

NINE PARADISE ERECTORS PRIVATE LIMITED

ANNUAL AUDITED ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH, 2015

MEHTA CHOKSHI & SHAH

Chartered Accountants

Maker Bhavan 3, 214, 2nd floor,

New Marine Lines, Mumbai 400 020

Tel. No. : 2205 7309 * 2208 8743 * 66334067

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DIRECTOR'S REPORT

Dear Member

Your Directors have pleasure in presenting the 7th Annual Report together with the Audited Statement of Accounts of the Company for the year ended on 31st March, 2015:

FINANCIAL RESULTS AND BUSINESS:

| Particulars | (Amount in Rs) | |
|---|--------------------------|--------------------------|
| | Year Ended 31-03-2015 | Year Ended 31-03-2014 |
| Total Income | - | - |
| Total Expenses | 77,402 | 87,142 |
| Profit/(Loss) before Extra Ordinary items | (77,402) | (87,142) |
| Prior Period Expenses | - | - |
| Profit/(Loss) before tax | (77,402) | (87,142) |
| Current Tax | - | - |
| Deferred tax | - | - |
| Profit/(Loss) for the year | (77,402) | (87,142) |

The Company is a wholly owned subsidiary of D B Realty Ltd, which is engaged in the business of construction and development of residential and commercial property. The Company has in the past entered into a Agreement of Assignment towards acquiring 55% share in a property situated at Rippon Road, Cross Land, Madanpura, Mumbai Central, Mumbai admeasuring 7015.94 sq. meters with a intention to develop and construct Residential buildings. The Company is currently under process of acquiring the consent from tenants.

TRANSFER TO RESERVES:

The Company has not transferred any amount to reserves

DIVIDEND

In the absence of any profits, your Directors do not recommend dividend for the year under review.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

DISCLOSURES UNDER SEC. 134(3)(I) OF THE COMPANIES ACT, 2013

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report



DISCLOSURE OF ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS:

During the year under review there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

RISK MANAGEMENT:

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence is very minimal.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given substantially in the notes to the Financial Statements

CONTRACTS / ARRANGEMENTS / TRANSACTIONS WITH RELATED PARTIES:

All the transactions/contracts/arrangements of the nature as specified in Section 188(1) of the Companies Act, 2013 entered by the Company during the year under review with related party (/ies) are in the ordinary course of business and on arms' length basis. Hence, Section 188(1) is not applicable and consequently no particulars in form AOC-2 have been furnished.

AUDIT REPORT AND OUR COMMENTS:

The provisions relating to submission of Secretarial Audit Report is not applicable to the Company. The Audit Report does not contain any qualification/ emphasis of matters. Further, notes to Financial Statements are self explanatory and does not require further clarifications/comments.

1. With regard to observation of Auditors as stated in para no. (vii)(a) about non deposit of Property Tax, you Directors have to state that the Company shall initiate the process of payment and your Directors are hopeful of clearing the said liability in due course of time.
2. With regard observations of Auditors as stated in para no. (viii) about accumulated losses at the end of the financial year which exceed fifty percent of its net worth and company incurred cash losses in the current and immediately preceding financial year, your directors have to state that in future the Company will be able to recover the accumulated losses once the project of the Company will be made available for development and the Company starts recognizing revenue thereafter.

ANNUAL RETURN:

The extracts of Annual Return in Form MGT-9 pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in Annexure-2 and is attached to this Report.

NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:

During the financial year 2014-15, the Board of Directors met 4 times, viz. 19-05-2014, 26-07-2014, 03-11-2014 and 23-01-2015. The gap between any two meetings has been less than one hundred and twenty days.

DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:—

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had 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 profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

PARTICULARS OF EMPLOYEES:

During the year under review, the Company was not having any employee drawing remuneration in excess of the limits prescribed under Section 197 (12) of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of the Managerial Personnel) Rules, 2014

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company does not have any Subsidiary, Joint venture or Associate Company.

DEPOSITS:

The Company has neither accepted nor renewed any deposits during the year under review

DIRECTORS:

During the year under review, Mr. Zahid Bangi and Mr. Suresh Atkur are continuing as Directors of the Company.

Mr. Zahid Bangi, Director retires by rotation and being eligible, offers himself for re-appointment subject to approval of Members in the ensuing Annual General Meeting. The Board recommends his re-appointment as Director of the Company.

DECLARATION OF INDEPENDENT DIRECTORS:

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company.

AUDITORS:

The Statutory Auditors of the Company M/s. Mehta Chokshi & Shah, Chartered Accountants, Mumbai (Reg. No. 106201W) retire at the ensuing Annual General Meeting of the Company and being eligible, offer themselves, for re-appointment. The Board recommends their re-appointment as the Auditors of the Company

AUDIT COMMITTEE AND VIGIL MECHANISM:

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

SHARES**a. BUY BACK OF SECURITIES:**

The Company has not bought back any of its securities during the year under review.

b. SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES

No Bonus Shares were issued during the year under review.

d. EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in respect of conservation of energy and technology absorption have not been furnished considering the nature of activities undertaken by the Company during the year under review.

There was no foreign exchange inflow or Outflow during the year under review.

ACKNOWLEDGEMENT:

Your Directors would like to express their appreciation for the support extended by the Bankers, Office Bearers of the Government Department, its Employees, Creditors and Suppliers.

