

**ROYAL NETRA CONSTRUCTIONS PRIVATE LIMITED**

**ANNUAL REPORT FOR THE ENDED 31-03-2012**

ROYAL NETRA CONSTRUCTIONS PRIVATE LIMITED



**BOARD OF DIRECTORS**

Mr. Vijay Arora  
Mr. Preniel Nair  
Mr. Satish Agarwal  
Mr. Rajendra Mirani  
Mr. Navin Ajwani

**AUDITORS**

Shaparia & Mehta,  
Chartered Accountants, Mumbai.

**BANKERS**

Bank of Baroda  
New India Co-op Bank Ltd

**REGISTERED OFFICE**

808, Krushal Commercial Complex,  
Above Shoppers Stop, G. M. Road,  
Chembur (W), Mumbai - 400 089



Vijay Arora

**ROYAL NETRA CONSTRUCTIONS PVT. LTD.**

(M/s. Royal Builders, M/s. Bhargavi Constructions, M/s. Velani Constructions, M/s. Tainwala Builders)

808, 8th Floor, Krushal Commercial Complex, G. M. Road, Chembur (West), Mumbai - 400 089.

Tel.: 91-22-2526 0582 to 88 • Fax : 2526 0589

**NOTICE**

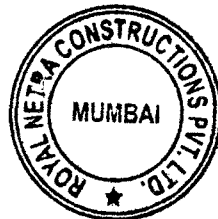
NOTICE IS HEREBY GIVEN THAT THIRD ANNUAL GENERAL MEETING OF THE SHAREHOLDERS OF ROYAL NETRA CONSTRUCTIONS PRIVATE LIMITED WILL BE HELD ON THURSDAY, 30<sup>TH</sup> AUGUST 2012 AT THE REGISTERED OFFICE OF THE COMPANY AT 808, KRUSHAL COMMERCIAL COMPLEX, ABOVE SHOPPERS' STOP, G. M. ROAD, CHEMBUR, MUMBAI- 400089 AT 3.00 P.M. TO TRANSACT THE FOLLOWING BUSINESS:

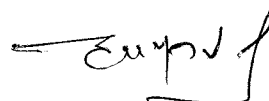
**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>ST</sup> March, 2012, Profit and Loss Account for the period ended on that date and the Reports of Directors and Auditors thereon.
2. To appoint a director in place of Mr. Navin Ajwani who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a director in place of Mr. Rajendra Mirani who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting and to fix their remuneration.

For and on behalf of the Board

Place: Mumbai  
Dated: 25.05.2012



  
Director

**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL, TO VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Any instrument appointing a proxy or proxies should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

## DIRECTORS' REPORT

The Members,  
ROYAL NETRA CONSTRUCTIONS PRIVATE LIMITED  
Mumbai

Your Directors have pleasure in presenting the Third Annual Report on the operations of the Company together with the audited accounts for the period ended 31<sup>st</sup> March, 2012.

### 1. FINANCIAL RESULTS:

The Financial performance of the Company for the period ended 31.03.2012 is as under:

	<u>2011-12</u> <u>(Rs.)</u>	<u>2010-11</u> <u>(Rs.)</u>
Other Income	19,68,932	429,670
Expenses	(26,82,392)	(57,95,123)
Profit/(loss) before exceptional items and tax	(7,13,460)	(53,65,453)
<b>Exceptional items</b>	<b>(5,26,163)</b>	-
(a) (Increase)/ Decrease in work-in-progress	(31,93,67,573)	-
(b) Debit Balance on Amalgamation	31,93,67,573	-
(c) Amalgamation Expenses	526,163	-
<b>Profit/(loss) before tax</b>	<b>(12,39,623)</b>	<b>(53,65,453)</b>
Tax expenses for current year	1,44,906	
MAT credit (where applicable)	(1,44,906)	
Deferred Tax	(394)	(1,718)
<b>Profit/(loss) after Tax</b>	<b>(12,40,017)</b>	<b>(53,67,171)</b>

### 2. DIVIDEND:

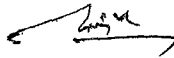
In view of losses incurred by the Company, your Directors do not recommend any Dividend for the period ended on 31<sup>st</sup> March 2012.

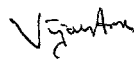
### 3. FIXED DEPOSITS:

The Company has not accepted or renewed any deposit from public during the period under review.

### 4. PARTICULARS OF EMPLOYEES:

The particulars of employees as required in accordance with Section 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975, are not required to be furnished as there is no employee drawing salary more than Rs. 60,00,000/- p.a. where employed throughout the year or Rs. 5,00,000/- p.m. where employed for part of the year.







**5. DIRECTORS:**

The Board of Directors of the Company is duly constituted and there was no change in Board of Directors during the year under review.

At the forthcoming Annual General Meeting of the Company, Mr. Navin Ajwani and Mr. Rajendra Mirani shall retire by rotation and being eligible, they have offered themselves for re-appointment.

**6. AMALGAMATION OF A.G. INFRACONSTRUCTION PRIVATE LIMITED WITH COMPANY AND MATTERS RELATED THERETO:**

The hon'ble High Court, Bombay has passed order on 22<sup>nd</sup> March 2012 approving the scheme of amalgamation of A.G. Infraconstruction Private Limited, a wholly owned subsidiary with the Company under Sections 391 to 394 of the Companies Act, 1956; the appointed date being 1<sup>st</sup> April 2011.

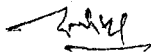
Pursuant to the aforesaid scheme of amalgamation; the Authorised Share Capital of the Company stands increased to Rs. 3,50,00,000 (Rupees Three Crores and fifty lakhs only) divided into 1,85,000 (One lakh Eighty five Thousand) Equity Shares of Rs. 100/- (Rupees One Hundred only) each and 1,65,000 (One lakh Sixty five Thousand) 0% Redeemable/Convertible Participating Preference Shares of Rs. 100/- (Rupees Hundred only) each.

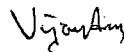
The Debit Balance arising on the amalgamation has been debited to the Goodwill, as per the Order of the Honorable High Court of Mumbai dated 22<sup>nd</sup> May, 2012. The same shall be amortized over a period of 5 years beginning with the financial year 2011 – 2012. The amortized value of the Goodwill has been added to the cost of Work – In – Progress and carried forward to Closing Inventory.

**7. DIRECTORS' RESPONSIBILITY STATEMENT:**

As required by the provisions of Section 217(2AA) of the Companies Act, 1956, your Directors confirm the following:

- (i) That in the preparation of the annual accounts, the applicable standards had been followed along with proper explanations relating to material departures.
- (ii) That the Directors selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period.
- (iii) That the Directors took proper and sufficient care to maintain adequate accounting records in accordance with the provisions of this Act to safeguard the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) That the Directors have prepared the Annual Accounts on a going concern basis.





**8. AUDITORS:**

M/s Shaparia & Mehta, Chartered Accountants were appointed as the first Statutory Auditors of the Company by Board and the said appointment will expire at the forthcoming Annual General Meeting. The said Auditors are eligible for re-appointment and have expressed their willingness to act as Auditors of the Company, if appointed. The Company has received a certificate from the said Auditors confirming that their appointment, if made, would be in conformity with the provisions of Section 224 (1B) of Companies Act, 1956.

**9. AUDITORS' REPORT:**

Observations made in the Auditors' Report are self explanatory and therefore, do not call for any further comments under section 217(3) of the Companies Act, 1956.

**10. CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION, ADAPTATION & INNOVATIONS AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

**[DISCLOSURE OF INFORMATION PURSUANT TO SECTION 217 (1)(e) OF THE COMPANIES ACT, 1956 READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988]**

The Company has not carried out any activity which requires disclosure of information as regards conservation of energy or technology absorption adaptation and innovation and hence the same is not furnished. There was no foreign exchange earnings & outgo during the period under review.

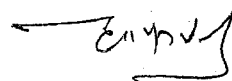
**11. SECRETARIAL COMPLIANCE CERTIFICATE:**

M/s J. H. Ranade & Associates, Company Secretaries were appointed to conduct Secretarial Compliances Audit under Section 383A of Companies Act, 1956 for issuing Compliance Certificate for the period ended March 31, 2012. A certificate issued by the said Firm forms part of this Report.

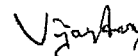
**12. ACKNOWLEDGEMENT:**

The Directors wish to express their gratitude to the Bankers and all the business associates for their continuous support to the Company and to the Shareholders for the confidence reposed in the Company's management.

