

K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
Balance Sheet

(Amount in Rs)

Particulars	Note No	As at	
		March 31, 2015	March 31, 2014
I EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	14,968,800	14,968,800
(b) Reserves and surplus	2	(15,793,175)	(22,565,849)
(c) Money Received against Share Warrants			-
(2) Share Application Money Pending Allotment	3	81,185,000	81,185,000
(3) Non-current Liabilities			
(a) Long-term borrowings	4	5,949,242	39,702,748
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities	5	58,234,117	224,276,510
(d) Long-term provisions	6	4,620,939	2,912,261
(4) Current Liabilities			
(a) Short-term borrowings	7	89,950,000	69,950,000
(b) Trade payables	8	638,435,271	673,225,448
(c) Other Current Liabilities	9	1,156,866,732	535,440,258
(d) Short term provisions	10	7,052,512	3,834,899
		2,041,469,437	1,622,930,075
II ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	11	313,574,271	341,036,494
(ii) Intangible assets		-	-
(iii) Capital Work-in-Progress		-	-
(iv) Intangible assets under development		-	-
(b) Non- current investments		-	-
(c) Deferred Tax assets (Net)		-	-
(d) long-term loans and advances		-	-
(2) Current Assets			
(a) Current Investment		-	-
(b) Inventories	12	371,857,844	230,311,902
(c) Trade Receivables	13	1,018,563,077	899,386,702
(d) Cash and Bank Balances	14	104,006,388	2,406,704
(e) Short-term Loans and advances	15	233,467,857	149,788,273
(f) Other current assets		-	-
		2,041,469,437	1,622,930,075
Significant Accounting Policies and Notes form an integral part of the financial statements			

This is the Balance Sheet referred to in our report of even date

 for MSSV & Co,
Chartered Accountants
FRN:001987S

 D.R. Venkatesh
Partner
Membership No. 25087

Place: Bangalore

 Date: 28th May, 2015

For and on behalf of the Board of Directors

 Venkat K Narayana
Director

 V. Gopal
Director

K2K INFRASTRUCTURE INDIA PRIVATE LIMITED

(Amount in Rs)

Statement of Profit and Loss

Particulars	Note No	For the year ended	
		March 31, 2015	March 31, 2014
I. Revenue From Operations	16	1,582,566,909	1,728,130,623
II. Other Income	17	13,561,348	2,275,932
III. Total Revenue (I + II)		1,596,128,257	1,730,406,555
IV Expenses			
Cost of Construction	18	1,539,650,523	1,584,451,224
Purchases of Stock in Trade			
Change in Inventories of Finished Goods, Work in progress and Stock in trade	19	(175,164,258)	(97,098,024)
Employee Cost	20	125,908,834	117,361,264
Financial Costs	21	27,843,747	28,101,800
Depreciation and Amortization Expense	11	51,950,687	49,943,835
Other Expenses	22	16,003,961	19,662,444
Total		1,586,193,494	1,702,422,543
V. Profit Before Exceptional and Extraordinary items and Tax (III - IV)		9,934,764	27,984,012
VI. Exceptional Items		-	-
VII . Profit Before Extraordinary items and Tax (VII - VIII)		9,934,764	27,984,012
VIII Extraordinary Items		-	-
IX Profit Before Tax (VII - VIII)		9,934,764	27,984,012
X Tax Expense			
(1) Current Tax		2,000,000	605,000
(2) Tax of the earlier years		1,162,090	-
(2) Deferred Tax		-	-
XI Profit (loss) for the period from continuing operations (VII - VIII)		6,772,674	27,379,012
XII Profit / Loss from Discontinuing Operatoions		-	-
XIII Tax Expense from Discontinuing Operatoions		-	-
XIV Profit (loss) for the period from discontinuing operations (After Tax) (XII - XIII)		-	-
XV Profit (loss) for the period (XI + XIV)		6,772,674	27,379,012
XVI Earnings per equity share			
(1) Basic		4.52	18.29
(2) Diluted		4.52	18.29

Significant Accounting Policies and Notes form an integral part of the financial statements

This is the Statement of Profit and Loss referred to in our report of even date

for MSSV & Co,
Chartered Accountants
FRN:001987SD.R. Venkatesh
Partner
Membership No. 25087

Place: Bangalore

Date: 28th May, 2015

For and on behalf of the Board of Directors

Venkat K Narayana
DirectorV Gopal
Director

K2K INFRASTRUCTURE INDIA PRIVATE LIMITED

Cash Flow Statement

(Amount in Rs)

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
A. Cash from Operating Activities		
Net profit / (Loss) Before Tax	9,934,764	27,984,012
Adjustments for Non Cash and Non operating Items:		
Add:		
Depreciation	51,950,687	49,943,835
Profit on sale of asset	(6,847)	
Interest Expenses	27,843,747	28,101,800
	79,787,587	78,045,635
Operating Profit before Working Capital Changes	89,722,351	106,029,647
Adjustments for Working Capital Changes:		
(Increase) / decrease in Trade receivables	(119,176,375)	(514,105,119)
(Increase) / decrease in Inventory and Work In Progress	(141,545,942)	(110,066,215)
(Increase) / decrease in Loans and advances and Other Assets	(35,885,054)	(8,129,752)
Increase / (decrease) in Current Liabilities	448,313,333	618,870,475
Increase / (decrease) in Provisions	1,764,201	3,253,355
Operating Profit before Income tax	243,192,513	95,852,391
Less: Advance tax / Tax deducted at source	(47,794,530)	(32,271,811)
Cash Inflow (Outflow) from Operating Activities	195,397,983	63,580,580
B. Cash Flows from Investing Activities		
Add: Sale of Fixed Assets	32,288	
Less: Purchase of Fixed Assets	(24,513,906)	(149,786,870)
Net Cash Inflow (Outflow) from Investing Activity	(24,481,618)	(149,786,870)
C. Cash Flows from Financing Activities		
Intercompany deposit from Holding Company	20,000,000	69,950,000
Proceeds from borrowing (net of repayment)	(72,853,540)	26,667,401
Interest Paid	(16,463,142)	(18,577,435)
Net Cash Inflow (Outflow) From Financing Activities	(69,316,681)	78,039,966
Net increase (Decrease) in Cash & Cash Equivalents (A+B+C)	101,599,684	(8,166,324)
Cash & Bank Balances at the beginning of the year	2,406,704	10,573,029
Cash & Bank Balances at the end of the year	104,006,388	2,406,704
Significant Accounting Policies and Notes form an integral part of the financial statements		