By order of the Board of Directors,
For **Nine Paradise Erectors Private Limited**

Place : Mumbai
Date : 19.05.2015



Director



Director

ANNEXURE- 2 TO THE DIRECTORS' REPORT

**FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2015

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

| | | |
|----|--|---|
| 1. | CIN | U70102MH2008PTC187276 |
| 2. | Registration Date | 06-10-2008 |
| 3. | Name of the Company | Nine Paradise Erectors Private Limited |
| 4. | Category/Sub-category of the Company | Private Company / Limited by Share / Company having share capital |
| 5. | Address of the Registered office & contact details | DB House, Gen. A. K. Vaidya Marg, Goregaon (East), Mumbai – 400 063 |
| 6. | Whether listed company | No |
| 7. | Name, Address & contact details of the Registrar & Transfer Agent, if any. | NA |

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

| S. No. | Name and Description of main products / services | NIC Code of the Product/service | % to total turnover of the company |
|--------|--|---------------------------------|------------------------------------|
| 1 | Construction and Real Estate Development | 4100 | NA |

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

| S N No | Name and Address of the Company | CIN/GLN | Holding/Subsidiary/Associate | % of shares held | Applicable Section |
|--------|--|-----------------------|------------------------------|------------------|--------------------|
| 1 | D B Realty Limited DB House, Gen. A. K. Vaidya Marg, Goregaon (East), Mumbai - 400063 | L70200MH2007PLC166818 | Holding Company | 100 | 2(46) |

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)
Category-wise Share Holding

| Category of Shareholders | No. of Shares held at the beginning of the year[As on 31-March-2014] | | | | No. of Shares held at the end of the year[As on 31-March-2015] | | | | % Change during the year |
|---|--|--------------|--------------|-------------------|--|--------------|--------------|-------------------|--------------------------|
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| A. Promoters | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| a) Individual/HUF | - | - | - | - | - | - | - | - | - |
| b) Central Govt | - | - | - | - | - | - | - | - | - |
| c) State Govt(s) | - | - | - | - | - | - | - | - | - |
| d) Bodies Corp. | | 10000 | 10000 | 100 | - | 10000 | 10000 | 100 | - |
| e) Banks / FI | | | | | | | | | |
| f) Any other | - | - | - | - | - | - | - | - | - |
| Total shareholding of Promoter (A) | - | 10000 | 10000 | 100 | - | 10000 | 10000 | 100 | - |
| B. Public Shareholding | | | | | | | | | |
| 1. Institutions | - | - | - | - | - | - | - | - | - |
| a) Mutual Funds | - | - | - | - | - | - | - | - | - |
| b) Banks / FI | - | - | - | - | - | - | - | - | - |
| c) Central Govt | - | - | - | - | - | - | - | - | - |
| d) State Govt(s) | - | - | - | - | - | - | - | - | - |
| e) Venture Capital Funds | - | - | - | - | - | - | - | - | - |
| f) Insurance Companies | - | - | - | - | - | - | - | - | - |
| g) FIs | - | - | - | - | - | - | - | - | - |
| h) Foreign Venture Capital Funds | - | - | - | - | - | - | - | - | - |
| i) Others (specify) | - | - | - | - | - | - | - | - | - |

| | | | | | | | | | |
|--|---|--------------|--------------|------------|---|--------------|--------------|------------|---|
| Sub-total (B)(1):- | - | - | - | - | - | - | - | - | - |
| 2. Non-Institutions | | | | | | | | | |
| a) Bodies Corp. | - | - | - | - | - | - | - | - | - |
| i) Indian | - | - | - | - | - | - | - | - | - |
| ii) Overseas | - | - | - | - | - | - | - | - | - |
| b) Individuals | - | - | - | - | - | - | - | - | - |
| i) Individual shareholders holding nominal share capital upto Rs. 1 lakh | - | - | - | - | - | - | - | - | - |
| ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh | - | - | - | - | - | - | - | - | - |
| c) Others (specify) | - | - | - | - | - | - | - | - | - |
| Non Resident Indians | - | - | - | - | - | - | - | - | - |
| Overseas Corporate Bodies | - | - | - | - | - | - | - | - | - |
| Foreign Nationals | - | - | - | - | - | - | - | - | - |
| Clearing Members | - | - | - | - | - | - | - | - | - |
| Trusts | - | - | - | - | - | - | - | - | - |
| Foreign Bodies – D R | - | - | - | - | - | - | - | - | - |
| Sub-total (B)(2):- | - | - | - | - | - | - | - | - | - |
| Total Public Shareholding (B)=(B)(1)+(B)(2) | - | - | - | - | - | - | - | - | - |
| C. Shares held by Custodian for GDRs & ADRs | - | - | - | - | - | - | - | - | - |
| Grand Total (A+B+C) | - | 10000 | 10000 | 100 | - | 10000 | 10000 | 100 | - |

B) Shareholding of Promoter-

| SN | Shareholder's Name | Shareholding at the beginning of the year | | | Shareholding at the end of the year | | | % change in shareholding during the year |
|----|--------------------|---|----------------------------------|--|-------------------------------------|----------------------------------|--|--|
| | | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | |
| 1 | D B Realty Ltd | 10000 | 100 | -- | 10000 | 100 | -- | -- |

C) Change in Promoters' Shareholding (please specify, if there is no change)

| SN | Particulars | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|----|---|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| | At the beginning of the year | 10000 | 100 | 10000 | 100 |
| | Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.): | - | - | - | - |
| | At the end of the year | 10000 | 100 | 10000 | 100 |

