

ASHIANA AMAR DEVELOPERS
F.Y. 2014-2015

AUDITOR'S REPORT

To,
The Partners of M/s Ashiana Amar Developers (Regd.)

We have audited (for Income Tax purpose) the accompanying financial statements of M/s Ashiana Amar Developers (Regd.), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit & Loss, Cash Flow Statement for the year ended on that date annexed thereto 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. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that 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 are prepared, in all material aspects, 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, 2015 ;
- (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.



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

Abhishek Gupta
Abhishek Gupta
Partner
Membership No.: 529082

Place: New Delhi
Date: 18th May, 2015

ASHIANA AMAR DEVELOPERS (REGD.)
BALANCE SHEET AS AT 31ST MARCH, 2015

Particulars	Notes	AS AT		AS AT	
		31.03.2015		31.03.2014	
		₹	₹	₹	₹
SOURCES OF FUNDS					
Partners' Capital Account	1		7,137,015		13,905,445
Current Liabilities					
Advance from Customers	2	-		1,044,865	
Trade Payables	3	224,727		520,562	
Other Current Liabilities	4	1,788,103		7,573,689	
Short-term Provisions	5	(361,490)		(1,209,753)	
			1,651,340		7,929,363
			<u>8,788,355</u>		<u>21,834,808</u>
Current Assets					
Inventories	6	-		4,603,799	
Trade Receivables	7	7,233,910		16,980,575	
Cash & Cash Equivalents	8	1,554,445		(21,000)	
Short Term Loans & Advances	9	-		271,434	
			8,788,355		21,834,808
			<u>8,788,355</u>		<u>21,834,808</u>
SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES TO THE ACCOUNTS	15				

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

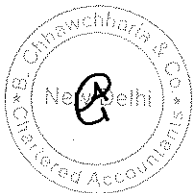
For ASHIANA HOUSING LIMITED

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

Gupta
 Abhishek Gupta
 Partner
 Membership No: 529082
 Place: New Delhi
 Date: 18th May, 2015

[Signature]
 Ashiana Housing Ltd Director

[Signature]
 Ashiana Maintenance Services Ltd. Partners



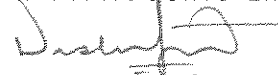
ASHIANA AMAR DEVELOPERS (REGD.)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2015

Particulars	Notes	2014-2015	2013-2014
		₹	₹
INCOME			
Revenue from Operations	10	9,635,686	251,510,311
Other Income	11	2,339,741	2,557,986
		11,975,427	254,068,297
EXPENDITURE			
Direct Cost:			
Project and Other Expenses	12	1,192,523	28,029,208
Changes in Inventories	13	4,603,799	118,988,932
		5,796,322	147,018,140
Selling Expenses		386,696	6,021,448
		6,183,018	153,039,588
PROFIT BEFORE TAX		5,792,409	101,028,709
Less: Tax Expenses	14	1,993,704	34,428,483
PROFIT FOR THE YEAR		3,798,705	66,600,226
Appropriation of Profit			
	%		
Ashiana Housing Ltd.	95	3,608,770	63,270,215
Ashiana Maintenance Services Ltd.	5	189,935	3,330,011
		3,798,705	66,600,226

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

For ASHIANA HOUSING LIMITED



Director

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

Ashiana Housing Ltd

Partners



Abhishek Gupta
Partner
Membership No: 529082
Place: New Delhi
Date: 18th May, 2015

Ashiana Maintenance Services Ltd.



