



MSSV & 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 Ind AS financial statements of M/s. K2K Infrastructure India Private Limited ('the company') which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and statement for changes in equity 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding 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 maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



3. Auditor's Responsibility

- 3.1. Our responsibility is to express an opinion on these Ind AS 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 thereunder.

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 Ind AS financial statements are free from material misstatement.

- 3.2. An audit involves performing procedures to obtain audit evidence about the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that a 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 Ind AS 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 Ind AS financial statements.



4. Opinion

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

- (a) ~~in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017~~
- (b) in the case of the Statement of Profit and Loss, of the loss including other comprehensive for the year ended on that date; and
- (c) in the case the Statement of Cash Flow, of the cash flows for the year ended on that date.
- (d) In the case of the statement of changes in Equity, of the changes in equity for the year ended on that date.

5. Emphasis of Matters

Attention of the members is invited to Note No.43 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

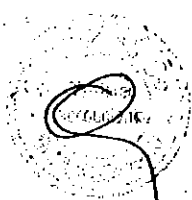
6.1. As required by the Companies (Auditor's Report) Order 2016 ('the order') issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

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.

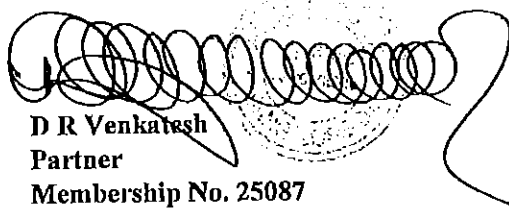


- (b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rule issued thereunder.
- (e) On the basis of written representations received from the directors as on 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, 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. 41 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. 22a to the financial statements.
 - (iii) There were no amounts that required to be transferred, to the Investor Education and Protection Fund by the Company
 - (iv) The company has provided requisite disclosures in its Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes



during the period from 8th November 2016 to 30th December 2016 and these are in accordance with the books of accounts maintained by the company – Refer Note 32 to the financial statements.

For MSSV & Co.,
Chartered Accountants
FRN 001987S



D R Venkatesh
Partner
Membership No. 25087

Place: Bangalore
Date: 27th May, 2017

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 unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence commenting on terms and conditions of grant of loans, regularity in receipt of principal and interest, steps taken to realize overdue amount, does not arise.



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 Provident Fund Contribution, Employees' State Insurance contribution, Tax Deducted at Source, Value added tax 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 tax, customs duty, excise duty, value added tax, cess and other undisputed statutory dues were outstanding at the year end, for a period of more than six months from the date they became payable.



(b) According to the information and explanations given to us, there are no dues of income tax, sales tax, customs duty, excise duty and cess which have not been deposited as on March 31, 2017 on account of any dispute.

However, according to the information and explanations given to us, the following dues of service tax have not been deposited by the Company on account of disputes:

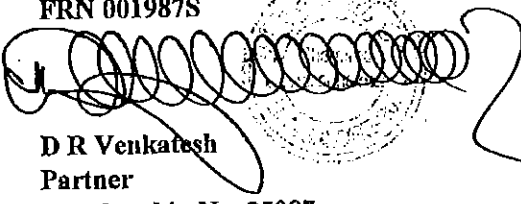
Name of the statute	Nature of dues	Amount (in Rs)	Period to which the amount relates	Forum where dispute is pending
Service Tax	Interest and Penalty	58,31,282/-	January 2013 to March 2014	High Court of Karnataka

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.



12. In our opinion and according to the information given to us, the company is not a Nidhi Company. Hence, commenting on paragraph 3(xii) of the order does not arise.
13. According to the information given to us and based on our examination of the records of the company, transactions with related parties are in compliance with Sections 177 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: 27th May, 2017

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 Guidance Note') and the Standards on Auditing ('the Standards'), issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial



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

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 transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



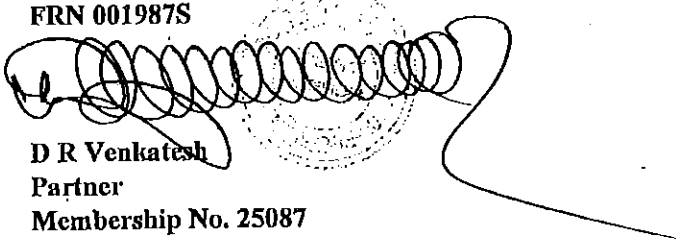
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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 2017, 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
Partner
Membership No. 25087

Place: Bangalore
Date: 27th May, 2017

K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
No. 83, 4th Floor, Prestige Copper Arch, Infantry Road, Bangalore - 560 001
CIN : U45200TG2007PTC054531

BALANCE SHEET AS AT 31 MARCH, 2017

(In Rs. Lakhs)

Particulars	Note No.	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
ASSETS				
1. Non current assets				
(a) Property, plant and equipment	5	2,422.64	2,737.10	3,135.74
(b) Deferred tax assets (net)	6	432.54	8.37	-
Total non-current assets		2,855.18	2,745.47	3,135.74
2. Current assets				
(a) Inventories	7	5,742.10	5,476.50	3,718.58
(b) Financial assets				
(i) Trade receivables	8	5,431.74	7,862.89	10,185.63
(ii) Cash and cash equivalents	9	614.84	355.03	1,040.06
(iii) Others	10	-	-	0.62
(c) Current tax assets (net)	11	777.51	1,314.49	1,026.74
(d) Other current assets	12	658.18	934.99	1,289.11
Total current assets		13,224.38	15,943.90	17,260.74
Total assets		16,079.56	18,689.37	20,396.48
EQUITY AND LIABILITIES				
I. EQUITY				
(a) Equity share capital	13	149.69	149.69	149.69
(b) Other equity	14	(1,176.60)	(147.87)	(157.93)
Total equity		(1,026.91)	1.82	(8.24)
II. LIABILITIES				
1. Non-current liabilities				
(a) Financial liabilities				
(i) Borrowings	15	-	3.22	59.49
(b) Provisions	16	52.77	53.28	46.21
(c) Other non-current liabilities	17	209.52	5,621.70	582.34
Total non-current liabilities		262.29	5,678.20	688.04
2. Current liabilities				
(a) Financial liabilities				
(i) Borrowings	18	1,711.35	1,711.35	899.50
(ii) Trade payable	19	6,318.62	6,269.64	6,384.35
(iii) Other financial liabilities	20	384.97	318.95	1,428.60
(b) Other current liabilities	21	8,097.67	4,620.48	10,971.37
(c) Provisions	22	331.56	88.93	32.85
Total current liabilities		16,844.17	13,009.35	19,716.68
Total equity and liabilities		16,079.56	18,689.37	20,396.48

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

PRN:001987S

D R Venkatesh
Partner
Membership No. 025987

For and on behalf of the Board of
Directors of K2K Infrastructure India
Private Limited

Irfan Kizack
Director
DIN: 00209022

V Gopal
Director
DIN: 03570989

Place: Bangalore

Place: Bangalore

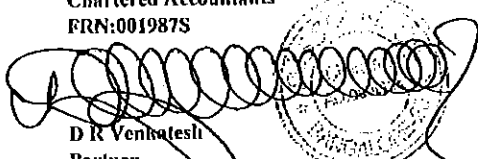
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2017
(In Rs. Lakhs)

Particulars	Note No.	Year ended 31 March 2017	Year ended 31 March 2016
Income			
I. Revenue from operations	23	10,698.55	13,579.34
II. Other income	24	135.82	76.71
III. Total income		10,834.37	13,656.05
Expenses			
Cost of materials consumed	25	10,522.81	13,237.48
Change in inventories of finished goods, work in progress and stock in trade	26	(374.37)	(1,863.02)
Employee benefit expense	27	1,123.57	1,328.50
Finance costs	28	164.80	165.67
Depreciation and amortization expense	5	400.62	460.54
Other expenses	29	448.39	246.88
IV. Total expenses		12,285.80	13,576.06
V. Profit before exceptional items and tax (III - IV)		(1,451.43)	79.99
VI. Exceptional items		-	-
VII. Profit before tax (V-VI)		(1,451.43)	79.99
VIII. Tax expense			
(1) Current tax		-	1.75
(2) Deferred tax		(427.02)	(10.89)
(3) Tax of the earlier years		10.69	84.71
IX. Profit (loss) for the period from continuing operations (VII - VIII)		(1,035.10)	4.42
X. Profit (loss) for the period (IX + XII)		(1,035.10)	4.42
XI. Other comprehensive income			
(i) Items that will not be reclassified to profit and loss			
-Remeasurement of the net defined benefit obligation		9.22	8.17
(ii) Income tax relating to items that will not be reclassified to profit and loss		(2.85)	(2.52)
XII. Total comprehensive income for the period		(1,028.73)	10.06
XIII. Earnings per equity share (equity Shares of Rs. 10 each)			
(1) Basic		(68.72)	0.67
(2) Diluted		(68.72)	0.67

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 MSSF & Co.,
Chartered Accountants
FRN:001987S


D R Venkatesh
Partner
Membership No. 025087

For and on behalf of the Board of Directors
of K2K Infrastructure India Private Limited


Irfan Razvi
Director
DIN: 00209022


V Gopal
Director
DIN: 03570989

Place: Bangalore
Date: 27 Mar 2017

Place: Bangalore
Date: 27 Mar 2017

Place: Bangalore
Date: 27 Mar 2017

K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
No. 83, 4th Floor, Prestige Copper Arch, Infantry Road, Bangalore - 560 001
CIN : U45200TG2007PTC054531

STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2017

(In Rs. Lakhs)