This is the Cash Flow Statement referred to in our report of even date

For MSSV & Co,
Chartered Accountants
FRN:001987S

D R Venkatesh
Partner
Membership No. 25087

Place: Bangalore

Date: 28th May, 2015

For and on Behalf of Board of Directors

Venkat K Narayana
Director

V. Gopal
Director

K2K INFRASTRUCTURE INDIA PRIVATE LIMITED

Notes forming part of the financial statements

1 CORPORATE INFORMATION

M/s K2K Infrastructure India Private Limited (Formerly Known as M/s Team United Engineers (India) Private Limited) was incorporated on June 19, 2007. The company is carrying on the business of civil construction and development of flats, townships, commercial building, etc.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis for preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous period.

Where compliance with the requirements of the Act, including the accounting standards as applicable to Companies, requires any change in treatment or disclosure including addition, amendment, substitution or deletion in the head or sub head or any changes inter se, in the financial statements or statements forming part thereof, the same has been made and the requirements of Schedule VI stand modified accordingly.

2.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of financial statements and reported amounts of revenues and expenses during the reported period. Difference between the actual results and estimates are recognised in the period in which the results are known.

2.3 Inventories:

- a Material Stock unconsumed at site are taken as Work in Progress at cost or Net Realisable Value (which ever is Lesser)
- b Material at Central stores are valued at cost or Net Realisable Value (which ever is Lesser)
- c Closing work in progress is valued at cost by "Percentage of completion method"(POC) of accounting, by considering unbilled portion of work completed .

2.4 Cash flow statement:

Cash flow statement is prepared under the 'Indirect Method' Prescribed under Accounting Standard - 3 'Cash Flow Statements' prescribed under the Companies (Accounting Standard) Rules, 2006.

2.5 Depreciation:

- a Depreciation on tangible assets is provided on the written down value method over the useful lives of assets estimated by the Management. Depreciation for the assets purchased/ sold during a period is proportionately charged. The Management estimates the useful lives for the other fixed assets as follows:
 - Plant and Machinery - 20 Years
 - Office Equipment - 20 Years
 - Furniture & Fixtures - 15 Years
 - Vehicles - 10 Years
 - Computers - 5 Years
- b For these class of assets, based on internal assessment and independent technical evaluation carried out by external valuers the management believes that the useful lives as given above best represent the period over which management expects to use these assets. Hence the useful lives for these assets is different from the useful lives as prescribed under Part C of Schedule II of the Companies Act 2013.



2.6 Revenue recognition

- a Revenue from Contracts are recognised on the "Percentage of Completion Method" of accounting in relation to Long-Term Contracts (Projects) under execution subject to Accumulated Actual cost being 10% or more of the total estimated cost of such project or Contractee's Acceptance whichever is earlier.
- b The estimates of Contract cost of each project are revised periodically by the management
- c The effect of such changes to estimate is recognised in the period in which such changes are determined
- d Revenue on Claims and Variance are recognised on acceptance of such variance by the contactee.

2.7 Fixed assets:

Fixed assets are stated at cost, including expenses incurred to bring the asset to present condition. Cost includes all costs relating to the acquisition and installation of fixed assets including interest on borrowing for the project / fixed asset up to the date the asset is put to use. Any cost incurred relating to settlement of claims regarding titles to the properties is accounted for and capitalized as incurred, wherever the asset is held. Assets identified as impaired are carried at net realizable value.

At each balance sheet date, the Company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the profit and loss account.

Reversal of impairment losses recognised in prior years, if any, is recorded when there is an indication that the impairment losses recognised for the asset no longer exist or have decreased. However, the increase in carrying amount of an asset due to reversal of an impairment loss is recognised to the extent it does not exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognized for the asset in prior years.

2.8 Employee Benefits:

a Defined Contribution Plan:

Company's contributions paid /payable during the year to Provident Fund are recognized in the Profit and Loss

b Defined Benefit Plan:

Liability for gratuity (non funded) is provided on actuarial basis.

Leave encashment is provided on management's estimation of the present obligation as on reporting date.

2.9 Borrowing Cost:

Borrowing cost attributable to the acquisition or construction of a qualifying asset is capitalized / inventoried as part of the cost of that asset. Other borrowing costs are recognized as an expense in the period in which they are incurred. Incomes earned on temporary deployment of funds have been credited to the borrowing costs.

2.10 Operating Lease:

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease receipts / payments are recognized as an income / expense in the profit and loss account on a straight-line basis over the lease term.



2.11 Earning Per Shares

The basic and diluted earning per share is computed by dividing the net profit/loss attributable to equity shareholders for the year by the weighted average number of equity share outstanding during the year.

2.12 Taxes on income:

a Income tax comprises the current tax provision under the tax payable method, the net change in the deferred tax asset or liability in the year.

b Advance tax and provision for tax are presented in the financial statements at gross amounts and are set off in the year of completion of the assessment or receipt of intimation.

2.13 Provisions and contingent liabilities:

A provision is recognized when the Company has present obligations as a result of past events; it is probable that an outflow of resources will be required to settle the obligations, in respect of which reliable estimates can be made. Provisions are not discounted to its present value and are determined based on the best estimate required to settle the obligations at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect a current best estimate.