**For and on behalf of the Board of Directors**



Director



Director

Place: Mumbai  
Date: 25.05.2012

# J. H. RANADE & ASSOCIATES

Company Secretaries

24A/25A, Dhanalaxmi Chambers, Off Gokhale Road, Near Railway Station, Thane (W) – 400 602  
Tele/Fax: 2544 24 34 Email ID: jhr\_asso@rediffmail.com

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## COMPLIANCE CERTIFICATE (In terms of Section 383A (1) of the Companies Act, 1956)

CIN - U45202MH2009PTC194430

Nominal Capital: Rs. 3.5 Crores

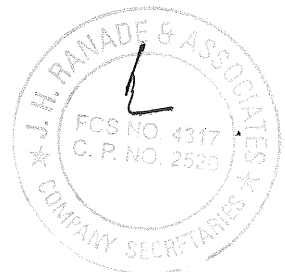
The Members,

**Royal Netra Constructions Private Limited**

808, Krushal Commercial Complex,  
Above Shoppers Stop, G. M. Road,  
Chembur-(W), Mumbai- 400089

We have examined the registers, records, books and papers of Royal Netra Constructions Private Limited (the Company) as required to be maintained under the Companies Act, 1956 (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended on **31<sup>st</sup> March, 2012**, (Financial Year). In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid Financial Year:

1. The Company has kept and maintained all Registers as stated in Annexure "A" to this certificate, as per the provisions of the Act and the Rules made thereunder and all entries therein have been duly recorded.
2. Except otherwise stated in Annexure "B" to this certificate, the Company has duly filed the forms and returns with the Registrar of Companies, Maharashtra, Mumbai within the time prescribed under the Act and the rules made thereunder.
3. The Company being a Subsidiary of a Public Limited Company has the minimum prescribed paid-up capital and its maximum number of members during the said Financial Year was **14 (Fourteen)** excluding present and past employees of the company and during the year under scrutiny Company:
  - (i) has not invited public to subscribe for its shares or debentures; and
  - (ii) has not invited or accepted any deposits from persons other than its members, directors or their relatives.



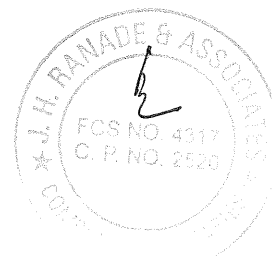
# J. H. RANADE & ASSOCIATES

Company Secretaries

24A/25A, Dhanalaxmi Chambers, Off Gokhale Road, Near Railway Station, Thane (W) – 400 602  
Tele/Fax: 2544 24 34 Email ID: jhr\_asso@rediffmail.com

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4. The Board of Directors duly met **7 (Seven)** times respectively on 12/04/2011, 16/05/2011, 02/08/2011, 17/10/2011, 20/10/2011, 03/02/2012 and 28/03/2012 in respect of which proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The Company has not closed its Register of Members during the Financial Year.
6. The Annual General Meeting for the Financial Year ended on **31<sup>st</sup> March, 2011** was held on **10<sup>th</sup> June, 2011** after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meetings was held during the Financial Year.
8. The Company has not advanced any loan to its Directors and/or to persons or firms or Companies referred in the Section 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of section 297 of the Act.
10. The Company was not required to make any entries in the Register to be maintained under Section 301 of the Act.
11. As there were no instances falling within the purview of Action 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government.
12. The Company has not issued any duplicate certificates during the Financial Year.
13.
  - (i) There was no allotment / transfer / transmission of securities during the Financial Year.
  - (ii) The Company has not deposited any amount in a separate bank account as no dividend was declared during the Financial Year.
  - (iii) The Company was not required to post warrants to any member of the Company as no dividend was declared during the Financial Year.





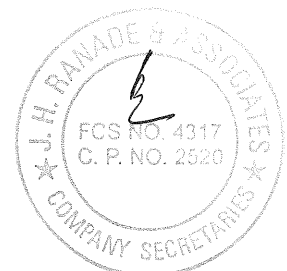
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Tele/Fax: 2544 24 34 Email ID: jhr\_asso@rediffmail.com

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- (iv) The Company was not required to transfer the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven Years to Investor Education and Protection Fund.
- (v) The Company has duly complied with the requirements of Sec. 217 of the Act.
14. The Board of Directors of the Company is duly constituted and there was no appointment of Directors during the Financial Year.
15. The Company has not appointed any Managing Director/ Whole -Time Director/Manager during the Financial Year.
16. The Company has not appointed any Sole-Selling Agents during the Financial Year.
17. The Company has obtained the necessary approval of the Honourable High Court vide Order dated 22/03/2012 regarding the Scheme of Amalgamation of "AG Infra Construction Pvt Ltd" with the Company.
18. The Directors have disclosed their interest in other Firms/Companies to the Board of Directors pursuant to the provisions of the Act and the Rules made thereunder.
19. The Company has not issued any shares, debentures or other securities during the Financial Year.
20. The Company has not bought-back any shares during the Financial Year.
21. There was no redemption of Preference Shares or Debentures during the Financial Year.
22. There were no transactions necessitating the Company to keep in abeyance rights to dividend, right shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited / accepted any deposits including any unsecured loans falling within the purview of Section 58A of the Act during the Financial Year.



# J. H. RANADE & ASSOCIATES

Company Secretaries

24A/25A, Dhanalaxmi Chambers, Off Gokhale Road, Near Railway Station, Thane (W) – 400 602  
Tele/Fax: 2544 24 34 Email ID: jhr\_asso@rediffmail.com

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24. The amounts borrowed by the Company from Directors, Members, Public, Financial Institutions, Banks and others during the Financial Year ending 31<sup>st</sup> March, 2012 are within borrowing limits of the Company and that necessary resolution as per Section 293(1)(d) has been passed in duly convened Extra Ordinary General Meeting.
25. The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate during the Financial Year.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the Financial Year.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the Financial Year.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the Financial Year.
29. As provided in the Scheme of Amalgamation of AG Infra Construction Pvt Ltd, the Company has altered the provisions of the Memorandum with respect to share capital of the Company during the Financial Year.
30. As provided in the Scheme of Amalgamation of AG Infra Construction Pvt Ltd, the Company has altered its Articles of Association for giving effect to increased authorised Share Capital.
31. There were no prosecutions initiated against or show cause notices received by the Company and no fines or penalties or any other penalties or any other punishment was imposed on the Company during the Financial Year, for offences under the Act.
32. The Company has not received any money as security from its employees during the Financial Year.
33. Provisions of Provident Fund Act are not applicable to the company.

**For J. H. Ranade & Associates**  
Company Secretaries

Place: Thane  
Date: 25<sup>th</sup> May, 2012



*Ranade*  
**J. H. Ranade**  
Proprietor

# J. H. RANADE & ASSOCIATES

Company Secretaries

24A/25A, Dhanalaxmi Chambers, Off Gokhale Road, Near Railway Station, Thane (W) – 400 602  
Tele/Fax: 2544 24 34 Email ID: jhr\_asso@rediffmail.com

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(C. P. No: 2520)

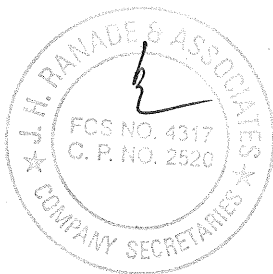
**SECRETARIAL COMPLIANCE CERTIFICATE**  
**In terms of Section 383A (1) of the Companies Act, 1956**

**ANNEXURE A**

**Registers as maintained by the Company:**

1. Registered of Charges / Copies of instruments creating charges u/s. 143 and 136
2. Register of Members and Index of Members u/s. 150 and 151
3. Register of Transfers u/s. 154
4. Register and Returns u/s. 163
5. Books of Accounts u/s. 209
6. Register of particulars of Contracts in which Directors are interested u/s. 301
7. Register of Directors, Managing Director, Manager, Secretary u/s. 303
8. Register of Directors shareholdings u/s. 307
9. Register of Directors Attendance
10. Minutes books of Board and General Meetings
11. Register of Investments / Loans

Contd....



# J. H. RANADE & ASSOCIATES

Company Secretaries

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Tele/Fax: 2544 24 34 Email ID: jhr\_asso@rediffmail.com

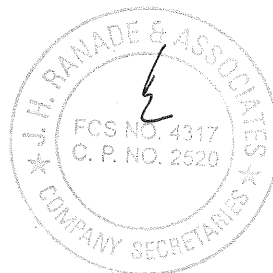
## ANNEXURE B

Forms and Returns as filed by the Company with the Registrar of Companies, Mumbai  
During the Financial Year ending on 31<sup>st</sup> March, 2012

Sr No	Form / Return	Filed u/s	For	Date of Filing	Whether filed Within Prescribed Time	If delay, whether Requisite additional Fee paid
1	Form 23	293(1)(a) And 293(1) (d)	Registration of an Ordinary Resolution for Increase in Borrowings Limit	28/6/2011	No	Yes
2	Form 66	383A	Compliance Certificate for the Year ended on 31 <sup>st</sup> March 2011	7/7/2011	Yes	No
3	Form 20B	159	Annual Return for the AGM held on 10/06/2011	21/7/2011	Yes	No
4	Form 23AC 23ACA XBRL	220	Balance Sheet Profit & Loss A/c for the Year ended on 31 <sup>st</sup> March 2011	29/11/2011	Yes	No
5	Form 61	391 / 394	Application for Scheme of Amalgamation	15/12/2011	Yes	No

**For J. H. Ranade & Associates**  
Company Secretaries

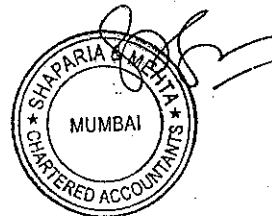
Place: Thane  
Date: 25<sup>th</sup> May, 2012



*Ranade*  
**J. H. Ranade**  
Proprietor  
(C. P. No: 2520)


