142	10,089,371	14,062,513	989,042	453,437	942,479	-	13,120,034
		(500,000)			(500,000)			



NOTES TO THE ACCOUNTS

	AS AT 31.03.2014 ₹	AS AT 31.03.2013 ₹
9 NON - CURRENT INVESTMENTS		
Trade		
1. In Immovable Properties:		
21 nos single room flats in Rangoli-II at Bhiwadi	4,200,000	4,200,000
2. + In Capital of Partnership Firm		
Ashiana Amar Developers	5,350,482	2,020,471
+ Required Particulars of Partnership firm is given below		
Others		
Unquoted		
1. In Government Securities		
National Saving Certificate (Pledged)	40,000	20,000
	9,590,482	6,240,471

+ The particulars of partnership firm is given below :-

a) Ashiana Amar Developers

Name of Partners	Share	Capital (₹)
Ashiana Housing Ltd.	95%	8,554,962
Ashiana Maintenance Services Ltd. (Formerly Vatika Marketing Ltd)	5%	5,350,483

10 DEFERRED TAX - NET

Deferred Tax Assets on		
Employee Benefits	1,236,000	1,076,000
Fiscal Allowance of provisions	71,000	66,000
Less : Deferred Tax Liability on Fiscal allowance of fixed assets	800,000	522,000
	507,000	620,000

11 LONG TERM LOANS & ADVANCES

(Unsecured, considered good)

Deposit - Rent - to Holding Company

-	10,000,000
-	10,000,000

12 CURRENT INVESTMENTS

1. In Mutual Funds (unquoted)

	Face Value ₹	No. of Shares/ Unit	AS AT 31.03.2014 ₹	No. of Shares/ Unit	AS AT 31.03.2013 ₹
DSP Black Rock Liquidity Fund-DP-Growth	10	-	-	4,801.994	8,006,627
Dsp blackrock Income Opportunity Fund-RP-Growth	10	989,655.634	17,490,620	1,764,606.109	31,535,798
DSP BlackRock Micro Cap Fund - Regular - Growth	10	-	-	154,960.298	2,500,000
HDFC Mid- Cap Opportunities-Growth	10	230,506.390	3,499,700	230,506.388	3,499,700
HDFC Top 200 Fund- Growth Option	10	21,315.000	4,386,900	13,147.155	4,386,900
HDFC Top 200 Fund- Growth Option	10	28,740.920	5,938,813	17,934.928	3,553,813
Kotak Floter Short Term Fund	10	9,162.047	18,009,227	-	-
Morgan Stanley Short Term Bond Fund	10	22,126.320	226,223	20,969.547	214,326
Morgan Stanley Multi Assets Fund-QD	10	784,846.800	7,867,763	714,904.298	7,604,411
Morgan Stanley Multi Assets Plan A-G	10	329,939.670	3,500,000	329,939.670	3,500,000
IDFC Money Manager Investment Reg-Monthly	10	193,362.240	1,975,551	159,540.000	1,595,400
UTI Liquid Fund Cash Plan	1000	6,847.566	14,000,000	-	-
Sbi Magnum Income Regular- Growth	10	327,553.113	10,000,000	-	-
Sbi Dynamic Bond Fund- Reg Growth	10	857,270.310	12,296,000	857,270.310	12,296,000
			99,190,797		78,692,975
Less: Provision for Diminution in value of Investments			218,328		203,021
			98,972,469		78,489,954
Aggregate value of Unquoted Investments			99,190,797		78,692,975
Repurchase Price of units of mutual funds			108,175,044		81,434,666