All known liabilities wherever material are provided for. Liabilities which are material and whose future amount cannot be ascertained with reasonable certainty are treated as contingent liabilities and disclosed by way of notes to the accounts.



K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

1 Share capital

Particulars	(Amount in Rs)	
	As at March 31, 2015	As at March 31, 2014
Authorised capital		
1,500,000 (P.Y. 1,500,000) equity shares of Rs 10 each	15,000,000	15,000,000
33,00,000 (P.Y. 33,00,000) Preference shares of Rs 10 each	33,000,000	33,000,000
Issued, subscribed and paid up capital		
1,496,880 (P.Y. 14,96,880) Equity shares of Rs 10 each, fully paid up (for cash)		
(Of the above 1,11,22,660 (P.Y. 1,11,22,660) equity shares of Rs. 10 each are held by the Holding company Prestige Estates Projects Limited (PEPL))	14,968,800	14,968,800
	14,968,800	14,968,800

List of persons holding more than 5 percent shares in the Company

Name of the share holder	As at March 31, 2015		As at March 31, 2014	
	No of shares	% holding	No of shares	% holding
Equity Share Capital				
Prestige Estates Projects Limited (PEPL)	1,122,660	75%	1,122,660	75%
Ace Investments	374,220	25%	374,220	25%
	1,496,880	100%	1,496,880	100%

Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2015		As at March 31, 2014	
	No of shares	(Amount in Rs)	No of shares	(Amount in Rs)
Equity Shares				
Number of shares at the beginning of the year	1,496,880	14,968,800	1,496,880	14,968,800
Number of shares issued\ (Bought Back) during the year	-	-	-	-
Number of shares outstanding at the end of the year	1,496,880	14,968,800	1,496,880	14,968,800

There have been no buy back of shares, issue of shares by way of bonus shares for the period of five years immediately preceding the balance sheet date.

Since Inception there are no equity shares allotted pursuant to contract(s) without payment being received in cash.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the 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 and surplus

Particulars	(Amount in Rs)	
	As at March 31, 2015	As at March 31, 2014
Profit and loss A/c Dr Balance		
Opening balance	(22,565,849)	(49,944,861)
Add/Less : Net Profit/(Loss) for the year	6,772,674	27,379,012
	(15,793,175)	(22,565,849)

3 Share application money pending allotment

Particulars	(Amount in Rs)	
	As at March 31, 2015	As at March 31, 2014
Share application money from holding company - PEPL*	81,185,000	81,185,000
	81,185,000	81,185,000

* As per the contract between company and Prestige Estates Projects Limited (PEPL) preference shares will be issued at the rate of Rs 25/- per share (Rs 10/- towards preference Share Capital and Rs 15/- Securities premium). Company is yet to decide the timing of allotment.



4 Long-term borrowings

Particulars	Note No.	(Amount in Rs)	
		As at March 31, 2015	As at March 31, 2014
Long term maturities of finance lease obligations (Secured)	4a		
- from Banks (ICICI Bank)		4,327,882	30,403,618
- from Banks (HDFC Bank)		504,270	6,502,069
- from Banks (Kotak Mahindra Bank)		637,680	-
- from Others (L & T Finance Limited)		479,410	2,797,061
		5,949,242	39,702,748

4a. Details of securities and repayment terms

a) Long term maturities of finance lease obligations:

L & T Finance Limited:

Secured by:

-Hypothecation of Machinery

-Corporate guarantee From Holding Company - PEPL

ICICI Bank Limited

-Hypothecation of Machinery

-Corporate guarantee From Holding Company - PEPL

HDFC Bank Limited

-Hypothecation of Machinery

-Corporate guarantee From Holding Company - PEPL

Kotak Mahindra Bank

- Hypothecation of Vehcile

b) Terms of repayment

Name of the Lender

L & T Finance Limited

ICICI Bank

HDFC Bank Ltd

Kotak Mahindra

Please Note:

ii. Principal amount of Loan Outstanding as on 31.03.2015 but due for payment till 31.03.2016 has been classified as other Current Liabilities (Current Maturities of Finance Lease Obligations)

Repayment terms

Repayment of loan ranges from 18 to 35 months

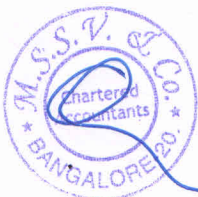
Repayment of loan ranges from 18 to 29 months

Repayment of loan is for 35 months

Repayment of loan is for 36 months

c) Default in repayment of principal, interest and other terms

There are no continuing defaults in repayment of principal and interest as on March 31, 2015.



5 Other Long Term Liabilities

Particulars	(Amount in Rs)	
	As at March 31, 2015	As at March 31, 2014
Mobilisation advance from holding company - PEPL	40,284,840	154,581,762
Mobilisation advance from others	17,949,277	69,694,748
	<u>58,234,117</u>	<u>224,276,510</u>

6 Long-term provisions

Particulars	(Amount in Rs)	
	As at March 31, 2015	As at March 31, 2014
Provision for Employee Benefits		
Gratuity	3,360,608	2,231,225
Leave Encashment	1,260,331	681,036
	<u>4,620,939</u>	<u>2,912,261</u>

7 Short-term borrowings

Particulars	(Amount in Rs)	
	As at March 31, 2015	As at March 31, 2014
-Unsecured Repayable on Demand		
Inter company deposits- PEPL	89,950,000	69,950,000
	<u>89,950,000</u>	<u>69,950,000</u>

8 Trade Payables

Particulars	(Amount in Rs)	
	As at March 31, 2015	As at March 31, 2014
Sundry Creditors		
-For Materials	382,755,867	488,473,572
-For Expense	145,561,759	77,376,910
-For Capital Expenditure	-	877,518
-Retention Money	73,586,732	52,071,898
-Others	36,530,912	54,425,550
	<u>638,435,271</u>	<u>673,225,448</u>