**AUDITOR'S REPORT**

1. We have audited the attached Balance Sheet of **ROYAL NETRA CONSTRUCTIONS PRIVATE LIMITED** as at 31<sup>st</sup> March 2012, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub – section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
4. Further to our comments, in the Annexure referred to in Paragraph 1 above, we report that:-
  - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose 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 examinations of those books;
  - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - (d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub section (3C) of section 211 of the Companies Act, 1956;
  - (e) On the basis of written representations received from the Directors, as on 31st March 2012, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;



- (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with notes thereon and attached thereto, given in the prescribed manner the information required by the Companies Act, 1956 give a true and fair view in conformity with the accounting principles generally accepted in India:
- i. in the case of the Balance Sheet, of the State of the Affairs of the Company as at 31<sup>st</sup> March, 2012;
  - ii. in the case of the Profit & Loss Account, of the Loss for the year ended on that date; and
  - iii. in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

FOR SHAPARIA & MEHTA  
CHARTERED ACCOUNTANTS  
FIRM REG. NO.: 112350W

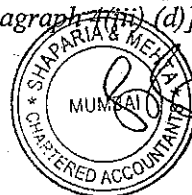
  
SANJIV B. MEHTA  
PARTNER  
MEMBERSHIP NO.: 34950



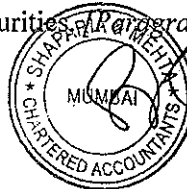
PLACE: MUMBAI  
DATED: 25<sup>th</sup> MAY, 2012

**ANNEXURE TO THE AUDITORS REPORT REFERRED TO IN PARAGRAPH  
(4) OF OUR REPORT OF EVEN DATE**

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. [Paragraph 4(i)(a)]  
  
(b) Part of the fixed assets have been physically verified by the management during the year in accordance with a phased programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. [Paragraph 4(i)(b)]  
  
(c) During the year the Company has not disposed off substantial part of fixed assets [Paragraph 4(i)(c)]
2. (a) Inventory comprises of land & construction work in progress. According to the information and explanation given to us inventory has been physically verified by the management. In our opinion, the frequency of verification is reasonable. [Paragraph 4(ii)(a)], and are not applicable to the Company.  
  
(b) The procedure explained to us, which are followed by the management for physical verification of inventories are in our opinion reasonable and adequate in relation to the size of the company and the nature of its business. [Paragraph 4(ii)(b)]  
  
(c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification. [Paragraph 4(ii)(c)]
3. (a) During the year the Company has not granted unsecured loans to any parties covered in the register maintained under Section 301 of the Companies Act, 1956. [Paragraph 4(iii)(a)]  
  
(b) The Company had taken unsecured loans from one party covered in the register maintained under Section 301 of the Act. The maximum amount involved during the year and the year end balance of such loans aggregates to Rs. 32,83,16,595/- and Rs. 31,00,00,000/- respectively. [Paragraph 4(iii)(b)]  
  
(c) In our opinion, the rate of interest and other terms and conditions of such loans are not prima facie prejudicial to the interest of the Company. [Paragraph 4(iii)(c)]  
  
(d) In respect of the loans taken from parties, the same are repayable on demand and hence the question of taking reasonable steps for payment of principal and interest does not arise. [Paragraph 4(iii)(d)]



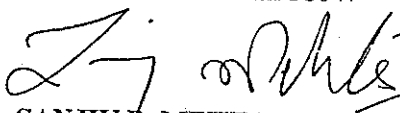
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of fixed assets and with regard to the provision of services. During the course of our audit, we have not observed any major weaknesses in internal controls. [Paragraph 4(iv)]
5. (a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in Section 301 of the Companies Act, 1956 have been so entered. [Paragraph 4(v)(a)]  
  
(b) In our opinion and according to information and explanations given to us, particulars of contracts or arrangements referred to in Section 301 of the Companies Act, 1956 and exceeding the value of Rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time where such market prices are available. [Paragraph 4(v)(b)]
6. The company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA or any other relevant provisions of the Act and the rules framed there under. [Paragraph 4(vi)]
7. The company has no formal internal audit system as such but its control procedures ensure reasonable internal checking of its financial and other records. [Paragraph 4(vii)]
8. According to the information and explanation given to us, maintenance of cost records has been prescribed by the Central Government under section 209(1) (d) of the Act but the same are not applicable to the Company as informed to us. [Paragraph 4(viii)]
9. (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including, income tax, service tax and other material statutory dues applicable to it. [Paragraph 4(ix) (a)]  
  
(b) There are no dues of income tax and service tax that have not been deposited on account of any dispute [Paragraph 4(ix)(b)]
10. The Company has accumulated losses as at the end of financial period March 31, 2012 which is less than 50% of their net worth. The company has incurred cash loss during the year and also in immediately preceding financial year. [Paragraph 4(x)]
11. According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the balance sheet date. [Paragraph 4(xi)]
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. [Paragraph 4(xii)]





13. The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund, societies are not applicable to the company. [Paragraph 4(xiii)]
14. The Company has maintained proper records of transactions and contracts in respect of its dealing in mutual funds. All mutual funds have been held by the Company in its own name. [Paragraph 4(xiv)]
15. On the basis of information and explanation given to us, the Company has not given guarantee for loans taken by others from banks or financial institutions during the year. [Paragraph 4 (xv)]
16. The Company has not obtained/availed any term Loans during the year. [Paragraph 4(xvi)]
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment. [Paragraph 4(xvii)]
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year. [Paragraph 4(xviii)]
19. In our opinion and according to information and explanation given to us, the Company has not issued any secured debentures during the period covered by our report. [Paragraph 4(xix)]
20. During the period covered by our audit report, the Company has not raised any money by public issues. [Paragraph 4(xx)]
21. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit. [Paragraph 4(xxi)]

FOR SHAPARIA & MEHTA  
CHARTERED ACCOUNTANTS  
FIRM REG. NO.: 112350W

  
SANJIV B. MEHTA  
PARTNER  
MEMBERSHIP NO.: 34950



PLACE: MUMBAI  
DATED: 25<sup>th</sup> MAY, 2012

ROYAL NETRA CONSTRUCTIONS PVT LTD  
Balance Sheet as at 31 March, 2012


Particulars		Note No.	As at 31 March, 2012	As at 31 March, 2011
<b>A EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' funds</b>				
(a) Share capital		3	1,50,00,000	1,50,00,000
(b) Reserves and surplus		4	(75,01,224)	(54,38,851)
(c) Money received against share warrants			-	-
			74,98,776	95,61,149
<b>2 Share application money pending allotment</b>				
<b>3 Non-current liabilities</b>				
(a) Long-term borrowings			-	-
(b) Deferred tax liabilities (net)			-	-
(c) Other long-term liabilities			-	-
(d) Long-term provisions		5	2,08,855	1,25,919
			2,08,855	1,25,919
<b>4 Current liabilities</b>				
(a) Short-term borrowings		6	42,43,90,800	43,03,90,800
(b) Trade payables		7	14,01,68,319	13,94,00,421
(c) Other current liabilities		8	7,65,61,153	2,59,12,552
(d) Short-term provisions		9	9,29,068	4,63,822
			64,20,49,340	59,61,67,595
<b>TOTAL</b>			<b>64,97,56,971</b>	<b>60,58,54,663</b>
<b>B ASSETS</b>				
<b>1 Non-current assets</b>				
<b>(a) Fixed assets</b>				
(i) Tangible assets		10A	13,274	22,124
(ii) Intangible assets		10B	25,54,94,058	-
(iii) Capital work-in-progress			-	-
(iv) Intangible assets under development			-	-
(v) Fixed assets held for sale			-	-
			25,55,07,332	22,124
(b) Non-current investments			-	394
(c) Deferred tax assets (net)			-	-
(d) Long-term loans and advances		11	1,52,789	41,812
(e) Other non-current assets			-	-
			1,52,789	42,206
<b>2 Current assets</b>				
(a) Current investments		12	-	34,59,80,919
(b) Inventories		13	35,15,97,841	21,04,96,315
(c) Trade receivables			-	-
(d) Cash and Bank Balances		14	2,08,70,635	3,41,12,848
(e) Short-term loans and advances		15	2,04,52,935	1,45,73,944
(f) Other current assets		16	11,75,439	6,26,307
			39,40,96,850	60,57,90,333
<b>TOTAL</b>			<b>64,97,56,971</b>	<b>60,58,54,663</b>
See accompanying notes forming part of the financial statements		1 to 32		

In terms of our report attached.

