

MAN CHANDAK DEVELOPERS PRIVATE LIMITED

ANNUAL REPORT

(FINANCIAL YEAR : 2010 – 11)

BOARD OF DIRECTORS

Parag K. Shah
Suketu R. Shah
Abhay Chandak
Aditya Chandak

AUDITORS

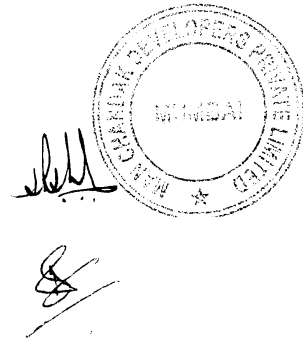
Mehta, Chokshi & Shah
Chartered Accountants, Mumbai.

BANKERS

Bank of Baroda
Oriental Bank of Commerce

REGISTERED OFFICE

12th Floor, Krushal Commercial Complex,
Above Shoppers' Stop, G. M. Road,
Chembur (West), Mumbai- 400 089



MAN CHANDAK DEVELOPERS PRIVATE LIMITED

12th FLOOR, KRUSHAL COMMERCIAL COMPLEX, G. M. ROAD, CHEMBUR (W), MUMBAI- 400 089

NOTICE

NOTICE IS HEREBY GIVEN THAT FIFTH ANNUAL GENERAL MEETING OF THE SHAREHOLDERS MAN CHANDAK DEVELOPERS PRIVATE LIMITED WILL BE HELD ON THURSDAY, 16TH JUNE, 2011 AT 10.00 A.M. AT THE REGISTERED OFFICE OF THE COMPANY AT 12TH FLOOR, KRUSHAL COMMERCIAL COMPLEX, G.M.ROAD, CHEMBUR(W), MUMBAI- 400 089 TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2011, Profit and Loss Account for the period ended on that date and the Reports of Directors and Auditors thereon.

SPECIAL BUSINESS:

2. To consider and if thought fit to pass with or without modification the following Resolution as an **ORDINARY RESOLUTION:**

“RESOLVED THAT subject to provisions of Section 224, 225 and other applicable provisions, if any, of the Companies Act, 1956, M/s **M. A. Parikh & Co., Chartered Accountants, Mumbai**, having Firm Registration no. 107556W, be and are hereby appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting in place of retiring Auditors M/s Mehta, Choksi & Shah, Chartered Accountants to examine and audit the accounts of the Company for the Financial Year 2011- 12, at such remuneration as may be deemed fit by the Board depending upon quantum of work.”

3. To consider and if thought fit to pass with or without modification the following Resolution as an **ORDINARY RESOLUTION:**

“RESOLVED THAT Mr. Abhay Chandak, who was appointed as an Additional Director of the company with effect from 18th March 2011 in accordance with the provisions of Section 260 of the Companies Act, 1956 and provisions of Articles of Association of the Company to hold office till conclusion of this Annual General Meeting, be and is hereby appointed as Director of the Company.”



MAN CHANDAK DEVELOPERS PRIVATE LIMITED

12th FLOOR, KRUSHAL COMMERCIAL COMPLEX, G. M. ROAD, CHEMBUR (W), MUMBAI- 400 089

4. To consider and if thought fit to pass with or without modification the following Resolution as an **ORDINARY RESOLUTION**:

“RESOLVED THAT Mr. Aditya Chandak, who was appointed as an Additional Director of the company with effect from 22nd March 2011 in accordance with the provisions of Section 260 of the Companies Act, 1956 and provisions of Articles of Association of the Company to hold office till conclusion of this Annual General Meeting, be and is hereby appointed as Director of the Company.”

5. To consider and if thought fit to pass with or without modification the following Resolution as an **ORDINARY RESOLUTION**:

“RESOLVED THAT Mr. Parag K. Shah, who was appointed as an Additional Director of the company with effect from 26th April 2011 in accordance with the provisions of Section 260 of the Companies Act, 1956 and provisions of Articles of Association of the Company to hold office till conclusion of this Annual General Meeting, be and is hereby appointed as Director of the Company.”

6. To consider and if thought fit to pass with or without modification the following Resolution as an **ORDINARY RESOLUTION**:

“RESOLVED THAT Mr. Suketu R. Shah, who was appointed as an Additional Director of the company with effect from 26th April 2011 in accordance with the provisions of Section 260 of the Companies Act, 1956 and provisions of Articles of Association of the Company to hold office till conclusion of this Annual General Meeting, be and is hereby appointed as Director of the Company.”