9 Other current liabilities

(Amount in Rs)			
Particulars	Note No.	As at March 31, 2015	As at March 31, 2014
Current Maturities of Finance Lease Obligations			
- L & T Finance Limited	4a	3,089,482	6,267,048
- Kotak Mahindra Bank	4a	284,168	-
- ICICI Bank	4a	36,856,996	72,405,392
- HDFC Bank	4a	7,223,960	7,882,200
Income Received in advance :			
<u>From Related Parties: (Holding Company- PEPL)</u>			
Mobilisation Advance		109,852,097	57,098,805
Other Advance		699,880,200	148,783,808
Interest payable on Inter corporate deposit		13,889,410	2,034,653
Interest accrued but not due on secured loans		331,462	805,614
<u>From Other Parties:</u>			
Mobilisation Advance		88,322,748	58,685,475
Other Advances		179,589,666	102,411,910
Other loans and advances		560,000	50,000
<u>Statutory Liabilities</u>			
- Service Tax (net of input)		-	53,353,783
- Value added tax		10,070,103	7,266,222
-TDS Payable		5,220,056	15,755,522
- Employee benefits payable		1,696,384	2,639,826
		1,156,866,732	535,440,258

10 Short-term Provisions

Particulars	As at March 31, 2015	As at March 31, 2014
Provision for Employee Costs		
Gratuity	-	7,524
Leave Encashment	155,082	92,035
Other Provisions		
Provision for Future Loss from Contract	3,130,340	3,130,340
Taxation	3,767,090	605,000
	7,052,512	3,834,899

10a Details of provision for Future Loss from Contract

Nature of provision	Provision outstanding at the beginning of the year	Provision made during the year	Provision utilized/reversed during the year	Provision outstanding at the end of the year
Anticipated Losses on projects	3,030,340	-	-	3,030,340
Note : Figures in bracket relates to Previous year	-	-3,030,340	-	-3,030,340



K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

Note No 11 - Summary of Fixed assets and Depreciation Schedule

Sl No	PARTICULARS	Gross Block				Accumulated Depreciation				Net Block		
		As at 01.4.2014	Addition	Deletion	As at 31.03.2015	UPTO 01.04.2014	Depreciation for the year	ADJUSTMENTS Deletions	Impairment	UPTO 31.03.2015	As at 31.03.2015	As at 31.03.2014
	Tangible Assets											
a	Plant and Equipment	436,814,147	19,872,564	32,288	456,654,423	108,560,226	47,467,962	6,847	-	156,021,341	300,633,082	328,253,921
b	Furnitures and Fixtures	2,343,899	1,007,721	-	3,351,620	923,747	358,592	-	-	1,282,339	2,069,281	1,420,152
c	Vehicles	8,465,626	1,795,116	-	10,260,742	3,188,075	1,465,916	-	-	4,653,992	5,606,750	5,277,551
d	Computers	8,967,603	1,606,466	-	10,574,069	3,810,403	2,513,212	-	-	6,323,615	4,250,454	5,157,200
e	Office Equipment	1,970,548	232,039	-	2,202,587	1,042,878	145,005	-	-	1,187,883	1,014,704	927,670
	TOTAL	458,561,823	24,513,906	32,288	483,043,441	117,525,330	51,950,687	6,847	-	169,469,170	313,574,271	341,036,494
	Previous year	308,774,953	149,786,870	-	458,561,823	67,581,495	49,943,835	-	-	117,525,330	341,036,494	241,193,458



12 Inventories (lower of cost or net realizable value)

Particulars	Note No.	(Amount in Rs)	
		As at March 31, 2015	As at March 31, 2014
Raw Materials		39,937,401	73,555,717
Work In Progress	12a	331,920,443	156,756,185
		371,857,844	230,311,902

12a Work in progress is valued at cost by "Percentage of completion method" of accounting, by considering unbilled portion of work completed

13 Trade receivables

Particulars		(Amount in Rs)	
		As at March 31, 2015	As at March 31, 2014
Unsecured, considered good			
-More than 6 Months			
Includes amount receivable from Holding Company- PEPL Rs. 9,43,98,886/-	(PY	190,305,174	85,408,980
Rs.4,34,48,682/-)			
-Less than 6 Months			
Includes amount receivable from Holding Company- PEPL Rs. 4,92,60,177/-		139,254,924	154,373,951
(PY Rs. 7,98,79,326/-)			
Unbilled Debtors receivable		689,002,979	659,603,771
Includes amount unbilled debtors receivable from Holding Company- PEPL Rs. 36,77,39,974/-			
(PY Rs.32,49,85,281)			
		1,018,563,077	899,386,702

14 Cash and Bank balances

Particulars		(Amount in Rs)	
		As at March 31, 2015	As at March 31, 2014
Cash on hand		-	-
Balances with banks			
- in current accounts *		39,480,046	1,349,441
- in fixed deposits *		63,900,000	810,170
Cash in hand *		626,342	247,093
		104,006,388	2,406,704

* Of the above the balances that meet the definition of cash and cash equivalents as per AS -3 Cash Flow statements are items marked (*) are Rs.10,40,06,388/- (PY Rs.24,06,704)



15 Short-term loans and advances

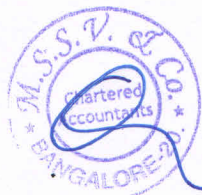
Particulars	(Amount in Rs)	
	As at March 31, 2015	As at March 31, 2014
<i>Unsecured, considered good</i>		
<u>Advance paid to related parties</u>		
- Holding Company- PEPL	8,222,584	8,450,694
<u>Others</u>		
For materials & expenses	64,058,299	58,688,913
Advances to employees	494,984	464,394
Tax deducted at Source	106,440,860	58,646,330
Deposits	20,521,103	20,150,997
Interest accrued	61,644	17,706
Prepaid service tax	29,597,369	-
Prepaid expenses	4,071,014	3,369,239
	233,467,857	149,788,273