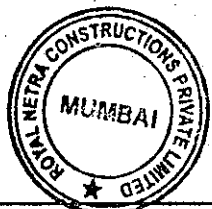
For SHAPARIA & MEHTA  
CHARTERED ACCOUNTANTS  
FIRM REGISTRATION NO : 112350W

For ROYAL NETRA CONSTRUCTIONS PVT LTD

*Sanjiv Mehta*  
SANJIV MEHTA  
PARTNER  
M.NO: 34950



*Vijay Anand*  
DIRECTOR  
VA



Place : Mumbai  
Date : 25th May' 2012

**ROYAL NETRA CONSTRUCTIONS PVT LTD**  
**Statement of Profit and Loss for the year ended 31 March, 2012**

Particulars		Note No.	For the year ended 31 March, 2012	For the year ended 31 March, 2011
<b>A</b>	<b>CONTINUING OPERATIONS</b>			
1	Revenue from operations (gross) Less: Excise duty Revenue from operations (net)			
2	Other income	17	19,68,932	4,29,670
3	<b>Total revenue (1+2)</b>		<b>19,68,932</b>	<b>4,29,670</b>
4	<b>Expenses:</b>			
	(a) (Increase) / Decrease in work-in-progress	13	(14,11,01,526)	(16,08,56,217)
	(b) Land And Development Rights	18	40,76,440	11,63,74,610
	(c) Cost of Materials Consumed	19	-	3,96,307
	(d) Employee Benefits Expenses	20	54,15,889	50,45,697
	(e) Finance costs	21	5,00,27,856	2,72,51,214
	(e) Depreciation and amortisation expense	10C	6,38,82,365	14,749
	(f) Other expenses	22	2,03,81,368	1,75,68,763
	<b>Total expenses</b>		<b>26,82,392</b>	<b>57,95,123</b>
5	<b>Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)</b>		<b>(7,13,460)</b>	<b>(53,65,453)</b>
6	<b>Exceptional items</b> Amalgamation Expenses	23	5,26,163	-
	<b>Total Exceptional Items</b>		<b>5,26,163</b>	<b>-</b>
7	<b>Profit / (Loss) before extraordinary items and tax (5 - 6)</b>		<b>(12,39,623)</b>	<b>(53,65,453)</b>
8	<b>Extraordinary items</b>			
9	<b>Profit / (Loss) before tax (7 + 8)</b>		<b>(12,39,623)</b>	<b>(53,65,453)</b>
10	<b>Tax expense:</b>			
	(a) Current tax expense for current year		1,44,906	-
	(b) (Less): MAT credit (where applicable)		(1,44,906)	-
	(c) Current tax expense relating to prior years		-	-
	(d) Net current tax expense		-	-
	(e) Deferred tax		(394)	(1,718)
			(394)	(1,718)
11	<b>Profit / (Loss) from continuing operations (9 + 10)</b>		<b>(12,40,017)</b>	<b>(53,67,171)</b>
13	<b>Profit / (Loss) from discontinuing operations</b>			
<b>C</b>	<b>TOTAL OPERATIONS</b>		<b>(12,40,017)</b>	<b>(53,67,171)</b>
14	<b>Profit / (Loss) for the year</b>		<b>(12,40,017)</b>	<b>(53,67,171)</b>

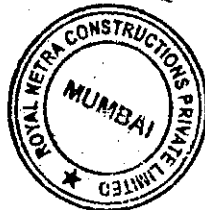
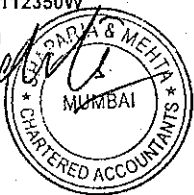
Particulars		Note No.	For the year ended 31 March, 2012	For the year ended 31 March, 2011
15.i	<b>Earnings per share (of ₹ 100/- each):</b>			
	(a) Basic			
	(i) Continuing operations		(8.27)	(35.78)
	(b) Diluted			
	(i) Continuing operations		(8.27)	(35.78)
15.ii	<b>Earnings per share (excluding extraordinary items) (cf ₹ 100/- each):</b>			
	(a) Basic			
	(i) Continuing operations		(8.27)	(35.78)
	(b) Diluted			
	(i) Continuing operations		(8.27)	(35.78)
	See accompanying notes forming part of the financial statements	1 to 32		

In terms of our report attached.

For SHAPARIA & MEHTA  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO : 112350W

For ROYAL NETRA CONSTRUCTIONS PVT LTD

SANJIV MEHTA  
 PARTNER  
 M.NO: 34950



DIRECTOR

SA

DIRECTOR

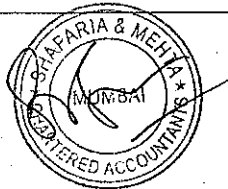
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Place : Mumbai  
 Date : 25th May '2012

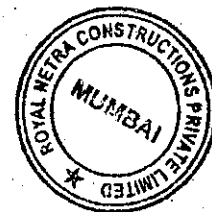
**ROYAL NETRA CONSTRUCTIONS PVT. LTD.**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012**

	(In ₹)		(In ₹)	
	FY: 2011-2012		FY: 2010-2011	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit/(Loss) before tax and extraordinary items		(12,39,623)		(53,65,453)
Adjustment for :				
Depreciation	8,850		14,749	
Interest Income	(4,99,620)		-	
Interest Expenses	5,00,27,856		53,67,026	
Dividend Income	(14,64,742)		-	
		4,80,72,344		53,81,775
Adjustment for :		4,68,32,721		16,322
Work - In - Progress	(9,36,32,178)		(16,08,56,217)	
Less : Amortisation of Goodwill	6,38,73,515		-	
( Increase ) / Decrease in Work- In - Progress :	(2,97,58,663)		(16,08,56,217)	
Deposits And Advances	(64,28,123)		3,45,49,749	
Current liabilities & Provisions	(4,55,62,153)		2,06,60,346	
		(8,17,48,939)		(10,56,46,122)
Cash generated from operations		(3,49,16,218)		(10,56,29,800)
Taxes paid		(1,10,977)		(41,812)
<b>Net cash from operating activities: (A)</b>		<b>(3,50,27,195)</b>		<b>(10,56,71,612)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Investment In Shares of Subsidiary	-		(18,34,67,573)	
Sale of Investment In Mutual Fund	2,31,13,346		(2,31,13,346)	
Interest Income	4,94,788		-	
Dividend received on Mutual Funds	14,64,742	2,50,72,876	-	(20,65,80,919)
<b>Net cash used in investing activities: (B)</b>		<b>2,50,72,876</b>		<b>(20,65,80,919)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Issue Of Fresh Share Capital	-		1,45,00,000	
Interest paid	-		-	
Loan Given	(75,02,000)		-	
Loan Given refunded by party	75,02,000		-	
Loan Refunded	(1,50,00,000)		(17,29,04,151)	
Loan Taken	90,00,000		49,15,90,800	
<b>Net cash from financing activities: (C)</b>		<b>(60,00,000)</b>		<b>33,31,86,649</b>
				....2



SAC *[Signature]*  
 VAA *[Signature]*



	: 2 :		
NET INCREASE IN CASH AND CASH EQUIVALENT (A+B+C)	(1,59,54,319)		2,09,34,118
Opening cash and cash equivalent	3,41,12,848		1,31,78,730
Opening cash and cash equivalent of amalgamated subsidiary takeover	27,07,274		-
Closing cash and cash equivalent	2,08,65,803		3,41,12,848
Increase in Cash Balance	(1,59,54,319)		2,09,34,118

**NOTES:**

The above statements have been prepared in indirect method except in case of interest, dividend and purchase of investment which have been considered on actual movement of cash.

A) Cash and cash equivalent represents cash and bank balances and investment in daily dividend schemes of mutual funds.

B) Other Bank Balances are including fixed deposits having maturity more than 3 months

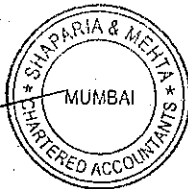
Cash & Bank Balances as under:	As at 31.03.12	As at 31.03.11
<b>a.) Cash &amp; Cash Equivalents</b>		
Cash on Hand	19,605	8,401
Balance In Current accounts with scheduled Banks	1,20,46,198.31	22,88,123
Balance In Deposit accounts with scheduled Banks	-	-
Investment in Mutual Funds		2,30,16,324
	1,20,65,803	2,53,12,848
<b>b.) Other Bank Balance</b>		
	88,00,000	88,00,000
	2,08,65,803	3,41,12,848

AS PER OUR REPORT OF EVEN DATE

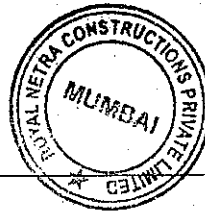
or SHAPARIA & MEHTA  
 CHARTERED ACCOUNTANTS  
 ICAI REGISTRATION NO : 112350W

ANUJ MEHTA  
 PARTNER  
 MEMBERSHIP NO.: 34950

PLACE : MUMBAI  
 DATE : 25th May 2012



FOR ROYAL NETRA  
 CONSTRUCTIONS PVT LTD



DIRECTOR

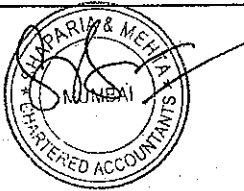
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DIRECTOR

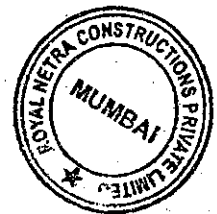
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**ROYAL NETRA CONSTRUCTIONS PVT LTD**  
**Notes forming part of the financial statements**

