



**MSSH & CO.**

CHARTERED ACCOUNTANTS

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## INDEPENDENT AUDITORS' REPORT

To,

The Members of M/s.K2K Infrastructure India Private Limited,

### 1. Report on the Financial Statements

We have audited the accompanying financial statements of **M/s. K2K Infrastructure India Private Limited** ('the company') which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### 2. Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and

**3. Auditor's Responsibility**

- 3.1. 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.

- 3.2. 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 financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

- 3.3 We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016
- (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.

#### **5. Emphasis of Matters**

Attention of the members is invited to Note No. 33 of financial statements of the Company having been prepared on a going concern basis, notwithstanding the fact that its net worth is completely eroded. The appropriateness of the said basis is inter-alia dependent on the company's ability to infuse funds for meeting its obligations.

#### **6. Report on other Legal and Regulatory Requirements**

- 6.1. 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" statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 6.2. 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 appears from our examination of those books.

- (e) On the basis of 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.**”
- (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 disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note No. 31 to Financial Statements.
  - (ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses on long term contracts – Refer Note No. 10 to the financial statements.
  - (iii) There were no amounts that required to be transferred, to the Investor Education and Protection Fund by the Company.

**ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 6.1 of our report of even date)

Based upon the information and explanations furnished to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we report that:

1. In respect of Fixed Assets:

- (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
- (c) The company does not hold any immovable properties. Hence commenting on paragraph 3(c) does not arise.

2. In respect of its inventories:

As explained to us, inventories have been physically verified by the management at reasonable intervals. There were no material discrepancies noticed on physical verification of inventory as compared to the book records.

3. During the period covered by our audit, company has not granted any loans, secured or

4. The company has not made any loans, investments, guarantees and securities during the financial year in respect of which provisions of sections 185 and 186 of Companies Act, 2013 are to be complied with. Hence, commenting on paragraph 3(iv) of the order does not arise.
5. During the year covered under our audit, the company has not accepted any deposits from the public. Hence commenting on the compliance of Section 73 to 76 of the Companies Act, 2013 read with rule framed thereunder and the directives issued by the Reserve Bank of India does not arise.
6. We have broadly reviewed the cost records maintained by the Company pursuant to Companies (Cost records and audit) Rules, 2014 prescribed by the Central Government under section 148(1) of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed cost records are maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
7. In respect of statutory dues:
  - (a) Undisputed statutory dues including provident fund, employees' state insurance, sales tax, customs duty, excise duty, value added tax, cess and other material statutory dues applicable to it have generally been regularly deposited with the appropriate authorities though there have been slight delays in remittance of Income Tax (TDS) and Service Tax in a few cases.

According to the information and explanations given to us, no undisputed amounts payable in respect provident fund, employees' state insurance, sales

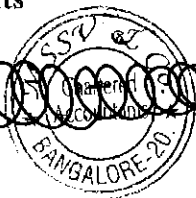
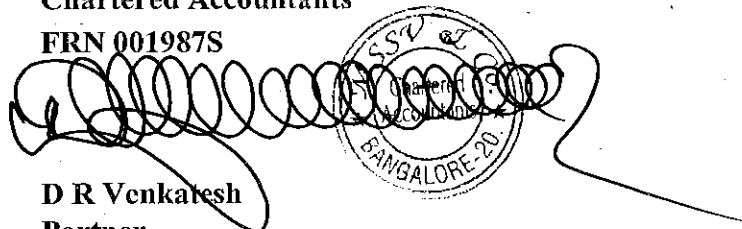
Name of the Statute	Nature of dues	Amount(Rs.)	Period	Date of Payment
Income Tax Act, 1961	Tax Deducted at Source	23,91,116	01/04/2013 to 31/03/2015	Unpaid as on our report date

- (b) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, customs duty, excise duty and cess which have not been deposited as on March 31, 2016 on account of any dispute.
8. According to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks and financial institutions. Also, the company does not have any debentures.
9. 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. Hence, commenting on paragraph 3(ix) of the order does not arise.
10. In our opinion and according to the information and explanations given to us, no fraud by the company or on the company by its officers or employees has been noticed or reported during the year.
11. According to the information and explanations given 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. Hence, commenting on paragraph 3(xi) of the order does not arise.

and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements as required by applicable accounting standards.

14. According to the information given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Hence, commenting on paragraph 3(xiv) of the order does not arise.
15. According to the information given to us and based on our examination of the records of the company, company has not entered into any non cash transactions with the directors or persons connected to them. Hence, commenting on paragraph 3(xv) of the order does not arise.
16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, obtaining registration does not arise.

**For MSSV & Co.,**  
**Chartered Accountants**  
**FRN 001987S**



**D R Venkatesh**  
**Partner**  
**Membership No. 25087**

**Place: Bangalore**  
**Date: 27<sup>th</sup> May, 2016**



**ANNEXURE B TO INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 6.2 (f) of our report of even date)

**Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013****Management's Responsibility for Internal Financial Controls**

1. The Management of the Company 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 ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('the 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 ('the Act').