Particulars	For the year ended March 31, 2017		For the year ended March 31, 2016	
A. Cash from Operating Activities				
Net profit / (Loss) Before Tax		(1,451.43)		79.99
Add: Other Comprehensive Income		9.22		8.17
Total Comprehensive Income		(1,442.21)		88.16
Adjustments for Non Cash and Non operating Items:				
Add:				
Depreciation	400.62		460.54	
Profit/Loss on sale of asset	(0.03)		17.88	
Interest Expenses	164.80		165.67	
		565.38		644.08
Operating Profit before Working Capital Changes		(876.83)		732.24
Adjustments for Working Capital Changes:				
(Increase) / decrease in Trade receivables	2,431.15		2,322.74	
(Increase) / decrease in Inventory and Work In Progress	(265.60)		(1,757.92)	
(Increase) / decrease in Loans and advances and Other Assets	561.94		335.28	
Increase / (decrease) in Current Liabilities	(1,886.00)		(1,406.80)	
Increase / (decrease) in Provisions	221.18	1,062.66	63.15	(443.54)
Operating Profit before Income tax		185.84		288.70
Less: Advance tax / Tax deducted at source		272.78		(289.50)
Less : Tax Paid of earlier year		(10.69)		(84.71)
Cash Inflow (Outflow) from Operating Activities		447.93		(85.52)
B. Cash Flows from Investing Activities				
Add: Sale of Fixed Assets	0.10		21.51	
Less: Purchase of Fixed Assets	(86.23)		(101.28)	
Net Cash Inflow (Outflow) from Investing Activity		(86.13)		(79.77)
C. Cash Flows from Financing Activities				
Proceeds from borrowing (net of repayment)	(58.35)		(472.47)	
Interest Paid	(43.64)		(47.27)	
Net Cash Inflow (Outflow) From Financing Activities		(101.99)		(519.74)
Net Increase (Decrease) in Cash & Cash Equivalents (A+B+C)		259.81		(685.03)
Cash & Bank Balances at the beginning of the year		355.03		1,040.06
Cash & Bank Balances at the end of the year		614.84		355.03

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 MSSF & Co.,
Chartered Accountants
FRN: 001987S

D R Venkatesh
Partner
Membership No. 25087

For and on behalf of the Board of Directors of K2K
Infrastructure Private Limited

Irfaan Bhatia
Director
DIN: 00209022

V. Gopul
Director
DIN: 03570989

Place: Bangalore
Date: 27 May 2017

Place: Bangalore
Date: 27 May 2017

Place: Bangalore
Date: 27 May 2017

NOTES TO ACCOUNTS

Property, plant and equipment

Particulars	(In Rs. Lakhs)					
	Plant & Machinery	Furniture & Fixtures	Vehicles	Computers	Office Equipments	Total
Cost or deemed cost						
As at 1 April 2015	3,006.33	20.69	56.07	42.50	10.15	3,135.74
Additions	82.11	6.89	0.66	8.75	2.87	101.28
Adjustments/Deletions	49.00	-	-	-	-	49.00
As at 31 March 2016	3,039.44	27.58	56.73	51.26	13.01	3,188.03
Additions	76.31	4.93	0.32	0.93	3.74	86.23
Adjustments/Deletions	0.08	-	-	-	0.04	0.12
As at 31 March 2017	3,115.68	32.51	57.05	52.19	16.71	3,274.13
Accumulated depreciation						
As at 1 April 2015	420.86	4.82	14.63	18.57	1.66	460.54
Charge for the period	9.61	-	-	-	-	9.61
Deletion	411.24	4.82	14.63	18.57	1.66	450.93
As at 31 March 2016	369.60	4.80	10.90	13.42	1.90	400.62
Charge for the period	0.03	-	-	-	0.02	0.05
Deletion	780.81	9.62	25.53	31.99	3.54	851.49
As at 31 March 2017						
Net Block						
As at 1 April 2015	3,006.33	20.69	56.07	42.50	10.15	3,135.74
As at 31 March 2016	2,628.20	22.76	42.10	32.68	11.35	2,737.10
As at 31 March 2017	2,334.86	22.89	31.52	20.20	13.17	2,422.64

K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
No. 83, 4th Floor, Prestige Copper Arch, Infantry Road, Bangalore - 560 001
CIN : U45200TG2007PTC054531

NOTES TO ACCOUNTS

6. Deferred Tax

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Deferred tax relates to the following			
Deferred Tax Assets			
Impact of difference in carrying amount of Property, plant and equipment as per tax accounts and books.	-	-	-
Impact on disallowances as per Income Tax	118.76	43.95	-
Carried forward losses	361.94	12.49	-
	480.70	56.43	-
Deferred tax liabilities			
Impact of difference in carrying amount of Property, plant and equipment as per tax accounts and books.	48.06	48.06	-
	48.06	48.06	-
Net deferred tax asset	432.63	8.37	-



K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
No. 83, 4th Floor, Prestige Copper Arch, Infantry Road, Bangalore - 560 001
CIN : U45200TG2007PTC054531

NOTES TO ACCOUNTS

7 Inventories (lower of cost or net realizable value)

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Raw Materials	185.50	294.27	399.37
Work In Progress *	5,556.60	5,182.23	3,319.20
	5,742.10	5,476.50	3,718.58

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

8 Trade receivables

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Unsecured, considered good	2,891.78	3,965.61	3,295.60
Unbilled debtors receivable	2,539.96	3,897.29	6,890.03
	5,431.74	7,862.89	10,185.63

9 Cash and cash equivalents

(In Rs. Lakhs)

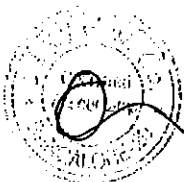
Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Balances with banks			
- in current accounts*	612.78	346.29	394.80
- in fixed deposits*	-	-	639.00
Cash in hand*	2.06	8.74	6.26
	614.84	355.03	1,040.06

* Of the above the balances that meet the definition of cash and cash equivalents as per cash flow statements are items marked (*) are Rs.6,14,83,721/- (PY Rs.3,55,03,187/-)

10 Other Financial assets

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Interest accrued	-	-	0.62
	-	-	0.62



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NOTES TO ACCOUNTS

(In Rs. Lakhs)			
11 Income tax assets (net)			
Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Tax deducted at source	796.00	1,353.91	1,064.41
Less: Provision for tax	18.49	39.42	37.67
	777.51	1,314.49	1,026.74

(In Rs. Lakhs)			
12 Other current assets			
Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
(a) Security deposits	238.48	208.23	205.21
(b) Advance to related parties Holding Company- PEPL	-	-	82.23
(c) Others			
For materials & expenses	228.42	435.61	640.58
Advances to employees	2.28	9.39	4.95
Prepaid service tax	161.85	251.52	315.43
Prepaid expenses	27.15	30.24	40.71
	658.18	934.99	1,289.11

(In Rs. Lakhs)			
13 Equity Share Capital			
Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Authorised capital			
1,500,000 (P.Y. 1,500,000) equity shares of Rs.10 each	150.00	150.00	150.00
33,00,000 (P.Y. 33,00,000) Preference shares of Rs.10 each	330.00	330.00	330.00
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 11,22,660 (P.Y 11,22,660) equity shares of Rs. 10 each are held by the holding company Prestige Estates Projects Limited (PEPL)]	149.69	149.69	149.69
	149.69	149.69	149.69

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

Name of the share holder	As at 31 March 2017 No. of shares (%)	As at 31 March 2016 No. of shares (%)	As at 1 April 2015 No. of shares (%)
Equity share capital			
Prestige Estates Projects Limited (PEPL)	11,22,660 (75%)	11,22,660 (75%)	11,22,660 (75%)
Ace Investments	3,74,220 (25%)	3,74,220 (25%)	3,74,220 (25%)
	14,96,880 (100%)	14,96,880 (100%)	14,96,880 (100%)



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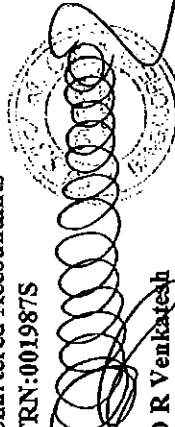
STATEMENT OF CHANGES IN EQUITY

Particulars	Equity Share Capital	Other Equity		Total Equity
		Retained Earnings		
As at 1 April 2015	149.69	(157.93)		(8.24)
Profit for the period		4.42		4.42
Other comprehensive income/(loss) for the year, net of income tax	-	5.64		5.64
Total comprehensive income for the year		10.06		10.06
As at 31 March 2016	149.69	(147.87)		1.82
Profit for the period		(1,035.10)		(1,035.10)
Other comprehensive income/(loss) for the year, net of income tax		6.37		6.37
Total comprehensive income for the year	-	(1,028.73)		(1,028.73)
As at 31 March 2017	149.69	(1,176.60)		(1,026.91)

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


This is the statement of changes in equity referred to in our report of even date


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


D R Venkatesh
Partner
Membership No. 025087

Place: Bangalore
Date: 27 May 2017

For and on behalf of the Board of Directors of
K2K Infrastructure India Private Limited


Irfan Razack
Director
DIN: 00209022


V Gopal
Director
DIN: 03570989

Place: Bangalore
Date: 27 May 2017

Place: Bangalore
Date: 27 May 2017

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NOTES TO ACCOUNTS

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

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Equity shares			
Number of shares at the beginning of the year	14,96,880	14,96,880	14,96,880
Number of shares issued\ (Bought Back) during the year	-	-	-
Number of shares outstanding at the end of the year	14,96,880	14,96,880	14,96,880

- 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.