D) Shareholding Pattern of top ten Shareholders:
(Other than Directors, Promoters and Holders of GDRs and ADRs):

| SN | For Each of the Top 10 Shareholders | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|----|--|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| | At the beginning of the year | - | - | - | - |
| | Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc): | - | - | - | - |
| | At the end of the year | - | - | - | - |

E) Shareholding of Directors and Key Managerial Personnel:

| SN | Shareholding of each Directors and each Key Managerial Personnel | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|----|---|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| | At the beginning of the year | - | - | - | - |
| | Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.): | - | - | - | - |
| | At the end of the year | - | - | - | - |

V) **INDEBTEDNESS** -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

| | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|--|-------------------------------------|--------------------|----------|-----------------------|
| Indebtedness at the beginning of the financial year | | | | |
| i) Principal Amount | - | 305340688 | - | 305340688 |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i+ii+iii) | - | 305340688 | - | 305340688 |
| Change in Indebtedness during the financial year | | | | |
| * Addition | - | 580000 | - | 580000 |
| * Reduction | - | 47570000 | - | 47570000 |
| Net Change | - | 46990000 | - | 46990000 |
| Indebtedness at the end of the financial year | - | 258350688 | - | 258350688 |
| i) Principal Amount | - | - | - | - |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i+ii+iii) | - | 258350688 | - | 258350688 |

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PRSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

| SN. | Particulars of Remuneration | Name of MD/WTD/ Manager | | | | Total Amount |
|-----|---|-------------------------|---|---|---|--------------|
| 1 | Gross salary | - | - | - | - | - |
| | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | - | - | - | - | - |
| | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | - | - | - | - | - |
| | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961 | - | - | - | - | - |
| 2 | Stock Option | - | - | - | - | - |
| 3 | Sweat Equity | - | - | - | - | - |
| 4 | Commission - as % of profit - others, specify... | - | - | - | - | - |
| 5 | Others, please specify | - | - | - | - | - |
| | Total (A) | - | - | - | - | - |
| | Ceiling as per the Act | - | - | - | - | - |

B. Remuneration to other directors

| SN. | Particulars of Remuneration | Name of Directors | | | | Total Amount |
|-----|--|-------------------|---|---|---|--------------|
| | | | | | | |
| 1 | Independent Directors | - | - | - | - | - |
| | Fee for attending board committee meetings | - | - | - | - | - |
| | Commission | - | - | - | - | - |
| | Others, please specify | - | - | - | - | - |
| | Total (1) | - | - | - | - | - |
| 2 | Other Non-Executive Directors | - | - | - | - | - |
| | Fee for attending board committee meetings | - | - | - | - | - |
| | Commission | - | - | - | - | - |
| | Others, please specify | - | - | - | - | - |
| | Total (2) | - | - | - | - | - |
| | Total (B)=(1+2) | - | - | - | - | - |
| | Total Managerial Remuneration | - | - | - | - | - |
| | Overall Ceiling as per the Act | - | - | - | - | - |

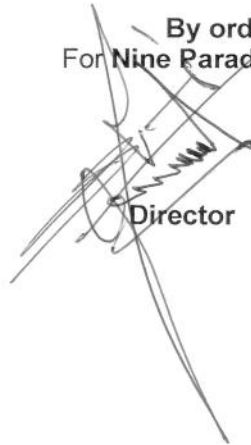
C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

| SN | Particulars of Remuneration | Key Managerial Personnel | | | |
|----|---|--------------------------|----|-----|-------|
| | | CEO | CS | CFO | Total |
| 1 | Gross salary | - | - | - | - |
| | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | - | - | - | - |
| | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | - | - | - | - |
| | (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961 | - | - | - | - |
| 2 | Stock Option | - | - | - | - |
| 3 | Sweat Equity | - | - | - | - |
| 4 | Commission | - | - | - | - |
| | - as % of profit | - | - | - | - |
| | others, specify... | - | - | - | - |
| 5 | Others, please specify | - | - | - | - |
| | Total | - | - | - | - |

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

| Type | Section of the Companies Act | Brief Description | Details of Penalty / Punishment/ Compounding fees imposed | Authority [RD / NCLT/ COURT] | Appeal made, if any (give Details) |
|-------------------------------------|------------------------------|-------------------|---|------------------------------|------------------------------------|
| A. COMPANY | | | | | |
| Penalty | - | - | - | - | - |
| Punishment | - | - | - | - | - |
| Compounding | - | - | - | - | - |
| B. DIRECTORS | | | | | |
| Penalty | - | - | - | - | - |
| Punishment | - | - | - | - | - |
| Compounding | - | - | - | - | - |
| C. OTHER OFFICERS IN DEFAULT | | | | | |
| Penalty | - | - | - | - | - |
| Punishment | - | - | - | - | - |
| Compounding | - | - | - | - | - |

By order of the Board of Directors,
For **Nine Paradise Erectors Private Limited**



Director



Director

Place : Mumbai
Date : 19.05.2015

Mehta Chokshi & Shah
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

**To the Members of,
NINE PARADISE ERECTORS PRIVATE LIMITED**

1 Report on the Financial Statements

We have audited the accompanying financial statements of NINE PARADISE ERECTORS PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

2 Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3 Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



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A-101, "AADESHWAR" S.V.P. ROAD, (MANDPESHWAR ROAD), BORIVALI (W), MUMBAI - 400 092.
Tel. 2893 0502 • Telefax : 2893 05 03 • Email : abhaymehta@camcs.in

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

4 Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its loss and its cash flows for the year ended on that date.

