

**ASHIANA MAINTENANCE
SERVICES LIMITED
F.Y. 2015-16**

Independent Auditor's Report

To the Members of Ashiana Maintenance Services Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Ashiana Maintenance Services 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 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 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 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 financial statements.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 loss 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 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. the Company has, to the extent ascertainable, disclosed the impact of pending litigations on its financial position in its financial statements – Refer clause (2) of Note 27 to the financial statements;

ii. the Company does not have any material foreseeable losses on long term contracts including derivative contracts which would impact its financial position;

iii. there were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company

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



Abhishek Gupta
Partner

Membership No. 529082

Place: New Delhi
Date: 20th May, 2016



Annexure - A to the Auditors' Report

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

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to the information and explanations given to us, all the 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 the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) According to the information and explanations given to us, the management has conducted physical verification of inventory at reasonable intervals during the year which, in our opinion, is reasonable having regard to the size of the company and nature of its business. No material discrepancies were noticed on such verification.
- (iii) The Company has not granted any secured/unsecured loans to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
- (iv) In our opinion and according to the information and explanations given to us, the Company has not made any loans, investments, guarantees and securities, hence, comment on compliance of Section 185 and 186 of the Companies Act, 2013 is not applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Companies Act, 2013 Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended).
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) (a) According to the records of the company, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, 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, there are no dues of income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess, as applicable, which have not been deposited on account of any dispute, except the following:



Name of the Statute	Amount (₹ in lacs)	Relating to the year	Forum where dispute pending
Income Tax Act, 1961	0.67	2011-2012	Commissioner of Income Tax
The Finance Act, 1994 – Service Tax	10.17	2011-12 to 2014-15	Assistant Commissioner, Central Excise
The Finance Act, 1994 – Service Tax	9.56	2011-12 to 2013-14	Deputy Commissioner, Central Excise
The Finance Act, 1994 – Service Tax	23.88	2009-10 to 2014-15	Commissioner (Appeals), Central Excise

- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year under review.
- (x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees have been noticed or reported during the year.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration during the year.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 188 of the Act and the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him.
- (xvi) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

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

Gupta
Abhishek Gupta
Partner

Membership No. 529082

Place: New Delhi
Date: 20th May, 2016



Annexure - B to the 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 **Ashiana Maintenance Services Limited** ("the Company") as of 31 March 2016 in conjunction with our audit of the 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 B.CHHAWCHHARIA & CO.
Firm Registration No. 305123E
Chartered Accountants



Abhishek Gupta
Partner

Membership No. 529082

Place: New Delhi
Date: 20th May, 2016



ASHIANA MAINTENANCE SERVICES LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Notes	AS AT		AS AT	
		31.03.2016	31.03.2015	31.03.2016	31.03.2015
		₹	₹	₹	₹
EQUITY AND LIABILITIES					
<u>Shareholders' Funds</u>					
Share Capital	1	500,000		500,000	
Reserves & Surplus	2	<u>7,910,608</u>	8,410,608	<u>10,610,503</u>	11,110,503
<u>Non-current Liabilities</u>					
Other Long Term Liabilities	3	186,995,344		139,643,194	
Long-Term Provisions	4	<u>7,906,024</u>	194,901,368	<u>6,431,134</u>	146,074,328
<u>Current Liabilities</u>					
Short Term Borrowings	5			10,165,627	
Trade Payables	6	13,975,546		4,385,492	
Other Current Liabilities	7	35,049,067		30,149,678	
Short-term Provisions	8	<u>6,693,571</u>	42,331,042	<u>18,476,848</u>	63,177,645
			<u>245,643,018</u>		<u>220,362,476</u>
ASSETS					
<u>Non-current Assets</u>					
Fixed Assets :					
Tangible Assets	9	12,987,758		26,203,195	
Intangible Assets		25,581			
Capital Work in Progress		<u>853,548</u>		<u>363,548</u>	
		13,866,887		26,566,743	
Non-Current Investments	10	575,851		580,418	
Deferred Tax Assets (Net)	11	<u>1,727,000</u>	16,169,738	<u>1,414,000</u>	28,561,161
<u>Current Assets</u>					
Current Investments	12			15,500,000	
Inventories	13	1,269,354		1,184,007	
Trade Receivables	14	76,936,613		71,311,750	
Cash & Cash Equivalents	15	138,093,874		90,109,945	
Short-Term Loans & Advances	16	<u>13,173,439</u>	229,473,280	<u>13,695,613</u>	191,801,315
			<u>245,643,018</u>		<u>220,362,476</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: 20th May, 2016