NOTES TO THE ACCOUNTS

	AS AT 31.03.2014 ₹	AS AT 31.03.2013 ₹
13 INVENTORIES (As taken, valued and certified by the Management)		
Maintenance Materials	998,049	710,715
Food & Consumables	50,937	28,674
	<u>1,048,986</u>	<u>739,389</u>
14 TRADE RECEIVABLES (Unsecured, considered good)		
Due for more than six months	22,599,501	12,621,743
Other Debts	22,196,678	20,947,270
	<u>44,796,179</u>	<u>33,569,013</u>
Includes due from related parties	195,478	2,51,394
15 CASH AND CASH EQUIVALENTS		
Cash-in-hand	420,492	347,727
Cheques-in-hand	-	228,929
Balances with Scheduled Banks :		
In Current Account	14,571,316	28,889,043
In Fixed Deposit *	54,892,647	47,456,041
	<u>69,884,455</u>	<u>76,921,740</u>
* Pledged	21,479,394	1,500,000
* Maturing after 12 months from close of the year	12,383,356	1,470,367
16 SHORT TERM LOANS AND ADVANCES (Unsecured, considered good)		
Advances recoverable in cash or in kind or for value to be received	9,584,446	5,673,968
Deposits*	1,266,609	628,929
	<u>10,851,055</u>	<u>6,302,897</u>
*Includes due from related parties	60,000	-
	<u>2013-2014</u> ₹	<u>2012-2013</u> ₹
17 REVENUE FROM OPERATIONS <i>Real Estate Support Operations:</i>		
(i) Project Maintenance Charges		
- General Maintenance Charges	116,370,625	94,394,248
- Capital Maintenance Charges (Net)	10,344,244	8,116,264
- Amortisation of Management Deposit	3,419,918	2,772,108
(ii) Commission from Realty Services	18,373,929	17,516,839
(iii) Café Sales	5,006,801	2,640,431
(iv) Care Home Income	8,251,755	6,194,418
	<u>161,767,272</u>	<u>131,634,308</u>
18 INCOME FROM PARTNERSHIP Share of profit from Partnership Firm	3,330,011	3,241,597
	<u>3,330,011</u>	<u>3,241,597</u>
19 OTHER INCOME		
Interest *		
- On Fixed Deposit	3,738,068	3,702,162
- From others	4,734,492	2,249,170
Rent	471,284	195,225
Dividend	343,801	810,408
Profit on sale of investments	2,057,015	1,888,536
Miscellaneous Receipts	1,710,521	910,146
Liabilities written back	15,889	324,503
Items relating to Previous Year	133,761	-
Provision for Diminution in Value of Investment written back	-	919,008
	<u>13,204,831</u>	<u>10,999,158</u>
* Includes Tax Deducted at Sources	302,895	369,920
20 PROJECT MAINTENANCE EXPENSES		
Consumption of Maintenance Materials (Indigenous)	7,351,252	5,162,027
Work Charges	28,533,411	22,851,126
Power & Fuel (net)	4,014,675	3,865,906
Repairs and Maintenance - To Machineries	7,863,767	5,259,209
Security charges	19,653,109	15,530,698
Other Maintenance Expenses	6,239,943	4,263,119
	<u>73,656,157</u>	<u>56,932,085</u>



NOTES TO THE ACCOUNTS

	2013-2014	2012-2013
	₹	₹
21 CAFE EXPENSES		
Consumables (Indigenous)	2,118,045	1,429,628
Work Charges	587,793	756,983
Power & Fuel	875,564	713,211
	<u>3,581,402</u>	<u>2,899,822</u>
22 CARE HOME EXPENSES		
Consumption of Maintenance Materials (Indigenous)	173,681	265,117
Work Charges	1,583,996	1,106,304
Power & Fuel (net)	600,138	391,900
Rent	480,000	480,000
Other Maintenance Expenses	226,686	211,924
	<u>3,064,501</u>	<u>2,455,245</u>
23 EMPLOYEE BENEFITS EXPENSES		
Salary and Allowances	39,225,667	29,875,188
Contribution to Provident & Other Funds	1,430,341	995,280
Staff Welfare	2,601,073	1,649,239
	<u>43,257,081</u>	<u>32,519,707</u>
24 FINANCE COST		
Interest		
To Others	34,774	45,673
	<u>34,774</u>	<u>45,673</u>
25 OTHER EXPENSES		
Rates and Taxes	249,765	640,605
Rent	724,302	1,392,000
Insurance	213,276	117,211
Public Relation and Communication	2,439,531	4,135,174
Printing and Stationery	2,440,927	2,296,512
Repairs and Maintenance :		
To Building	1,555,603	1,376,854
To Others	7,801,732	5,956,417
Establishment Charges	23,596	23,596
Travelling & Conveyance	3,276,378	3,070,567
Legal & Professional Expenses	1,117,758	827,860
Telephone, Telex & Fax	1,384,314	1,043,837
Directors' Fees	13,000	15,000
Auditors' Remuneration :		
For Statutory Audit	250,000	125,000
For Internal Audit	373,175	296,183
For Tax Audit	50,000	25,000
For Other Services	35,228	61,187
Irrecoverable Balances Written off	138,696	2,417
Miscellaneous expenses	4,384,788	2,774,083
Provision for Diminution in value of Investments	15,307	-
	<u>26,487,374</u>	<u>24,179,303</u>
26 TAX EXPENSES		
Current Tax		
Income Tax	7,720,000	7,320,000
Tax Adjustments	130,108	14,292
	<u>7,850,108</u>	<u>7,334,292</u>
Deferred Tax		
Deferred Tax	113,000	194,000
	<u>7,963,108</u>	<u>7,528,292</u>