Place: Mumbai
Dated: 23.05.2011



Director

MAN CHANDAK DEVELOPERS PRIVATE LIMITED

12th FLOOR, KRUSHAL COMMERCIAL COMPLEX, G. M. ROAD, CHEMBUR (W), MUMBAI- 400 089

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.
3. The Explanatory Statement pursuant to Section 173 of the Companies Act, 1956, in respect of the above resolution is appended hereto.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT 1956

Item no. 2

The Statutory Auditors of the Company, M/s Mehta, Choksi & Shah, Chartered Accountants, Mumbai, will retire at the forthcoming AGM and has expressed their unwillingness in writing to be reappointed as statutory auditors of the Company at conclusion of ensuing Annual General Meeting. The Company has received special notice from Shareholder of the Company in terms of provisions of Companies Act, 1956 signifying the intention to propose the appointment of M/s M. A. Parikh & Co., Chartered Accountants as Statutory Auditors of the Company from conclusion of the ensuing Annual General Meeting till conclusion of next Annual General Meeting. M/s M.A. Parikh & Co., Chartered Accountants have also expressed their willingness to act as Auditors of the Company, if appointed, and have further confirmed that the said appointment would be in conformity with the provisions of Section 224 (1B) of Companies Act, 1956.

The appointment is to be approved by the shareholders of the Company.

None of the Directors are interested or concerned in the resolution. The Directors recommend the above resolution for your approval.

Item Nos. 3 and 4

Mr. Abhay Chandak and Mr. Aditya Chandak were appointed as the Additional Directors of the Company on 18.03.2011 and 22.03.2011 respectively. In accordance with the provisions of Section 260 of the Companies Act, 1956 read with the Articles of Association of the Company, the said additional directors would vacate their respective offices on the date of the ensuing



MAN CHANDAK DEVELOPERS PRIVATE LIMITED

12th FLOOR, KRUSHAL COMMERCIAL COMPLEX, G. M. ROAD, CHEMBUR (W), MUMBAI- 400 089

Annual General Meeting of the Company. The Company has received notices u/s 257 of the Companies Act, 1956 proposing the candidature of Mr. Abhay Chandak and Mr. Aditya Chandak for the office of director

None of the directors except Mr. Abhay Chandak and Mr. Aditya Chandak are concerned or interested in the resolution for their respective appointment. Your directors recommend the above resolutions for your approval.

Item Nos. 5 and 6

Mr. Parag K. Shah and Mr. Suketu R. Shah were appointed as the Additional Directors of the Company on 26.04.2011. In accordance with the provisions of Section 260 of the Companies Act, 1956 read with the Articles of Association of the Company, the said additional directors would vacate their respective offices on the date of the ensuing Annual General Meeting of the Company. The Company has received notices u/s 257 of the Companies Act, 1956 proposing the candidature of Mr. Parag K. Shah and Mr. Suketu R. Shah for the office of director.

None of the directors except Mr. Parag K. Shah and Mr. Suketu R. Shah are concerned or interested in the resolution for their respective appointment. Your directors recommend the above resolutions for your approval.

For and on behalf of the Board



A handwritten signature in black ink, appearing to be "S. K. Shah".

Director

Place: Mumbai

Dated: 23.05.2011

DIRECTORS' REPORT

The Members,
MAN CHANDAK DEVELOPERS PRIVATE LIMITED
Mumbai

Your Directors have pleasure in presenting the **Fifth Annual Report** on the operations of the Company together with the audited accounts for the period ended 31st March, 2011.

FINANCIAL RESULTS:

(Amount in Rs)



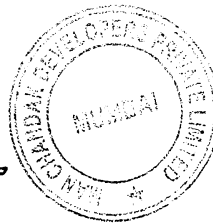
Particulars	31.03.2011	31.03.2010
Income		
Closing Work in Progress	170,663,569	-
Total Income	170,663,569	-
Expenditure	(171,279,214)	33,929
Profit/(Loss) before tax	(615,645)	(33,929)
Provision for tax	-	-
Deferred Tax	-	-
Profit/(Loss) after Tax	(615,645)	(33,929)
Balance b/f from earlier years	(65,943)	(32,014)
Balance carried to Balance Sheet	(681,588)	(65,943)

DIVIDEND:

In view of losses made by the Company, your Directors do not recommend any Dividend for the year ended on 31st March 2011.

FIXED DEPOSITS:

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

CHANGE OF NAME:

Pursuant to special resolution passed by the shareholders of the Company in an Extra-ordinary General Meeting held on 16.04.2011, the name of the Company was changed from DB Chandak Realtors Private Limited to MEC Realtors Private Limited w.e.f. 21.04.2011. Further due to organizational changes and pursuant to special resolution passed by the shareholders of the Company in an Extra-ordinary General Meeting held on 12.05.2011, the name of the Company was changed from MEC Realtors Private Limited to Man Chandak Developers Private Limited w.e.f. 13.05.2011;

SHIFTING OF REGISTERED OFFICE:

Pursuant to change in the management of the Company, the Registered Office of the Company was shifted to 12th Floor, Krushal Commercial Complex, G. M. Road, Chembur (W), Mumbai- 400089 w.e.f. 26.04.2011.