**Auditor's Responsibility**

2. 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

controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

3. 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.
4. 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**

5. 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

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

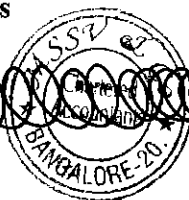
6. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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**

7. 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 issued by the ICAI.

For MSSV & Co.,  
Chartered Accountants  
FRN 001987S

D R Venkatesh



# K2K INFRASTRUCTURE INDIA PRIVATE LIMITED

## Balance Sheet

Particulars	Note No	(Amount in Rs)	
		As at March 31, 2016	As at March 31, 2015
<b>I EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	14,968,800	14,968,800
(b) Reserves and surplus	2	(15,624,097)	(15,793,175)
(c) Money Received against Share Warrants			
<b>(2) Share Application Money Pending Allotment</b>	3	-	81,185,000
<b>(3) Non-current Liabilities</b>			
(a) Long-term borrowings	4	321,964	5,949,242
(b) Deferred Tax Liabilities ( Net)		-	-
(c) Other Long Term Liabilities	5	562,169,588	58,234,117
(d) Long-term provisions	6	5,328,587	4,620,939
<b>(4) Current Liabilities</b>			
(a) Short-term borrowings	7	171,135,000	89,950,000
(b) Trade payables	8	626,963,804	638,435,271
(c) Other Current Liabilities	9	477,931,566	1,156,866,732
(d) Short term provisions	10	12,835,522	7,052,512
		<b>1,856,030,733</b>	<b>2,041,469,437</b>
<b>II ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets			
(i) Tangible assets	11	273,709,778	313,574,271
(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		-	-
<b>(2) Current Assets</b>			
(a) Current Investment		-	-
(b) Inventories	12	547,649,754	371,857,844
(c) Trade Receivables	13	786,289,448	1,018,563,077
(d) Cash and Bank Balances	14	35,503,187	104,006,388
(e) Short-term Loans and advances	15	212,878,566	233,467,857
(f) Other current assets		-	-
		<b>1,856,030,733</b>	<b>2,041,469,437</b>
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

## Statement of Profit and Loss

Particulars	Note No	For the year ended	
		March 31, 2016	March 31, 2015
<b>I. Revenue From Operations</b>	<b>16</b>	1,357,934,222	1,582,566,909
<b>II. Other Income</b>	<b>17</b>	7,670,591	13,561,348
<b>III. Total Revenue ( I + II )</b>		<b>1,365,604,813</b>	<b>1,596,128,257</b>
<b>IV. Expenses</b>			
Cost of Construction	<b>18</b>	1,323,748,250	1,539,650,523
Purchases of Stock in Trade			
Change in Inventories of Finished Goods, Work in progress and Stock in trade	<b>19</b>	(186,302,060)	(175,164,258)
Employee Cost	<b>20</b>	132,033,988	125,908,834
Financial Costs	<b>21</b>	16,566,508	27,843,747
Depreciation and Amortization Expense	<b>11</b>	46,054,199	51,950,687
Other Expenses	<b>22</b>	24,688,426	16,003,961
<b>Total</b>		<b>1,356,789,310</b>	<b>1,586,193,494</b>
<b>V. Profit Before Exceptional and Extraordinary items and Tax ( III - IV )</b>		<b>8,815,503</b>	<b>9,934,764</b>
VI. Exceptional Items		-	-
<b>VII. Profit Before Extraordinary items and Tax ( VII - VIII )</b>		<b>8,815,503</b>	<b>9,934,764</b>
VIII. Extraordinary Items		-	-
<b>IX Profit Before Tax ( VII - VIII )</b>		<b>8,815,503</b>	<b>9,934,764</b>
<b>X. Tax Expense</b>			
(1) Current Tax		175,100	2,000,000
(2) Tax of the earlier years		8,471,325	1,162,090
(2) Deferred Tax		-	-
<b>XI. Profit (loss) for the period from continuing operations (VII - VIII)</b>		<b>169,078</b>	<b>6,772,674</b>
XII. Profit / Loss from Discontinuing Operations		-	-
XIII. Tax Expense from Discontinuing Operations		-	-
<b>XIV. Profit (loss) for the period from discontinuing operations ( After Tax ) ( XII - XIII )</b>		<b>-</b>	<b>-</b>
<b>XV Profit (loss) for the period ( XI + XIV )</b>		<b>169,078</b>	<b>6,772,674</b>
<b>XVI Earnings per equity share</b>			
(1) Basic		0.11	4.52
(2) Diluted		0.11	4.52

Significant accounting policies and notes form an integral part of the financial statements