16 Revenue From Operations

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2015	For the year ended 31 March, 2014
(a) Project Income		
- From Holding Company - PEPL	1,030,170,577	750,756,100
- From Others	521,940,719	531,827,275
- Unbilled Revenue (net)	29,399,208	441,584,801
- Project Management fee	1,056,405	3,962,447
	1,582,566,909	1,728,130,623

17 Other income

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2015	For the year ended 31 March, 2014
Miscellaneous income	4,553,154	1,923,430
Creditors written back	8,641,233	-
Interest income	366,961	352,502
	13,561,348	2,275,932



18 Cost of Construction

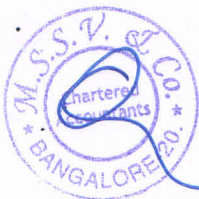
Particulars	(Amount in Rs)	
	For the year ended 31 March, 2015	For the year ended 31 March, 2014
Opening Stock of Materials	73,555,717	60,587,526
Add : Direct cost incurred		
Materials Purchased	546,824,934	730,877,298
Less : Closing Stock of Materials	39,937,401	73,555,717
Materials Consumed	580,443,250	717,909,107
Add:		
Architect Expenses	2,717,228	1,259,719
Labour Charges	778,083,116	669,577,011
Site Expenses	2,093,655	2,838,756
Transportation Charges	2,730,917	3,529,075
Hire Charges	56,927,131	82,795,325
Lab Charges	548,384	996,993
Repairs and maintenance	3,024,458	614,580
Security Charges	21,227,889	16,519,381
Safety material	6,907,754	7,914,180
Mess Expenses	8,046,393	9,856,587
Labour colony rent and other expenses	11,441,675	8,323,169
Electricity & Water charges	30,021,707	24,046,798
Other direct expense	35,436,966	38,270,543
	1,539,650,523	1,584,451,224

19 Changes in Inventories of WIP

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2015	For the year ended 31 March, 2014
Opening Stock of work in progress	156,756,185	59,658,161
Less : Closing Stock of work in progress	331,920,443	156,756,185
	-175,164,258	-97,098,024

20 Employee Cost

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2015	For the year ended 31 March, 2014
Salaries and Wages	98,772,660	93,960,161
Contribution to Provident and other funds		
- Provident funds & ESIC	12,982,751	12,769,042
- Gratuity	1,775,076	780,421
- Leave Encashment	795,559	221,042
Staff Welfare Expenses	11,582,788	9,630,598
	125,908,834	117,361,264



20a

In accordance with Accounting Standard 15 actuarial valuation based on projected unit credit method as on 31st March 2015 has been carried out in respect of the aforesaid defined benefit plan of Gratuity, the details thereon is given below:

Particulars	Amount in Rs. For the year ended 31 March, 2015	Amount in Rs. For the year ended 31 March, 2014
Components of employer expense		
Current Service cost	1,533,186	1,073,106
Interest cost	198,738	130,275
Expected return on plan assets	(23,168)	-
Past Service Cost - Vested/Non Vested Benefit	-	-
Actuarial Losses/(Gains)	66,320	(530,715)
Total expense/(income) recognized in the Statement of Profit & Loss	1,775,076	672,666
Change in Fair Value of Assets		
Opening Fair Value of Plan Assets	44,412	-
Expected return on plan assets	23,168	42,245
Actuarial gains/(losses)	(49,356)	2,167
Assets Acquired on Acquisition/ (Distributed on Divestiture)	-	-
Contributions by Employer	500,000	-
Benefits paid	-	-
Closing Fair Value of Plan Assets	518,224	44,412
Change in Defined Benefit Obligation (DBO)		
Present Value of DBO at the beginning of the year	2,283,160	1,608,328
Current service cost	1,533,186	1,073,106
Interest cost	198,738	130,275
Actuarial (gains)/losses due to change in assumption	511,213	-
Actuarial (gains)/losses due to change in experience	(494,248)	(528,549)
Past Service Cost - Vested/Non Vested Benefit	-	-
Benefits paid	(153,217)	-
Present value of DBO at the end of the year	3,878,832	2,283,160
Net asset/(liability) recognized in balance sheet		
Fair value of plan assets	518,224	44,412
Present Value of Defined Benefit Obligation	(3,878,832)	(2,283,160)
Net asset/(liability) recognized in balance sheet	(3,360,608)	(2,238,748)

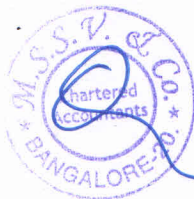
Actuarial Assumptions

	31-Mar-15	31-Mar-14
Discount Rate	7.80%	9.00%
Expected Return on plan assets	8%	N/A
Rate of increase in compensation	7%	7.00%
Employee Turnover Rates	Table a	Table a
Mortality Rates*	100% of IAL	100% of IAL

*IAL : Indian Assured lives mortality (1994-96) Modified Ultimate

Table a Employee Turnover Rates

31-Mar-15		31-Mar-14	
Age	Rate	Age	Rate
Up to 30	10%	Up to 30	10%
31-40	5%	31-40	5%
41-50	3%	41-50	3%
Above 50	2%	Above 50	2%



In accordance with Accounting Standard 15 actuarial valuation based on projected unit credit method as on 31st March 2015 has been carried out in respect of the aforesaid defined benefit plan of Leave Encashment, the details thereon is given below:

Particulars	(Amount in Rs.) For the year ended 31 March, 2015	(Amount in Rs.) For the year ended 31 March, 2014
Components of employer expense		
Current Service cost	679,784	330,094
Interest cost	62,830	40,893
Expected return on plan assets	-	-
Past Service Cost - Vested/Non Vested Benefit	-	-
Actuarial Losses/(Gains)	52,945	-53,720
Total expense/(income) recognized in the Statement of Profit & Loss	795,559	317,268
Change in Fair Value of Assets		
Opening Fair Value of Plan Assets	-	-
Expected return on plan assets	-	-
Actuarial gains/(losses)	-	-
Assets Acquired on Acquisition/ (Distributed on Divestiture)	-	-
Contributions by Employer	-	-
Benefits paid	-	-
Closing Fair Value of Plan Assets	-	-
Change in Defined Benefit Obligation (DBO)		
Present Value of DBO at the beginning of the year	773,071	552,029
Current service cost	679,784	330,094
Interest cost	62,830	40,893
Actuarial (gains)/losses due to change in assumptions	157,557	-
Actuarial (gains)/losses due to plan experience	(104,612)	(53,720)
Past Service Cost - Vested/Non Vested Benefit	-	-
Benefits paid	(153,217)	(96,226)
Present value of DBO at the end of the year	1,415,413	773,071
Net asset/(liability) recognized in balance sheet		
Fair value of plan assets	-	-
Present Value of Defined Benefit Obligation	(1,415,413)	(773,071)
Net asset/(liability) recognized in balance sheet	(1,415,413)	(773,071)

Actuarial Assumptions	March 31, 2015	March 31, 2014
Discount Rate	7.80%	9.00%
Expected Return on plan assets	N/A	N/A
Salary Escalation Rate	7%	7.00%
Employee Turnover Rates	Table a	Table a
Mortality Rates*	100% of IAL	100 % of IAL

*IAL : Indian Assured lives mortality (1994-96) Modified Ultimate

Table a Employee Turnover Rates

31-Mar-15		31-Mar-14	
Age	Rate	Age	Rate
Up to 30	10%	Up to 30	10%
31-40	5%	31-40	5%
41-50	3%	41-50	3%
Above 50	2%	Above 50	2%

21 Finance Costs

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Commission Charges-PEPL	228,110	1,534,817
Interest Expense	-	-
- Holding Company - PEPL(Interest on inter corporated deposit)	13,171,952	2,260,726
- Others(Interest on secured loan)	10,796,545	16,816,545
Interest on statutory payment		
- Interest on statutory payment(TDS and Service Tax)	3,647,140	7,489,712
	27,843,747	28,101,800



22 Other Expenses

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Postage, Telephone & Courier Charges	1,921,908	1,543,230
Miscellaneous Expenses	455,806	266,827
Traveling and Conveyance	2,301,062	3,949,615
Legal & Professional Charges	984,950	972,463
Audit Fee	325,000	263,500
Power and Water Expenses	1,039,557	1,004,153
Information Technology Cost	658,395	354,532
Rent	1,193,576	1,360,462
Office Expenses	746,347	651,587
Printing & Stationery	1,172,134	1,319,675
Rates & Taxes	564,006	1,030,620
Repair & Maintenance	2,012,482	1,185,191
Bank Charges	279,028	311,138
Insurance	2,349,711	2,319,112
Provision for future loss from works contract	-	3,130,338
	16,003,961	19,662,444

22a Auditors' Remuneration

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Payment to Auditors for :		
Statutory Audit	250,000	175,000
Tax Audit	75,000	75,000
Others	-	13,500
	325,000	263,500

23 Contingent liabilities and capital commitments

Particulars	As at March 31, 2015	As at March 31, 2014
Contingent liabilities		
Claims against the Company not acknowledged as debts	52,482,000	126,257,388
Corporate guarantee/Equitable mortgage taken		
Capital commitment		
Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for	-	-

24 Operating Lease

The company has operating leases for office premises, guest houses and place of business / site offices located in different parts of India that are cancellable by giving notice period ranging from 1 month to 36 months.

- The amount of security deposit and rent escalation clauses vary from contract to contract.

- The details of lease rent paid against the above agreements during the period is as follows:

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Rent expenses included in Profit and Loss Account towards operating Lease	1,193,576	1,360,462
Rent expenses included in Employee Benefit Expenses towards operating Lease	5,183,932	5,072,659
Rent expenses included in Labour Colony Expense towards operating Lease	7,902,113	6,351,513
	14,279,621	12,784,634

As at 31st March 2015, the future minimum lease rentals payable and receivable towards non-cancellable operating lease are

Particulars	As at March 31, 2015	As at March 31, 2014
Not Later than 1 Year	1,111,105	1,325,571
Later than 1 Year but Not Later than 5 Years	249,765	249,765
	1,360,870	1,575,336



25 Related party disclosure :

(i) List of Related Parties and Relationships -

Relationship	Related Parties
Holding Company	Prestige Estates Projects Limited
Other Related parties with whom the Company had transactions :-	
Enterprise with significant influence.	Silveroak Projects
	Hi-tech Properties
	Prestige Property Management Services
	Sai Chakra Hotels Private Limited
	Prestige Habitat Venture
	Prestige Sunrise Investments
	Prestige Inventure Academy
	Sublime
	Prestige Fashions Pvt Ltd
	Prestige Southcity Holdings
	Prestige Garden Constructions Pvt Ltd
Key Management Personnel	Mr. Irfan Razack, Director
	Mr. Rezwan Razack, Director
	Mr. Noaman Razack, Director
	Mrs Uzma Irfan, Relative of Director

(ii) Transactions with Related Parties during the year-

(Amount in Rs)