Note	Particulars
1	<p><b>Corporate information</b></p> <p>Royal Netra Construction Pvt Ltd is a company registered under the Companies Act, 1956. It was incorporated on 29<sup>th</sup> July, 2009. Out of total paid up Share Capital of 150,000 shares of ₹100 each, 75,600 shares of ₹100 each are held by D B Realty Ltd as at 31<sup>st</sup> March, 2012. ROYAL NETRA CONSTRUCTION PVT LTD is subsidiary company of D B Realty Ltd with 50.40% stake.</p> <p>The company is engaged in the business of Real Estate Development and Construction with specific concentration on redevelopment under the SRA Projects in the city of Mumbai.</p>
2	<p><b>Significant accounting policies</b></p>
2.1	<p>The financial statements have been prepared on accrual basis under the historical cost convention and in accordance with the applicable accounting standards prescribed by Companies (Accounting Standards), Rules 2006. The accounting policies are consistently applied unless otherwise stated.</p>
2.2	<p><b>Use of estimates</b></p> <p>The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.</p>
2.3	<p><b>Inventories</b></p> <p>A. 'Incomplete projects' (Work in Progress) are stated at Cost or Net Realizable Value, whichever is lower. 'Incomplete projects' include costs of incomplete properties for which the Company has not entered into sale agreements. 'Incomplete projects' also include initial project costs that relate directly to a (prospective) project, incurred for the purpose of securing the project. These costs are recognized as expenditure for the year in which they are incurred unless they are separately identifiable and it is probable that the respective project will be obtained.</p> <p>B. Finished properties are stated at Cost or Net Realisable Value, whichever is lower.</p>



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**ROYAL NETRA CONSTRUCTIONS PVT LTD**  
**Notes forming part of the financial statements**

Note	Particulars
------	-------------

**Note 2 Significant accounting policies (contd.)**

C. All other inventory ( including Transferable Development Rights ) is stated at Cost or Net Realisable Value, whichever is lower.

Cost included in inventory include costs incurred upto the completion of the project viz. cost of land, materials, services and other expenses ( including borrowing costs ) attributable to the projects.

Interest is capitalized to work - in- progress wherever there is direct nexus of usage of borrowed funds. The balance interest is expensed out.

**2.4 Cash and cash equivalents**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

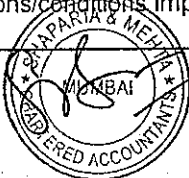
**2.5 Cash flow statement**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

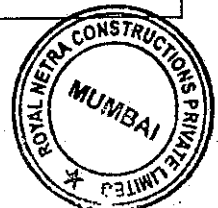
**2.6 Revenue recognition**

Revenue from projects in relation to the sold areas only is recognized on the 'Percentage of Completion Method' of accounting. Revenue is recognized subject to the project reaching a significant level of completion, which is estimated to be at least 30% of the total estimated construction cost of the project.

Further, revenue recognized in the aforesaid manner and related costs are both restricted to 90% until the construction activity and related formalities are substantially completed. Costs of construction/development are charged to the Profit and Loss Account in proportion with the revenue recognized during the year. The balance costs are carried as part of 'Incomplete Projects' under inventories. Amounts receivable/ payable are reflected as Debtors / Advances from Customers, respectively, after considering income recognized in the aforesaid manner. Recognition of revenue relating to agreements entered into with the buyers, which are subject to fulfillment of obligations/conditions imposed by statutory authorities, is postponed till such obligations are discharged.



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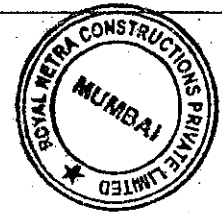
**ROYAL NETRA CONSTRUCTIONS PVT LTD**  
**Notes forming part of the financial statements**

**Note 2 Significant accounting policies (contd.)**

Note	Particulars
2.7	<p><b>Other income</b></p> <p>Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.</p>
2.8	<p><b>Tangible fixed assets</b></p> <p>Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.</p> <p>Fixed assets acquired and put to use for project purpose are capitalised and depreciation thereon is included in the project cost till commissioning of the project.</p>
2.9	<p><b>Investments</b></p> <p>Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.</p>
2.10	<p><b>Employee benefits</b></p> <p>The company has provided for gratuity, bonus and leave encashment for employees. Actuarial gains / losses are immediately taken to the Profit and Loss account and are not deferred.</p>
2.11	<p><b>Borrowing costs</b></p> <p>Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss. 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 less interest earned on the temporary investment.</p>



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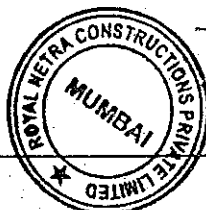
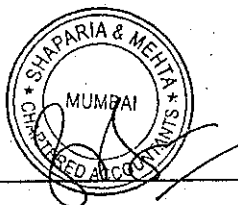
**ROYAL NETRA CONSTRUCTIONS PVT LTD**  
**Notes forming part of the financial statements**

**Note 2 Significant accounting policies (contd.)**

Note	Particulars
2.12	<p><b>Earnings per share</b></p> <p>Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.</p> <p>Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented.</p> <p>The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.</p>
2.13	<p><b>Provisions and contingencies</b></p> <p>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.</p> <p>Contingent assets are neither recognized nor disclosed in the financial statements.</p>
2.14	<p><b>Share issues expenses</b></p> <p>Share issue expenses and redemption premium are adjusted against the Securities Premium Account as permissible under Section 78(2) of the Companies Act, 1956, to the extent balance is available for utilisation in the Securities Premium Account. The balance of share issue expenses is carried as an asset and is amortised over a period of 5 years from the date of the issue of shares.</p>
2.15	<p><b>Income Taxes</b></p> <p>Tax expense comprises of current tax &amp; deferred tax. Deferred tax are accounted for in accordance with Accounting Standard 22 on "Accounting for Taxes on Income", (AS 22) issued by the Institute of Chartered Accountants of India. Current tax is measured at the amount expected to be paid to/recovered from the tax authorities, using the applicable tax rates. Deferred tax assets and liabilities are recognized for future tax consequences attributable to timing differences between taxable income and accounting income that are capable of reversal in one or more subsequent years and are measured using relevant enacted tax rates. The carrying amount of deferred tax assets at each Balance sheet date is reduced to the extent that it is no longer reasonably certain that sufficient future taxable income will be available against which the deferred tax asset can be realized.</p>

Place : Mumbai

Date : 25th May 2012



For Royal Netra Constructions  
Pvt Ltd

*(Signature)* V. J. V. J.

DIRECTOR DIRECTOR

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**ROYAL NETRA CONSTRUCTIONS PVT LTD**  
Notes forming part of the financial statements

**Note 3 Share capital**

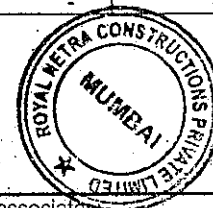
Particulars	As at 31 March, 2012		As at 31 March, 2011	
	Number of shares		Number of shares	
(a) Authorised				
Equity shares of ₹ 100 each with voting rights	1,85,000	1,85,00,000	1,50,000	1,50,00,000
0% Redeemable/ Convertible Participating preference shares of ₹100 each	1,65,000	1,65,00,000	1,50,000	1,50,00,000
	3,50,000	3,50,00,000	3,00,000	3,00,00,000
(b) Issued				
Equity shares of ₹ 100 each with voting rights	1,50,000	1,50,00,000	1,50,000	1,50,00,000
(c) Subscribed and fully paid up				
Equity shares of ₹ 100 each with voting rights	1,50,000	1,50,00,000	1,50,000	1,50,00,000

**Notes:**

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Bonus	ESOP	Conversion	Buy back	Other changes (give details)	Closing Balance
Equity shares with voting rights								
Year ended 31 March, 2012								
- Number of shares	1,50,000	-	-	-	-	-	-	1,50,000
- Amount (₹)	1,50,00,000	-	-	-	-	-	-	1,50,00,000
Year ended 31 March, 2011								
- Number of shares	5,000	1,45,000	-	-	-	-	-	1,50,000
- Amount (₹)	5,00,000	1,45,00,000	-	-	-	-	-	1,50,00,000

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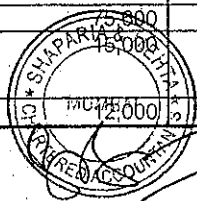


(ii) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates:

Particulars	Equity shares with voting rights	Equity shares with differential voting rights	Compulsorily convertible preference shares	Optionally convertible preference shares	Redeemable preference shares
<b>As at 31 March, 2012</b>					
D B REALTY LTD, the holding company	75,600	-	-	-	-
<b>As at 31 March, 2011</b>					
D B REALTY LTD, the holding company	75,600	-	-	-	-

(iii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2012:		As at 31 March, 2011:	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
D B Realty Ltd	75,600	50.40%	75,600	50.40%
Murugan Properties And Management Pvt Ltd	15,000	10.00%	15,000	10.00%
Rajendra Mirani	12,000	8.00%	12,000	8.00%



**ROYAL NETRA CONSTRUCTIONS PVT LTD**  
Notes forming part of the financial statements

**Note 4 Reserves and surplus**

Particulars	As at 31 March, 2012	As at 31 March, 2011
(a) Securities premium account		
Opening balance		
Add : Security Premium on Amalgamation	1,35,00,000	-
Closing balance	1,35,00,000	-
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	(54,38,851)	(71,680)
Other reserves : Loss of amalgamated subsidiary taken over	(1,43,22,356)	
Add: Profit / (Loss) for the year	(12,40,017)	(53,67,171)
Closing balance	(2,10,01,224)	(54,38,851)
<b>Total</b>	<b>(75,01,224)</b>	<b>(54,38,851)</b>