14 Other equity

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Deficit in statement of profit and loss			
Opening balance	(147.87)	(157.93)	(225.66)
Add/Less : Net profit/(loss)	(1,028.73)	10.06	67.73
	(1,176.60)	(147.87)	(157.93)

15 Borrowings

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Term loans - (secured)			
- from banks (ICICI Bank)	-	-	43.28
- from banks (HDFC Bank)	-	-	5.04
- from others (Kotak Mahindra Prime Limited)	-	3.22	6.38
- from others (L & T Finance Limited)	-	-	4.79
	-	3.22	59.49

15a. Details of securities and repayment terms

a) Long term maturities of long term debt:

-L & T Finance Limited

Secured by hypothecation of machinery & corporate guarantee from holding company - PEPL

-ICICI Bank Limited

Secured by hypothecation of machinery & corporate guarantee from holding company - PEPL

-HDFC Bank Limited

Secured by hypothecation of machinery & corporate guarantee from holding company - PEPL

-Kotak Mahindra Bank

Secured by Hypothecation of Vehicle



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NOTES TO ACCOUNTS

b) Terms of repayment

Name of the lender
L & T Finance Limited
ICICI Bank
HDFC Bank Ltd
Kotak Mahindra

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

Please Note: Principal amount of Loan Outstanding as on 31.03.2017 but due for payment till 31.03.2018 has been classified as current liabilities (current maturities of long term debt)

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

There are no continuing defaults in repayment of principal and interest as on 31st March 2017

16 Non current provisions

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Provision for employee benefits			
Gratuity	38.20	38.25	33.61
Leave encashment	14.57	15.03	12.60
	52.77	53.28	46.21

17 Other non-current liabilities

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
(a) Advances from related parties			
Mobilisation advance	209.52	630.93	402.85
Other advance	-	4,802.04	-
(b) Advances from others			
Mobilisation advance	-	188.73	179.49
	209.52	5,621.70	582.34

18 Borrowings

(In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Unsecured, repayable on demand:			
- Inter corporate deposits from related parties*	1,711.35	1,711.35	899.50
(*repayable on demand)	1,711.35	1,711.35	899.50



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NOTES TO ACCOUNTS

(In Rs. Lakhs)			
19 Trade payables			
Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Sundry creditors			
-For materials	3,051.05	2,751.22	3,827.56
-For expenses	1,846.15	2,157.50	1,455.62
-Retention money	1,231.31	1,084.80	735.87
-Others	190.11	276.12	365.31
	6,318.62	6,269.64	6,384.35

(In Rs. Lakhs)			
20 Other financial liabilities			
Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
(a) Current maturities of long-term debt			
- L and T Finance Limited	-	6.38	30.89
- Kotak Mahindra Bank	3.21	3.16	2.84
- ICICI Bank	-	43.82	368.57
- HDFC Bank	-	4.98	72.24
(b) Interest accrued			
- Interest payable on inter corporate deposit	381.76	260.33	138.89
- Interest accrued but not due on secured loans	-	0.28	3.31
(c) Share application money pending allotment	-	-	811.85
	384.97	318.95	1,428.60

(In Rs. Lakhs)			
21 Other current liabilities			
Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
(a) Revenue received in advance :			
<u>From related parties</u>			
Mobilisation advance	793.39	304.49	1,098.52
Other advances	6,841.92	1,909.55	6,998.80
<u>From other parties:</u>			
Mobilisation advance	248.64	182.28	883.23
Project advances	42.67	1,796.98	1,795.90
(b) Other advances	5.80	5.60	5.60
(c) Withholding and other taxes and duties payable	120.39	296.97	138.93
(d) Employee benefits	14.68	16.38	16.96
(e) Other liabilities	30.18	108.22	33.43
	8,097.67	4,620.48	10,971.37



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21a Withholding and other taxes and duties payable (In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
- Service tax (net of input)	13.84	160.11	19.46
- Value added tax	75.56	89.43	67.27
- Tax deducted at source payable	30.99	47.44	52.20
	120.39	296.97	138.93

22 Current Provisions (In Rs. Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
(i) Provision for employee costs			
Leave encashment	0.83	1.54	1.55
(ii) Other provisions			
Provision for future loss from contract	330.73	87.39	31.30
	331.56	88.93	32.85

22a 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	87.39	243.34	-	330.73
Previous Years				
For the year ended 31st March 2016	31.30	77.82	(21.74)	87.39
For the year ended 31st March 2015	31.30	-	-	31.30
For the year ended 31st March 2014	-	31.30	-	31.30



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NOTES TO ACCOUNTS

23 Revenue from operations (In Rs. Lakhs)

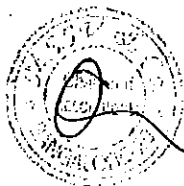
Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
(a) Project income		
- From holding company - PEPL	8,441.74	10,679.52
- From others	3,614.13	5,881.60
- Unbilled revenue (net)	(1,357.32)	(2,992.74)
- Project management fee	-	10.97
	10,698.55	13,579.34

24 Other income (In Rs. Lakhs)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Interest income	0.04	10.78
Interest on income tax refund	74.14	14.79
Profit on sale of fixed assets	0.03	-
Amounts no longer payable	2.27	23.89
Miscellaneous income	39.34	27.25
Provision written back	20.00	-
	135.82	76.71

25 Cost of material consumed (In Rs. Lakhs)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Opening stock of materials	294.27	399.37
Add : Direct cost incurred		
- Materials purchased	3,764.80	4,437.59
Less : Closing stock of materials	185.50	294.27
Materials consumed	3,873.57	4,542.69
Add:		
Architect expenses	7.62	-
Labour charges	5,920.45	7,298.29
Site expenses	8.18	18.54
Transportation charges	25.00	19.56
Hire charges	85.69	332.18
Lab charges	4.55	2.97
Repairs and maintenance	40.27	29.26
Security charges	128.87	164.41
Safety material	21.58	25.29
Mess expenses	65.04	77.45
Labour colony rent and other expenses	124.87	119.37
Electricity & water charges	207.07	246.74
Other direct expense	10.07	360.72
	10,522.81	13,237.48



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(In Rs. Lakhs)		
26 Changes in inventories of work in progress		
Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Opening stock of work in progress	5,182.23	3,319.20
Less : Closing stock of work in progress	5,556.60	5,182.23
	(374.37)	(1,863.02)

(In Rs. Lakhs)		
27 Employee benefit expense		
Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Salaries and wages	890.52	1,025.13
Contribution to provident and other funds		
- Provident funds & ESIC	127.53	146.31
- Gratuity	19.12	23.83
- Leave encashment	2.55	5.29
Staff welfare expenses	83.84	127.96
	1,123.57	1,328.50

27a

In accordance with Indian Accounting Standard 19 actuarial valuation based on projected unit credit method as on 31st March 2017 has been carried out in respect of the aforesaid defined benefit plan of Gratuity, the details thereon is given below:

(In Rs. Lakhs)		
Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Change in Benefit Obligations		
Benefit obligations at the beginning	51.89	38.79
Service cost	16.16	16.99
Interest expense	4.02	2.99
Remeasurements of Defined benefit obligation- actuarial (gains)/ losses	(10.19)	(5.84)
Actual benefit payments	(1.02)	(1.04)
Benefit obligations at the end	60.86	51.89
Change in plan assets		
Fair value of plan assets at the beginning	13.64	5.18
Interest income	1.06	0.81
Remeasurements of plan assets	(0.97)	(2.33)
Contributions	9.95	9.98
Benefits paid	(1.02)	-
Fair value of plan assets at the end	22.66	13.64
Funded status- (surplus)/deficit	38.20	38.25



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NOTES TO ACCOUNTS

Amount for the year ended 31st March 2017 and 31st March 2016 recognised in the statement of profit and loss under employee benefit expenses

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Service cost	16.16	16.99
Interest cost	2.96	2.99
Expected return on plan assets		(0.81)
Actuarial losses/(gains)		(3.51)
Total expense/(income) recognised in the statement of profit & loss	19.12	15.66

Amount for the year ended 31st March 2017 and 31st March 2016 recognised in statement of other comprehensive income :
(In Rs. Lakhs)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Remeasurement of defined benefit obligation	(10.19)	(5.84)
Remeasurement of plan assets	0.97	(2.33)
Remeasurement of asset ceiling	-	-
Expense/(Income) recognised as other comprehensive income	(9.22)	(8.17)

Actuarial assumptions	March 31, 2017	March 31, 2016
Discount rate	7.25%	7.75%
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-17		31-Mar-16	
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%

Discount rate for this valuation is based on yield to maturity (YTM) available on traded government bonds having duration similar to the duration of liabilities.

For valuation as at 31st March 2017, the estimated duration of liabilities is 13.28 years, corresponding to which the yield on government bonds is 7.25 %



NOTES TO ACCOUNTS

Defined benefit obligation sensitivities		(In Rs. Lakhs)
Particulars		As at 31 March 2017
Defined benefit obligation - Base assumptions		60.86
Impact of :		
1 Discount rate: 1 % increase		(6.69)
2 Discount rate: 1 % decrease		8.03
3 Salary escalation rate: 1% increase		7.98
4 Salary escalation rate: 1% decrease		(7.03)
5 Employee attrition rate: 25 % increase		(0.72)
6 Employee attrition rate: 25 % decrease		0.72

As of March 31, 2017 and March 31, 2016, the plan assets have been completely invested in insurer-managed funds.

276

In accordance with Indian Accounting Standard 19 actuarial valuation based on projected unit credit method as on 31st March 2017 has been carried out in respect of the aforesaid defined benefit plan of leave encashment, the details thereon is given below:

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Amount recognised in balance sheet		
Defined benefit obligation	15.40	16.58
Fair value of plan assets	-	-
Liability /(asset) recognised in balance sheet	15.40	16.58
Amount recognised in the statement of profit & loss		
Increase in the net liability	(1.17)	2.42
Employer contributions	-	-
Benefits paid directly by the employer	3.72	2.87
Total employer expense	2.55	5.29
Reconciliation of defined benefit obligation (DBO)		
Defined benefit obligation at the beginning of the year	16.58	14.15
Current service cost	1.09	4.29
Interest cost	1.14	0.99
Actuarial (gains)/losses due to change in assumptions	0.72	0.08
Actuarial (gains)/losses due to plan experience	(0.40)	(0.08)
Actual benefit payments	(3.72)	(2.87)
Defined benefit obligations at the end of the year	15.40	16.58



NOTES TO ACCOUNTS

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	-	-

Reconciliation of balance sheet amount		
Net liability as on beginning of the year	16.58	14.15
Employer expense for the period	2.55	5.29
Benefit payments made directly by sponsor	(3.72)	(2.87)
Actual contributions by sponsor	-	-
Net asset/(liability) recognized in balance sheet	15.40	16.58

Actuarial assumptions	March 31, 2017	March 31, 2016
Discount rate	7.25%	7.75%
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

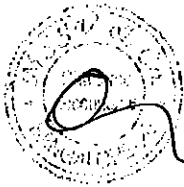
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31-Mar-17		31-Mar-16	
Age	Rate	Age	Rate
Up to 30	10%	Up to 30	10%
31-40	5%	31-40	5%
41-50	3%	41-50	3%
Above 50	2%	Above 50	2%

Discount rate for this valuation is based on yield to maturity (YTM) available on traded government bonds having duration similar to the duration of liabilities.