NOTES TO THE ACCOUNTS

27 SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES TO THE ACCOUNTS

1) SIGNIFICANT ACCOUNTING POLICIES

a) BASIS OF ACCOUNTING :

The Financial Statements are prepared on accrual basis under historical cost convention in accordance with the generally accepted accounting principles in India, the Accounting Standards prescribed in the Companies (Accounting Standard) Rules, 2006 and the relevant applicable provisions of the Companies Act, 1956 and the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current, wherever applicable, as per the normal operating cycle of the company as set out in the Schedule VI to the Companies Act, 1956.

b) USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates/ assumption to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between actual results and estimates are recognised in the period in which the results are known/ materialised.

c) FIXED ASSETS :

i) Fixed assets are valued at cost less depreciation/amortization.

ii) Capital work-in-progress is valued at cost.

Cost includes purchase price and all other attributable cost of bringing the assets to working condition for intended use.

d) DEPRECIATION AND AMORTIZATION :

i) Depreciation on tangible assets is provided on straight line basis in accordance with the provisions of Schedule XIV of the Companies Act, 1956.

ii) Intangible assets are amortized over the period of useful life of the assets as estimated by the management.

e) INVESTMENTS :

i) Long term investments are carried at acquisition cost. Provision for diminution, if any, in the value of long term investments is made to recognise a decline, other than of a temporary nature.

ii) Investments intended to be held for less than one year are classified as current investments and are carried at lower of cost and market value.

f) INVENTORIES :

Maintenance Materials and Shops are valued at cost.

g) SALES, PROJECT MAINTENANCE FEE AND OTHER INCOME :

i) Sale of constructed unit and others is accounted for on the basis of date of delivery of physical possession to the respective customer.

ii) Project maintenance charges and other income are accounted for on accrual basis except where the receipt of income is uncertain.

iii) Sales, comprising of sale of food is recognised upon rendering of the services.

iv) Interest from customer is accounted for on receipt basis.

h) EMPLOYEE BENEFITS

i) Short term employee benefits:

All employee benefits payable within twelve months of rendering the service are classified as short term employee benefits. Such short term employee benefits are recognised at actual amounts due in the period in which the employee renders the related service.

ii) Post-employment benefits:

a) Defined Contribution Plans:

Payments made to defined contribution plans such as Provident Fund are charged as an expense as they fall due.

b) Defined Benefit Plans:

Provision for Gratuity is determined on the actuarial valuation carried out at the balance sheet date in accordance with the provisions of Accounting Standard 15. Actuarial gains and losses are recognised in the Statement of Profit & Loss.

i) TAXES ON INCOME :

i) Current Tax is determined as the amount of tax payable in respect of taxable income for the year.

ii) Deferred Tax is recognised, subject to consideration of prudence, in respect of deferred tax Assets/Liabilities arising on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Deferred tax in respect of differential income due to accounting of sales on percentage completion basis, being not determinate, is not recognised.

j) EARNINGS PER SHARE

The Basic earnings per share ("EPS") is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



NOTES TO THE ACCOUNTS

k) IMPAIRMENT OF ASSETS

Impairment loss in the value of assets as specified in Accounting Standard - 28 is recognized whenever carrying value of such assets exceeds the market value or value in use, whichever is higher.

l) PROVISIONS AND CONTINGENT LIABILITIES :

A provision is recognised when the company has a present obligation as a result of past results and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Provisions are recognised at the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

2) Contingent Liability, not provided for, in respect of :

a) Contested demand of Entry Tax ₹ 9.35 Lacs (₹ 9.35 Lacs), against which Company has deposited ₹ 2.00 Lacs (₹ 2.00 Lacs) under protest.

b) Service Tax ₹ 6.92 Lacs (₹ 6.92 Lacs).

3) a) In view of non confirmation/response from the suppliers regarding their status as SSI units, the amount due to Small Scale Industrial undertaking can not be ascertained.

b) Due to non receipt of confirmation/response from the suppliers for compliance under the Micro, Small and Medium Enterprises Development Act, 2006, the company is unable to provide the information required under the said act.