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
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

PARTICULARS	NOTES	2015-2016	2014-2015
		₹	₹
Income			
Revenue from Operations	17	242,972,178	215,781,610
Income from Partnership	18	(4,566)	189,935
Other Income	19	15,791,518	27,548,200
		258,759,130	243,519,745
Expenses			
<u>Real Estate Support Operation Expenses</u>			
Project Maintenance Expenses	20	151,189,830	123,052,979
Cafe Expenses	21	6,274,291	4,809,587
Care Home Expenses	22	3,076,061	4,437,838
		160,540,182	132,300,404
Employee Benefit Expenses	23	65,883,510	52,953,546
Finance Costs	24	1,192,722	1,754,786
Other expenses	25	32,424,115	27,671,744
Depreciation & Amortization expenses		1,691,496	2,457,923
		261,732,025	217,138,403
Profit/(Loss) before Tax		(2,972,895)	26,381,342
Tax Expenses :	26		
i) Current Tax		40,000	5,294,787
ii) Deferred Tax		(313,000)	(796,000)
Profit/(Loss) for the year		(2,699,895)	21,882,555
Earning Per Share			
(On Shares of nominal value of ₹ 10/- each)			
Basic and Diluted		(54.00)	437.65

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: 20th May, 2016

Vishal Gupta

Vishal Gupta

(Whole Time Director)

Ankur Gupta

Ankur Gupta

(Whole Time Director)

Varun Gupta

Varun Gupta

(Whole Time Director)



NOTES TO THE ACCOUNTS

	AS AT 31.03.2016 ₹	AS AT 31.03.2015 ₹
1 SHARE CAPITAL		
Authorised :		
50000 Equity shares of ₹ 10/- each	500,000	500,000
	<u>500,000</u>	<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	500,000
	<u>500,000</u>	<u>500,000</u>
a) Details of shareholders holding more than 5% of the Equity Shares in the company		
	As at 31.03.2016	As at 31.03.2015
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 2016, the amount of per share dividend recognized as distributions to equity shareholders was Nil (31 March 2015: ₹370). 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 31.03.2016 ₹	AS AT 31.03.2015 ₹
Capital Reserve	18,000	18,000
	<u>18,000</u>	<u>18,000</u>
General Reserve		
As per last Account	8,600,000	9,600,000
Add : Amount transferred from/(to) surplus in Profit & Loss Account	<u>(1,100,000)</u>	<u>(1,000,000)</u>
	7,500,000	8,600,000
Surplus/(Deficit) in the statement of Profit and Loss		
Balance as per last financial statements	1,992,503	1,602,736
Profit / (Loss) for the year	(2,699,895)	2,182,555
Less: Appropriations		
Proposed dividend	-	(18,500,000)
Tax on dividend	-	(3,766,165)
Transfer from/(to) General Reserve	1,100,000	1,000,000
Depreciation adjustment as per Companies Act, 2013 (Net of Deferred Tax Nil (₹ 1,11,000/-) there on)	-	(226,623)
Net Surplus/(Deficit) in the statement of Profit and Loss	<u>392,608</u>	<u>1,992,503</u>
	<u>7,910,608</u>	<u>10,610,503</u>
3 OTHER LONG TERM LIABILITIES		
Deposit from customers	128,021,010	105,353,185
Water Supply Infrastructure Fund	58,974,334	34,290,009
	<u>186,995,344</u>	<u>139,643,194</u>
4 LONG TERM PROVISIONS		
For Gratuity	7,906,024	6,431,134
	<u>7,906,024</u>	<u>6,431,134</u>
5 SHORT-TERM BORROWINGS		
From HDFC Bank Limited- Secured		
Overdraft Facilities:		10,165,627
- Secured by pledge of certain fixed deposits of the company		
	<u>-</u>	<u>10,165,627</u>
6 TRADE PAYABLES		
Sundry Creditors		
- Dues of Micro and Small Enterprises	78,159	-
- Others	13,897,387	4,385,492
	<u>13,975,546</u>	<u>4,385,492</u>
7 OTHER CURRENT LIABILITIES		
Advance from customers	2,353,420	1,103,227
Deposit from customers	-	4,350,000
Maintenance Fund	13,847,704	9,913,515
Other liabilities	18,847,943	14,782,936
	<u>35,049,067</u>	<u>30,149,678</u>
8 SHORT TERM PROVISIONS		
Provision for Taxation - Net	(6,613,571)	(3,789,317)
Less: Mat Credit Entitlement set off	80,000	-
	<u>(6,693,571)</u>	<u>(3,789,317)</u>
For Proposed Dividend		18,500,000
For Tax on Dividend		3,766,165
	<u>(6,693,571)</u>	<u>18,476,848</u>