# K2K INFRASTRUCTURE INDIA PRIVATE LIMITED

## Cash Flow Statement

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
<b>A. Cash from Operating Activities</b>				
<i>Net profit / (Loss) Before Tax</i>		8,815,503		9,934,764
<i>Adjustments for Non Cash and Non operating Items:</i>				
<i>Add:</i>				
Depreciation	46,054,199		51,950,687	
Profit/Loss on sale of asset	1,787,603		(6,847)	
Interest Expenses	16,566,508		27,843,747	
		64,408,310		79,787,587
<b>Operating Profit before Working Capital Changes</b>		73,223,812		89,722,351
<i>Adjustments for Working Capital Changes:</i>				
(Increase) / decrease in Trade receivables	232,273,629		(119,176,375)	
(Increase) / decrease in Inventory and Work In Progress	(175,791,910)		(141,545,942)	
(Increase) / decrease in Loans and advances and Other Assets	49,539,185		(35,885,054)	
Increase / (decrease) in Current Liabilities	(156,690,660)		448,313,333	
increase / (decrease) in Provisions	6,315,558	(44,354,198)	1,764,201	153,470,162
<b>Operating Profit before Income tax</b>		28,869,615		243,192,513
Less: Advance tax / Tax deducted at source		(28,949,894)		(47,794,530)
Less : Tax Paid of earlier year		(8,471,325)		-
<b>Cash Inflow (Outflow) from Operating Activities</b>		(8,551,605)		195,397,983
<b>B. Cash Flows from Investing Activities</b>				
<i>Add: Sale of Fixed Assets</i>	2,151,081		32,288	
<i>Less: Purchase of Fixed Assets</i>	(10,128,390)		(24,513,906)	
<b>Net Cash Inflow (Outflow) from Investing Activity</b>		(7,977,309)		(24,481,618)
<b>C. Cash Flows from Financing Activities</b>				
<i>Proceeds from borrowing ( net of repayment)</i>	(47,247,114)		20,000,000	
<i>Interest Paid</i>	(4,727,174)		(72,853,540)	
			(16,463,142)	
<b>Net Cash Inflow (Outflow) From Financing Activities</b>		(51,974,287)		(69,316,681)
<b>Net increase (Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>		(68,503,201)		101,599,684
<b>Cash &amp; Bank Balances at the beginning of the year</b>		104,006,388		2,406,704
<b>Cash &amp; Bank Balances at the end of the year</b>		35,503,187		104,006,388

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

**K2K INFRASTRUCTURE INDIA PRIVATE LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**1 Share capital**

Particulars	(Amount in Rs)	
	As at March 31, 2016	As at March 31, 2015
<b>Authorised capital</b>		
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
<b>Issued, subscribed and paid up capital</b>		
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
	<u>14,968,800</u>	<u>14,968,800</u>

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

Name of the share holder	As at March 31, 2016		As at March 31, 2015	
	No of shares	% holding	No of shares	% holding
<b>Equity Share Capital</b>				
Prestige Estates Projects Limited (PEPL)	1,122,660	75%	1,122,660	75%
Ace Investments	374,220	25%	374,220	25%
	<u>1,496,880</u>	<u>100%</u>	<u>1,496,880</u>	<u>100%</u>

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

Particulars	As at March 31, 2016		As at March 31, 2015	
	No of shares	(Amount in Rs)	No of shares	(Amount in Rs)
<b>Equity Shares</b>				
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	-	-	-	-
<b>Number of shares outstanding at the end of the year</b>	<u>1,496,880</u>	<u>14,968,800</u>	<u>1,496,880</u>	<u>14,968,800</u>

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, 2016	As at March 31, 2015
<b>Profit and loss A/c Dr Balance</b>		
Opening balance	(15,793,175)	(22,565,849)
Add/Less : Net Profit/(Loss) for the year	169,078	6,772,674
	<u>(15,624,097)</u>	<u>(15,793,175)</u>

4 Long-term borrowings

Particulars	Note No.	(Amount in Rs)	
		As at March 31, 2016	As at March 31, 2015
Long term maturities of finance lease obligations (Secured)	4a		
- from Banks ( ICICI Bank)		-	4,327,882
- from Banks ( HDFC Bank)		-	504,270
- from Banks ( Kotak Mahindra Bank)		321,964	637,680
- from Others (L & T Finance Limited)		-	479,410
		<u>321,964</u>	<u>5,949,242</u>

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 Vehicle

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 31.03.2016 but due for payment till 31.03.2017 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, 2016.