For valuation as at 31st March 2017, the estimated duration of liabilities is 13.28 years, corresponding to which the yield on government bonds is 7.25 %



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NOTES TO ACCOUNTS

28 Finance costs

(In Rs. Lakhs)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
<u>Interest expense</u>		
- Holding company - PEPL	134.93	134.93
(Interest on inter corporate deposit)		
- Others (interest on secured loan)	0.51	30.74
<u>Interest on statutory payment</u>		
- Interest on statutory payment	29.36	
	164.80	165.67

29 Other expenses

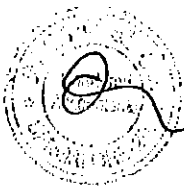
(In Rs. Lakhs)

Particulars	Note No.	For the year ended 31 March 2017	For the year ended 31 March 2016
Postage, telephone & courier charges		14.70	16.59
Traveling and conveyance		23.92	25.36
Legal & professional charges		26.62	22.43
Audit fee	29a	4.75	4.38
Power and water expenses		6.23	8.91
Information technology cost		7.48	3.01
Rent		12.35	12.05
Office expenses		4.77	10.54
Printing & stationery		7.23	11.20
Rates & taxes		48.13	3.76
Repair & maintenance		12.46	18.78
Bank charges		2.36	1.68
Insurance		25.12	29.47
Loss on sale of fixed assets		-	17.88
Amounts no longer receivable		4.75	-
Miscellaneous expenses		4.17	4.76
Provision for future loss from works contract		243.34	56.09
		448.39	246.88

29a Auditors' Remuneration

(In Rs. Lakhs)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
<u>Payment to Auditors for :</u>		
Statutory Audit	2.50	2.50
Tax Audit	0.75	0.75
Others	1.50	1.13
	4.75	4.38



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NOTES TO ACCOUNTS

30 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 3 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:

(In Rs. Lakhs)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Rent expenses included in profit and loss account towards operating lease	12.35	12.05
Rent expenses included in employee benefit expenses towards operating lease	38.96	43.91
Rent expenses included in labour colony expense towards operating lease	75.00	78.94
	126.30	134.90

As at 31st March 2017, the future minimum lease rentals payable and receivable towards non-cancellable operating lease are

(In Rs. Lakhs)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Not Later than 1 year	132.62	126.30
Later than 1 year but not later than 5 years	-	-
	132.62	126.30

31 Contingent liabilities

(In Rs. Lakhs)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Contingent liabilities		
Corporate guarantee/equitable mortgage taken	-	55.18

32 Details of Specified Bank Notes (SBN) held and transacted during the period from 8 November, 2016 to 30 December, 2016 are as follows

Particulars	SBNs	Other Denomination notes	Total
Closing cash in hand as on 08.11.2016	1.30	4.63	5.92
(+) Permitted receipts	-		
Withdrawals from bank		6.01	6.01
(-) Permitted payments	-	7.03	7.03
(-) Amount deposited in banks	1.30	-	1.30
Closing cash in hand as on 30.12.2016	-	3.61	3.61



33 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 Shantikethan Leisures Pvt Ltd
	Prestige AAA Investment
	Prestige Southcity Holdings
	Prestige Whitefield Investment & Developers Pvt Ltd
Key Managerial Personnel	Mr. Irfan Razack, Director
	Mr. Rezwan Razack, Director
	Mr. Jagdeesh Reddy, Director
	Mr. Ranganath Pangal Nayak, Director
	Mr. Venkatesaiya Gopal, Director

(ii) Transactions with Related Parties during the year-

(In Rs. Lakhs)

Sl.no	Transactions	Holding Company	Enterprise with significant influence	Key Management Personnel	Total
1	Intercompany Deposits Received				
	Prestige Estates Projects Ltd	-	-	-	-
	(Previous Year)	811.85	-	-	811.85
2	Intercompany Deposits Repaid				
	Prestige Estates Projects Ltd	-	-	-	-
	(Previous Year)	-	-	-	-
3	Advances & Mobilisation Received (Net)				
	Prestige Estates Projects Ltd	(2,177.27)	-	-	(2,177.27)
	(Previous Year)	(853.16)	-	-	(853.16)
	Hitech Properties	-	(197.10)	-	(197.10)
	(Previous Year)	-	(913.89)	-	(913.89)
	Sai Chakra Hotels	-	-	-	-
	(Previous Year)	-	(230.44)	-	(230.44)
	Prestige Southcity Holdings	-	236.54	-	236.54
	(Previous Year)	-	1,086.26	-	1,086.26
	Prestige Whitefield Investment & Developers Pvt Ltd	-	535.19	-	535.19
	(Previous Year)	-	-	-	-
4	Advance Paid (Net)				
	Prestige Estates Projects Ltd	-	-	-	-
	(Previous Year)	-	-	-	-
5	Rent Payment				
	Prestige Estates Projects Ltd	9.99	-	-	9.99
	(Previous Year)	9.99	-	-	9.99
6	Interest Payment				
	Prestige Estates Projects Ltd	134.93	-	-	134.93
	(Previous Year)	134.93	-	-	134.93
7	Purchase of Fixed Assets				
	Prestige Estates Projects Ltd	-	-	-	-
	(Previous Year)	-	-	-	-
	Prestige Property Management & Services	-	3.99	-	3.99
	(Previous Year)	-	3.75	-	3.75



8	Contract Income				
	Prestige Estates Projects Ltd	8,441.74	-	-	8,441.74
	(Previous Year)	10,679.52	-	-	10,679.52
	Prestige Estates Projects Ltd (unbilled Revenue)	(27.33)	-	-	(27.33)
	(Previous Year)	2,373.69	-	-	2,373.69
	Silveroak Projects	-	-	-	-
	(Previous Year)	-	153.94	-	153.94
	Silveroak Projects (Unbilled Revenue)	-	-	-	-
	(Previous Year)	-	(53.81)	-	(53.81)
	Sai Chakra Hotels	-	317.95	-	317.95
	(Previous Year)	-	494.65	-	494.65
	Sai Chakra Hotels (Unbilled Revenue)	-	34.46	-	34.46
	(Previous Year)	-	251.15	-	251.15
	Prestige Nottingham Investments	-	5.72	-	5.72
	(Previous Year)	-	-	-	-
	Prestige Habitat Venture	-	-	-	-
	(Previous Year)	-	15.25	-	15.25
	Prestige Habitat Venture (Unbilled Revenue)	-	-	-	-
	(Previous Year)	-	-	-	-
	Northland Holding Company Pvt Ltd	-	42.89	-	42.89
	(Previous Year)	-	-	-	-
	Hitech Properties	-	54.42	-	54.42
	(Previous Year)	-	510.43	-	510.43
	Hitech Properties (Unbilled Revenue)	-	(58.01)	-	(58.01)
	(Previous Year)	-	78.80	-	78.80
	Prestige AAA investment	-	-	-	-
	(Previous Year)	-	37.28	-	37.28
	Prestige South City Holdings	-	928.37	-	928.37
	(Previous Year)	-	950.87	-	950.87
	Prestige South City Holdings(Unbilled Revenue)	-	(53.96)	-	-
	(Previous Year)	-	238.21	-	-
	Exora Business Parks Pvt Ltd	-	-	-	-
	(Previous Year)	-	-	-	-
	Prestige Whitefield Investment & Developers Pvt Ltd	-	1,407.54	-	-
	(Previous Year)	-	-	-	-
	Prestige Whitefield Investment & Developers Pvt Ltd(Unbilled Revenue)	-	292.43	-	-
	(Previous Year)	-	-	-	-
9	Share Application money Repaid	-	-	-	-
	Share Application money Repald	-	-	-	-
	(Previous Year)	81.19	-	-	81.19



(iii) Amounts outstanding as at the balance sheet date

1	Share Application money due for refund				
	Prestige Estates Projects Ltd	-	-	-	-
	(Previous Year)	-	-	-	-
2	Sundry Debtors				
	Prestige Estates Projects Ltd	1,187.30	-	-	1,187.30
	(Previous Year)	2,235.63	-	-	2,235.63
	Prestige Estates Projects Ltd (unbilled Revenue)	1,276.38	-	-	1,276.38
	(Previous Year)	1,303.71	-	-	1,303.71
	Silver Oak Projects	-	-	-	-
	(Previous Year)	-	142.81	-	142.81
	Sai Chakra Hotels	-	156.47	-	156.47
	(Previous Year)	-	77.80	-	77.80
	Sai Chakra Hotels (Unbilled Revenue)	-	(216.68)	-	(216.68)
	(Previous Year)	-	(251.15)	-	(251.15)
	Prestige Shantikethan Leisures Pvt Ltd	-	6.21	-	6.21
	(Previous Year)	-	6.21	-	6.21
	Prestige Habitat Venture	-	9.35	-	9.35
	(Previous Year)	-	9.35	-	9.35
	Prestige Sunrise Investments	-	9.09	-	9.09
	(Previous Year)	-	9.09	-	9.09
	Hitech Properties	-	-	-	-
	(Previous Year)	-	133.89	-	133.89
	Hitech Properties (Unbilled Revenue)	-	262.85	-	262.85
	(Previous Year)	-	320.86	-	320.86
	Prestige South City Holdings	-	105.39	-	105.39
	(Previous Year)	-	72.18	-	72.18
	Prestige South City Holdings(Unbilled Revenue)	-	(292.17)	-	(292.17)
	(Previous Year)	-	(238.21)	-	(238.21)
	Prestige AAA investment	-	1.86	-	1.86
	(Previous Year)	-	1.86	-	1.86
	Exora Business Parks Pvt Ltd	-	2.01	-	2.01
	(Previous Year)	-	2.01	-	2.01
	Northland Holding Company Pvt Ltd	-	46.72	-	46.72
	(Previous Year)	-	-	-	-
	Prestige Nottingham Investments	-	2.14	-	2.14
	(Previous Year)	-	-	-	-
	Prestige Whitefield Investment & Developers Pvt Ltd	-	103.50	-	103.50
	(Previous Year)	-	-	-	-
	Prestige Whitefield Investment & Developers Pvt Ltd	-	292.43	-	292.43
	(Unbilled Revenue)	-	-	-	-
	(Previous Year)	-	-	-	-
3	Lease Deposit				
	Prestige Estates Projects Ltd	4.76	-	-	4.76
	(Previous Year)	4.76	-	-	4.76
4	Inter corporate Deposits				
	Prestige Estates Projects Ltd	1,711.35	-	-	1,711.35
	(Previous Year)	1,711.35	-	-	1,711.35
5	Sundry Creditors				
	Prestige Estates Projects Ltd	349.04	-	-	349.04
	(Previous Year)	339.58	-	-	339.58
	Prestige Property Management & Services	-	2.26	-	2.26
	(Previous Year)	-	1.00	-	1.00