NOTES TO THE ACCOUNTS

	As at 31.03.2015 ₹	As at 31.03.2014 ₹
1 PARTNERS' CAPITAL ACCOUNT		
Ashiana Housing Ltd.		
Balance B/F	8,554,962	(14,709,529)
Net (Dr.)/ Cr. during the year	(5,567,135)	(40,005,725)
Add: Share of profit	<u>3,608,770</u>	<u>63,270,215</u>
	6,596,597	8,554,962
Ashiana Maintenance Services Ltd.		
Balance B/F	5,350,483	2,020,472
Net (Dr.)/ Cr. during the year	(5,000,000)	-
Add: Share of profit	<u>189,935</u>	<u>3,330,011</u>
	540,418	5,350,483
	<u>7,137,015</u>	<u>13,905,445</u>
2 ADVANCE FROM CUSTOMERS		
Customer Advance	-	1,044,865
	<u>-</u>	<u>1,044,865</u>
3 TRADE PAYABLES		
Sundry Creditors	224,727	520,562
	<u>224,727</u>	<u>520,562</u>
4 OTHER CURRENT LIABILITIES		
Security deposits	-	623,274
Other liabilities	1,788,103	6,950,415
	<u>1,788,103</u>	<u>7,573,689</u>
5 SHORT-TERM PROVISIONS		
Taxation (Net of Advance)	(361,490)	(1,209,753)
	<u>(361,490)</u>	<u>(1,209,753)</u>
6 INVENTORIES		
Stock (As taken, valued and certified by the management)		
Land	-	349,908
Unsold Completed Construction	-	4,253,891
	<u>-</u>	<u>4,603,799</u>
7 TRADE RECEIVABLES		
(Unsecured, considered Good)		
Due for more than six months	7,233,910	16,209,769
Other Debts	-	770,806
	<u>7,233,910</u>	<u>16,980,575</u>
8 CASH AND CASH EQUIVALENTS		
Cash-in-hand	47,039	10,254
Cheques in Hand	1,252,558	-
Balances with Scheduled Banks :		
In Current Account	254,848	(31,254)
	<u>1,554,445</u>	<u>(21,000)</u>
9 SHORT TERM LOANS AND ADVANCES		
(Unsecured, Considered Good)		
Unaccrued Selling Expenses	-	271,434
	<u>-</u>	<u>271,434</u>



NOTES TO THE ACCOUNTS		2014-2015	2013-2014
10 REVENUE FROM OPERATIONS		₹	₹
Real Estate:			
Completed Projects (on Possession)		9,635,686	251,510,311
		<u>9,635,686</u>	<u>251,510,311</u>
11 OTHER INCOME			
Interest - Others		249,510	924,314
Miscellaneous Income		257,774	1,572,466
Liabilities Written back		1,832,457	61,206
		<u>2,339,741</u>	<u>2,557,986</u>
12 PROJECT AND OTHER EXPENSES			
(1) DIRECT PROJECT EXPENSES			
Consumption of construction materials (Indigenous)		-	7,940,574
Wages		-	1,034,832
PRW Charges		-	1,717,550
Power & Fuel		-	266,907
Architects' Fee and Consultancy Charges		-	132,462
Other Direct Construction Expenses		-	10,209,070
		<u>-</u>	<u>12,301,395</u>
(2) INDIRECT PROJECT EXPENSES			
Salary & Allowances		-	2,219,915
Staff welfare		-	153,274
Interest to others		2,012	10,171
Auditors' Remuneration:			
For Audit		44,944	101,124
For Tax Audit		11,236	16,854
For Other services		-	66,955
Travelling & conveyance		4,448	398,263
Rent		229,000	177,758
Legal & Professional Expenses		317,080	1,002,000
Repair & Maintenance			
To Machineries		-	21,696
To Building		516,979	121,228
To Others		3,500	137,855
Telephone, Telex & Fax		-	88,501
Printing & Stationery		2,150	84,302
Service Tax under VCES		-	2,009,927
Miscellaneous Expenses		9,274	117,990
Irrecoverable Balance written off		51,900	-
		<u>1,192,523</u>	<u>6,727,813</u>
		<u>1,192,523</u>	<u>28,029,208</u>
13 CHANGE IN INVENTORIES			
Opening Stock			
Leasehold Land		349,908	11,421,399
Unsold Completed Construction		4,253,891	-
Work-in-Progress		-	123,592,731
		<u>4,603,799</u>	<u>112,171,332</u>
Less: Closing Stock			
Leasehold Land		-	349,908
Unsold Completed Construction		-	4,253,891
Work-in-Progress		-	4,603,799
		<u>-</u>	<u>9,207,598</u>
		<u>4,603,799</u>	<u>118,988,932</u>
14 TAX EXPENSES			
Income Tax		1,817,000	34,340,000
Tax Adjustments		176,704	88,483
		<u>1,993,704</u>	<u>34,428,483</u>



15 SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES TO THE ACCOUNTS

1 SIGNIFICANT ACCOUNTING POLICIES

SYSTEM OF ACCOUNTING :

The firm adopts accrual basis of accounting in the preparation of accounts.

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.

FIXED ASSETS AND DEPRECIATION:

Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided on reducing balance method at the rates given in the Income Tax Rules, 1962.

INVESTMENTS :

Long term investments are carried at acquisition cost and 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.