**Note 5 Long-term provisions**

Particulars	As at 31 March, 2012	As at 31 March, 2011
(a) Provision for employee		
(i) Provision for gratuity	2,08,855	1,25,919

**Note 6 Short-term borrowings**

Particulars	As at 31 March, 2012	As at 31 March, 2011
(a) Loans repayable on demand		
From other parties		
Unsecured	11,43,90,800	12,03,90,800
(b) Loans and advances from related parties		
Unsecured	31,00,00,000	31,00,00,000
<b>Total</b>	<b>42,43,90,800</b>	<b>43,03,90,800</b>

**Note 7 Trade payables**

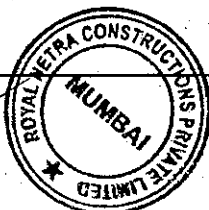
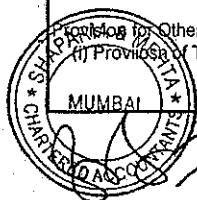
Particulars	As at 31 March, 2012	As at 31 March, 2011
Trade payables:		
Acceptances		
Other than Acceptances	14,01,68,319	13,94,00,421
<b>Total</b>	<b>14,01,68,319</b>	<b>13,94,00,421</b>

**Note 8 Other current liabilities**

Particulars	As at 31 March, 2012	As at 31 March, 2011
(a) Other payables		
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	29,37,670	8,44,002
(iii) Interest accrued but not due on short term borrowings	7,27,88,482	2,50,24,375
(ii) Others (specify nature)	8,35,001	44,175
<b>Total</b>	<b>7,65,61,153</b>	<b>2,59,12,552</b>

**Note 9 Short-term provisions**

Particulars	As at 31 March, 2012	As at 31 March, 2011
Provision for employee benefits:		
(i) Provision for bonus	2,72,436	2,53,725
(ii) Provision for compensated absences	5,11,726	2,10,097
(iii) Provision for Others		
(iv) Provision of Tax	1,44,906	
<b>Total</b>	<b>9,29,068</b>	<b>4,63,822</b>



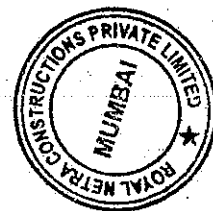
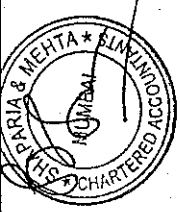
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Note 10 Fixed assets

A. Tangible assets	Gross block						Balance as at 31 March, 2012			
	Balance as at 1 April, 2011	Additions	Disposals	Acquisitions through business combinations	Reclassified as held for sale	Revaluation increase		Effect of foreign currency exchange differences	Borrowing cost capitalised	Other adjustments
Computer	38,300	-	-	-	-	-	-	-	-	38,300
Total	38,300	-	-	-	-	-	-	-	-	38,300
Previous year	-	38,300	-	-	-	-	-	-	-	38,300

A. Tangible assets	Accumulated depreciation and impairment						Net block		
	Balance as at 1 April, 2011	Depreciation/amortisation expense for the year	Eliminated on disposal of assets	Eliminated on reclassification as held for sale	Impairment losses recognised in statement of profit and loss	Reversal of impairment losses recognised in Statement of Profit and Loss	Other adjustments	Balance as at 31 March, 2012	Balance as at 31 March, 2011
Computer	16,176	8,850	-	-	-	-	-	25,026	-
Total	16,176	8,850	-	-	-	-	-	25,026	16,176
Previous year	1,427	14,749	-	-	-	-	-	-	16,176

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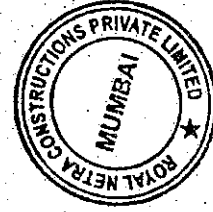
Notes forming part of the financial statements

Note 10 Fixed assets (Cont...)

B	Intangible assets	Gross block						Balance as at 31 March, 2012			
		Balance as at 1 April, 2011	Additions	Disposals	Acquisitions through business combinations - Amalgamation	Reclassified as held for sale	Effect of foreign exchange differences		Borrowing cost capitalised	Other adjustments	Balance as at 31 March, 2012
	Goodwill on Amalgamation	-	-	-	31,93,67,573	-	-	-	-	-	31,93,67,573
	Total	-	-	-	-	-	-	-	-	-	-
	Previous year	-	-	-	-	-	-	-	-	-	-

B	Intangible assets	Accumulated depreciation and impairment						Balance as at 31 March, 2012	Balance as at 31 March, 2011		
		Balance as at 1 April, 2011	Amortisation expense for the year @20%	Eliminated on disposal of assets	Eliminated on reclassification as held for sale	Impairment losses recognised in statement of profit and loss	Reversal of impairment losses recognised in Statement of Profit and Loss			Other adjustments	Balance as at 31 March, 2012
	Goodwill on Amalgamation	-	6,38,73,515	-	-	-	-	-	-	6,38,73,515	25,54,94,058
	Total	-	6,38,73,515	-	-	-	-	-	-	6,38,73,515	25,54,94,058
	Previous year	-	-	-	-	-	-	-	-	-	-

10 b.1 As per accounting standard 14 "Accounting for Amalgamation", difference arising under the pooling interest method of accounting should be adjusted against reserves. However, the company has followed the Hon. High Court Order and has created Goodwill on account of the Debit Balance arising on amalgamation under the pooling method.



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Particulars			
C. Depreciation and amortisation relating to continuing operations:			
Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011	
Depreciation and amortisation for the year on tangible assets as per Note 10A	8,850	14,749	
Depreciation and amortisation for the year on intangible assets as per Note 10B	6,38,73,515	-	
Depreciation and amortisation relating to continuing operations	6,38,82,365	14,749	

10C.1 The Debit Balance arising on the amalgamation has been debited to the Goodwill, as per the Order of the Honorable High Court of Mumbai dated 22nd March, 2012. The same shall be amortised over a period of 5 years beginning with the financial year 2011-2012. The amortized value of the Goodwill has been added to the cost of Work - In - Progress and carried forward as Closing Inventory

ROYAL NETRA CONSTRUCTIONS PVT LTD

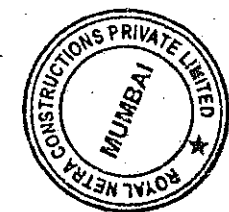
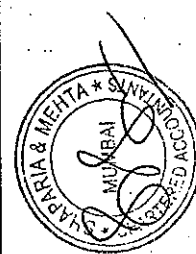
Notes forming part of the financial statements

Note 11 Long-term loans and advances

Particulars	As at 31 March, 2012		As at 31 March, 2011	
	₹	₹	₹	₹
T D S on Fixed Deposit Interest ( Asst. Yr.: 12-13)	1,10,977	-	-	-
T D S on Fixed Deposit Interest ( Asst. Yr.: 11-12)	41,812	41,812	41,812	41,812
	1,52,789	41,812		

Note 12 Current investments

Particulars	As at 31 March, 2012			As at 31 March, 2011		
	Quoted ₹	Unquoted ₹	Total ₹	Quoted ₹	Unquoted ₹	Total ₹
A. Current portion of long-term investments (At cost)	-	-	-	-	-	-
Investment in mutual funds - LIC Nomura Interval Fund	-	-	-	-	2,31,13,346	2,31,13,346
Total - Current portion of long-term investments (A)	-	-	-	-	2,31,13,346	2,31,13,346
B. Other current investments (At Cost)	-	-	-	-	-	-
(a) Investment in equity instruments	-	-	-	-	32,28,67,573	32,28,67,573
(i) of subsidiaries :350,000/- fully paid Equity Shares of A G Infraconstruction Pvt Ltd -	-	-	-	-	-	-
Total - Other current investments (B)	-	-	-	-	32,28,67,573	32,28,67,573
Total - Current investments (A+B)	-	-	-	-	34,59,80,919	34,59,80,919



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**ROYAL NETRA CONSTRUCTIONS PVT LTD**

Notes forming part of the financial statements

**Note 13 Inventories**

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
Work-in-progress (Refer Note 13.1 below)	35,15,97,841	21,04,96,315

**Note: 13.1 Details of inventory of work-in-progress**

PARTICULARS	As at 31 March, 2012	As at 31 March, 2011	INCREASE DURING THE YEAR	INCREASE DURING THE PREVIOUS YEAR
and Cost	4,17,86,055	3,77,09,615	40,76,440	3,77,09,615
Development Rights	11,80,00,000	11,80,00,000	-	7,30,00,000
and Premium	56,64,995	56,64,995	-	56,64,995
Purchase of Materials	3,96,307	3,96,307	-	3,96,307
Labour Job	1,30,107	1,30,107	-	1,30,107
Hardship Compensation for Shifting	3,19,16,500	1,31,29,000	1,87,87,500	1,31,29,000
Professional Fees ( Architect )	19,06,618	19,06,618	-	19,06,618
Coordination Charges	25,00,000	25,00,000	-	-
Bank Gurantee Charges	83,419	34,934	48,485	34,934
Employee Benefit Cost	1,07,08,183	52,92,294	54,15,889	50,45,697
Interest On Loan Taken	7,21,84,385	2,41,53,374	4,80,31,011	2,22,59,873
Conveyance Expenses	72,375	66,475	5,900	66,475
Miwali Expenses	30,96,188	16,38,188	14,58,000	16,38,188
Other Expenses	3,07,461	2,92,527	14,934	2,92,527
Less : Interest on Bank F D R	(10,28,267)	(4,18,119)	(6,10,148)	(4,18,119)
Amortization of goodwill	6,38,73,515	-	6,38,73,515	-
	35,15,97,841	21,04,96,315	14,11,01,526	16,08,56,217

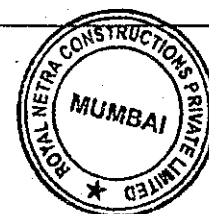
1. Expenses incurred in relation to slum dwellers have been included under Work –In – Progress.