5 Other Long Term Liabilities

Particulars	(Amount in Rs)	
	As at	As at
	March 31, 2016	March 31, 2015
Mobilisation advance from - PEPL	63,092,739	40,284,840
Mobilisation advance from others	18,872,581	17,949,277
Other Advance - PEPL	480,204,268	-
	<u>562,169,588</u>	<u>58,234,117</u>

6 Long-term provisions

Particulars	(Amount in Rs)	
	As at	As at
	March 31, 2016	March 31, 2015
<b>Provision for Employee Benefits</b>		
Gratuity	3,825,051	3,360,608
Leave Encashment	1,503,536	1,260,331
	<u>5,328,587</u>	<u>4,620,939</u>

7 Short-term borrowings

Particulars	(Amount in Rs)	
	As at	As at
	March 31, 2016	March 31, 2015
<u>-Unsecured Repayable on Demand</u>		
Inter company deposits- PEPL	171,135,000	89,950,000
	<u>171,135,000</u>	<u>89,950,000</u>

8 Trade Payables

Particulars	(Amount in Rs)	
	As at	As at
	March 31, 2016	March 31, 2015
Sundry Creditors		
-For Materials	275,121,996	382,755,867
-For Expense	215,750,147	145,561,759
-For Capital Expenditure	-	-
-Retention Money	108,479,891	73,586,732
-Others	27,611,770	36,530,912
	<u>626,963,804</u>	<u>638,435,271</u>



9 Other current liabilities

(Amount in Rs)			
Particulars	Note No.	As at March 31, 2016	As at March 31, 2015
<b>Current Maturities of Long term debt</b>			
- L & T Finance Limited	4a	637,959	3,089,482
- Kotak Mahindra Bank	4a	316,339	284,168
- ICICI Bank	4a	4,382,196	36,856,996
- HDFC Bank	4a	498,276	7,223,960
<b>Income Received in advance :</b>			
<u>From Related Parties: ( Holding Company- PEPL)</u>			
Mobilisation Advance		30,448,593	109,852,097
Other Advance		190,955,409	699,880,200
<u>From Other Parties:</u>			
Mobilisation Advance		18,228,034	88,322,748
Other Advances		179,698,013	179,589,666
Other loans and advances		560,000	560,000
Interest payable on Inter Corporate Deposit - PEPL		26,032,660	13,889,410
Interest accrued but not due on secured loans		27,546	331,462
Other liabilities		19,765,363	10,070,103
<u>Statutory Liabilities</u>			
- Service Tax (net of input)		-	-
- Tax deducted at source		4,743,548	5,220,056
- Employee benefits payable		1,637,630	1,696,384
		<b>477,931,566</b>	<b>1,156,866,732</b>

10 Short-term Provisions

Particulars	As at March 31, 2016	As at March 31, 2015
<b>Provision for Employee Costs</b>		
Gratuity	-	-
Leave Encashment	154,328	155,082
<b>Other Provisions</b>		
Provision for Future Loss from Contract	8,739,004	3,130,340
Taxation	3,942,190	3,767,090
	<b>12,835,522</b>	<b>7,052,512</b>

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	3,130,340 (3,130,340)	7,782,462	(2,173,798)	8,739,004 (3,130,340)

Note : Figures in bracket relates to Previous year



PRIVATE LIMITED  
FINANCIAL STATEMENTS

### Assets and Depreciation Schedule

Gross Block				Accumulated Depreciation				Net Block	
As at 01.04.2015	Addition	Deletion	As at 31.03.2016	Upto 01.04.2015	Depreciation for the year	Adjustments Deletions	Upto 31.03.2016	As at 31.03.2016	As at 31.03.2015
456,654,423	8,211,354	4,900,000	459,965,777	156,021,341	42,085,595	961,316	-	262,820,157	300,633,082
3,351,620	689,076	-	4,040,696	1,282,339	481,892	-	1,764,231	2,276,465	2,069,281
10,260,742	66,114	-	10,326,856	4,653,992	1,463,070	-	6,117,062	4,209,794	5,606,750
10,574,069	875,170	-	11,449,239	6,323,615	1,857,357	-	8,180,972	3,268,267	4,250,454
2,202,587	286,676	-	2,489,263	1,187,883	166,285	-	1,354,168	1,135,095	1,014,704
483,043,441	10,128,390	4,900,000	488,271,831	169,469,170	46,054,199	961,316	-	273,709,778	313,574,271
458,561,823	24,513,906	32,288	483,043,441	117,525,330	51,950,687	6,847	-	313,574,271	341,036,494

12 Inventories (lower of cost or net realizable value)

Particulars	Note No.	(Amount in Rs)	
		As at March 31, 2016	As at March 31, 2015
Raw Materials		29,427,251	39,937,401
Work In Progress	12a	518,222,503	331,920,443
		<u>547,649,754</u>	<u>371,857,844</u>

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

13 Trade receivables

Particulars	(Amount in Rs)	
	As at March 31, 2016	As at March 31, 2015
Unsecured, considered good		
-More than 6 Months		
Includes amount receivable from Holding Company- PEPL Rs.14,60,13,945/- (PY Rs. 9,43,98,886/-)	262,758,987	190,305,174
-Less than 6 Months		
Includes amount receivable from Holding Company- PEPL Rs.7,75,48,967/- (PY Rs. 4,92,60,177/-)	133,801,692	139,254,924
Unbilled Debtors receivable		
Includes amount unbilled debtors receivable from Holding Company- PEPL Rs. 13,03,71,249/- (PY Rs.36,77,39,974/- )	389,728,769	689,002,979
	<u>786,289,448</u>	<u>1,018,563,077</u>