6	Advance/Mobilisation Received				
	Prestige Estates Projects Ltd	5,469.74	-	-	5,469.74
	(Previous Year)	7,647.01	-	-	7,647.01
	Silver Oak Projects	-	-	-	-
	(Previous Year)	-	-	-	-
	Hitech Properties	-	30.74	-	30.74
	(Previous Year)	-	227.83	-	227.83
	Prestige Whitefield Investment & Developers Pvt Ltd	-	535.19	-	535.19
	(Previous Year)	-	-	-	-
	Prestige South City Holdings	-	1,807.13	-	1,807.13
	(Previous Year)	-	1,570.59	-	1,570.59
	Prestige Sunrise Investments	-	2.04	-	2.04
	(Previous Year)	-	2.04	-	2.04
7	Corporate Guarantees Outstanding				
	Prestige Estates Projects Ltd	-	-	-	-
	(Previous Year)	55.18	-	-	55.18



K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
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NOTES TO ACCOUNTS

34 Earnings per share

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
a) Net profit/ (loss) for the year available to equity shareholders	(1,028.73)	10.06
b) Weighted average number of equity shares - basic	14.97	14.97
c) Weighted average potential equity shares on conversion of preference shares	-	-
d) Weighted average number of equity shares-diluted	14.97	14.97
e) Nominal value of shares	10.00	10.00
f) Basic earnings per share	(68.72)	0.67
g) Diluted earnings per share	(68.72)	0.67

35 Foreign exchange transactions

There are no foreign currency exposure as on 31 March 2017 therefore no disclosures have been given thereof.

36 Fair values

None of financial assets are measured at fair values.

The fair value of the financial assets and liabilities will approximate to its carrying amounts.

37 Financial risk management objectives and policies

The company's risk management is carried out by Board of directors in accordance with the policies laid down. The board of directors of the company identifies, evaluates and manages risk in close co-operation with the holding company's management.

The objectives, policies and process of managing the each type of risk is detailed as below:

I Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: interest rate risk and other price risk, such as equity price risk and commodity/ realstate risk. Financial instruments affected by market risk include loans and borrowings and refundable deposits.

a. Interest rate risk

The company has sourced its fund requirements from Inter Corporate deposits with fixed rate of interest and are repayable on demand. Hence, the company is not exposed to interest rate risk.

b. Commodity price

The Company has no exposure to commodity prices as it does not deal in derivative instruments whose underlying is a commodity.

c. Equity price risk

The Company's exposure to equity price risk is not material as at all the reporting periods presented in the financial statements.



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NOTES TO ACCOUNTS

II Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The company has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. The company's exposure is mainly with regard to capital advance paid to a single party towards acquisition of multiple land units. The credit exposure is controlled by the Board of Directors through continuous review of the status of such advances.

III Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they become due. The company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient funds to meet its liabilities as and when they are due. The Company's Board undertakes this responsibility and supervises the liquidity ratios at regular intervals.

38 First time Ind AS adoption reconciliation

a Reconciliation of total equity as at 31 March 2016 and 1 April 2015

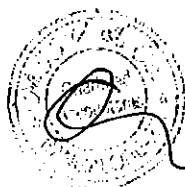
	(In Rs. Lakhs)	
Particulars	As at 31 March 2016	As at 1 April 2015
Total equity (shareholders' fund) under previous GAAP	(156.24)	-
Impact of Ind AS adoption to equity	8.37	-
Total equity under Ind AS	<u>(147.87)</u>	<u>-</u>

b Reconciliation of total comprehensive income for the year ended 31 March 2016

	(In Rs. Lakhs)	
Particulars	Year ended 31 Mar 2016	
Profit as per previous GAAP	1.69	
Impact of Ind AS adoption on profit/ loss for the year	8.37	
Profit as per Ind AS	<u>10.06</u>	

c Reconciliation of Cash and cash equivalents as at 31 March 2016 and 1 April 2015

	(In Rs. Lakhs)	
Particulars	As at 31 March 2016	As at 1 April 2015
Cash and cash equivalents for the purpose of statement of cashflows as per previous GAAP	-	-
Impact of Ind AS adoption	-	-
Cash and cash equivalents for the purpose of statement of cashflows under Ind AS	<u>-</u>	<u>-</u>



NOTES TO ACCOUNTS

39 Capital management

The company manages its capital in such a way to ensure that there is timely availability of funds for the operations. The capital structure of the Company consists of equity and short term debt (Inter corporate Deposits). Till 31st March 2017, the operations of the company are predominantly funded by means of Inter corporate deposits. The Company is not subject to any externally imposed capital requirements. The Company's Board reviews the capital structure and determines the appropriate composition of debt and equity.

40 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 segment reporting is not applicable.~~

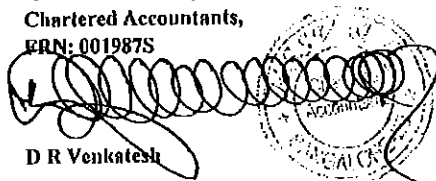
41 Litigations

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.

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

Signatures to Notes 1 to 42

for MSSV and Co.,
Chartered Accountants,
ERN: 001987S



D R Venkatesh

Partner
Membership No. 025087

Place: Bangalore
Date: 27 May 2017

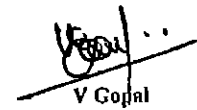
For and Behalf of Board of Directors



Irfan Razak

Director
DIN: 00209022

Place: Bangalore
Date: 27 May 2017



V Gopal

Director
DIN: 03570989

Place: Bangalore
Date: 27 May 2017

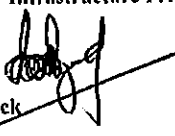
K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
No. 83, 4th Floor, Prestige Copper Arch, Infantry Road, Bangalore - 560 001
CIN : U45200TG2007PTC054531

NOTES TO ACCOUNTS

Note From the Management

- 43 The net worth of the company has been completely eroded as at March 31, 2017. 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.
- 44 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, 2017 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 of Directors of K2K
Infrastructure Private Limited


Irfan Razaack
Director
DIN: 00209022

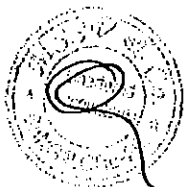

V Gopal
Director
DIN: 03570989

Place: Bangalore
Date: 27 May 2017

Place: Bangalore
Date: 27 May 2017

Enclosure 1**List of Sundry Creditors outstanding for more than one year****1-Apr-2016 to 31-Mar-2017**

Particulars	Amount (In Rs)
Accutech Infosystems Pvt Ltd -Ho	8,501
Adithiya Management & Solutions Pvt.Ltd	9,927
Aishwarya Bhavan Pest Control Pvt Ltd -Ho	1,079
Amalgamated Bean Coffee Trading Company Ltd-HO	1,335
Bangalore Pro-Tech Controls Pvt.Ltd-HO	24,653
Citi Bank Credit Card No.5546370221700781	511
Classic Air Conditioners-Ho Bangalore	74,588
Crescent Electricals-Pre.Fileroom	20,545
L & S Design Concepts Pvt Ltd	9,671
Numerica Quantitative Services Pvt Ltd	15,169
Shree Cauvery Prints-Ho	1,016
Sugan Service Station- Ho	2,969
Tabrez Ahmed-Ho	39,342
United India Insurance Company Ltd	9,848
Vasanthi Enterprises(Ranjith Kumar.V) - Ho	3,350
Sundry Creditors MES	187,070
Sundry Creditors Cresent Cw	548
Sundry Creditors Lake Habitent	36,387
Sundry Creditors PSKN	1,685,939
Sundry Creditors - SG Banergata Road	22,434
	2,154,882
Creditors Retention Payable outstanding for more than one year -	
Enclosure 1A	5,184,197
Grand Total	7,339,079



Enclosure - 1A

Creditors Retention Payable outstanding for more than one year
1-Apr-2016 to 31-Mar-2017