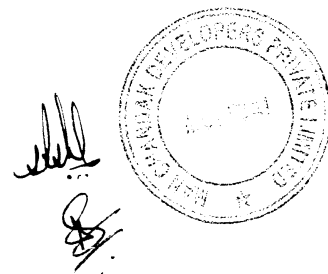
CHANGES TO SHARE CAPITAL:

Chandak Realtors Private Limited acquired 700 equity shares (70%) of the Company from DB Realty Limited on 31.03.2011 in addition to 300 Equity Shares (30%) held by Chandak Realtors Private Limited. Accordingly the Company became wholly owned Subsidiary of Chandak Realtors Private Limited. The Company has issued 1,750 Equity Shares to Man Realtors and Holdings Private Limited and Chandak Realtors Private Limited on 06.05.2011 and further 2250 Equity Shares to Man Realtors and Holdings Private Limited on 23.05.2011. Accordingly the Company has become subsidiary of Man Realtors and Holdings Private Limited u/s 4(1)(b) of the Companies Act, 1956 and subsidiary of Man Infraconstruction Limited u/s 4(1)(c) of the Companies Act, 1956.

DIRECTORS:

During the period under review, Mr. Abhay Chandak was appointed as an Additional Director w.e.f. 18.03.2011 and Mr. Aditya Chandak was appointed as an Additional Director on 22.03.2011. Mr. Asif Balwa resigned from the Board w.e.f. 24.03.2011.

Mr. Parag K. Shah and Mr. Suketu R. Shah were appointed as Additional Director w.e.f. 26.04.2011 and Mr. Rajiv Agarwal resigned from Board w.e.f. 06.05.2011.



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 alongwith 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.

AUDITORS:

The Statutory Auditors of the Company, M/s Mehta, Choksi & Shah, Chartered Accountants, shall retire at the forthcoming Annual General Meeting and they have expressed their unwillingness in writing to be re-appointed as statutory auditors of the Company at conclusion of the ensuing Annual General Meeting. The Company has received special notice from a Shareholder of the Company in terms of provisions of Companies Act, 1956 signifying the intention to propose the appointment of M/s M. A. Parikh & Co., Chartered Accountants as Statutory Auditors of the Company from conclusion of the ensuing Annual General Meeting till conclusion of next Annual General Meeting. M/s M. A. Parikh & Co., Chartered Accountants have also expressed their willingness to act as Auditors of the Company, if appointed, and have further confirmed that the said appointment would be in conformity with the provisions of Section 224 (1B) of Companies Act, 1956.

AUDITORS' REPORT:

The observations made by the Auditors in their Report read with the relevant notes as given in the Notes on Accounts for the year ended 31st March, 2011, are self explanatory and therefore do not call for any further comments under Section 217(3) of the Companies Act, 1956.



[Handwritten signatures and initials]

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.

ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE:

[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]

Wherever possible; your company took steps to conserve energy. Your Company did not acquire any technology during the financial year.

The Company has not carried on during the year under review any activities relating to exports and hence has not used/ earned any foreign exchange.

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

Place: Mumbai
Date: 23.05.2011


Director


Director



Mehta Chokshi & Shah

CHARTERED ACCOUNTANTS

AUDITORS REPORT TO THE MEMBERS OF MAN CHANDAK DEVELOPERS PRIVATE LIMITED (PREVIOUSLY KNOWN AS "MEC REALTORS PVT. LTD.")

1. We have audited the attached Balance Sheet of **MAN CHANDAK DEVELOPERS PRIVATE LIMITED** (the Company) as at March 31, 2011 and the Profit and Loss Account and the Cash Flow Statement of the Company 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 the 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 misstatement. 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, as amended, (the Order), issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 here-in-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 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 Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the Balance Sheet, the Profit and Loss Account and the 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;

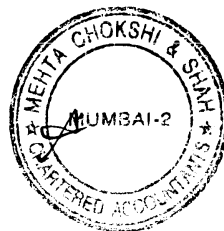


BOKADIA MANSION, 2ND FLOOR, 229, PRINCESS STREET, MUMBAI-400 002.
TEL. : 2205 7309 • 2208 8743 • 6633 4067 • Fax : 2205 5432 • Email : camcs@vsnl.com

A-101, "AADESHWAR" S. V. P. ROAD, (MANDPESHWAR ROAD), BORIVALI (W), MUMBAI - 400 092.
Tel. 2893 0501 • Telefax : 2893 0503

- (e) In respect of two of the directors, the Company has not received written representation regarding his disqualification as on March 31, 2011 from being appointed as a director in terms of clause (g) of the sub section (1) of the section 274 of the Companies Act, 1956. In respect of the balance directors, on the basis of written representations received from the them as on March 31, 2011 and taken on record by the Board of Directors, we report that none of the director is disqualified as on March 31, 2011 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, read with the significant accounting policies and notes thereon, give the information required by the Companies Act, 1956 in the manner so required and 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 affairs of the Company as at March 31, 2011;
- (ii) In the case of the Profit and Loss Account, of the Loss for the year ended on that date, and
- (iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

FOR MEHTA CHOKSHI & SHAH
CHARTERED ACCOUNTANTS
Firm Registration Number: 106201W



A.R. MEHTA
PARTNER
M.NO.: 46088

PLACE: MUMBAI
DATED: 23rd May, 2011

ANNEXURE TO THE AUDITORS' REPORT
(Referred to in our report of even date)

1. Fixed Assets

The Company does not have any Fixed Assets and therefore clause 4(i)(a), 4(i)(b) and 4(i)(c) of the order are not applicable.