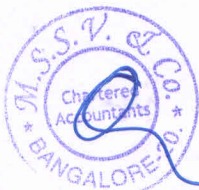
Sl.no	Transactions	Holding Company	Enterprise with significant influence	Key Management Personnel	Total
1	Intercompany Deposits Received				
	Prestige Estates Projects Ltd	40,000,000			40,000,000
		(69,950,000)	-	-	-69,950,000
2	Intercompany Deposits Repaid				
	Prestige Estates Projects Ltd	20,000,000			20,000,000
		-	-	-	-
3	Advances & Mobilisation Received (Net)				
	Prestige Estates Projects Ltd	850,017,137			850,017,137
		(360,464,375)			-360,464,375
	Silveroak Projects		-		-
			(10,480,554)		-10,480,554
	Hitech Properties		114,172,307		114,172,307
			(82,194,925)		-82,194,925
	Sai Chakra Hotels Private Limited		23,043,713	-	23,043,713
			-	-	-
	Prestige Habitat Venture		-		-
			(332,712)		-332,712
	Prestige Sunrise Investments		204,062		204,062
			(625,358)		-625,358
	Prestige Southcity holdings		48,432,734		48,432,734
			-		-
4	Advance Paid (Net)				
	Prestige Estates Projects Ltd	8,222,584			8,222,584
		(8,450,694)			-8,450,694
5	Rent Payment				
	Prestige Estates Projects Ltd	999,060			999,060
		999,060			999,060
6	Interest Payment on Inter Corporate Deposit				
	Prestige Estates Projects Ltd	13,171,952			13,171,952
		(2,260,726)			-2,260,726
7	Purchase of Fixed Assets				
	Prestige Estates Projects Ltd	171,429			171,429
		(9,045,901)			-9,045,901
8	Maintenance Expenses				
	Prestige Property Management & Services		324,379		324,379
			(478,463)		-478,463
9	Contract Income				
	Prestige Estates Projects Limited	1,030,170,577			1,030,170,577
		(750,756,100)			-750,756,100
	Prestige Estates Projects Ltd - Unbilled Revenue / (reversal of earlier unbilled revenue net)	42,754,693			42,754,693
		(216,187,368)			-216,187,368
	Silveroak Projects		39,024,359		39,024,359
			(32,682,682)		-32,682,682
	Silveroak Projects - Unbilled Revenue / (reversal of earlier unbilled revenue net)		(19,184,995)		-19,184,995
			(5,097,502)		-5,097,502



Sl.no	Transactions	Holding Company	Enterprise with significant influence	Key Management Personnel	Total
	Sai Chakra Hotels Private Limited		48,850,670		48,850,670
	Sia Chakra Hotels Private Limited - Unbilled Revenue / (reversal of earlier unbilled revenue net)		(27,011,657)		-27,011,657
			(7,729,425)		-7,729,425
	Prestige Garden Constructions Pvt Ltd		664,940		664,940
			(1,303,283)		-1,303,283
	Prestige Habitat Venture		6,365,127		6,365,127
			(15,145,169)		-15,145,169
	Prestige Habitat Venture - Unbilled Revenue / (reversal of earlier unbilled revenue net)		(171,895)		-171,895
			(138,333)		-138,333
	Prestige Sunrise Investments		7,597,813		7,597,813
			(8,299,661)		-8,299,661
	Prestige Sunrise Investments - Unbilled Revenue / (reversal of earlier unbilled revenue net)		(2,375,033)		-2,375,033
			(2,375,033)		-2,375,033
	Hitech Properties		99,664,194		99,664,194
			(103,221,563)		-103,221,563
	Hitech Properties - Unbilled Revenue / (reversal of earlier unbilled revenue net)		15,058,227		15,058,227
			(26,812,221)		-26,812,221
	Prestige Southcity holdings		8,530,124		8,530,124
			-		-
	Exora Business Parks Pvt Ltd		4,011,931		4,011,931
			-		-
10	Corporate Guarantees taken from		-		-
	Prestige Estates Projects Ltd		-		-
		(97,592,829)	-	-	-97,592,829

iii Amounts outstanding as at the balance sheet date -

1	Share Application money due for refund				
	Prestige Estates Projects Ltd	81,185,000			81,185,000
		(81,185,000)			-81,185,000
2	Sundry Debtors				
	Prestige Estates Projects Ltd	143,659,063	-	-	143,659,063
		(123,512,888)		-	-123,512,888
	Prestige Estates Projects Ltd (unbilled Revenue)	367,739,974			367,739,974
		(324,985,281)			-324,985,281
	Silver Oak Projects		11,789,472	-	11,789,472
		-	(3,392,014)	-	-3,392,014
	Silver Oak Projects (Unbilled Revenue)		(5,380,894)	-	-5,380,894
		-	(13,804,101)	-	-13,804,101
	Sia Chakra Hotels Private Limited		3,793,119		3,793,119
			(1,350,582)		-1,350,582
	Sia Chakra Hotels Private Limited (Unbilled Revenue)		-		-
			(7,729,425)		-7,729,425
	Prestige Habitat Venture		2,445,049		2,445,049
			(1,007,459)		-1,007,459
	Prestige Habitat Venture (Unbilled Revenue)		-		-
			(171,895)		-171,895
	Prestige Sunrise Investments		909,326		909,326
			(414,986)		-414,986
	Prestige Sunrise Investments (Unbilled Revenue)		-		-
			(2,375,033)		-2,375,033
	Hitech Properties		10,836,524		10,836,524
			(5,853,315)		-5,853,315
	Hitech Properties (Unbilled Revenue)		39,966,448		39,966,448
			(24,908,221)		-24,908,221
	Prestige Southcity Holdings		426,506		426,506
			-		-
	Exora Business Parks Pvt Ltd		200,597		200,597
			-		-
3	Lease Deposit				
	Prestige Estates Projects Ltd	475,740	-		475,740
		475,740			475,740
	Uzma Irfan			-	
4	Advance Paid				
	Prestige Estates Projects Ltd	8,222,584	-		8,222,584
		(8,450,694)		-	-8,450,694