Particulars	Amount (In Rs)
Rm A K Roy - Awho	25,052
Rm Alhamdu Mir-AWHO	357
Rm - Amirul Mondal - Awho	1,454
RM Ananda S - AWHO	4,200
Rm Ashok Biswas - AWHO	48
Rm. Awdhesh - Awho	19,670
Rm Binod Ram-Awho	67
Rm Biswajit Barman - Awho	600
Rm Brigade Meal Industries-Awho	66,154
Rm Chaubey Constructions-Awho	3,391
Rm- Design Interiors-Awho	25,801
RM Everest Development - AWHO	13,478
Rm Ganga Ram Sharma-Awho	6,581
Rm Jamruddin-Awho	33,775
Rm Johnson Lifts Private Limited-AWHO	63,497
RM K Babu - AWHO	43,174
Rm Khokan Sikdar - Awho	8,837
Rm Krishnadhan Mandal-Awho	2,675
Rm Mahendra Ram-Awho	827
RM Mayank Gupta - AWHO	5,000
Rm Md Khurshid - Awho	5,147
Rm Md Osman Goni-Awho	2,728
Rm Md Tajkir	1,288
RM Nagendra - AWHO	5,151
Rm Narayan Ghosh - Awho	270
Rm Pesterad Services - Awho	3,465
Rm Piyar Mohammad-Awho	20,806
Rm Prabir Kumar Baidya-Awho	297
RM Punith Kumar - AWHO	4,708
Rm - Purnendu Biswas - Awho	2,375
Rm. Rabin Dhali - Awho	8,490
RM Rajaram Mandal - AWHO	6,147
Rm Ratnakar Sahu-Awho	22,647
Rm Rgtech Enterprises - Awho	26,365
Rm Ripan Sarkar-Awho	276
Rm Shatrudhan Singh - Awho	5,745
Rm Shree Durga Parameshwari Enterprises - Awho	684
Rm Sikandar Harichand - Awho	12,283



Rm Sikander Kumar-Awho	1,642
Rm Sk Jane Alam-Awho	713
RM Sree Ambika Agencies - AWHO	12,860
Rm Sudeb Kumar Sarkar - Awho	1,150
RM Surfa Coats - AWHO	127,844
Rm S V Earthmovers-Awho	26,751
RM the Asiya Water Proofing Company-Awho	52,235
WH RM Surfa Coats India Pvt Ltd-AWHO	122,871
Rm Arab Construction,Cnp	26,716
RM Babujan Ansari-Cnp	463
Rm Bappi Jana, Cnp	28,966
Rm Biitu Mandal - Cnp	6,235
Rm Dinaraj Kulal-Cnp	22,597
RM DINESH - CNP	3,322
Rm,Dinesh Hegde - Cnp	53
RM Dinesh Mahto - Cnp	6,652
Rm Fatik Haldar, Cnp	3,299
Rm Harishkumar,Cnp	5,339
Rm Israil Hosen Sekh	22,900
Rm ISSAC Constructions-Cnp	40,099
Rm Juran Bhakta,Cnp	3,104
Rm Kumud Kumar Nayak-Cnp	23,672
Rm Madhav Poojary,Cnp	6,250
Rm Mastan Sab,Cnp	7,624
Rm MD Riyaz,Cnp	117,829
Rm Mrityun Singh-Cnp	6,534
Rm Navel Cardoza-Cnp	2,418
Rm Pinku Mandal-Cnp	8,909
RM Prakash Barman - Cnp	120,798
Rm. Praksh Kumar - Cnp	22
Rm.Praveena M. - Cnp	1,378
Rm Purna Chandra Sasamal-Cnp	28,341
Rm Rabi Shekh	824
Rm Ronald Dsouza-Cnp	37,188
Rm Rowin Wrenson D'soza	1,797
Rm Sabiul Islam,Cnp	56,520
Rm Sachidanand Yadav-Cnp	2,042
Rm Sahadeb Mandal,Cnp	31,820
Rm Sahin Ahmed Barbhuiya-Cnp	27,316
RM.Saidul Islam - Cnp	19,342
Rm Sanjay Sarkar,Cnp	970
Rm Sanjib Chandra Barman-Cnp	133,486
Rm Shakeel,Cnp	162
Rm Shivappa,Cnp	2,474



Rm Shivaram Vittal-Cnp	1,217
Rm Shivashankar Sahani,Cnp	415
Rm Shree Durgaparameshwari Enterprises - Cnp	1,840
Rm Sirajul Gazi, Cnp	8,824
Rm Surendra Bangera,Cnp	2,993
Rm Tonik Shek, Cnp	1,218
Rm.Vivek - Cnp	1,930
Rm Yashavantha-Cnp	640
Rm Yuvaraj,Cnp	1,503
RM Apparao Khurad	26,960
RM Arjun Singh DGMAP	49,083
RM Ashok Sharma DGMAP	48,573
RM Mohan Pawar DGMAP	15,000
RM Nasir Allam DGMAP	30,163
RM Sai Electricals & Associated DGMAP	2,617
RM Sunrise Earth Movers- DGmap	58,482
RM Sushant Sarkar DgMap	6,325
Rm Blue Lines-Eh	787
Rm Damodar Paikaray-Eh	3,585
RM Divya Jyothi-Eh	22,298
Rm Gautham Enterprises - Eh	1,242
Rm Geo Engineering Company Pvt Ltd-Eh	101,105
Rm Goutham Enterprises,Eh	8,366
Rm Irappa Eh	712
Rm Jagadish Palai-Eh	4,181
RM.Krishnaveny Enterprises - Eh	10,272
Rm K V Baiju - Eh	4,125
Rm MD Riyaj, Eh	241,047
RM Nagdew Singh-EH	17,500
Rm Nagesh Nayak,Eh	14,564
Rm Navel Cardoza - EH	25,238
RM.S A Engineering - Eh	3,650
Rm Sahin Ahmed Barbhuiya-Eh	615
RM. Sannu Donald Fernandes-Eh	78,409
Rm Sukumar Barman,Eh	14,492
RM Wilson A D Souza EH	11,914
WH RM Nagdew Singh-Eh	10,311
Rm.Ananta Kumar Mrida - Ew	11,890
Rm Bappi Jana, Ew	60,633
Rm C.C.Technologies,Ew	145
Rm Chandrashekar,Ew	2,490
Rm Divya Jyothi, Ew	3,914
Rm Mamirul S.K. Bw	2,364
Rm Nagesh Nayak,Ew	6,594



Rm. Rakesh Haladar - Ew	41,467
Rm Shivashankar Sahani, Ew	28,716
Rm. Sukumar Barman - Ew	3,063
Rm. Sunil Kumar K M - Ew	756
RM Adi Narayana Naidu-Jh	1,560
Rm Ahmed Raja-Jh	1,334
Rm Asgar Ali-Jh	13,913
Rm BIGICO - Jh	4,495
RM Chetal Mahato-Jh	595
RM Kumaran Enterprises-Jh	26,657
Rm Lakshman Rajendran-Jh	3,746
Rm Mariyappa Muthu-Jh	14,579
RM Mohammed Masood Alam-Jh	11,912
Rm Navocrete-Jh	11,426
Rm Opusinnovative Structural Solutions-Jh	76,836
Rm Pappu Mallick-Jh	44,372
Rm Pradip Kumar-Jh	8,210
Rm Rajkishore Singh-Jh	1,864
Rm Rustam Ansari-Jh	754
Rm Sikandar Harichand - Jh	8,123
Rm Sudhansu Sekahr Gantayat-Jh	3,293
Rm Vigala Infomedia-Jh	812
RM Adi Narayana Naidu-Ktp	7,999
Rm Alamgir Mandal - Ktp	1,000
RM Alfajuddin-Ktp	4,694
Rm Alif Malitya - Ktp	6,758
Rm Amirul Mondal - Ktp	2,680
Rm Arjun Singh - Ktp	2,697
Rm Durga Parameswari Enterprises-Ktp	10,829
Rm Foridur Constructions Company	1,495
Rm Gopal Hira-Ktp	12,201
Rm Kamarul Mondal-Ktp	23,264
RM Krishnadahan Mandal-Ktp	6,955
RM M D Aaslum Aalum	558
Rm M D Tajkir-Ktp	489
Rm N Nagaraju-Ktp	2,317
Rm P Veera-Ktp	98,327
Rm Raj Kishor Singh - Ktp	5,443
Rm Ram Sharan Pandit-Ktp	22,844
Rm - Ravindar Yadav - Ktp	614
Rm Sadan Kumar-Ktp	12,816
RM Saidul Islam-Ktp	2,934
Rm Shivasankar-Ktp	1,133
Rm S Raju -Ktp	113,182



Rm Sree Raghavendra Gencratore Engeneering-Ktp	11,600
Rm Srinivasaiah-Ktp	8,198
Rm Surendra Yadav-Ktp	751
Rm - Suresh - Ktp	10,518
Rm Takon - Ktp	735
Rm Yallappa - Ktp	646
Rm.A Pandidurai - Mak	21
Rm.Ashok Mochi- Mak	4,304
RM Awadesh Kumar - MAK	31,176
RM. Bappi Jana - Mak	7,466
Rm.Biplab Adikari - Mak	177,530
RM Haidar Ali - Mak	41,239
Rm. Juran Bhakta - Mak	13,394
Rm. Kumud Kumar Nayak - Mak	190,376
Rm.Liyakat Anasari - Mak	931
Rm. Mohammad Nesar - Mak	268,784
Rm. Mridula Prabhu - Mak	19,480
Rm. Nagesh P - Mak	96,146
Rm Namitha Nayak, MAK	7,033
Rm.Praksh Burman - Mak	6,696
Rm. Prasad Sahu - Mak	21,375
Rm.Ratan Sarkar - Mak	30,180
RM Sanjay Barman B-MAK	1,930
RM.Sukumar Barman - Mak	124
WH RM - Awadesh Kumar - MAK	1,984
WH RM Basavaraj - MAK	1,540
WH RM Biplab Adikari - Mak	4,832
WH RM Harakishore Swain - Mak	2,126
WH RM Kumud Kumar Nayak - Mak	6,280
WH RM Laxman Soren - MAK	5,255
WH RM Mijarul Haque- Mak	2
WH RM Mohammed Nesar - Mak	21,466
WH RM Ronald Dsouza - MAK	1,544
WH RM Tarikul Haque-Mak	4,500
RM Kumud Kumar Nayak -MM	380
RM Nagesh Nayak - MM	2,223
RM Namitha Nayak - MM	7,238
Rm. Ashok Mochi - Pace	2,293
RM Abu Sattar Mondal-Sjrpwh	29,578
Rm Arjun Gochhayat-Sjr Pw	4,224
Rm Ashok Kumar Yadav-Sjr Pw	211,737
Rm-Biplab Sarkar-Sjr-Pw	4,562
Rm-Brajsundar Das-Sjr-Pw	25,869
Rm Chandan Maiti -Sjrpw	17,204