2. Inventories

2.1 The Company is in the business of real estate development and up to the year-end the company has purchased land for the purposes of development. In the absence of any other inventory the question of physically verification by the management at reasonable intervals does not arise.

2.2 Clause 4(ii)(b) and 4(ii)(c) of the order are not applicable.

3. Loans

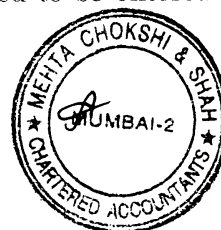
3.1 The Company has not granted any loans, secured or unsecured to Companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956.

3.2 The Company has taken interest bearing unsecured loans, repayable on demand, from its erstwhile Holding Company and current Holding Company, which are covered in the register maintained under section 301 of the Companies Act, 1956. The maximum balance outstanding at any time during the year is Rs. 17,20,55,086/- and the year-end balance of the said loans is Rs. 17,20,55,086/-.

3.3 In our opinion, the terms on which the loans have been taken are prima facie not prejudicial to the interest of the Company. We are informed that the amounts of loans were repaid by the Company as and when demanded and hence, the question of default in repayment thereof does not arise.

4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business. During the course of our audit, we have not observed any major weaknesses in internal controls and hence, the question of continuing failure on the part of the Company to correct major weaknesses in the internal control system does not arise.

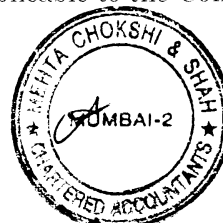
5. a. To the best of our knowledge and belief and according to the information and explanations given to us, the transactions that need to be entered into the



CHARTERED ACCOUNTANTS

register in pursuance of Section 301 of the Companies Act, 1956 have so been entered.

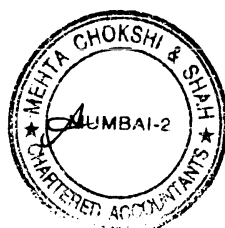
- b. According to the information and the explanations given to us, where such transactions, are in excess of Rs. 5 lacs in respect of each party, the transactions have been made at prices which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
6. The Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India and the provisions of section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed there under are not applicable.
7. The Company is not required to have an internal audit system.
8. The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 in respect of the activities carried on by the Company.
9. **Statutory Dues**
- 9.1 According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts in respect of undisputed statutory dues including Provident Fund, Income tax, Value Added Tax, Custom Duty and applicable other statutory dues have been regularly deposited with the appropriate authorities.
- 9.2 According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid statutory dues were in arrears as at March 31, 2011 for a period of more than six months from the date they became payable.
- 9.3 According to the information and explanations given to us, there are no disputed dues of Income – tax / Value Added tax / Wealth tax / Service tax / Customs duty / Excise duty / Cess and hence, the requirements of disclosure with respect to the amounts involved and the forums where the disputes are pending are not applicable.
10. The Company's accumulated loss exceeds fifty percent of the Net worth of the Company as at the year end. Further, the company has incurred cash losses in the current financial year as well as in the immediately preceding financial year.
11. According to the information and explanations given to us there are no borrowings from financial institutions/banks/debenture holders, hence the question of any defaults in repayment of the dues to them: does not arise.
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.
13. In our opinion and according to the information and explanations given to us, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore clause 4(xiii) of the order is not applicable to the Company.



CHARTERED ACCOUNTANTS

14. According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The Company has not availed of any term loan and therefore clause 4(xvi) of the said order is not applicable.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we are of the opinion that the funds raised on short - term basis have not been utilized for long term investment and vice versa.
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 Companies Act, 1956.
19. The Company has not issued any debentures and hence, the question of creation of security on the assets of the Company in respect thereof does not arise.
20. The Company, being a Private Limited Company, the question of raising monies by way of Public Issue does not arise.
21. According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion, no fraud on or by the Company has been noticed or reported during the year.

FOR MEHTA CHOKSHI & SHAH
CHARTERED ACCOUNTANTS.
Firm Registration Number: 106201W




A.R. MEHTA
PARTNER
M.NO.: 46088

PLACE: MUMBAI
DATED: 23rd May, 2011

MAN CHANDAK DEVELOPERS PVT. LTD.

(Formerly Known as : MEC Realtors Pvt Ltd)


BALANCE SHEET AS ON 31ST MARCH, 2011

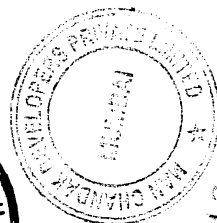
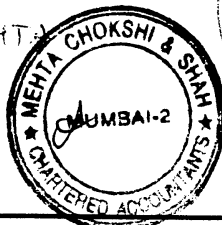
PARTICULARS	SCH.	31.03.2011	31.03.2010
SHAREHOLDERS FUNDS			
Share Capital	1	100,000	100,000
LOAN FUNDS			
Secured Loans		-	-
Unsecured Loans	2	172,055,086	11,250,000
TOTAL FUNDS EMPLOYED		172,155,086	11,350,000
APPLICATION OF FUNDS			
FIXED ASSETS			
		-	-
INVESTMENTS			
		-	-
DEFERRED TAX ASSET			
		-	-
CURRENT ASSETS, LOANS & ADVANCES			
Work-in-progress	3	170,663,569	-
Cash & Bank Balances		8,028,343	774,246
Loans and Advances & Deposits		180,000	10,500,000
		178,871,912	11,274,246
Less: CURRENT LIABILITIES & PROVISION			
Sundry Creditors	4	7,398,414	16,545
		7,398,414	16,545
NET CURRENT ASSETS		171,473,498	11,257,701
MISCELLANEOUS EXPENSES			
(To the extent not written off)			
Preliminary Expenses	5	-	26,356
Profit & Loss Account		681,588	65,943
TOTAL FUNDS APPLIED		172,155,086	11,350,000
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS			
	7		