14 Cash and Bank balances

Particulars	(Amount in Rs)	
	As at March 31, 2016	As at March 31, 2015
Balances with banks		
- in current accounts *	34,628,992	39,480,046
- in fixed deposits *	-	63,900,000
Cash in hand *	874,195	626,342
	<u>35,503,187</u>	<u>104,006,388</u>

\* 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.3,55,03,187/- ( PY Rs.10,40,06,388/-)



15 Short-term loans and advances

Particulars	(Amount in Rs)	
	As at March 31, 2016	As at March 31, 2015
<i>Unsecured, considered good</i>		
<u>Advance paid to related parties</u>		
- Holding Company- PEPL	-	8,222,584
<u>Others</u>		
For materials & expenses	43,561,171	64,058,299
Advances to employees	939,357	494,984
Income tax refund receivable	135,390,754	106,440,860
Deposits	20,823,007	20,521,103
Interest accrued	-	61,644
Prepaid service tax	9,140,476	29,597,369
Prepaid expenses	3,023,801	4,071,014
	<u>212,878,566</u>	<u>233,467,857</u>

16 Revenue From Operations

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2016	For the year ended 31 March, 2015
(a) <u>Project Income</u>		
- From Holding Company - PEPL	1,067,952,002	1,030,170,577
- From Others	588,159,538	521,940,719
- Unbilled Revenue (Net)	(299,274,210)	29,399,208
- Project Management fee	1,096,892	1,056,405
	<u>1,357,934,222</u>	<u>1,582,566,909</u>

17 Other income

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2016	For the year ended 31 March, 2015
Miscellaneous income	2,724,610	4,553,154
Creditors written back	2,389,363	8,641,233
Interest income	2,556,618	366,961
	<u>7,670,591</u>	<u>13,561,348</u>



18 Cost of Construction

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2016	For the year ended 31 March, 2015
Opening Stock of Materials	39,937,401	73,555,717
Add: Direct cost incurred		
Materials Purchased	443,758,590	546,824,934
Less: Closing Stock of Materials	29,427,251	39,937,401
Materials Consumed	454,268,740	580,443,250
Add:		
Architect Expenses	-	2,717,228
Labour Charges	729,829,380	778,083,116
Site Expenses	1,854,482	2,093,655
Transportation Charges	1,864,594	2,730,917
Hire Charges	33,218,486	56,927,131
Lab Charges	297,495	548,384
Repairs and maintenance	2,926,011	3,024,458
Security Charges	16,440,842	21,227,889
Safety material	2,529,351	6,907,754
Mess Expenses	7,744,515	8,046,393
Labour colony rent and other expenses	11,936,893	11,441,675
Electricity & Water charges	24,673,923	30,021,707
Other direct expense	36,163,538	35,436,966
	<u>1,323,748,250</u>	<u>1,539,650,523</u>

19 Changes in Inventories of WIP

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2016	For the year ended 31 March, 2015
Opening Stock of work in progress	331,920,443	156,756,185
Less: Closing Stock of work in progress	518,222,503	331,920,443
	<u>(186,302,060)</u>	<u>(175,164,258)</u>

20 Employee Cost

Particulars	(Amount in Rs)	
	For the year ended 31 March, 2016	For the year ended 31 March, 2015
Salaries and Wages	102,512,674	98,772,660
Contribution to Provident and other funds		
- Provident funds & ESIC	14,630,581	12,982,751
- Gratuity	1,565,988	1,775,076
- Leave Encashment	529,103	795,559
Staff Welfare Expenses	12,795,642	11,582,788
	<u>132,033,988</u>	<u>125,908,834</u>