NOTES TO THE ACCOUNTS

9 FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION / AMORTIZATION			NET BLOCK	
	As at 01.04.2015 (₹)	Additions/ (Deductions) (₹)	As at 31.03.2016 (₹)	Up to 31.03.2015 (₹)	For the Year/ (Adjustments) (₹)	Up to 31.03.2016 (₹)	As at 31.03.2016 (₹)	As at 31.03.2015 (₹)
TANGIBLE ASSETS								
BUILDING	16,883,391	(6,483,391)	10,400,000	360,513	217,603 (93,897)	484,220	9,915,780	16,522,878
PLANT & MACHINERY	31,570	-	31,570	3,176	2,171	5,347	26,223	28,396
OFFICE EQUIPMENT	3,465,305	849,856 (1,991,832)	2,323,329	1,505,316	617,959 (1,169,654)	953,621	1,369,708	1,959,989
COMPUTER - HARDWARE	2,139,445	743,645	2,883,090	1,419,455	424,375	1,843,830	1,039,261	719,990
FURNITURE & FIXTURE	4,834,446	307,264 (4,906,206)	235,504	759,625	268,787 (1,003,505)	24,907	210,597	4,074,821
ELECTRICAL INSTALLATION	3,108,039	7,455 (3,108,039)	7,455	212,338	153,744 (365,904)	178	7,277	2,895,701
VEHICLE	33,998	420,000	453,998	32,578	2,507	35,085	418,913	1,420
TOTAL	30,496,194	2,328,220 (16,489,468)	16,334,946	4,293,001	1,687,146 (2,632,960)	3,347,188	12,987,758	26,203,195
INTANGIBLE ASSETS								
COMPUTER - SOFTWARE	125,593	29,931	155,524	125,593	4,350	129,943	25,581	-
TOTAL	125,593	29,931	155,524	125,593	4,350	129,943	25,581	-
CAPITAL WORK IN PROGRESS	363,548	490,000	853,548	-	-	-	853,548	363,548
GRAND TOTAL	30,985,335	2,848,151 (16,489,468)	17,344,018	4,418,594	1,691,496 (2,632,960)	3,477,131	13,866,887	-
PREVIOUS YEAR FIGURES	19,852,174	21,022,635 (9,889,474)	30,985,335	1,639,071	2,795,546 (16,032)	4,418,594	-	26,566,743



NOTES TO THE ACCOUNTS

	AS AT 31.03.2016 ₹	AS AT 31.03.2015 ₹
10 NON - CURRENT INVESTMENTS		
Trade		
In Capital of Partnership Firm		
Ashiana Amar Developers	535,851	540,418
+ Required Particulars of Partnership firm is given below		
Others		
Unquoted		
In Government Securities		
National Saving Certificate (Pledged)	40,000	40,000
	575,851	580,418

* The particulars of partnership firm on the basis of audited Balance Sheet as at 31.03.2016, is given below :-

a) Ashiana Amar Developers

Name of Partners	Share	Capital (₹)
Ashiana Housing Ltd.	95%	9,981,311
Ashiana Maintenance Services Ltd.	5%	535,851

11 DEFERRED TAX - NET

Deferred Tax Assets on Employee Benefits	2,443,000	2,126,000
Less : Deferred Tax Liability on Fiscal allowance of fixed assets	716,000	712,000
	1,727,000	1,414,000

	Face Value ₹	No. of Units	AS AT 31.03.2016 ₹	No. of Units	AS AT 31.03.2015 ₹
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12 CURRENT INVESTMENTS

In Mutual Funds (unquoted)

Birla Sun Life Short-term Opportunity Fund-Regular Growth	10	-	-	236,856.820	5,000,000
Franklin India Income Opportunities Fund- Growth	10	-	-	337,363.700	5,000,000
Franklin India short Term Income Plan -RP Growth	1000	-	-	2,084.650	5,500,000
Aggregate value of Unquoted Investments			-		15,500,000
Repurchase Price of units of mutual funds			-		16,850,184

	AS AT 31.03.2016 ₹	AS AT 31.03.2015 ₹
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13 INVENTORIES