AS PER OUR ATTACHED REPORT OF EVEN DATE

For MEHTA CHOKSHI & SHAH
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO : 106201W

For MAN CHANDAK DEVELOPERS
PRIVATE LIMITED


ABHAY R. MEHTA
PARTNER
M.NO: 46088




DIRECTOR


DIRECTOR

PLACE : MUMBAI
DATE : 23rd May, 2011


MAN CHANDAK DEVELOPERS PVT. LTD.
(Formerly Known as : MEC Realtors Pvt Ltd)

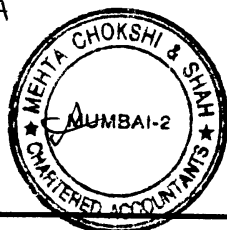
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	SCH.	31.03.2011	31.03.2010
<u>INCOME</u>			
Closing Work In Progress	3	170,663,569	-
		170,663,569	-
<u>EXPENDITURE</u>			
Opening Work In Progress	3	-	-
Add : Construction Cost Incurred During the period	3	170,663,569	-
Administrative Expenses	6	589,289	25,143
Preliminary Expenses written Off		26,356	8,786
		171,279,214	33,929
PROFIT / (Loss) BEFORE TAX		(615,645)	(33,929)
<u>Less: Provision for Tax</u>			
Current tax		-	-
Deferred Tax		-	-
PROFIT AFTER TAX		(615,645)	(33,929)
Balance brought forward from earlier years		(65,943)	(32,014)
Balance carried to the Balance Sheet		(681,588)	(65,943)
<u>Earning Per Share (EPS)</u>			
BASIC & DILUTED			
NUMBER OF SHARES USED IN COMPUTING EPS (of Rs.100/- each) (Refer Note no :6 of Schedule 7)		1,000	1,000
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS	7		

AS PER OUR ATTACHED REPORT OF EVEN DATE
For **MEHTA CHOKSHI & SHAH**
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO : 106201W

For **MAN CHANDAK DEVELOPERS**
PRIVATE LIMITED


ABHAY R. MEHTA
PARTNER
M.NO: 46088

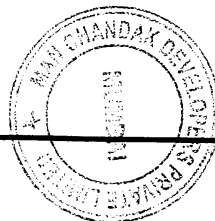



S.R.J.


DIRECTOR


A.C. DIRECTOR

PLACE : MUMBAI
DATE : 23rd May, 2011



MAN CHANDAK DEVELOPERS PVT. LTD.
(Formerly Known as : MEC Realtors Pvt Ltd)
CASH FLOW STATEMENT AS AT 31st MARCH, 2011.

PARTICULARS		AS AT 31ST MARCH, 2011	AS AT 31ST MARCH, 2010
A Cash Flow From Operating Activities:			
Profit / (Loss) Before Tax		(615,645)	(33,929)
Working Capital Adjustments			
Increase / (Decrease) in current liabilities		7,381,869	5,412
(Increase)/Decrease in Inventories		(170,663,569)	-
(Increase)/Decrease Loans & Advances		10,346,356	(7,816,214)
Cash From Operating Activities		(153,550,989)	(7,844,731)
Less: Taxes paid		-	-
Net Cash generated/(used) from Operating Activities	A	(153,550,989)	(7,844,731)
B Cash Flow From Investing Activities:			
Loan taken (Net)		160,805,086	8,550,000
Net Cash generated/(used) from Investing Activities	B	160,805,086	8,550,000
C Cash Flow From Financing Activities:			
Net Cash generated/(used) from Financing Activities	C	-	-
Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)		7,254,097	705,269
Cash and Cash Equivalents (Opening)		774,246	68,977
Cash and Cash Equivalents (Closing)		8,028,343	774,246
D Cash and cash Equivalents includes:			
Cash on hand		12,310	16,414
Bank Balances		8,016,033	757,832
		8,028,343	774,246

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

AS PER OUR ATTACHED REPORT OF EVEN DATE

FOR MEHTA CHOKSHI & SHAH
 CHARTERED ACCOUNTANTS

ASHAY R. MEHTA
 PARTNER
 MNO 45088
 PLACE : MUMBAI
 DATED : 23rd May, 2011



FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

[Signature]
 DIRECTOR

[Signature]
 DIRECTOR



MAN CHANDAK DEVELOPERS PVT. LTD.