5 Report on Other Legal and Regulatory Requirements

I. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

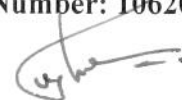
II. As required by Section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



- i. The pending litigations would not materially impact its financial position and therefore no disclosures are made for such pending litigations in its Financial Statements
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
- iii There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Mehta Chokshi & Shah
Chartered Accountants
Firm Registration Number: 106201W



Chetan M Shah
Partner
M. No.: 047178

Place: Mumbai
Date: 19th May, 2015



CHARTERED ACCOUNTANTS **Annexure to the Independent Auditors' Report**
[Referred to in paragraph 5 (I) of our report of even date]

- (i) The Company does not have any Fixed Assets and therefore paragraph 3 (i) of the order is not applicable.
- (ii) (a) The Company is in the business of real estate development and up to the year-end the company has incurred certain expenditure towards the project under development. As explained to us, site visit was carried out during the year by the management at reasonable intervals. In our opinion frequency of verification is reasonable.
- (b) In our opinion and according to information and explanation given to us, keeping in view the nature of inventory, the procedures of physical verification by way of site visits by the management are reasonable and adequate in relation to size of the company and nature of its business.
- (c) On the basis of information and explanation provided to us and based on our audit procedure, the inventory records have been kept properly. As explained to us, no material discrepancies were noticed on physical verification of inventory/project site by the management.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act and therefore paragraph 3 (iii) of the order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the company does not have any fixed assets nor it has made any sales during the year, however, in respect to inventory, 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 continuing failure to correct major weaknesses in internal control system.
- (v) The Company has not accepted any deposits and consequently paragraph 3 (v) of the order is not applicable.
- (vi) The company does not qualify the prescribed criteria as specified in Companies (Cost Records and Audit) Rules, 2014, and therefore is not required to maintain the cost records as prescribed under Section 148 (1) of the Act. Hence paragraph 3 (vi) of the order is not applicable.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there have been a few instances of delay in respect of depositing undisputed statutory dues including Income Tax and other applicable statutory dues with the appropriate authorities. The arrears of outstanding property tax as at 31 March 2015 which was outstanding for more than six months from the date it became payable is Rs.43,92,012/-. The above property tax is outstanding for the period from April 2001. However, rest of the undisputed statutory dues have been regularly deposited by the company with the appropriate authorities.

Further as explained to us, the provisions for Provident Fund, Employees State Insurance, Sales Tax, Wealth Tax, Custom Duty, Excise Duty are not applicable to the Company during the year.



- (b) According to the information and explanations given to us, there are no disputed dues of Income – tax and other applicable statutory dues and hence paragraph 3 (vii) (b) of the Order is not applicable.
- (c) According to the information and explanations given to us, there is no amount required to be transferred to Investor Education and Protection Fund and hence paragraph 3 (vii) (c) of the Order is not applicable.
- (viii) The Company's accumulated losses exceed fifty percent of the net worth of the company as at year end. Further, the company has incurred cash losses in the current financial year as well as in the immediately preceding financial year.
- (ix) According to the information and explanations given to us there are no borrowings from financial institutions/banks/debenture holders and therefore paragraph 3 (ix) of the Order is not applicable.
- (x) 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. Therefore, the paragraph 3 (x) of the Order is not applicable.
- (xi) The Company has not availed of any term loan and therefore paragraph 3 (xi) of the order is not applicable.
- (xii) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that 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


Chetan M Shah
Partner
M. No.: 047178



Place: Mumbai
Date: 19th May, 2015

Nine Paradise Erectors Private Limited

Balance Sheet as at 31st March, 2015

(Amount in Rs.)

| Particulars | Note No. | As at 31st March, 2015 | As at 31st March, 2014 |
|-------------------------------|----------|------------------------|------------------------|
| Equity and Liabilities | | | |
| Shareholders' funds | | | |
| Share Capital | 3 | 100,000 | 100,000 |
| Reserve and Surplus | 4 | (663,741) | (586,339) |
| Current liabilities | | | |
| Short-term borrowings | 5 | 258,350,688 | 305,340,688 |
| Trade payables | 6 | 942,269 | 572,112 |
| Other Current Liabilities | 7 | 13,314,355 | 8,782,197 |
| Total | | 272,043,571 | 314,208,658 |
| Assets | | | |
| Non-current assets | | | |
| Non-current investment | 8 | 700 | 700 |
| Current assets | | | |
| Inventories | 9 | 225,863,555 | 220,435,844 |
| Cash and cash equivalents | 10 | 12,104 | 62,430 |
| Short-term loans and advances | 11 | 46,167,212 | 93,709,684 |
| Total | | 272,043,571 | 314,208,658 |

Significant accounting policies and notes on
Financial statements 1 to 28
As per our attached report of even date

For Mehta Chokshi & Shah
Chartered Accountants
Firm Registration No. 106201W

Name : C M Shah
Partner
Membership No. : 47178

Place : Mumbai
Date : 19.05.2015



For and on Behalf of the Board

(Suresh Atkur)
Director

(Zaid Bangi)
Director

Place : Mumbai
Date : 19.05.2015

Nine Paradise Erectors Private Limited

Statement of Profit and Loss for the Year ended 31st March, 2015

(Amount in Rs.)