(As taken, valued and certified by the Management)

Maintenance Materials	1,225,067	1,144,424
Food & Consumables	44,287	39,583
	1,269,354	1,184,007

14 TRADE RECEIVABLES

(Unsecured, considered good)

Due for more than six months	35,652,198	23,263,440
Other Debts	41,284,415	48,048,310
	76,936,613	71,311,750
Includes due from related parties	1,431,442	755,801

15 CASH AND CASH EQUIVALENTS

Cash-in-hand

	695,426	525,173
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Balances with Scheduled Banks :

In Current Account

In Fixed Deposit *

	40,104,126	18,647,168
	97,294,322	70,937,604
	138,093,874	90,109,945

* Pledged

* Earmarked for Water Supply Infrastructure Fund

* Maturing after 12 months from close of the year



16 SHORT TERM LOANS AND ADVANCES		
(Unsecured, considered good)		
Advances recoverable in cash or in kind or for value to be received	11,883,340	12,551,004
Deposits*	<u>1,290,099</u>	<u>1,144,609</u>
	<u>13,173,439</u>	<u>13,695,613</u>
*Includes due from related parties	60,000	60,000
	<u>2015-2016</u>	<u>2014-2015</u>
	₹	₹
17 REVENUE FROM OPERATIONS		
<u>Real Estate Support Operations:</u>		
(i) Project Maintenance Charges		
- General Maintenance Charges	183,938,385	152,419,659
- Capital Maintenance Charges (Net)	12,133,564	13,520,268
- Amortisation of Management Deposit	5,474,460	4,748,246
(ii) Commission from Realty Services	22,476,195	25,641,840
(iii) Café Sales	5,893,827	6,697,178
(iv) Care Home Income	<u>13,055,747</u>	<u>12,754,419</u>
	<u>242,972,178</u>	<u>215,781,610</u>
18 INCOME FROM PARTNERSHIP		
Share of profit from Partnership Firm	<u>(4,566)</u>	<u>189,935</u>
	<u>(4,566)</u>	<u>189,935</u>
19 OTHER INCOME		
Interest		
- On Fixed Deposit*	5,156,591	3,316,689
- From others	3,717,045	2,965,410
Rent	1,119,398	1,452,802
Dividend		27,176
Profit on sale of investments	1,724,062	16,612,194
Miscellaneous Receipts	2,988,630	2,434,107
Liabilities written back	1,074,803	517,357
Profit on sale of Fixed Assets	10,989	4,137
Provision for Diminution in Value of Investment written back		<u>218,328</u>
	<u>15,791,518</u>	<u>27,548,200</u>
* Net of transfer to water supply infrastructure fund	1,179,478	187,938
20 PROJECT MAINTENANCE EXPENSES		
Consumption of Maintenance Materials (Indigenous)	16,089,618	13,598,385
Work Charges	54,111,684	52,398,550
Power & Fuel (net)	11,495,644	7,798,328
Repairs and Maintenance	22,838,503	18,591,521
Security charges	29,561,361	25,177,306
Other Maintenance Expenses	<u>17,093,020</u>	<u>5,488,889</u>
	<u>151,189,830</u>	<u>123,052,979</u>
21 CAFE EXPENSES		
Consumables (Indigenous)	3,502,083	2,731,160
Work Charges	1,685,784	1,140,645
Power & Fuel	<u>1,086,424</u>	<u>937,782</u>
	<u>6,274,291</u>	<u>4,809,587</u>
22 CARE HOME EXPENSES		
Consumption of Maintenance Materials (Indigenous)	97,822	105,947
Work Charges	1,538,311	2,587,698
Power & Fuel (net)	602,365	846,409
Rent	559,325	687,000
Other Maintenance Expenses	<u>278,238</u>	<u>210,784</u>
	<u>3,076,061</u>	<u>4,437,838</u>