(Formerly Known as : MEC Realtors Pvt Ltd)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

A. CASH FLOW FROM OPERATING ACTIVITIES

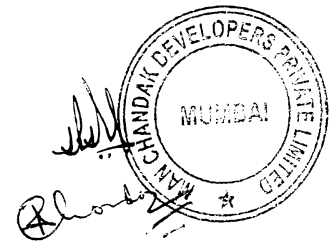
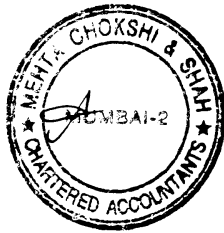
	F Y : 2010 - 2011		F Y : 2009 - 2010	
	(₹ in Lakhs)		(₹ in Lakhs)	
Profit/(Loss) before tax and extraordinary items		(6.16)		(0)
Adjustment for :				
Depreciation	-			
Dividend Income	-			
		-		
Adjustment for :		(6.16)		
Deposits, Advances And Work - In - Progress	(1,603.17)		(78)	
Current liabilities & Provisions	187.75		0	
Cash generated from operations		(1,415.42)		(78)
Taxes paid		(1,421.58)		(78)
Net cash from operating activities - (A)		(1,421.58)	-	(78)

B. CASH FLOW FROM INVESTING ACTIVITIES

Loan Received	1,494.12		-	
Loan Repaid	-			
Dividend received on Mutual Funds	-	1,494.12		
Net cash used in investing activities- (B)		1,494.12	-	-

C. CASH FLOW FROM FINANCING ACTIVITIES

Equity Capital Issued	-		86	
Borrowing (Net)	-			
Net cash from financing activities - (C)		-	-	85.50
	2		



: 2 :

D. NET INCREASE IN CASH AND CASH EQUIVALENT (A+B+C)	72.54	7.05
Opening cash and cash equivalent as at 31.03.2010 / 31.03.2009	7.74	0.69
Closing cash and cash equivalent as at 31.03.2011 / 31.03.2010	80.28	7.74
Increase in Cash Balance	72.54	7.05

NOTES:

- 1 The above statements have been prepared in indirect method except in case of interest, dividend and purchase of investments, which have been considered on the basis of actual movement of cash.
- 2 Cash and cash equivalent represents cash and bank balances, bank

3 Cash & Cash Equivalents as under	As at 31.03.11	As at 31.03.10
Cash on Hand	0.12	0.42
Balance In Current accounts with scheduled Banks	80.16	0.27
Balance In Deposit accounts with scheduled Banks	-	-
Investment in Mutual Funds	-	-
	80.28	0.69

AS PER OUR REPORT OF EVEN DATE

For MEHTA CHOKSHI & SHAH
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO : 106201W

For MAN CHANDAK DEVELOPERS
PRIVATE LIMITED

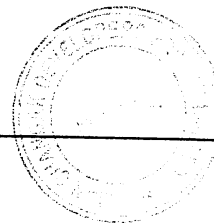
ABHAY R. MEHTA
PARTNER
M.NO: 46088



PLACE : MUMBAI
DATE : 23rd May, 2011

DIRECTOR

DIRECTOR



MAN CHANDAK DEVELOPERS PVT. LTD.
(Formerly Known as : MEC Realtors Pvt Ltd)

SCHEDULES FORMING PART OF THE BALANCE SHEET
AS AT 31st MARCH, 2011

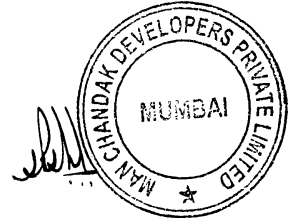
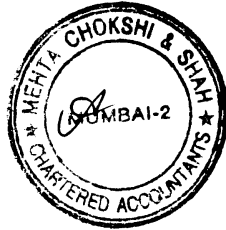
PARTICULARS	AS AT 31.03.2011	AS AT 31.03.2010
SCHEDULE 1: SHARE CAPITAL		
<u>Authorised Capital</u> 5,000 Equity shares of Rs 100/- each	500,000	500,000
<u>Issued, Subscribed and Paid up capital</u> (1,000 Equity shares of Rs 100/- each fully paid up) (Of the above 700 (Previous year 700) Equity shares are held by DB Realty Limited which was the holding company upto 30.03.2011, thereafter 1,000 Equity shares are held by Chadak Realtors Pvt. Ltd.)	100,000	100,000
	100,000	100,000
SCHEDULE 2: UNSECURED LOAN		
From Companies	172,055,086	11,250,000
	172,055,086	11,250,000
SCHEDULE 3		
CURRENT ASSETS, LOANS & ADVANCES		
<u>Inventories</u>		
Work - In - Progress (As valued and Certified by the management)	170,663,569	-
	170,663,569	-
<u>Cash & Bank Balances</u>		
Cash On Hand	12,310	16,414
Balance in Current Accounts with Scheduled Bank	8,016,033	757,832
	8,028,343	774,246
<u>Loans & Advances</u>		
Advances Recoverable in cash or kind	180,000	10,500,000
	180,000	10,500,000
SCHEDULE 4. CURRENT LIABILITIES & PROVISIONS		
<u>Sundry Creditors</u>		
Mehta Chokshi & Shah	16,545	16,545
DB Spancecon Pvt Ltd - E payment	4,951	-
Tax Deducted at source Payable	6,820,118	-
Interest on Delayed Payment of T D S	556,200	-
R O C Fees	600	-
	7,398,414	16,545
SCHEDULE 5: PRELIMINARY EXPENSES		
Opening Balance	26,356	35,142
Less: Written off during the year	26,356	8,786
Carried to the Balance sheet	-	26,356



MAN CHANDAK DEVELOPERS PVT. LTD.