| Particulars | Note No. | For the Year Ended 31st March, 2015 | For the Year Ended 31st March, 2014 |
|--|----------|-------------------------------------|-------------------------------------|
| Income : | | | |
| Revenue from operations | | - | - |
| Other Income | | - | - |
| Total Income | | - | - |
| Expenditure : | | | |
| Project Expenses | 12 | 5,427,711 | 1,133,971 |
| (Increase)/Decrease In Inventories | 13 | (5,427,711) | (1,133,971) |
| Other expenses | 14 | 72,816 | 83,117 |
| Share of Loss from Limited Liability Partnership | | 4,586 | 4,025 |
| Total expenses | | 77,402 | 87,142 |
| Profit/(Loss) before Extra Ordinary items | | (77,402) | (87,142) |
| Prior Period Expenses | | - | - |
| Profit/(Loss) before tax | | (77,402) | (87,142) |
| Tax expense: | | | |
| (1) Current tax | | - | - |
| (2) Deferred tax | | - | - |
| Profit/ (Loss) for the year | | (77,402) | (87,142) |
| Earnings per share: (refer note no. 19) | | | |
| Basic and Diluted | | (7.74) | (8.71) |

Significant accounting polices and notes on
 Financial statements 1 to 28
 As per our attached report of even date

For Mehta Chokshi & Shah
 Chartered Accountants
 Firm Registration No. 106201W

Name : C M Shah
 Partner
 Membership No. : 47178

Place : Mumbai
 Date : 19.05.2015



For and on Behalf of the Board

(Suresh Atkur)
 Director

(Zahid Bangi)
 Director

Nine Paradise Erectors Private Limited

Cash Flow Statement for the year ended 31st March, 2015

(Amount in Rs.)

| Particulars | | For the year ended 31st March, 2015 | For the year ended 31st March, 2014 |
|--|----------|-------------------------------------|-------------------------------------|
| Cash Flow From Operating Activities: | | | |
| Profit / (Loss) Before Tax | | (77,402) | (87,142) |
| Adjustment | | | |
| Bad debts written off | | | - |
| Working Capital Adjustments | | | |
| Increase/(Decrease) in current liabilities | | 4,902,315 | 242,704 |
| Increase/(Decrease) in Inventories | | (5,427,711) | (1,133,971) |
| Cash from Operating Activities | | (602,798) | (978,409) |
| Less: Taxes paid | | | - |
| Net Cash generated/(used) from Operating Activities | A | (602,798) | (978,409) |
| Cash Flow From Investing Activities: | | | |
| Investment made | | | |
| Loan Granted | | 47,542,472 | (69) |
| Interest received | | | - |
| Net Cash generated/(used) from Investing Activities | B | 47,542,472 | (69) |
| Cash Flow From Financing Activities: | | | |
| Loan Accepted /Repaid | | (46,990,000) | 1,025,000 |
| Net Cash generated/(used) from Financing Activities | C | (46,990,000) | 1,025,000 |
| Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C) | | (50,326) | 46,522 |
| Add: Cash & Cash Equivalents (Opening) | | 62,430 | 15,908 |
| Cash & Cash Equivalents (Closing) | | 12,104 | 62,430 |
| Cash and cash Equivalents includes: | | | |
| Cash on hand | | 840 | 8,061 |
| Bank Balances | | 11,264 | 54,369 |
| | | 12,104 | 62,430 |

As per our attached report of even date

For Mehta Chokshi & Shah
Chartered Accountants
Firm Registration No. 106201W

Name : C M Shah
Partner
Membership No. : 47178

Place : Mumbai
Date : 19.05.2015



For and on Behalf of the Board

(Suresh Atkur)
Director

(Zahid Bangi)
Director

Place : Mumbai
Date : 19.05.2015

Nine Paradise Erectors Private Limited

Notes Forming Part of Financial Statements

1 Company Background

The Company has entered into a Agreement of Assignment dated 09.04.2010 towards acquiring 55% share in a property situated at Rippon Road, Cross Land, Madanpura, Mumbai Central, Mumbai admeasuring approximately 7015.94 sq. meters with a intention to develop and construct Residential buildings. The company is currently under process of acquiring the consent from tenants. In this regard, security charges and legal & professional fees incurred for the project have been included in Project Work in Progress.

2 Statement of Significant Accounting Policies

2.1 Basis of Preparation of Financial Statements

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified).

2.2 Accounting policies not specifically referred to otherwise are consistent with the generally accounting principles followed in India.

2.3 Use of Estimates :

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the year reported. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in accordance with the requirements of the respective accounting standard.

2.4 Inventories

Project Work in Progress represents expenditure incurred on project undertaken by the Company for development and construction of Residential complex, net of recoveries, if any.

2.5 Revenue Recognition :

The Institute of Chartered Accountants of India has issued Guidance Note on "Recognition of Revenue by Real Estate Developers" on 11th February, 2012. To follow the Guidance Note the company has revised its policies on Revenue Recognition as follows:

Revenue from construction and development of the Project shall be recognized on the basis of percentage of Completion method. The initial revenue shall be recognized after the work has progressed to the extent of 25% of the total construction cost excluding cost incurred in relation to acquisition of land and its development rights and at least 25% of the saleable project area is secured by contracts or agreements with buyers. Further, revenue shall be recognized out of the secured contracts / agreements only if 10% of the revenue as per the enforceable documents is realized and there is no uncertainty towards realization of balance amount.

2.6 Taxes on Income :

The deferred tax charge or credit and the corresponding tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that the assets can be realized in future. However, where there is unabsorbed depreciation or carried forward losses under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realized.

2.7 Provisions:

A provision is recognized when an enterprise has a present obligation as a result of past event; 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 are not discounted to its present value and are determined based on 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.

2.8 Contingent Liabilities:

Contingent liabilities are not provided for in this account, and if any the same is reflected in notes to account.