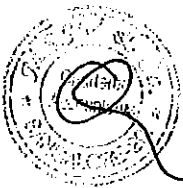


Rm-Devadan-Sjrpw	7,019
Rm Fagulal Gorain-Sjrpwh	7,875
Rm Haldar Naresh-Sjrpwh	2,433
Rm Karnadhur Mandal Sjrpwh	253
Rm Kempaiah-Sjr PW	9,210
Rm Manirul Sekh-Sjrpwh	3,635
RM-Md Tajkir-Sjr Pw	21,355
Rm Prasanta Maiti-Sjrpwh	54,163
Rm Rashmi Pest Control-Sjr-Pw	698
Rm Rosain Sheikh Sjr Pwh	1,754
Rm Santosh Kumar Sjr Pwh	2,300
Rm-Sohidul Islam-Sjr-Pw	15,900
RM Srishti Constructions -Sjr Pwh	26,240
Rm-Sudhansu Sekhar Gantayat-SJR Pw	2,433
RM Sujit Kumar Mangaraj-Sjrpwh	39,223
WH RM A Biswas- SJRPW	77,723
WH RM Ashok Kumar Yadav- SJRPW	91,232
WH RM Hasibul Mondal- SJRPW	45,794
Wh Rm Kempaiah-Sjrpwh	9,210
WH RM Maniraj Mondal - SJRPW	3,873
Wh Rm Prakash Burman-Sjrpwh	16,000
WH RM - Shankar Bag - SJRPW	5,280
WHRM Surendra Kumar Bal- SJRPW	12,130
Rm Ahidul Mia-Sjr Vg	7,532
Rm Arup Kumar Dey - Sjr	14,623
RM Binod Kumar- SJRVOG	7,525
Rm Ghanshyam Choda-Sjr	7,293
RM-Md Tajkir-Sjr	1,999
Rm Pasupathi Nath Mahat-Sjr Vg	15,820
Rm Rabindra Kumar Mohanthy-Sjr Vg	5,190
Rm- Rajib Sekh-Sjr Vogue	4,486
Rm Ram Badan-Sjr Vg	310
RM Sonelal Pandit - SJR VOG	30,514
Rm S Raju -Sjr	2,922
RM Unity Engineering Works-SJR VOG	14,019
RM Vijayanirmal & Co -SJR VG	27,008
WH RM Pabitra Mohan Maharana- SJRVOG	1,129
WH RM Sonelal Pandit - SJR VOG	18,322
Withheld Mantun Ram Vils Pandit-Sjr Vg	20,000
Rm Amirul Mondal - Smh	19,149
Rm Manikhanta -SMHp	3,125
Rm Sudeb Kumar Sarkar -Smh	45,053
Grand Total	5,184,197



Enclosure 2**Advance and Mobilisation Advance unadjusted for more than 1 year**

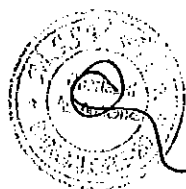
Particulars	Amount
Advance & Mob Advance Received Other Projects	
Advance Received - Dgmap -Mumbai	2,767,376
Advance Recived SJR Prime Corporation Pvr Ltd -Pw	13,442,351
	16,209,727
Advance & Mob Advance Received - Pepl Proj	
Advance Recd - Edwardian	4,150,997
Advance Recd - Golfshire	800,258
Advance Recd IVY Terraces	161,349,594
Advance Recd Sunrise Investments	204,062
Advance Recd Tranquility	72,122,058
Advance Recd Whitemedows	17,647,893
Advance Received Dejavu	6,603,010
Advance Received Gulmohar	180,712,760
Advance Received Kenil Worth	11,215,469
Advance Received Pepl August Golf Village	224,737,208
Advance Recived Casabella	1,215,166
Advance Recived Mayberry	217,764
Advance Recived Silvercrest	3,073,753
	684,049,992
Grand Total	700,259,720



Enclosure 3

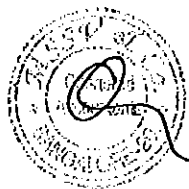
Balance Confirmation for the list of advances given below

Particulars	Amount (In Rs)
Advance & Mob Advance Received Other Projects	
Advance Recd - India Learning Foundation	7,270,827
Advance Received - Dgmap -Mumbai	2,767,376
Advance Received Samrtha Plaza	1,500,000
Advance Received SJR Prime Corporation Pvr Ltd -Pw	13,442,351
	24,980,554
Advance & Mob Advance Received - Pepl Proj	
Advance Recd - Edwardian	4,150,997
Advance Recd - Golfshire	800,258
Advance Recd IVY Terraces	161,349,594
Advance Recd Sunrise Investments	204,062
Advance Recd Tranquility	72,122,058
Advance Recd Whitemedows	17,647,893
Advance Received Dejavu	6,603,010
Advance Received Gulmohar	180,712,760
Advance Received Kenil Worth	11,215,469
Advance Received Kew Garden	50,000,000
Advance Received Pepl August Golf Village	224,737,208
Advance Received -Techno Star	53,518,926
Advance Received Valley Crest	1,054,353
Advance Recived Casabella	1,226,162
Advance Recived Mayberry	217,764
Advance Recived Silvercrest	3,073,753
Total	788,634,267
Grand Total	813,614,822



Enclosure 4**Details of Material Advance outstanding for more than 1 year**

Particulars	Amount (In Rs)
Adv R K Management & Services-Ho	20,000
L & T Finance Limited	183,791
SBI- Emp Gratuity Fund Trust -S.Nagar B'lr	10,000
United India Insurance Co Ltd Drs	42,999
Awho Advance Paid	3,774,825
MAK Addresses Advance Paid	151,723
Sjr Advance Paid	54,971
Sjr Pw Advance Paid	826,398
August Golf Village Advance Paid	1,581,501
Bougain Villa Advance Paid	25,421
Casa Bella Advance Paid	223,344
Central Store Advance Paid	37,785
Edwardine Advance Paid	607,909
Golf Shire Advance Paid	48,089
Inventure Academy Advance Paid	1,320,423
IVY Terrace Advance Paid	314,820
Kennal Worth Advance Paid	1,557,267
Kew Garden Advance Paid	231,996
Prestige Deja Vu Advance Paid	403,065
Prestige Valley Crest Advance Paid	240,000
Sheraton Advance Paid	735,855
Silver Crest Advance Paid	101,621
Sunny Side Advance Paid	744,810
Tranquility Advance Paid	301,847
West Homes Advance Paid	82,231
White Meadows Infra Advance Paid	121,093
Whitemedows Advance Paid	455,066
Grand Total	14,198,850



Enclosure - 5
Future Loss to be Recognised

Projects that are completing next year

Particulars	Prestige Whitemeadows & Wm Infra	Prestige Edwardian	Prestige Casabella	SJR Vogue	SJR Park way Homes
Total loss for the project	2,85,82,141	7,07,31,493	1,94,80,336	29,44,218	4,39,33,704
% of the project to be completed	5.62%	28.72%	8.22%	4.47%	6.16%
Total future loss to be provided	16,04,919	2,03,12,389	16,00,729	1,31,700	27,06,827
Less: Loss already provided	-	82,38,730	-	-	-
Loss to be provided for the current year	16,04,919	1,20,73,659	16,00,729	1,31,700	27,06,827



Enclosure - 5

Future Loss to be Recognised

Projects that are completing next year

Particulars	Mak	Awho	Completed Projects Provision	Total
Total loss for the project	1,64,76,412	3,35,96,009	-	21,57,44,311
% of the project to be completed	4.83%	6.44%	0.00%	
Total future loss to be provided	7,96,305	21,63,904	-	2,93,16,774
Less: Loss already provided	-	1,64,497	3,35,775	87,39,002
Loss to be provided for the current year	7,96,305	19,99,407	(3,35,775)	2,05,77,772

Other Projects

Particulars	Prestige DejaVu	Total
Total loss for the project	76,49,209	76,49,209
% of the project to be completed	77.40%	
Total future loss to be provided	59,20,256	59,20,256
Less: Loss already provided	-	-
Loss to be provided for the current year	59,20,256	59,20,256
Total Future Loss to be recog		2,64,98,028



K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
No. 83, 4th Floor, Prestige Copper Arch, Infantry Road, Bangalore - 560 001
CIN : U45200TG2007PTC054531

NOTES FORMING PART OF 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.

The financial statements are approved for issue by the Company's Board of Directors on May 27, 2017.

2 Significant accounting policies

2.1 Statement of compliance

The financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS"), the provisions of the Companies Act, 2013 ("the Act") (to the extent notified). The Ind AS are prescribed under section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendments Rules, 2016.

The Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101 - First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Sec 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1 April 2015. Refer Note 4 for the details of first-time adoption exemptions availed by the Company.

2.2 Basis of preparation and presentation

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

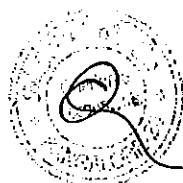
All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

2.3 Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires the Management to make judgements, estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities), income and expenses and accompanying disclosures. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.4 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36.



NOTES FORMING PART OF FINANCIAL STATEMENTS

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

2.5 Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Company's activities as described below:

a. Recognition of Revenue from Construction Contracts:

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.

The estimates of Contract cost of each project are revised periodically by the management

The effect of such changes to estimate is recognised in the period in which such changes are determined

Revenue on Claims and Variance are recognised on acceptance of such variance by the contactee.