5	Sundry Creditors				
	Prestige Estates Projects Ltd	41,121,142	-	-	41,121,142
		(40,726,857)		-	-40,726,857
	Prestige Property Management & Services		80,112		80,112
			(131,594)	-	-131,594
6	Advance/Mobilisation Received				
	Prestige Estates Projects Ltd	850,017,137		-	850,017,137
		(360,464,375)		-	-360,464,375
	Silver Oak Projects		-	-	-
			(10,480,554)	-	-10,480,554
	Hitech Properties		114,172,307		114,172,307
			(82,194,925)		-82,194,925
	Sia Chakra Hotels Private Limited		23,043,713		23,043,713
			-		-
	Prestige Habitat Venture		-		-
			(332,712)		-332,712
	Prestige Sunrise Investments		204,062		204,062
			(625,358)		-625,358
7	Corporate Guarantees Outstanding				
	Prestige Estates Projects Ltd	52,482,000		-	52,482,000
		(126,257,388)		-	-126,257,388

26 Earnings per share

Particulars	Figures in rupees except number of shares	
	For the year ended March 31, 2015	For the year ended March 31, 2014
a) Net profit/ (loss) for the year available to equity shareholders	6,772,674	27,379,012
b) Weighted average number of equity shares - Basic	1,496,880	1,496,880
c) Weighted Average Potential Equity shares on conversion of Preference shares	-	-
d) Weighted Average number of Equity shares-Diluted	1,496,880	1,496,880
e) Nominal Value of shares	10	10
f) Basic Earnings per Share	4.52	18.29
g) Diluted Earnings per Share	4.52	18.29

27 Segment Reporting

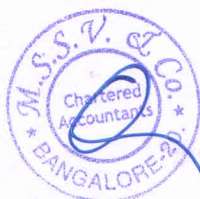
The operations of the company include business of civil construction and development of flats, townships, commercial building, etc. constituting a single segment and has restricted to one geographical area. Hence the disclosure of segment information as per Accounting standard 17 issued under Companies (Accounting Standard) Rules, 2006 is not applicable.

28 There are no foreign currency exposure as on March 31, 2015 therefore no disclosures have been given thereof.

29 Company has received mobilisation advances & Other advances from the parties for execution of the works contract. Mobilisation advance received before April 1, 2014 which is remains unadjusted as at March 31, 2015 of Rs.23,01,34,148/-. The details are as follows;

Name of the Party	Amount as at March 31, 2015	Disclosure in the financial statements	
		Note Number	Heading
Prestige Estates Projects Limited	98,554,082	9	Other Current Liabilities
	40,284,839	5	Other Long Term Liabilities
SJR Prime Corporation Private Limited	41,746,524	9	Other Current Liabilities
	6,369,408	5	Other Long Term Liabilities
Pingle Builders Private Limited	14,838,386	9	Other Current Liabilities - Other Advances
Atiq Suliman	4,150,997	9	Other Current Liabilities
Army Welfare Housing Organisation	1,319,300	9	Other Current Liabilities
Hitech Properties	3,082,290	9	Other Current Liabilities
India Learning Foundation	6,649,009	9	Other Current Liabilities
Mohtisham Complexes Private Limited	5,000,000	9	Other Current Liabilities
Prestige Sunrise Investments	204,062	9	Other Current Liabilities
Somayaji Estates Private Limited	1,500,000	9	Other Current Liabilities
Dharvesh Constructions Company Private Limited	6,435,251	9	Other Current Liabilities

Company is of the view that since the nature of advances is such that the time taken to adjust the advance normally more than 365 days and these advances will not fall under the definition of 'Deposits' as per Companies Act, 2013 and rules made there under.



30 Foreign Exchange Transactions

Particulars	(Amount in Rs)	
	For the year ended March 31, 2015	For the year ended March 31, 2014
Earnings in foreign currency	Nil	Nil
Expenditure in foreign currency	Nil	Nil
Imports on CIF basis	Nil	Nil

31 Litigations

Company has filed some cases against debtors of the company for recovery of balances and materials laying in the site. Company is confident of favorable verdict and recovery, hence company has not made any provisions in the books of accounts.

32 Previous year's figures have been re-grouped / re-classified wherever necessary to facilitate comparison with those for the current year

Signatures to Notes 1 to 32

for MSSV & Co,
ICAI FRN:001987S
Chartered Accountants

D.R. Venkatesh
Partner
Membership No. 25087

Place: Bangalore

Date: 28th May, 2015

For and on behalf of the Board

Venkat K Narayana
Director

V. Gopal
Director

33 Note from Management

- The net worth of the Company has been completely eroded as at March 31, 2015. The Company however is able to operate uninterruptedly with continued financial support from its holding company M/s Prestige Estates Projects Limited. Based on the turnaround strategy adopted by the Company and the management projects that the company will generate profits in future. Accordingly, the management believes that the company will continue as a going concern and thereby realise its assets and discharge its liabilities in the normal course of its business. Thus, these financial statements do not include any adjustments relating to the recoverability of recorded assets amounts and in respect of liabilities as might be necessary for completion on an alternative basis.
- In the opinion of the Management all the current assets have a value of realization in the ordinary course of business which is at least equal to the amount at which they are stated in the balance sheet.
- Based on the information available with the company, there is no due to small scale undertaking in excess of Rs.1,00,000/- and outstanding for more than 30 days as at March 31, 2015 (Previous Year Rs.NIL).
- The Management is in the process of identifying the parties which have provided the goods and services to the company and which qualify under the definition of medium and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006. Accordingly the disclosure in respect of amounts payable to such medium and small enterprises as at March 31, 2015 has not been made in the financial statements. However in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of this act is not expected to be material.

For and on behalf of the Board

Venkat K Narayana
Director

V. Gopal
Director