2.9 Investments :

- i Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. Current investments are carried in the financial statements at lower of cost or fair value determined on an individual investment basis. Long-term (Non Current) investments are carried at cost, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.



- ii As regards investments in partnership firms, the Company's share of Profit / Loss from investment in partnership firms is accounted for in respect of the year ended as on the balance sheet date, on the basis of the audited accounts of such partnership firms in accordance with Para 9.3 of Guidance Note to Revised Schedule VI issued by ICAI.
- iii As regards investments in LLPs, the Company's share of Profit / Loss from investment in LLPs is accounted for in respect of the year ended as on the balance sheet date, on the basis of the audited accounts of such LLPs in accordance with Para 9.4 of Guidance Note to Revised Schedule VI issued by ICAI.

2.10 Cash Flow Statement

Cash Flow are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

2.11 Earning Per Share

Basic earning per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events including a bonus issue, bonus element in right issue to existing shareholders, share split, and reverse share split. (consolidation of shares).

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of equity shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. The period during which, number of dilutive potential equity shares change frequently, weighted average number of shares are computed based on a mean date in the quarter, as impact is immaterial on earning per share.

2.12 Cash and Cash Equivalent

Cash and cash equivalent for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.



Nine Paradise Erectors Private Limited

Notes Forming Part of Financial Statements

3 Share Capital

3.1 Details of Authorized , Issued, Subscribed & Paid up Share Capital

| Particulars | As at March, 2015 | | As at March, 2014 | |
|---------------------------------|-------------------|---------------|-------------------|---------------|
| | Number | Amount in Rs. | Number | Amount in Rs. |
| Authorized | | | | |
| Equity Share | | | | |
| Equity Shares of Rs.10/- each | 10,000 | 100,000 | 10,000 | 100,000 |
| | 10,000 | 100,000 | 10,000 | 100,000 |
| Issued | | | | |
| Equity Share | | | | |
| Equity Shares of Rs.10/- each | 10,000 | 100,000 | 10,000 | 100,000 |
| | 10,000 | 100,000 | 10,000 | 100,000 |
| Subscribed & Paid up | | | | |
| Equity Share | | | | |
| Equity Shares of Rs.10/- each | 10,000 | 100,000 | 10,000 | 100,000 |
| | 10,000 | 100,000 | 10,000 | 100,000 |

share

3.2 Reconciliation of the outstanding number of shares

| Particulars | Equity Shares | | Equity Shares | |
|---|-------------------|---------------|-------------------|---------------|
| | As at March, 2015 | | As at March, 2014 | |
| | Number | Amount in Rs. | Number | Amount in Rs. |
| Shares outstanding at the beginning of the year | 10,000 | 100,000 | 10,000 | 100,000 |
| Add : Shares Issued during the year | - | - | - | - |
| Less : Shares bought back during the year | - | - | - | - |
| Shares outstanding at the end of the year | 10,000 | 100,000 | 10,000 | 100,000 |

3.3 Detail of number of share held by holding company

10,000 Equity Shares (Previous Year -10,000) are held by D B Realty Limited the holding company and its nominees.

3.4 The details of shareholders holding more than 5% shares

| Name of Shareholder | As at 31st March, 2015 | | As at March, 2014 | |
|-------------------------------------|------------------------|--------------|--------------------|--------------|
| | No. of Shares held | % of Holding | No. of Shares held | % of Holding |
| Equity Share | | | | |
| D B Realty Limited and its nominees | 10,000 | 100% | 10,000 | 100% |
| Total | 10,000 | 100% | 10,000 | 100% |



Nine Paradise Erectors Private Limited

Notes Forming Part of Financial Statements

4 Reserves & Surplus

| Particulars | As at 31st March, 2015 | As at 31st March, 2014 |
|--|---------------------------|---------------------------|
| | Amount in Rs. | Amount in Rs. |
| Surplus / (Deficit) in the Statement of Profit and Loss | | |
| Opening balance | (586,339) | (499,197) |
| Add : (Loss) for the year | (77,402) | (87,142) |
| Total | (663,741) | (586,339) |

5 Short Term Borrowings

| Particulars | As at 31st March, 2015 | As at 31st March, 2014 |
|---|---------------------------|---------------------------|
| | Amount in Rs. | Amount in Rs. |
| Unsecured Loan (Repayable on demand) | | |
| From Holding Company | 171,220,000 | 218,210,000 |
| From a Fellow Subsidiary | 87,130,688 | 87,130,688 |
| Total | 258,350,688 | 305,340,688 |

6 Trade Payables

| Particulars | As at 31st March, 2015 | As at 31st March, 2014 |
|--|---------------------------|---------------------------|
| | Amount in Rs. | Amount in Rs. |
| Micro Small and Medium Enterprises (Refer note no. 22) | - | - |
| Others | 942,269 | 572,112 |
| Total | 942,269 | 572,112 |

7 Other Current Liabilities

| Particulars | As at 31st March, 2015 | As at 31st March, 2014 |
|---|---------------------------|---------------------------|
| | Amount in Rs. | Amount in Rs. |
| Statutory Liability | 12,991 | 7,781 |
| Advance received against purchases of occupants rights (Tata Colony) (Refer note no.28) | 8,700,000 | 8,700,000 |
| Current Account with Limited Liability Partnership | 79,002 | 74,416 |
| Provision for Expenses | 4,522,362 | |
| Total | 13,314,355 | 8,782,197 |