23 EMPLOYEE BENEFITS EXPENSES		
Salary and Allowances	57,865,173	47,923,998
Contribution to Provident & Other Funds	2,935,453	1,871,845
Staff Welfare	<u>5,082,884</u>	<u>3,157,903</u>
	<u>65,883,510</u>	<u>52,953,546</u>
24 FINANCE COST		
Interest		
To Others	<u>1,192,722</u>	<u>1,754,786</u>
	<u>1,192,722</u>	<u>1,754,786</u>
25 OTHER EXPENSES		
Rates and Taxes	1,048,611	361,280
Rent	685,953	601,195
Insurance	256,640	301,541
Public Relation and Communication	3,770,150	5,868,469
Printing and Stationery	1,864,659	2,059,876
Repairs and Maintenance :		
To Building	-	146,545
To Others	313,974	3,631,644
Travelling & Conveyance	5,270,103	4,195,333
Legal & Professional Expenses	1,590,567	1,987,259
Service Tax Expenses	3,636,829	-
Telephone, Telex & Fax	1,565,475	1,253,780
Directors' Fees	12,000	19,000
Auditors' Remuneration :		
For Statutory Audit	350,000	250,000
For Internal Audit	399,404	345,046
For Tax Audit	75,000	50,000
For Other Services	50,038	50,226
Irrecoverable Balances Written off	2,548,877	3,447
Miscellaneous expenses	8,332,610	6,521,874
Item related to Previous years	653,225	-
Fixed Assets Written off	-	25,229
	<u>32,424,115</u>	<u>27,671,744</u>
26 TAX EXPENSES		
<u>Current Tax</u>		
Income Tax	120,000	5,220,000
Less: Mat Credit Entitlement during the year	<u>(80,000)</u>	-
	40,000	5,220,000
Tax Adjustments	<u>40,000</u>	<u>74,787</u>
	40,000	5,294,787
<u>Deferred Tax</u>		
Deferred Tax	<u>(313,000)</u>	<u>(796,000)</u>
	<u>(273,000)</u>	<u>4,498,787</u>



NOTES TO THE ACCOUNTS

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.

ii) 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.

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 contested demand of:

- a) Entry Tax ₹ 16.90 Lacs (₹ 16.90 Lacs)
- b) Service Tax ₹ 43.6 Lacs (₹ 45.61 Lacs)
- c) Income Tax ₹ 9.67 Lacs (₹ 9.67 Lacs).

3) 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:

	<u>2015 - 2016</u>	<u>2014 - 2015</u>
Employer's Contribution to Provident Fund & ESI	29.35	18.72

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 build up the final obligation.

	Gratuity (Unfunded)	
	2015 - 2016	2014 - 2015
a. Reconciliation of opening and closing balances of Defined Benefit obligation		
Defined Benefit obligation at beginning of the year	64.31	38.09
Current Service Cost	16.45	14.07
Interest Cost	5.01	3.47
Actuarial (gain)/loss	(6.53)	8.68
Benefits (paid)	(0.18)	-
Defined Benefit obligation at year end	79.06	64.31
b. Reconciliation of fair value of assets and obligations		
Present value of obligation as at 31st March, 2016	79.06	64.31
Amount recognised in Balance Sheet	79.06	64.31
c. Expenses recognized during the year		
Current Service Cost	16.45	14.07
Interest Cost	5.01	3.47
Actuarial (gain) / loss	(6.53)	8.68
Net Cost	14.93	26.22
d. Actuarial assumptions		
Mortality Table (L.I.C.)	2006-08	2006-08
Discount rate (per annum) compounded	7.90%	7.80%
Rate of escalation in salary (per annum)	5.00%	5.00%



NOTES TO THE ACCOUNTS

4) 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.

5) Related parties and transactions with them as specified in Accounting Standard 18 on "Related Parties Disclosure" issued by ICAI has been identified and given below.

- | | |
|--|---|
| a) Enterprises where control exists | Ashiana Housing Limited (Holding Company)
Ashiana Amar Developers (Fellow Subsidiary)
Vista Housing (Fellow Subsidiary) |
| b) Associates and Joint Ventures | Nil |
| c) Individual Owning an interest in the voting power of the company and their relatives | Nil |
| d) Key Management Personnel and their Relatives | Shri Varun Gupta, Whole Time Director
Smt. Sonal Mattoo, Independent Director
Shri Nabin Agarwal, Independent Direct
Smt. Hem Gupta, Relative of Directors |
| e) Enterprises over which any person referred to in (c) or (d) is able to exercise significant influence | Ashiana Greenwood Developers
Megha Colonizers
Ashiana Manglam Developers
Ashiana Manglam Builders
GD Enterprises private Limited |

(₹ in Lacs)