20a

In accordance with Accounting Standard 15 actuarial valuation based on projected unit credit method as on 31st March 2016 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, 2016	For the year ended 31 March, 2015
<b>Components of employer expense</b>		
Current Service cost	1,698,914	1,533,186
Interest cost	298,571	198,738
Expected return on plan assets	(80,594)	(23,168)
Past Service Cost - Vested/Non Vested Benefit	-	-
Actuarial Losses/(Gains)	(350,903)	66,320
<b>Total expense/(income) recognized in the Statement of Profit &amp; Loss</b>	<b>1,565,988</b>	<b>1,775,076</b>
<b>Change in Fair Value of Assets</b>		
Opening Fair Value of Plan Assets	518,224	44,412
Expected return on plan assets	80,594	23,168
Actuarial gains/(losses)	(232,833)	(49,356)
Assets Acquired on Acquisition/ (Distributed on Divestiture)	-	-
Contributions by Employer	997,595	500,000
Benefits paid	-	-
<b>Closing Fair Value of Plan Assets</b>	<b>1,363,580</b>	<b>518,224</b>
<b>Change in Defined Benefit Obligation (DBO)</b>		
Present Value of DBO at the beginning of the year	3,878,832	2,283,160
Current service cost	1,698,914	1,533,186
Interest cost	298,571	198,738
Actuarial (gains)/losses due to change in assumption	31,235	511,213
Actuarial (gains)/losses due to change in experience	(614,971)	(494,248)
Past Service Cost - Vested/Non Vested Benefit	-	-
Benefits paid	(103,950)	(153,217)
<b>Present value of DBO at the end of the year</b>	<b>5,188,631</b>	<b>3,878,832</b>
<b>Net asset/(liability) recognized in balance sheet</b>		
Fair value of plan assets	1,363,580	518,224
Present Value of Defined Benefit Obligation	(5,188,631)	(3,878,832)
<b>Net asset/(liability) recognized in balance sheet</b>	<b>(3,825,051)</b>	<b>(3,360,608)</b>
<b>Actuarial Assumptions</b>	<b>March 31, 2016</b>	<b>March 31, 2015</b>
Discount Rate	7.75%	7.80%
Expected Return on plan assets	8.00%	8.00%
Rate of increase in compensation	7.00%	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-16		31-Mar-15	
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%



**20b**

In accordance with Accounting Standard 15 actuarial valuation based on projected unit credit method as on 31st March 2016 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, 2016	For the year ended 31 March, 2015
<b>Components of employer expense</b>		
Current Service cost	429,442	679,784
Interest cost	99,433	62,830
Expected return on plan assets	-	-
Past Service Cost - Vested/Non Vested Benefit	-	-
Actuarial Losses/(Gains)	228	52,945
<b>Total expense/(income) recognized in the Statement of Profit &amp; Loss</b>	<b>529,103</b>	<b>317,268</b>
<b>Change in Fair Value of Assets</b>		
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	-	-
<b>Closing Fair Value of Plan Assets</b>	<b>-</b>	<b>-</b>
<b>Change in Defined Benefit Obligation (DBO)</b>		
Present Value of DBO at the beginning of the year	1,415,413	773,071
Current service cost	429,442	679,784
Interest cost	99,433	62,830
Actuarial (gains)/losses due to change in assumptions	8,059	157,557
Actuarial (gains)/losses due to plan experience	(7,831)	(104,612)
Past Service Cost - Vested/Non Vested Benefit	-	-
Benefits paid	(286,652)	(153,217)
<b>Present value of DBO at the end of the year</b>	<b>1,657,864</b>	<b>1,415,413</b>
<b>Net asset/(liability) recognized in balance sheet</b>		
Fair value of plan assets	-	-
Present Value of Defined Benefit Obligation	(1,415,413)	(773,071)
<b>Net asset/(liability) recognized in balance sheet</b>	<b>(1,415,413)</b>	<b>(773,071)</b>
<b>Actuarial Assumptions</b>	<b>March 31, 2016</b>	<b>March 31, 2015</b>
Discount Rate	7.75%	7.80%
Expected Return on plan assets	N/A	N/A
Salary Escalation Rate	7.00%	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-16		31-Mar-15	
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, 2016	For the year ended March 31, 2015
Commission Charges-PEPL	-	228,110
Interest Expense	-	-
- Holding Company - PEPL (Interest on inter corporated deposit)	13,492,500	13,171,952
- Others (Interest on secured loan)	3,074,008	10,796,545
Interest on statutory payment	-	-
- Interest on statutory payment (TDS and Service Tax)	-	3,647,140
	<b>16,566,508</b>	<b>27,843,747</b>

22 Other Expenses

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Postage, Telephone & Courier Charges	1,658,847	1,921,908
Miscellaneous Expenses	476,469	455,806
Traveling and Conveyance	2,536,119	2,301,062
Legal & Professional Charges	2,243,429	984,950
Audit Fee	437,500	325,000
Power and Water Expenses	891,103	1,039,557
Information Technology Cost	300,543	658,395
Rent	1,204,710	1,193,576
Office Expenses	1,053,662	746,347
Printing & Stationery	1,120,398	1,172,134
Rates & Taxes	376,439	564,006
Repair & Maintenance	1,878,192	2,012,482
Bank Charges	167,622	279,028
Insurance	2,947,125	2,349,711
Loss on Sale of Fixed Assets	1,787,603	-
Provision for future loss from works contract	5,608,664	-
	<b>24,688,426</b>	<b>16,003,961</b>

22a Auditors' Remuneration

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Payment to Auditors for :		
Statutory Audit	250,000	2,50,000
Tax Audit	75,000	75,000
Others :	112,500	-
	<b>437,500</b>	<b>3,25,000</b>