Non-current investment

| Particulars | As at 31st March, 2015 | As at 31st March, 2014 |
|---|------------------------|------------------------|
| | Amount in Rs. | Amount in Rs. |
| (Trade , Unquoted , at Cost) | | |
| (a) In Limited Liability Partnership | | |
| DB Realty and Shreepati Infrastructure LLP (Towards 0.06% share in Profit/Loss)(Previous Year 0.06%) | 600 | 600 |
| (b) In Partnership Firm | | |
| M/s. Sneh Developers (Towards 1% share in Profit/Loss)(Previous Year 1%) | 100 | 100 |
| Total | 700 | 700 |

9 Inventories

| Particulars | As at 31st March, 2015 | As at 31st March, 2014 |
|---|------------------------|------------------------|
| | Amount in Rs. | Amount in Rs. |
| (As valued and certified by Management) | | |
| Opening Inventories | 220,435,844 | 219,301,873 |
| Add: Project expenses incurred during the year* | 5,427,711 | 1,133,971 |
| Total | 225,863,555 | 220,435,844 |

10 Cash And Cash Equivalents

| Particulars | As at 31st March, 2015 | As at 31st March, 2014 |
|---------------------|------------------------|------------------------|
| | Amount in Rs. | Amount in Rs. |
| Cash in hand | 840 | 8,061 |
| Balances with banks | 11,264 | 54,369 |
| Total | 12,104 | 62,430 |

11 Short-Term Loans And Advances

| Particulars | As at 31st March, 2015 | As at 31st March, 2014 |
|---|------------------------|------------------------|
| | Amount in Rs. | Amount in Rs. |
| (Unsecured and considered good) | | |
| Loans and advances to related parties | 37,430,000 | 85,000,069 |
| Advances recoverable in cash or in kind or for value to be received (Refer note no. 26) | 8,700,000 | 8,700,000 |
| Advance Tax and Tax deducted at sources | 37,212 | 9,615 |
| Total | 46,167,212 | 93,709,684 |



Notes Forming Part of Financial Statements

12 Project Related Expenses

| Particulars | For the Year Ended 31st March, 2015 | For the Year Ended 31st March, 2014 |
|---------------------------|--|--|
| | Amount in Rs. | Amount in Rs. |
| Legal & Professional fees | 16,854 | 297,754 |
| Security Charges | 888,495 | 836,217 |
| Property Tax | 4,522,362 | |
| Total | 5,427,711 | 1,133,971 |

13 (Increase)/Decrease In Inventories

| Particulars | For the Year Ended 31st March, 2015 | For the Year Ended 31st March, 2014 |
|---------------------------|--|--|
| | Amount in Rs. | Amount in Rs. |
| Opening Inventories | 220,435,844 | 219,301,873 |
| Less: Closing Inventories | 225,863,555 | 220,435,844 |
| Total | (5,427,711) | (1,133,971) |

14 Other Expenses

| Particulars | For the Year Ended 31st March, 2015 | For the Year Ended 31st March, 2014 |
|----------------------------|--|--|
| | Amount in Rs. | Amount in Rs. |
| Tour Travel and Conveyance | 35 | - |
| Payment to Auditors | 55,730 | 67,416 |
| Professional Fees | 3,850 | 5,966 |
| Miscellaneous Expenses | 13,132 | 9,735 |
| Sundry Balance Written Off | 69 | - |
| Total | 72,816 | 83,117 |



Nine Paradise Erectors Private Limited

Notes Forming Part of Financial Statements

- 15 The Company is a subsidiary of D B Realty Limited, which has become a "Public company" w.e.f. 23rd September 2009. Therefore, the Company has become a private company which is a subsidiary of a public company and accordingly, by virtue of provision of section 2(71) of the Companies Act, 2013, the Company is a deemed public company. The Company continues to use the word "Private Limited" as permitted by law.
- 16 In absence of any timing difference, no provision for deferred tax needs to be made. In view of loss no provision for current tax has been provided
- 17 The Company has entered into a Agreement of Assignment dated 09.04.2010 towards acquiring 55% share in a property situated at Rippon Road, Cross Land, Madanpura, Mumbai Central, Mumbai admeasuring approximately 7015.94 sq. meters with a intention to develop and construct Residential buildings. However the final rights of the property will get transferred only after the disposal of the suit pending before Bombay High Court. Considering the precedents in similar cases ,the company is hopeful of favourable ruling in its favour.
- 18 Keeping in view the parameters as per Guidance Note on "Recognition of Revenue by the Real Estate Developers" and AS2 "Valuation of Inventories" for valuing Project -Work-In -Progress (WIP) of Real Estate Developers, the expenses incurred in the nature of administrative overheads which did not contribute in bringing Project WIP to its present location & condition have been charged of to the profit & loss account for the year as period cost.
- 19 **Earnings Per Share**
As per AS-20 "Earning Per Share", the Company's EPS is as under

| Particulars | (Amount in Rs.) | |
|---|-------------------------------------|-------------------------------------|
| | For the Year Ended 31st March, 2015 | For the Year Ended 31st March, 2014 |
| Net Loss after tax as per Profit & Loss Account | (77,402) | (87,142) |
| Weighted average number of shares outstanding during the year | 10,000 | 10,000 |
| Basis and Diluted Earning Per Share | (7.74) | (8.71) |
| Face Value Per Equity Share | 10 | 10 |