INVENTORIES :

Inventories are valued as follows:

Construction Material At Lower of cost and net realizable value. However, materials and other items are not written down below cost if the constructed units in which they are used are expected to be sold at or above cost. Cost is determined on FIFO basis.

Land , Unsold Completed Construction and Work in Progress At Lower of cost and net realizable value. Cost includes direct materials, labour and construction overheads.

REAL ESTATE PROJECTS

a) Revenue in respect of the projects is accounted for (i) on delivery of absolute physical possession of the respective units on completion or (ii) on deemed possession of the respective units on completion, as considered appropriate by the management based on circumstantial status of the project.

b) Selling Expenses related to projects are charged to Profit & Loss Account in the year in which corresponding revenue is recognised.

c) Interest on delayed payments and other charges are accounted for on certainty of realisation.

OTHER INCOME

Other income is accounted on accrual basis except where the receipt of income is uncertain.

2 Contingent Liability (not provided for) in respect of claims against the firm not acknowledged as debts
Income Tax ₹ 480.89 Lacs (P.Y. ₹ 12.45 Lacs)

3 In accordance with Accounting Standard 17 "Segment Reporting" as issued by ICAI, the Firm has determined its business segment as Real Estate Business. Since there are no other business segments in which the Firm 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.



4 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 Firm and the same has been relied upon by the auditors.

<u>Related Parties & Relationship</u>		<u>Transactions</u>	
		<u>2014-2015</u>	<u>2013-2014</u>
		₹	₹
a) Enterprises that directly, or indirectly through one or more intermediaries, Control or are controlled by or are under common control with the Firm (including holding companies, subsidiaries and fellow Subsidiaries) :			
i) Ashiana Housing Limited	Travelling Expenses Year end Payable/(Receivable)	Nil Nil	9,031 Nil
ii) Ashiana Maintenance Services Limited	Maintenance Charges Referral Fees Water Charges Commission Paid Year end Payable/(Receivable)	411,781 Nil Nil 115,262 Nil	120,305 75,000 19,326 216,678 Nil

5 Previous year figures have been regrouped/rearranged, wherever found necessary.

Signatures to Schedule 1 to 15 **ASHIANA HOUSING LIMITED**



Director


In terms of our report of even date attached herewith
For **B. CHHAWCHHARIA & CO.**
Chartered Accountants
Firm Registration No: 305123E



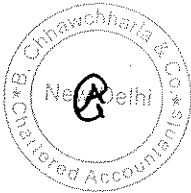
Abhishek Gupta
Partner
Membership No: 529082
Place: New Delhi
Date: 18th May, 2015

Ashiana Housing Ltd

Partners



Ashiana Maintenance Services Ltd.



ASHIANA AMAR DEVELOPERS (REGD.)
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

	2014-2015	2013-2014
	₹	₹
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items	5,792,409	101,028,709
Adjusted for :		
Loss on Sale of Fixed Assets	-	21,400
Interest Paid	2,012	10,171
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	5,794,421	101,060,280
Adjusted for :		
Trade and other receivables	10,018,099	10,732,681
Inventories	4,603,799	123,545,964
Trade Payables and other liabilities	(7,126,286)	(156,628,176)
CASH GENERATED FROM OPERATIONS	13,290,033	78,710,749
Direct Taxes paid / adjusted	(1,145,441)	(45,768,243)
Cash flow before extra ordinary items	12,144,592	32,942,506
Extra Ordinary items	-	-
Net cash from Operating activities (A)	12,144,592	32,942,506
CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase/Sale of Fixed Assets	-	2,780,332
Net Cash from investing activities (B)	-	2,780,332
CASH FLOW FROM FINANCING ACTIVITIES :		
Contribution/(withdrawals) from partners	(10,567,135)	(40,005,725)
Interest Paid	(2,012)	(10,171)
Net Cash from Financing activities (C)	(10,569,147)	(40,015,896)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+ B+ C)	1,575,445	(4,293,057)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	(21,000)	4,272,057
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	1,554,445	(21,000)

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

For ASHIANA HOUSING LIMITED



Director

Ashiana Housing Ltd

In terms of our report of even date attached herewith

B. CHHAWCHHARIA & CO.

Chartered Accountants

Firm Registration No: 305123E



Abhishek Gupta

Partner

Membership No: 529082

Place: New Delhi

Date: 18th May, 2015



Ashiana Maintenance Services Ltd.

Partners