Nature of Transactions	Enterprises where control exists		Key Management Personnel and their Relatives		Enterprises over which any person referred to in(c) or (d) is able to exercise significant influence	
	2015-2016	2014-2015	2015-2016	2014-2015	2015-2016	2014-2015
Income						
Maintenance charges	205.82	123.32	-	-	65.81	4.81
Cafe Income	7.92	6.47	-	-	0.05	-
Commission	6.40	3.08	-	-	8.19	-
Management Deposit	0.42	-	-	-	-	-
Expenses						
Rent	2.52	4.87	3.60	3.60	1.80	3.60
Hotel Charges	3.10	-	-	-	-	-
Establishment Charges	27.31	17.46	-	-	-	-
Remuneration	-	-	6.00	6.00	-	-
Sitting Fee	-	-	-	0.14	-	-
Hygein & Sanitation	14.40	-	-	-	-	-
Year End Receivable						
Trade Receivable	16.04	5.56	-	-	-	0.03
Deposits	-	-	0.60	0.60	-	-
Year End Payable						
Deposits	-	-	-	0.92	-	0.36

f) Amount Written off in respect of above parties

Nil



NOTES TO THE ACCOUNTS

- 6) Disclosures pursuant to Schedule III of Companies Act, 2013 in relation to trade payables falling under the category of Micro and Small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 are as follows:

	<u>2015 - 2016</u> (₹ in lacs)
a) Principal amount due to such suppliers	0.78
b) interest accrued and due to such suppliers on above (a) amount	Nil
c) payment made to such suppliers (other than interest) beyond appointed day during the year	Nil
d) interest paid to such suppliers on above (c)	Nil
e) interest due and payable to such suppliers towards payment already made	Nil
f) interest accrued and remaining unpaid at the end of the accounting year	Nil

Since this is the first year of such disclosures previous year figures are not available with the company and hence, not disclosed above and in Note '6'.

- 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>2015 - 2016</u>	<u>2014 - 2015</u>
a) amount used as numerator in calculating basic and diluted EPS : Profit/(Loss) after tax (₹)	₹ (2,699,895)	₹ 21,882,555
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 31.03.2016.
- 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



Abhishek Gupta
Partner
Membership No: 529082
Place: New Delhi
Date: 20th May, 2016



Vishal Gupta
(Whole Time Director)



Ankur Gupta
(Whole Time Director)



Varun Gupta
(Whole Time Director)



ASHIANA MAINTENANCE SERVICES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

	2015-2016	2014-2015
	₹	₹
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items	(2,972,895)	26,381,342
Adjusted for :		
Depreciation	1,691,496	2,457,923
Interest Income (other than from customers)	(5,156,591)	(3,316,689)
Dividend Income	-	(27,176)
Income from Investments	(1,719,496)	(16,802,129)
Provision for Diminution in value of Investments/ (written back)	-	(218,328)
Interest Paid	1,192,722	1,754,786
Fixed Assets written off	-	25,229
Provision for Employee Benefits	1,474,890	2,621,690
Liabilities Written Back	(1,074,803)	(517,357)
(Profit) / Loss on sale of Fixed Assets	(10,989)	(4,137)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(6,575,666)	12,355,154
Adjusted for :		
Trade and other receivables	(5,102,689)	(29,360,129)
Inventories	(85,347)	(135,021)
Trade Payables and other liabilities	62,916,396	(47,324,851)
CASH GENERATED FROM OPERATIONS	51,152,694	(64,464,847)
Direct Taxes paid / adjusted	(2,944,254)	(9,017,783)
Cash flow before extra ordinary items	48,208,440	(73,482,630)
Extra Ordinary items	-	-
Net cash from Operating activities (A)	48,208,440	(73,482,630)
CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	(2,848,151)	(11,193,920)
Sale of fixed Assets	13,867,500	23,644
Net change in Investments	17,224,063	109,502,990
Interest Income	5,156,591	3,316,689
Dividend Income	-	27,176
Net Cash from investing activities (B)	33,400,003	101,676,579
CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from long term and other borrowings	(10,165,627)	10,165,627
Interest Paid	(1,192,722)	(1,754,786)
Dividend paid	(22,266,165)	(16,379,300)
Net Cash from Financing activities (C)	(33,624,514)	(7,968,459)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+ B+ C)	47,983,929	20,225,490
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	90,109,945	69,884,455
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	138,093,874	90,109,945

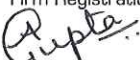
01. Proceeds from long term and other borrowings are shown net of repayment.
02. Cash and Cash equivalents represent cash and bank balances only.

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: 20th May, 2016





Vishal Gupta
(Wholetime Director)



Ankur Gupta
(Wholetime Director)



Varun Gupta
(Wholetime Director)