20 **Breakup of Auditor's Remuneration**

| Particulars | (Amount in Rs.) | |
|---|-------------------------------------|-------------------------------------|
| | For the Year Ended 31st March, 2015 | For the Year Ended 31st March, 2014 |
| Audit Fees | 20,000 | 30,000 |
| Certification matters / Taxation (inclusive of service tax) | 35,730 | 37,416 |
| Total | 55,730 | 67,416 |

21 **Related Party Disclosures:**

As per Accounting Standard 18 (AS-18) 'Related Party Disclosure', the disclosure of transactions with the related parties as defined in AS-18 is given below:

A. **List of Related Parties**

| Name and Relationship of the Related Party | |
|---|---|
| DB Realty Limited | Holding Company |
| Dynamix Realty | Entities Jointly Controlled by Holding Company |
| D B Realty and Shreepati Infrastructure LLP (Current Account) | |
| D B Realty and Shreepati Infrastructure LLP (Fixed Capital Account) | |
| Gokuldharm Real estate Development Company Private Limited | |
| DB (BKC) Realtors Private Limited | Enterprises where individuals i.e. KMP and their relative have Significant Influence. |
| Mystical Constructions Private Limited | |
| Mr. Suresh Atkur | Key Management Personnel |
| Mr.Zahid Bangi | |



Nine Paradise Erectors Private Limited

Notes Forming Part of Financial Statements

- B. The above related parties are identified by the management and relied upon by the auditors. However there were no transactions with the Key Management
The details of transactions with the related parties are as under:

(Amount in Rs.)

| Sr. No. | Description | Holding Company | Fellow Subsidiary Companies | Enterprises owned or significantly influenced by Holding Company or Key Management Personnel or their relatives |
|---------|--|------------------------------|-----------------------------|---|
| (i) | Loan Accepted | | | |
| | Opening Balance | 218,210,000 (217,185,000) | 87,130,688 (87,130,688) | - (-) |
| | Loan Accepted during the period (including interest) | 580,000 (1,025,000) | - (-) | - (-) |
| | Repayment of Loan accepted (including interest) | 47,570,000 - | - (-) | - (-) |
| | Closing Balance | 171,220,000 (218,210,000) | 87,130,688 (87,130,688) | - (-) |
| (ii) | Advance Received towards purchase of Tenancy Rights | | | |
| | Opening Balance | - | - | 8,700,000 |
| | Advance received during the period (including interest) | (-) | (-) | (8,700,000) |
| | Repayment of Advance Received during the period (including interest) | - | (-) | (5,000) |
| | Closing Balance | (-) | (-) | (5,000) |
| | | - | - | 8,700,000 (8,700,000) |
| (ii) | Loans Granted | | | |
| | Opening Balance | - | - | 85,000,000 (85,000,000) |
| | Loans granted during the period (including interest) | (-) | (-) | - |
| | Loans repaid during the period (including interest) | - | - | (-) |
| | Closing Balance | (-) | (-) | 47,570,000 (-) |
| | | - | - | 37,430,000 (85,000,000) |
| (iii) | Share of Loss in LLP/Partnership Firms | - | - | 4,586 (4,025) |
| | | (-) | (-) | |

Figures in bracket represent previous year's figures



Nine Paradise Erectors Private Limited

Notes Forming Part of Financial Statements

22 Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006

(Amount in Rs.)

| Particulars | For the Year Ended 31st March, 2015 | For the Year Ended 31st March, 2014 |
|---|-------------------------------------|-------------------------------------|
| Principal Amount outstanding to suppliers under MSMED Act, 2006 beyond the appointed date | - | - |
| Interest accrued on the amount 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. | - | - |
| Total | - | - |

Note: The above information is compiled by the Company on the basis of the information made available by vendors and the same has been relied upon by the Auditors.

- 23 Trade Payables & Sundry balances in the financial statements are subject to confirmations.
- 24 As at year end, the entire net worth of the company has been eroded. However, the management is of the opinion that as & when the project revenue is recognized in future the company will be able to recover the accumulated losses and hence the accounts of the company has been prepared on going concern basis.
- 25 **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.
- 26 The Company on behalf of DB (BKC) Realtors Pvt. Ltd. has advanced Rs.87,00,000/- towards acquisition of occupancy rights of the occupants situated at Tata Colony, Bandra Kurla Complex, Mumbai. As per the Memorandum of Understanding entered into by the company with DB (BKC) Realtors Pvt. Ltd., the company has been appointed under a fiduciary capacity to acquire the said rights and to retransfer the same to DB (BKC) Realtors Pvt. Ltd. as and when so directed. In these accounts the amounts received from DB (BKC) Realtors Pvt. Ltd. has been shown as current liability and the amount so advanced has been classified as Advances. The necessary adjustment entries shall be passed in the year in which the occupancy rights are retransferred to DB (BKC) Realtors Pvt. Ltd. Further, as per the MOU liability for stamp duty on acquiring occupancy rights which is yet to be ascertained as also any other costs including capital gains tax liability, if any, is to be borne by DB (BKC) Realtors Pvt. Ltd.
- 27 The amount in the Balance Sheet and Statement of Profit and Loss Account are rounded off to nearest rupee.
- 28 Previous period figures have been regrouped and reclassified wherever necessary to make them comparable with current year figures.

Signatures to notes to financial statements 1 to 28

As per our attached report of even date

For. Mehta Chokshi & Shah
Chartered Accountants
Firm Registration no. 106201W
Name : C M Shah
Partner
Membership No. : 47178
Place : Mumbai
Date : 19.05.2015



For and on Behalf of the Board

(Suresh Atkur)
Director

(Zahid Bangi)
Director

Place : Mumbai
Date : 19.05.2015