23 Contingent liabilities and capital commitments

Particulars	(Amount in Rs)	
	As at March 31, 2016	As at March 31, 2015
<b>Contingent liabilities</b>		
Claims against the Company not acknowledged as debts		
Corporate guarantee/Equitable mortgage taken	5,518,431	52,482,000
<b>Capital commitment</b>		
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, 2016	For the year ended March 31, 2015
Rent expenses included in Profit and Loss Account towards operating Lease	1,204,710	1,193,576
Rent expenses included in Employee Benefit Expenses towards operating Lease	4,391,204	5,183,932
Rent expenses included in Labour Colony Expense towards operating Lease	7,894,039	7,902,113
	<b>13,489,953</b>	<b>14,279,621</b>

As at 31st March 2016, the future minimum lease rentals payable and receivable towards non-cancellable operating lease are

Particulars	As at March 31, 2016	As at March 31, 2015
Not Later than 1 Year	974,506	1,111,105
Later than 1 Year but Not Later than 5 Years	249,765	249,765
	<b>1,224,271</b>	<b>1,360,870</b>



25 Related party disclosure :

(i) List of Related Parties and Relationships -

Relationship	Related Parties
Holding Company	Prestige Estates Projects Limited
Enterprise with significant influence	Silveroak Projects
	Hitech Properties
	Prestige Property Management Services
	Sai Chakra Hotels
	Prestige Habitat Venture
	Prestige Sunrise Investments
	Sublime
	Prestige Fashions Pvt Ltd
	Prestige AAA Investment
	Prestige Shantiketan Lesiures Pvt Ltd
	Prestige Southcity Holdings
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	<b>Intercompany Deposits Received</b>				
	Prestige Estates Projects Ltd	81,185,000	-	-	81,185,000
		(40,000,000)	-	-	(40,000,000)
2	<b>Intercompany Deposits Repaid</b>				
	Prestige Estates Projects Ltd	-	-	-	-
		(20,000,000)	-	-	(20,000,000)
3	<b>Advances &amp; Mobilisation Received (Net)</b>				
	Prestige Estates Projects Ltd	764,701,009	-	-	764,701,009
		(850,017,137)	-	-	(850,017,137)
	Hitech Properties	-	22,783,414	-	22,783,414
		-	(114,172,307)	-	(114,172,307)
	Sai Chakra Hotels	-	-	-	-
		-	(23,043,713)	-	(23,043,713)
	Prestige Sunrise Investments	-	204,062	-	204,062
		-	(204,062)	-	(204,062)
	Prestige Southcity Holdings	-	157,058,648	-	157,058,648
		-	(48,432,734)	-	(48,432,734)
4	<b>Advance Paid (Net)</b>				
	Prestige Estates Projects Ltd	-	-	-	-
		(8,222,584)	-	-	(8,222,584)
5	<b>Rent Payment</b>				
	Prestige Estates Projects Ltd	999,060	-	-	999,060
		(999,060)	-	-	(999,060)
6	<b>Interest Payment</b>				
	Prestige Estates Projects Ltd	13,492,500	-	-	13,492,500
		(13,171,952)	-	-	(13,171,952)
7	<b>Purchase of Fixed Assets</b>				
	Prestige Estates Projects Ltd	-	-	-	-
		(171,429)	-	-	(171,429)
	Prestige Property Management & Services	-	375,453	-	375,453
		-	(330,678)	-	(330,678)
8	<b>Contract Income</b>				
	Prestige Estates Projects Ltd	1,067,952,002	-	-	1,067,952,002
		(1,030,170,577)	-	-	(1,030,170,577)
	Prestige Estates Projects Ltd (unbilled Revenue)	237,368,725	-	-	237,368,725

	Prestige Habitat Venture	-	1,524,672	-	1,524,672
		-	(6,365,127)	-	(6,365,127)
	Prestige Habitat Venture (Unbilled Revenue)	-	-	-	-
		-	(171,895)	-	(171,895)
	Prestige Sunrise Investments	-	-	-	-
		-	(7,597,813)	-	(7,597,813)
	Prestige Sunrise Investments (Unbilled Revenue)	-	-	-	-
		-	(2,375,033)	-	(2,375,033)
	Hitech Properties	-	51,042,623	-	51,042,623
		-	(99,664,194)	-	(99,664,194)
	Hitech Properties (Unbilled Revenue)	-	7,880,273	-	7,880,273
		-	(15,058,227)	-	(15,058,227)
	Prestige AAA investment	-	3,727,841	-	3,727,841
		-	-	-	-
	Prestige South City Holdings	-	95,087,374	-	95,087,374
		-	(8,530,124)	-	(8,530,124)
	Prestige South City Holdings(Unbilled Revenue)	-	23,821,217	-	-
		-	-	-	-
	Exora Business Parks Pvt Ltd	-	-	-	-
		-	(4,011,931)	-	(4,011,931)
9	Share Application Money Repaid	-	-	-	-
	Prestige Estates Projects Ltd	81,185,000	-	-	81,185,000
		-	-	-	-