4) The disclosures required under Accounting Standard-15, Employees Benefits, notified in the companies (Accounting Standard) Rules, 2006 are given below:

Defined Contribution Plan

Contribution to Defined Contribution Plan, recognised are charged off for the year are as under:

	(₹ in lacs)	
	<u>2013-2014</u>	<u>2012-2013</u>
Employer's Contribution to Provident Fund & ESI	14.30	9.95

Defined Benefit Plan

The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately

	Gratuity (Unfunded)	
a. Reconciliation of opening and closing balances of Defined Benefit obligation		
Defined Benefit obligation at beginning of the year	33.17	20.10
Current Service Cost	8.80	7.56
Interest Cost	2.72	1.73
Actuarial (gain)/loss	(5.76)	4.14
Benefits (paid)	(0.84)	(0.35)
Defined Benefit obligation at year end	38.09	33.17
b. Reconciliation of fair value of assets and obligations		
Present value of obligation as at 31st March, 2013	38.09	33.17
Amount recognised in Balance Sheet	38.09	33.17
c. Expenses recognized during the year		
Current Service Cost	8.80	7.56
Interest Cost	2.72	1.73
Actuarial (gain) / loss	(5.76)	4.14
Net Cost	5.76	13.43
d. Actuarial assumptions		
Mortality Table (L.I.C.)	2006-08	1994-96
Discount rate (per annum) compounded	9.10%	8.20%
Rate of escalation in salary (per annum)	10.00%	10.00%

5) In accordance with Accounting Standard 17 "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006, the company has determined its business segment as "Real Estate Support Operations". Since there are no other business segments in which the company operates, there are no other primary reportable segments. Therefore, the segment revenue, segment results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the financial statements.



NOTES TO THE ACCOUNTS

B) Related parties and transactions with them as specified in the Accounting Standard 18 on "Related Parties Disclosures" issued by ICAI has been identified and given below on the basis of information available with the company and the same has been relied upon.

Related Parties & Relationship

a) Enterprises that directly, or indirectly through one or more intermediaries, Control or are controlled by or are under common control with the company (including holding companies, subsidiaries and fellow Subsidiaries) :

	Transactions	2013-2014 ₹	2012-2013 ₹
(i) Ashiana Housing Ltd	Maintenance charges received	99.16 Lacs	135.69 Lacs
	Cafe Income	2.48 Lacs	0.99 Lacs
	Purchase of Flat	Nil	30.86 Lacs
	Rent paid	5.80 Lacs	16.80 Lacs
	Hire charges paid	0.15 Lacs	1.80 Lacs
	Deposit Given	Nil	100.00 Lacs
	Year end receivable /{(payable)}{net}	(2.95) Lacs	(3.54) Lacs
(ii) Ashiana Amar Developers	Year end investment	As per Note 9	As per Note 9
	Maintenance charges received	1.21 Lacs	3.18 Lacs
	Referral Fees	0.75 Lacs	14.41 Lacs
	Water Charges Received	0.19 Lacs	Nil
	Commission Received	2.17 Lacs	Nil

b) Associates and joint ventures

c) Individuals owning directly or indirectly, an interest in the voting power of the company that gives them control or significant influence over the company, and relatives of any such individual.

d) Key management personnel and their relatives

Shri Vishal Gupta, Whole Time Director	Remuneration	Nil	Nil
Shri Ankur Gupta, Whole Time Director	Remuneration	Nil	Nil
Shri Varun Gupta, Whole Time Director	Remuneration	Nil	Nil
	Rent Paid	3.00 Lacs	Nil
	Year end receivable - Deposit	0.60 Lacs	Nil
Shri Ashok Mattoo, Independent Director	Sitting Fees	0.05 Lacs	0.06 Lacs
	Year end Payable	0.05 Lacs	0.06 Lacs
Smt. Sonal Mattoo, Independent Director	Sitting Fees	0.05 Lacs	0.06 Lacs
	Year end Payable	0.05 Lacs	0.06 Lacs
Shri Lalit Kumar Chhawchharia Independent Director	Sitting Fees	0.03 Lacs	0.03 Lacs
	Year end Payable	0.03 Lacs	0.03 Lacs
Smt. Hem Gupta, relative	Remuneration	6.00 lacs	6.00 lacs

e) Enterprises over which any person described in (c) or (d) is able to exercise significant