SCHEDULES FORMING PART OF THE PROFIT & LOSS
ACCOUNT AS AT 31ST MARCH 2011

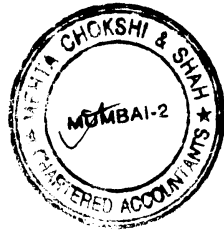
PARTICULARS	31.03.2011	31.03.2010
SCHEDULE 6: ADMINISTRATIVE EXPENSES		
Professional Fees	1,050	3,458
Audit Fees	15,000	16,545
Statutory & Legal Fees	1,900	4,900
General Expenses	600	240
Printing & Stationery Exp	481	-
Bank Charges	4,037	-
Interest on Delayed Payment of T D S	563,776	-
R O C Fees	900	-
Service Tax Input Credit	1,545	-
	589,289	25,143



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MAN CHANDAK DEVELOPERS PVT. LTD.
 (Formerly Known as : MEC Realtors Pvt Ltd)
SCHEDULE 3: WORK - IN - PROGRESS

PARTICULARS	OPENING	ADDITION	CLOSING
<u>a.) Nahur</u>			
Land	-	150,000,000	150,000,000
Stamp Duty of Conveyance Deed	-	7,500,000	7,500,000
Interest Paid	-	12,442,730	12,442,730
Travelling Exp	-	87,596	87,596
Advertisement & Publicity	-	633,243	633,243
Total :(a)	-	170,663,569	170,663,569



MAN CHANDAK DEVELOPERS PRIVATE LIMITED
(FORMERLY KNOWN AS: MEC REALTORS PVT LTD)

Schedule – 7

I. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

A. NATURE OF OPERATIONS & BACK GROUND

The Company is mainly engaged in business of construction and development of residential and commercial property. In furtherance thereof the company has purchased land at Nahur, Mumbai for the purposes of development

B. Basis of preparation of financial statements

The accompanying financial statements have been prepared under the historical cost convention in accordance with generally accepted accounting principles and the accounting standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956.

C. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the year in which the results are known / materialize.

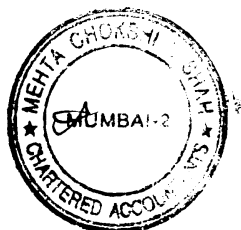
D. Inventory

Inventory comprises of Work in progress and is valued at lower of cost or net realisable value.

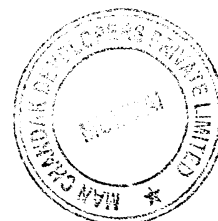
E. Revenue Recognition

Revenue from sale of incomplete properties is recognized on the basis of '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 35% of the total estimated construction cost of the project.

Revenue from contractual projects undertaken is recognized on the basis of the certification issued by the management or stage of completion of the contract work as certified by competent technical personnel.



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F. Contingent liabilities

The Company recognizes a provision when there is a present obligation as a result of past event on which it is probable that there will be outflow of resources to settle the obligation in respect of which reliable estimates can be made.

Contingent Liabilities are disclosed by way of notes to Financial Statements after careful evaluation by the management of the facts and legal aspects of the matter involved.

Contingent Assets are neither recognized nor disclosed.

II. NOTES FORMING PART OF ACCOUNTS:

1. Estimated amount of contract to be executed in Capital Account and not provided for (Net of Advances)
2. Payment to Auditors (including Service Tax)
 - a) For Audit Fees
 - b) For Others (such as Certification Work etc.)
 - c) For Reimbursement of Out of Pocket Expenses
 Total
3. Contingent Liabilities not provided for
4. The additional information pursuant to the provisions of paragraphs 4D of Part II of Schedule VI to the Companies Act, 1956 is not given as the same is not applicable.
5. In the absence of necessary information with the Company relating to the registration status of the supplier under the Micro, Small and medium Enterprises Development Act, 2006 the Information required under the said Act could not be complied and discussed.
6. Earning per share is calculated as follows:

	Rupees 31.03.2011	Rupees 31.03.2010
1.	Nil	Nil
2.		
a)	16,545	16,545
b)	Nil	Nil
c)	Nil	Nil
Total	16,545	16,545
3.	Nil	Nil

Net Profit/ (Loss) after tax (Rupees)

Weighted average number of Equity Shares Basic (Nos.)

Weighted average number of Equity Shares Dilutive (Nos.)