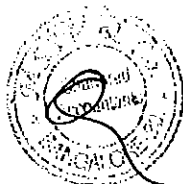
For computation of revenue, the stage of completion is arrived at with reference to the entire project costs incurred as compared to the estimated total costs of the project. The percentage completion method is applied on a cumulative basis in each reporting period and the estimates of costs are revised periodically by the management. The effect of such changes to estimates is recognised in the period such changes are determined. The changes to estimates also include changes arising out of cancellation of contracts. In such cases any revenues attributable to such contracts previously recognised are reversed.

When it is probable that total project costs will exceed total eligible project revenues, the expected loss is recognised as an expense immediately when such probability is determined.

The revenue is measured at the fair value of the goods or services received, adjusted by the amount of any cash or cash equivalents transferred. When the fair value of the goods or services received cannot be measured reliably, the revenue is measured at the fair value of the goods or services given up, adjusted by the amount of any cash or cash equivalents transferred.

When the outcome of a construction contract can be estimated reliably, revenue and costs are recognised by reference to the stage of completion of the contract activity at the end of the reporting period, measured based on the proportion of contract costs incurred for work performed to date relative to the estimated total contract costs. Variations in contract work, claims and incentive payments are included to the extent that the amount can be measured reliably and its receipt is considered probable.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred.



NOTES FORMING PART OF FINANCIAL STATEMENTS

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

If the outcome of contractual contract can be reliably measured, revenue associated with the construction contract is recognised by reference to the stage of completion of the contract activity at year end (the percentage of completion method). The stage of completion on a project is measured on the basis of proportion of the contract work/ based upon the contracts/ agreements entered into by the Company with its customers.

b. Dividend Income

Revenue is recognised when the shareholders' or unit holders' right to receive payment is established, which is generally when shareholder approve the dividend.

c. Interest income

Interest income, including income arising from other financial instruments, is recognised using the effective interest rate method except for interest on delayed payment by customers are accounted on receipt basis.

2.6 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

a. The Company as lessor

Rental income from operating leases is generally recognised on a straight-line basis over the term of the relevant lease except where the rentals are structured solely to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on

b. The Company as lessee

Rental expense from operating leases is generally recognised on a straight-line basis over the term of the relevant lease except where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue.

2.7 Borrowing Cost

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset, is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

A qualifying asset is an asset that necessarily takes a 12 months or more to get ready for its intended use or sale and includes the real estate properties developed by the Company.

2.8 Foreign Currency Transactions

All transactions in foreign currency are recorded on the basis of the exchange rate prevailing as on the date of transaction. The difference, if any, on actual payment / realisation is recorded to the Statement of Profit and Loss. Monetary assets and liabilities denominated in foreign currency are restated at rates prevailing at the year-end. The net loss or gain arising out of such conversion is dealt with in the Statement of Profit and Loss.



NOTES FORMING PART OF FINANCIAL STATEMENTS

2.9 Employee Benefits

Employee benefits include provident fund and employee state insurance scheme, gratuity and compensated absences.

a. Short-term obligations

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under :

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

b. Other Long-term employee benefit obligations

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefit are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer the settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

c. Post-employment obligations

The Company operates the following post-employment schemes:

i. Defined Contribution Plan:

The Company's contribution to provident fund and employee state insurance scheme are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made. The Company has no further payment obligations once the contributions have been paid.

ii. Defined Benefit Plan:

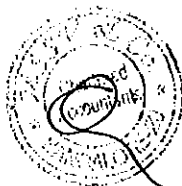
The liability or assets recognised in the balance sheet in respect of defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of the plan assets. The defined benefit obligation is calculated by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in the employee benefit expenses in the statement of profit or loss.

Remeasurement gains and loss arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.



NOTES FORMING PART OF FINANCIAL STATEMENTS

2.10 Income Taxes

Income tax expense represents the sum of the tax currently payable and deferred tax.

a. Current tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

b. Deferred tax

Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill.

Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss).

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax

Deferred income assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current tax and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

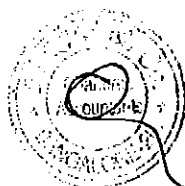
c. Minimum Alternate Tax (MAT)

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the entity will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the entity.

2.11 Property, plant and equipment's

All items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition and installation, including interest on borrowing for the project / property, plant and equipment's 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 capitalised as incurred.

Subsequent cost are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.



K2K INFRASTRUCTURE INDIA PRIVATE LIMITED
No. 83, 4th Floor, Prestige Copper Arch, Infantry Road, Bangalore - 560 001
CIN : U45200TG2007PTC054531

NOTES FORMING PART OF FINANCIAL STATEMENTS

Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1st April, 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Depreciation method, estimated useful lives and residual values

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on property, plant and equipment is provided using written-down value method over the useful lives of assets estimated by the Management. The Management estimates the useful lives for the fixed assets as follows:

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
Plant and machinery *	20 Years	20 Years	20 Years
Office Equipment*	20 Years	20 Years	20 Years
Furniture and fixtures *	15 Years	15 Years	15 Years
Vehicles*	10 Years	10 Years	10 Years
Computers and Accessories*	6 Years	6 Years	6 Years

* For these class of assets, based on internal assessment and independent technical evaluation carried out by external valuers, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, the Management believes that the useful lives as given above best represent the period over which the 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 to the Companies Act, 2013.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These are included in statement of profit and loss.

2.12 Capital work-in-progress

Projects under which tangible assets are not yet ready for their intended use are carried at cost comprising direct cost, related incidental expenses and attributable interest.

Depreciation is not provided on capital work-in-progress until construction and installation are complete and the asset is ready for its intended use.

2.13 Impairment of tangible and intangible assets other than goodwill

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.



NOTES FORMING PART OF FINANCIAL STATEMENTS

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

2.14 Inventories

Material Stock unconsumed at site are taken as closing raw materials at cost or Net Realisable Value (whichever is Lesser)

Closing work in progress is valued at cost by "Percentage of completion method"(POC) of accounting, by considering unbilled portion of work completed.

Inventory is carried at the lower of cost and net realisable value. Cost includes all expenses incurred in bringing the goods to the point of sale and is determined on a Weighted Average basis. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and to make the sale.

2.15 Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

2.16 Financial Instruments

2.16a Initial recognition

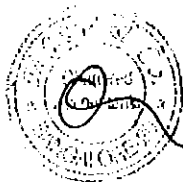
The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, that are not at fair value through profit or loss, are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

2.16b Subsequent measurement

a. Non-derivative financial Instruments

Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.



NOTES FORMING PART OF FINANCIAL STATEMENTS

Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Further, in cases where the Company has made an irrevocable election based on its business model, for its investments which are classified as equity instruments, the subsequent changes in fair value are recognized in other comprehensive income.

Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

Financial liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit and loss. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate the fair value due to the short maturity of these instruments.

b. Share Capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares are recognized as a deduction from equity, net of any tax effects.

2.16c Derecognition of financial instruments

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

2.16d Impairment of financial assets

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognized as an impairment gain or loss in statement of profit and loss.

2.17 Operating cycle and basis of classification of assets and liabilities

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.



NOTES FORMING PART OF FINANCIAL STATEMENTS

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

2.18 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

2.19 Earnings per share

Basic earnings per share has been computed by dividing net income by the weighted average number of shares outstanding during the year. Diluted earnings per share has been computed using the weighted average number of shares and dilutive potential shares, except where the result would be anti-dilutive.

2.20 Dividends

Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the company's Board of Directors.

3 Recent accounting pronouncements

Standards issued but not yet effective

In March 2017, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) (Amendments) Rules, 2017, notifying amendments to Ind AS 7, 'Statement of cash flows' and Ind AS 102, 'Share-based payment.' These amendments are in accordance with the recent amendments made by International Accounting Standards Board (IASB) to IAS 7, 'Statement of cash flows' and IFRS 2, 'Share-based payment,' respectively. The amendments are applicable to the Company from April 1, 2017.

Amendment to Ind AS 7:

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement.

The Company is evaluating the requirements of the amendment and the effect on the financial statements is being evaluated.

Amendment to Ind AS 102:

The amendment to Ind AS 102 provides specific guidance to measurement of cash-settled awards, modification of cash-settled awards and awards that include a net settlement feature in respect of withholding taxes.

Ind AS 102 Share based payment is not applicable to the Company, hence the amendment has no impact on the Company.



NOTES FORMING PART OF FINANCIAL STATEMENTS

4 First-time adoption - mandatory exceptions, optional exemptions

These are the Company's first financial statements prepared in accordance with Ind AS.

The accounting policies set out in note have been applied in preparing the financial statements for the year ended 31 March, 2017, the comparative information presented in these financial statements for the year ended 31 March, 2016 and in the preparation of an opening Ind AS balance sheet at 1 April, 2015 (the Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exemptions applied in the transition from previous GAAP to Ind AS.

Ind AS optional exemptions

4.1 Deemed Cost

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment's covered by Ind AS 16 *Property, plant and equipment's* as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 *Intangible Assets* and investment property covered by Ind AS investment properties.

The Company has elected to measure all of its property, plant and equipment, intangible assets and investment property at their previous GAAP carrying value.

4.2 Leases

Appendix C to Ind AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind AS 17, this assessment should be carried out at the inception of the contract or arrangement. Ind AS 101 provides an option to make this assessment on the basis of facts and circumstances existing at the date of transition to Ind AS, except where the effect is expected to be not material.

The Company has elected to apply this exemption for such contracts/ arrangements.

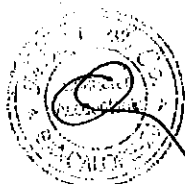
Ind AS Mandatory exemptions

4.3 Estimates

As entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April, 2015 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP.

- a. Investment in equity instruments carried at FVPL;
- b. Investment in debt instruments carried at FVPL; and
- c. Impairment of financial assets based on expected credit loss method.



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CIN : U45200TG2007PTC054531

NOTES FORMING PART OF FINANCIAL STATEMENTS

4.4 De-recognition of financial assets and liabilities

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognised as a result of past transactions was obtained at the time of initial accounting for those transactions.

The Company has elected to apply the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