2. During the period, the Company has given advance payment of Compensation for shifting for 18 months to various slum occupants for alternate rehabilitation. The same has been accounted on pro rata basis over period of 18 months.

3. Payments made for the SRA project are being shown as Work –In – Progress.



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**ROYAL NETRA CONSTRUCTIONS PVT LTD**

Notes forming part of the financial statements

**Note 14 Cash and Bank Balances**

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
<b>A) Cash and cash equivalents</b>		
(a) Cash on hand	19,605.00	8,401.00
(b) Balances with banks		
(i) In current accounts	9,76,920.31	22,88,123.25
(ii) In deposit accounts (Refer Note (i) below)	1,10,74,110.00	-
(c) Others : Liquid Fund : S B I Mutual Fund	-	2,30,16,324.06
<b>Total</b>	<b>1,20,70,635.31</b>	<b>2,53,12,848.31</b>
<b>B) Other Bank Balances</b>		
<b>Earmarked Deposit</b>		
- Balances held as margin money or security against borrowings, guarantees and other commitments (Refer Note 14.1 below)	88,00,000.00	88,00,000.00
<b>Total</b>	<b>88,00,000.00</b>	<b>88,00,000.00</b>
<b>Grand Total :</b>	<b>2,08,70,635.31</b>	<b>3,41,12,848.31</b>

**Notes: 14.1**

Balances with banks include deposits amounting to ₹1,10,74,110/- (As at 31 March, 2011 ₹ nil) and margin monies amounting to ₹ 88,00,000/- (As at 31 March, 2011 ₹ 88,00,000/-) which have an original maturity of more than 12 months.

**Note 15 Short-term loans and advances**

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Prepaid expenses - ( Bank Gurantee Charges, Insurance Charges, Hardship Compensation for Shifting ) Unsecured, considered good	2,03,08,029	1,45,73,944
(b) Other Advances		
MAT Credit - ( Financial Year : 2011 - 2012 )	1,44,906	-
<b>Total</b>	<b>2,04,52,935</b>	<b>1,45,73,944</b>

**Note 16 Other current assets**

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Accruals		
(i) Interest accrued on deposits	9,25,439	3,76,307
(b) Others		
(i) Advance Given	2,50,000	2,50,000
<b>Total</b>	<b>11,75,439</b>	<b>6,26,307</b>

**Note 17 Other income**

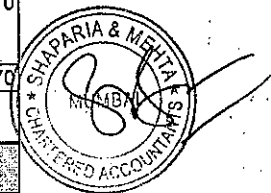
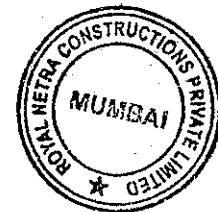
Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
a.) Interest income (Refer Note 17.1 below)	4,99,620	0
b.) Dividend Income: ( From Currnet Investments ) others	14,64,742	4,29,670
c.) Other non-operating income : Excess Provision of Expenses Written Back	4,570	0
<b>Total</b>	<b>19,68,932</b>	<b>4,29,670</b>

**Note 17.1**

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Interest income comprises:		
Interest from banks on:		
deposits	2,77,702.00	-
Interest on loans and advances	2,21,918.00	-
<b>Total - Interest income</b>	<b>4,99,620.00</b>	<b>-</b>

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ROYAL NETRA CONSTRUCTIONS PVT LTD

Notes forming part of the financial statements

Note : 18 Land And Development Cost

Particulars	For the year ended	For the year ended
	31 March, 2012	31 March, 2011
	₹	₹
Land Cost	40,76,440	3,77,09,615
Development Rights	-	7,30,00,000
Land Premium	-	56,64,995
Total :	40,76,440	11,63,74,610

Note : 18.1

Particulars	For the year ended	For the year ended
	31 March, 2012	31 March, 2011
	₹	₹
Land And Development Rights Transferd to Work - In - Progress	40,76,440	11,63,74,610

Note 19 Cost of materials consumed

Particulars	For the year ended	For the year ended
	₹	₹
Opening Stock	-	-
Add : Purchases	-	3,96,307
	-	3,96,307
Less : Closing Stock	-	-
Cost of material consumed	-	3,96,307

Note : 19.1

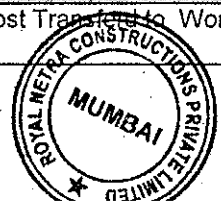
Particulars	For the year ended	For the year ended
	31 March, 2012	31 March, 2011
	₹	₹
Cost of Material Consumed Transferd to Work - In - Progress	-	3,96,307

Note 20 Employee benefits expense

Particulars	For the year ended	For the year ended
	31 March, 2012	31 March, 2011
	₹	₹
Employee Benefit Cost	54,15,889	50,45,697
	54,15,889	50,45,697

Note : 20.1

Particulars	For the year ended	For the year ended
	₹	₹
Employee Benefit Cost Transferd to Work - In - Progress	54,15,889	50,45,697



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**ROYAL NETRA CONSTRUCTIONS PVT LTD**

Notes forming part of the financial statements

**Note 21 Finance costs**

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
(a) Interest expense on:		
(i) Borrowings	4,99,79,371	2,72,08,780
(ii) Others		
- Interest on delayed / deferred payment of income tax	48,485	42,434
<b>Total</b>	<b>5,00,27,856</b>	<b>2,72,51,214</b>

**Note 21.1 Bifurcation of Finance costs**

PARTICULARS	For the year ended 31 March, 2012		For the year ended 31 March, 2011	
	Profit & Loss Account	Transferred to Work-in-Progress	Profit & Loss Account	Transferred to Work-in-Progress
(a) Interest expense on:				
(i) Borrowings	25,58,508	4,80,31,011	53,67,026	2,22,59,873
Less : Interest on Bank FDR		(6,10,148)		(4,18,119)
(ii) Others				
- Bank Gurantee Charges		48,485		34,934
- Interest on delayed / deferred payment of income tax	-	-	7,500	-
	25,58,508	4,74,69,348	53,74,526	2,18,76,688

**Note: 21.2**

Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss. 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 less interest earned on the temporary investment.

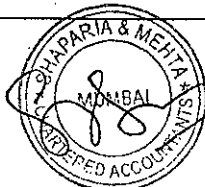
**Note 22 Other expenses**

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
Labour Job	-	1,30,107
Hardship Compensation for Shifting	1,87,87,500	1,31,29,000
Professional Fees ( Architect )	-	19,06,618
Conveyance Expenses	5,900	66,475
Diwali Expenses	14,58,000	16,38,188
Rates and taxes	14,000	8,300
Printing and stationery	11,000	5,910
Legal and professional	17,180	5,103
Payments to auditors (Refer Note 22.1 below)	50,000	49,083
Amortisation of share issue expenses and discount on shares	-	3,13,500
Miscellaneous expenses	37,788	3,16,479
	<b>2,03,81,368</b>	<b>1,75,68,763</b>

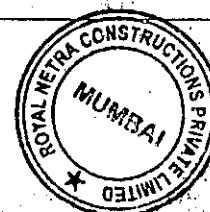
**Notes: 22.1 Bifurcation of payment to auditors**

Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - statutory audit	28,090	27,575
For taxation matters	13,483	13,236
For other services	8,427	8,272
	<b>50,000</b>	<b>49,083</b>

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ROYAL NETRA CONSTRUCTIONS PVT LTD

Notes forming part of the financial statements

Notes: 22.2 Bifurcation of Other Expenses

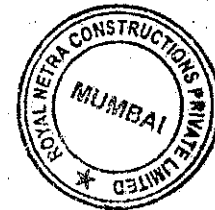
PARTICULARS	For the year ended 31 March 2012		For the year ended 31 March 2011	
	Profit & Loss Account	Transferred to Work In Progress	Profit & Loss Account	Transferred to Work In Progress
Labour Job	-	-	-	1,30,107
Hardship Compensation for Shifting	-	1,87,87,500	-	1,31,29,000
Professional Fees ( Architect )	-	-	-	19,06,618
Conveyance Expenses	-	5,900	-	66,475
Diwali Expenses	-	14,58,000	-	16,38,188
Rates and taxes	14,000	-	8,300	-
Printing and stationery	11,000	-	5,910	-
Legal and professional	17,180	-	5,103	-
Payments to auditors (Refer Note 22.1 above)	50,000	-	49,083	-
Amortisation of share issue expenses and discount on shares	-	-	3,13,500	-
Miscellaneous expenses	22,854	14,934	23,952	2,92,527
<b>Total</b>	<b>1,15,034</b>	<b>2,02,66,334</b>	<b>4,05,848</b>	<b>1,71,62,915</b>

Note 23. Exceptional Items

Particulars	For the year ended 31 March 2012	For the year ended 31 March 2011
Amalgamation Expenses	5,26,163	-
	5,26,163	-



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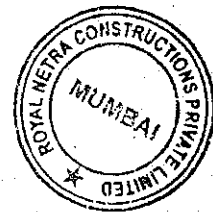
Notes forming part of the financial statements

Note 24 Disclosures under Accounting Standards (contd.)