Basic Earnings per share (Rupees)

Diluted Earnings per share (Rupees)

Nominal value of equity share (Rupees)

	2010 – 2011	2009 – 2010
	(615,645)	(33,929)
	1,000	1,000
	1,000	1,000
	(615.65)	(33.93)
	(615.65)	(33.93)
	100.00	100.00



SRS
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7. RELATED PARTY DISCLOSURES

The Management has identified the following Companies, and individuals as related parties of the Company for the year ended 31st March, 2011 for the purposes of reporting as per AS 18 – Related Party Transactions:

<u>Name of Related Party</u>	<u>Relationship</u>
1. DB Realty Ltd.	Holding Company (Upto 30.03.2011)
2.Chandak Realtors Pvt Ltd	Holding Company (From 31.03.2011)

<u>Key Management Personnel</u>	<u>Designation</u>
1.Mr. Asif Balwa	Director(Up to 25-3-2011)
2.Mr. Rajiv Agarwal	Director
3. Mr. Abhay Chandak	Director w.e.f.18-3-2011
4. Mr. Aditya Chandak	Director w.e.f.22-3-2011

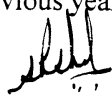

The above related parties were identified by the management and relied upon by the auditors.

The following transactions were carried out with related parties during the year.

Nature of Transaction	<i>(Amount in Rs.)</i>	
	<u>Transactions with DB Realty Limited</u>	<u>Transactions with Chandak Realtors Pvt. Ltd.</u>
<u>1. Loans accepted</u>		
Opening Balance	60,00,000	52,50,000
	(----)	(----)
Loans taken during the year	12,59,17,979	3,48,87,107
	(60,00,000)	(52,50,000)
Loans repaid during the year	----	----
	(----)	(----)
Closing Balance	131,917,979	4,01,37,107
	(60,00,000)	(52,50,000)
<u>2. Interest Paid</u>	93,79,278	30,63,452
	(----)	(---)

Figures in the brackets denote figures belonging to previous year.



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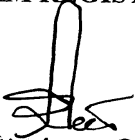
There was no transaction with the Key Management Personnel during the year.

8. Previous year's figures are regrouped, rearranged and reclassified wherever necessary

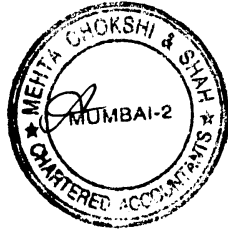
SIGNATURES TO SCHEDULE 1 TO 7

AS PER OUR REPORT OF EVEN DATE ATTACHED


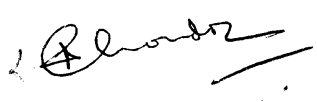
**For MEHTA CHOKSHI & SHAH
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO : 106201W**


ABHAY R. MEHTA

**PARTNER
M.NO: 46088
PLACE : MUMBAI
DATE : 23rd MAY 2011**



**FOR AND ON BEHALF OF
BOARD OF DIRECTORS**

 
S.P. K. K.

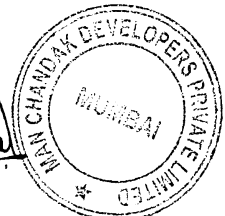
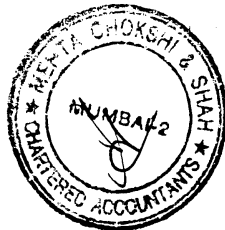
DIRECTOR DIRECTOR



MAN CHANDAK DEVELOPERS PVT. LTD.

**Balance Sheet Extract and Company 's General Business Profile
as per Schedule VI Part -(IV) of the Company Act 1956.**


I	Registration Details	
	Registration No.	U01119MH2007PTC166974
	State Code	11
	Balance Sheet Date	31st March,2011
II	Capital Raised During the Year (Amount In Thousand)	
	Public Issue	NIL
	Right Issue	NIL
	Bonus Issue	NIL
	Private Placement	NIL
III	Position of Mobilisation and Deployment of Funds (Rs Lakhs)	
	Total Liability	1,721.55
	Total Assset	1,721.55
	Source of Funds (Rs. In Lakhs)	
	Paid-up Capital	1.00
	Share Application	
	Reserve & Surplus	
	Secured Loans	-
	Unsecured Loan	1,720.55
	Application of Funds (Rs. In Lakhs)	
	Net Fixed Assets	-
	Investment	-
	Net Current Asset	1,714.73
	Net Deferred Tax Asset	-
	Miscellaneous Expenditure :	6.82
IV	Performance of the Company (Amount In Thousand)	
	Total Income	170,663.57
	Total Expenditure	(171,279.21)
	Profit/(Loss) before tax	(615.65)
	Profit/(Loss) after tax	(615.65)
	Earning per Share(RS.)	-
	Dividend Rate (%)	-



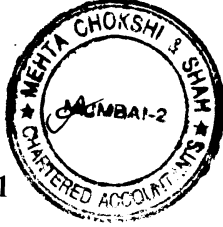
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V Generic names of three principal products/services of the Company
(as per monetary term)
Item code No.(ITC Code) N.A.
Product Description

For MEHTA CHOKSHI & SHAH
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO : 106201W


ASHAY R. MEHTA

PARTNER
M.NO: 46088
PLACE : MUMBAI
DATE : 23rd May, 2011



ON BEHALF OF THE BOARD


DIRECTOR


DIRECTOR