(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)
2	Sundry Debtors				
	Prestige Estates Projects Ltd	223,562,912	-	-	223,562,912
		(143,659,063)	-	-	(143,659,063)
	Prestige Estates Projects Ltd (unbilled Revenue)	130,371,249	-	-	130,371,249
		(367,739,974)	-	-	(367,739,974)
	Silver Oak Projects	-	14,280,894	-	14,280,894
		-	(11,789,472)	-	(11,789,472)
	Silver Oak Projects (Unbilled Revenue)	-	-	-	-
		-	(5,380,894)	-	(5,380,894)
	Sai Chakra Hotels	-	7,780,480	-	7,780,480
		-	(3,793,119)	-	(3,793,119)
	Sai Chakra Hotels (Unbilled Revenue)	-	(25,114,592)	-	(25,114,592)
		-	-	-	-
	Prestige Shantukethan Leisures Pvt Ltd	-	621,414	-	621,414
		-	(621,414)	-	(621,414)
	Prestige Habitat Venture	-	935,136	-	935,136
		-	(2,445,049)	-	(2,445,049)
	Prestige Sunrise Investments	-	909,326	-	909,326
		-	(909,326)	-	(909,326)
	Hitech Properties	-	13,388,655	-	13,388,655
		-	(10,836,524)	-	(10,836,524)
	Hitech Properties (Unbilled Revenue)	-	32,086,175	-	32,086,175
		-	(39,966,448)	-	(39,966,448)
	Prestige South City Holdings	-	7,217,722	-	7,217,722
		-	(426,506)	-	(426,506)
	Prestige South City Holdings(Unbilled Revenue)	-	(23,821,217)	-	(23,821,217)
		-	-	-	-
	Prestige AAA investment	-	186,392	-	186,392
		-	-	-	-
	Exora Business Parks Pvt Ltd	-	200,597	-	200,597
		-	(200,597)	-	(200,597)
3	Lease Deposit				
	Prestige Estates Projects Ltd	475,740	-	-	475,740

5	<b>Advance Paid</b>				
	Prestige Estates Projects Ltd	-	-	-	-
		(8,222,584)	-	-	(8,222,584)
6	<b>Sundry Creditors</b>				
	Prestige Estates Projects Ltd	33,957,569	-	-	33,957,569
		(41,121,142)	-	-	(41,121,142)
	Prestige Property Management & Services	-	100,000	-	100,000
		-	(80,112)	-	(80,112)
7	<b>Advance/Mobilisation Received</b>				
	Prestige Estates Projects Ltd	764,701,009	-	-	764,701,009
		(850,017,137)	-	-	(850,017,137)
	Silver Oak Projects	-	-	-	-
		-	-	-	-
	Hitech Properties	-	22,783,414	-	22,783,414
		-	(114,172,307)	-	(114,172,307)
	Sia Chakra Hotels	-	-	-	-
		-	(23,043,713)	-	(23,043,713)
	Prestige South City Holdings	-	157,058,648	-	157,058,648
		-	48,432,734	-	48,432,734
	Prestige Sunrise Investments	-	204,062	-	204,062
		-	(204,062)	-	(204,062)
8	<b>Corporate Guarantees Outstanding</b>				
	Prestige Estates Projects Ltd	5,518,431	-	-	5,518,431
		(52,482,000)	-	-	(52,482,000)

## 26 Earnings per share

Particulars	Figures in rupees except number of shares	
	For the year ended March 31, 2016	For the year ended March 31, 2015
a) Net profit/ (loss) for the year available to equity shareholders	169,078	6,772,674
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	0.11	4.52
g) Diluted Earnings per Share	0.11	4.52

## 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, 2016 therefore no disclosures have been given thereof.

29 Company has received mobilisation advances & Other advances from the parties for execution of the works contract. Such advances received before April 1, 2015 which remains unadjusted as at March 31, 2016 of Rs.4,355,059/-. The details are as follows;

Name of the Party	Amount as at March 31, 2016	Disclosure in the financial statements	
		Note Number	Heading
Atiq Sulman	4,150,997	5	Other Long Term Liabilities
Prestige Sunrise Investments	204,062	5	Other Long Term 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, 2016	For the year ended March 31, 2015
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.,  
FRN: 001987S

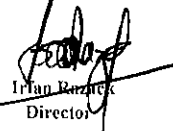
Chartered Accountants

  
P.R. Venkatesh  
Partner  
Membership No. 25087

Place: Bangalore

Date: 27 May, 2016

For and on behalf of the Board

  
Irfan Razack  
Director

  
V. Gopal  
Director

33 Note from Management

- a The net worth of the Company has been completely eroded as at March 31, 2016. 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.
- b 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.
- c 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, 2016 ( Previous Year Rs.NIL).
- d 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, 2016 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

  
Irfan Razack  
Director

  
V. Gopal  
Director