Note	Particulars										
24.1	<p><b>Details of amalgamation</b></p> <p>In terms of the Scheme of Arrangement (the Scheme), A.G.Infraconstruction Private Limited, subsidiary of the Company (referred to as 'Transferor Companies'), has merged with the Company (Transferee Company), upon which the undertaking and the entire business, including all assets and liabilities, of the Transferor Companies stand transferred to and vested in the Transferee Company at their book value. The amalgamation has been done under the Pooling Interest Method. The Debit balance arising on the amalgamation has been debited to the Goodwill, as per the Order of the Honourable High Court of Mumbai dated 22nd March, 2012. The same shall be amortised over a period of 5 years beginning with the financial year 2011-2012. The amortised value of the Goodwill has been added to the cost of Work - In - Progress and A.G.Infraconstruction Private Limited was engaged in the construction and development of real estate. The Scheme of Arrangement by the Company has been approved by the Honourable High Court of Judicature at Mumbai with an appointed date of 1 April, 2011. an effective date of 19 April, 2012 ('the Effective Date'), being the date on which all the requirements</p>										
24.2	<p><b>Details of assets and liabilities acquired on amalgamation and treatment of the difference between the net assets acquired and cost of investment by the Transferee Company in the Transferor Companies:</b></p> <table border="1" style="width: 100%; margin-top: 20px;"> <thead> <tr> <th colspan="2" style="text-align: center;">Year-ended 31 March 2012</th> </tr> <tr> <th style="text-align: center;">₹</th> <th style="text-align: center;">₹</th> </tr> </thead> <tbody> <tr> <td style="vertical-align: top;">                     Value of assets and liabilities acquired:                      Fixed assets                      Reserve &amp; Surplus                      - P &amp; L a/c                      - Security Premium                      Net current assets                      Current Assets                      - Cash &amp; Bank Balance                      Current Liabilities                      - Expenses Payable                 </td> <td style="vertical-align: top; text-align: right;">                     1,43,22,356                      (1,35,00,000)                       27,07,274                       (29,630)                       35,00,000                 </td> </tr> <tr> <td style="vertical-align: top;">                     Less:                      Carrying value of investments in Transferor Companies                 </td> <td style="vertical-align: top; text-align: right;">                     32,28,67,573                       32,28,67,573                 </td> </tr> <tr> <td style="vertical-align: top;">                     Goodwill on Amalgamation                 </td> <td style="vertical-align: top; text-align: right;">                     (31,93,67,573)                 </td> </tr> </tbody> </table>	Year-ended 31 March 2012		₹	₹	Value of assets and liabilities acquired: Fixed assets Reserve & Surplus - P & L a/c - Security Premium Net current assets Current Assets - Cash & Bank Balance Current Liabilities - Expenses Payable	1,43,22,356 (1,35,00,000)  27,07,274  (29,630)  35,00,000	Less: Carrying value of investments in Transferor Companies	32,28,67,573  32,28,67,573	Goodwill on Amalgamation	(31,93,67,573)
Year-ended 31 March 2012											
₹	₹										
Value of assets and liabilities acquired: Fixed assets Reserve & Surplus - P & L a/c - Security Premium Net current assets Current Assets - Cash & Bank Balance Current Liabilities - Expenses Payable	1,43,22,356 (1,35,00,000)  27,07,274  (29,630)  35,00,000										
Less: Carrying value of investments in Transferor Companies	32,28,67,573  32,28,67,573										
Goodwill on Amalgamation	(31,93,67,573)										



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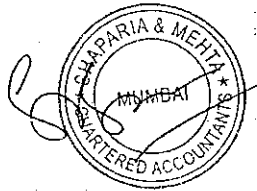
ROYAL NETRA CONSTRUCTIONS PVT LTD

Notes forming part of the financial statements

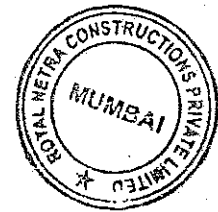
Note 25 Disclosures under Accounting Standards (contd.)

Note	Particulars	For the year ended	For the year ended
		31 March, 2012	31 March, 2011
		₹	₹
25	Details of borrowing costs capitalised Borrowing costs capitalised during the year - as inventory - Work - In - Progress		
		4,80,31,011	2,22,59,873
		4,80,31,011	2,22,59,873

Note	Particulars	For the year ended	For the year ended
		31 March, 2012	31 March, 2011
		₹	₹
26	Contingent liabilities and commitments (to the extent not provided for)		
(i)	Contingent liabilities	88,00,000	88,00,000
	Bank Guarantee issued upto 10/07/2012 in favor of Slum Rehabilitation Authority from Bank Of Baroda		



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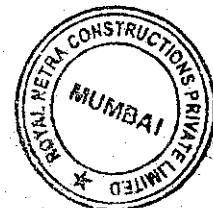


Note 27 Disclosures under Accounting Standards (contd.)

Note	Particulars		
27	Related party transactions		
27.1	Details of related parties:		
	Description of relationship	Names of related parties	
	Holding Company Key Management Personnel (KMP)	D B Realty Ltd Mr. Vijay Arora & Mr Preniel Nair	
	Note: Related parties have been identified by the Management.		
27.2	Details of related party transactions during the year ended 31 March, 2012 and balances outstanding as at 31 March, 2012:		₹
	PARTICULARS	Holding Company	Total
	Interest on Loan Taken	3,72,00,000	3,72,00,000
	Balances outstanding at the end of the year	(1,83,29,426)	(1,83,29,426)
	Loan Taken	31,00,00,000	31,00,00,000
		(31,00,00,000)	(31,00,00,000)
	Accrued Interest (net ) on Loan	5,40,30,134	5,40,30,134
		(1,83,16,595)	(1,83,16,595)
	Note: Figures in bracket relates to the previous year		



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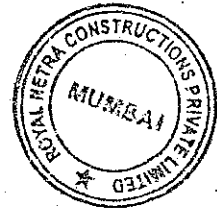
Royal Netra Constructions Pvt Ltd

Notes forming part of the financial statements

Note 28 Disclosures under Accounting Standards (contd.)

Note	Particulars	As at 31 March, 2012	As at 31 March, 2011
		₹	₹
28.1	<b>Deferred tax (liability) / asset</b>		
	<u>Tax effect of items constituting deferred tax liability</u>		
	On difference between book balance and tax balance of fixed assets	2,776	3,916
	Tax effect of items constituting deferred tax liability	2,776	3,916
	<u>Tax effect of items constituting deferred tax assets</u>		
	Unabsorbed depreciation carried forward ( Refer note : 28.2)	165	
	Preliminary Expenses	2,611	3,522
	Tax effect of items constituting deferred tax assets	2,776	3,522
	<b>Net deferred tax (liability) / asset</b>		394
28.2	The Company has recognised deferred tax asset on unabsorbed depreciation to the extent of the corresponding deferred tax liability on the difference between the book balance and the written down value of fixed assets under Income Tax. The Company has not recognised deferred tax asset on unabsorbed depreciation and brought forward business losses based on the Management's estimates of virtual certainty of future profits.		

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(Amount in Rupees)

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
Principal Amount outstanding to suppliers under MSMED Act, 2006 beyond the appointed date.	-	-
Interest accrued on the due to suppliers under MSMED Act on the above amount.	-	-
Payment made to suppliers (Other than interest) beyond the appointed date, during the year.	-	-
Interest paid to suppliers under MSMED Act (other than Section 16).	-	-
Interest paid to suppliers under MSMED Act (Section 16).	-	-
Interest due and payable to suppliers under MSMED Act for payments already made.	-	-
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED.	-	-

Note 30 Segment Reporting:

Keeping in view the object of the Company as that of developing and constructing the Project, it has only one reportable segment and hence separate disclosure requirements of AS-17 Segment Reporting are not applicable.

Note 31 Earnings Per Share:

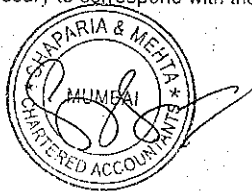
The Profit/ (Loss) considered in ascertaining the Company's Earnings Per Share comprises the net profit/ (loss) after tax. The number of shares used in computing Basic and Diluted Earnings Per share is the weighted average number of shares outstanding during the period

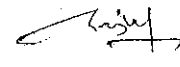
(Amount in Rupees)

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
Net Profit / (Loss) after tax as per Profit & Loss Account	(12,40,017)	(53,67,171)
Weighted Number of Shares outstanding during the year	1,50,000	1,50,000
Basic Diluted Earnings per Share	(8.27)	(35.78)
Diluted Earnings per Share	(8.27)	(35.78)
Face value per Equity Share	100	100

Note 32 Previous year's figures

The Revised Schedule VI has become effective from 1 April, 2011 for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.



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