(i) Ashiana Greenwood Developers	Maintenance charges received	0.87 Lacs	1.98 Lacs
	Referral Fees	Nil	1.75 Lacs
(ii) Ashiana Manglam Developers	Maintenance charges received	23.58 Lacs	33.34 Lacs
	Referral Fees	10.00 Lacs	10.25 Lacs
(iii) Megha Colonizers	Maintenance charges received	1.83 Lacs	1.57 Lacs
	Referral Fees	33.75 Lacs	48.36 Lacs
	Year end Payable/(Receivable)	(1.50 Lacs)	Nil
(iv) Ashiana Manglam Builders	Referral Fees	15.75 Lacs	Nil
(v) GD Enterprises Private Limited	Maintenance charges received	0.44 Lacs	Nil
	Deposit	0.36 Lacs	Nil
	Net Receivable	0.25 Lacs	Nil

f) Amount Written off in respect of above parties

Nil Nil



NOTES TO THE ACCOUNTS

7) The Earning Per Share (EPS) has been calculated as specified in Accounting Standard - 20 on "Earning Per Share" and related disclosures are as below :

	<u>2013-2014</u>	<u>2012-2013</u>
a) amount used as numerator in calculating basic and diluted EPS :		
Profit after tax (₹)	₹ 19,561,125	₹ 18,975,399
b) weighted average number of equity shares used as the denominator in calculating EPS (Nos) :		
Opening Balance	50,000	50,000
For Basic EPS	<u>50,000</u>	<u>50,000</u>

8) On the basis of physical verification of assets, as specified in Accounting Standard -- 28 and cash generating capacity of those assets, in the management perception, there is no impairment of such assets as appearing in the balance sheet as on 31.03.2014.

- 9) a) Previous year figures are rearranged/regrouped wherever considered necessary.
 b) Previous year figures above are given in brackets.

Signature to notes 1 to 27

In terms of our report of even date attached herewith

For B. CHHAWCHHARIA & CO.
 Chartered Accountants
 Firm Registration No: 305123E

Gupta

Abhishek Gupta
 Partner
 Membership No: 529082
 Place: New Delhi
 Date: 29th May, 2014

Vishal Gupta

Vishal Gupta
 (Whole Time Director)

Ankur Gupta

Ankur Gupta
 (Whole Time Director)

Varun Gupta

Varun Gupta
 (Whole Time Director)



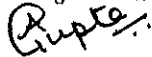
ASHIANA MAINTENANCE SERVICES LIMITED
(FORMERLY VATIKA MARKETING LIMITED)
CASH FLOW STATEMENT FOR THE YEAR ENDED 30TH MAR. 14

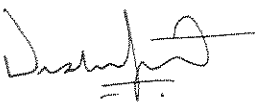
	2013-2014	2012-2013
	₹	₹
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items	27,524,233	26,503,691
Adjusted for :		
Depreciation	696,592	453,437
Interest Income (other than from customers)	(3,738,068)	(3,702,162)
Dividend Income	(343,801)	(810,408)
Income from Investments	(5,387,026)	(5,130,133)
Provision for Diminution in value of Investments/ (written back)	-	(919,008)
Interest Paid	34,774	45,673
Maintenance Surplus	-	-
(Profit) / Loss on sale of Fixed Assets	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	18,786,704	16,441,090
Adjusted for :		
Trade and other receivables	(5,775,324)	(3,429,238)
Inventories	(309,597)	(319,534)
Trade Payables and other liabilities	26,719,881	54,312,324
CASH GENERATED FROM OPERATIONS	39,421,664	67,004,642
Direct Taxes paid / adjusted	(8,719,313)	(6,675,492)
Cash flow before extra ordinary items	30,702,351	60,329,150
Extra Ordinary items	-	-
Net cash from Operating activities (A)	30,702,351	60,329,150
CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	(5,789,662)	(3,889,371)
Net change in Investments	(18,445,501)	(20,769,209)
Interest Income	3,738,068	3,702,162
Dividend Income	343,801	810,408
Net Cash from investing activities (B)	(20,153,294)	(20,146,010)
CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from long term and other borrowings	-	-
Interest Paid	(34,774)	(45,673)
Dividend paid	(17,551,568)	(9,878,913)
Net Cash from Financing activities (C)	(17,586,342)	(9,924,586)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+ B+ C)	(7,037,285)	30,258,554
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	76,921,740	46,663,186
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	69,884,455	76,921,740

01. Proceeds from long term and other borrowings are shown net of repayment.
02. Cash and Cash equivalents represent cash and bank balances only.

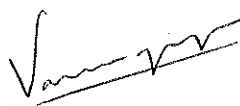
In terms of our report of even date attached herewith

For B. CHHAWCHHARIA & CO.
Chartered Accountants
Firm Registration No: 305123E


Abhishek Gupta
Partner
Membership No: 529082
Place: New Delhi
Date: 29th May, 2014


Vishal Gupta
(Wholetime Director)


Ankur Gupta
(Wholetime Director)


Varun Gupta
(Wholetime Director)

