

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2014

	Current Year ₹	Previous Year ₹		Current Year ₹	Previous Year ₹
4 Reserves & Surplus			6 Other Current Liabilities		
Deficit in the Statement of Profit and Loss.....			Interest Accrued but not due on Intercompany Deposits (from Holding Company repayable on demand)	51,825,298	51,825,298
Opening balance.....	(4,352,031)	(4,200,432)	Other liabilities	148,898	117,520
Add: Loss for the Current Year	(63,867)	(151,599)	Statutory remittances		
Closing Balance	<u>(4,415,898)</u>	<u>(4,352,031)</u>	Withholding Taxes	6,297	-
			Profession Taxes	600	800
5 Short Term Borrowings			Other	142,001	116,720
Intercompany deposits from Holding company repayable on demand	189,500,000	186,000,000		<u>51,974,196</u>	<u>51,942,818</u>
	<u>189,500,000</u>	<u>186,000,000</u>			
			7 Short Term Provisions		
			Compensated absences.....	211,432	203,214
			Provision for bonus.....	304,038	320,368
				<u>515,470</u>	<u>523,582</u>

8 Fixed Assets Amount in ₹

Description of Assets	Gross Block			Accumulated Depreciation			Net Block	
	As at April 1, 2013	Addition	Deduction during the year	As at March 31, 2014	As at April 1, 2013	For the year	As at March 31, 2014	As at March 31, 2013
Tangible Assets								
Computers	51,683	-	-	51,683	46,418	5,262	51,680	3
Furniture & Fixture	62,703	-	-	62,703	6,803	12,541	19,344	43,359
TOTAL	114,386	-	-	114,386	53,221	17,803	71,024	43,362
Previous Year	114,386	-	-	114,386	25,367	17,330	53,221	61,165

	Current Year ₹	Previous Year ₹		Current Year ₹	Previous Year ₹
9 Long Term Loans And Advances			13 Operating Expenses		
Income Tax Payment.....	1,298	1,298	Opening Work In Progress 01.04.2013.....	219,810,376	193,529,694
	<u>1,298</u>	<u>1,298</u>	Add : CONSUMPTION DURING 2013-14.....		
10 Inventories			Employee Remuneration.....	2,691,075	2,729,228
(at lower of cost and Net realisable value)			Staff Welfare	2,285	14,148
Work in progress.....	222,686,966	219,810,376	Interest On Intercompany Loan.....	-	23,317,362
(represents land and other related expenses)	<u>222,686,966</u>	<u>219,810,376</u>	Repairs & Maintenance Others.....	-	14,000
			Telephone Expenses - Mobile.....	28,245	26,093
11 Cash and Cash Equivalents			Telephone Expenses-Leased Lines/Internet/VSAT.....	-	4,382
Cash on hand	18,089	12,432	Travelling Expenses Domestic - Fare.....	53,882	55,840
Balances with Banks			Travelling Expenses Domestic - Lodging/Boarding.....	12,573	29,288
in current accounts.....	157,648	133,399	Conveyance.....	16,809	31,079
	<u>175,737</u>	<u>145,831</u>	Printing & Stationery	5,688	43,547
12 Short Term Loans and Advances (Unsecured, considered good)			Professional Fees.....	56,180	-
Advance for purchase of land.....	222,813,226	222,813,226	Liaisoning /Statutory Fees.....	-	1,750
Advance given to employees.....	-	10,000	Bank Charges - Others.....	353	2,808
TDS Receivable.....	580,706	-	News papers, Books & Periodicals	-	6,916
Claims recoverable	1,272,472	1,272,472	Gen & Misc Exp - Sundries/Others	9,500	4,241
	<u>224,666,404</u>	<u>224,095,698</u>	TOTAL CONSUMPTION IN FY 2013-14.....	2,876,590	26,280,682
			LESS : CLOSING WIP 28.02.2014	222,686,966	219,810,376
				-	-

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2014

	Current Year ₹	Previous Year ₹
14 Employee Benefit Expense		
Salaries, wages and bonus	2,691,075	2,729,228
Staff welfare.....	2,285	14,148
	<u>2,693,360</u>	<u>2,743,376</u>
Less: Allocated to Projects	(2,693,360)	(2,743,376)
	<u>-</u>	<u>-</u>
15 Finance Costs		
Interest on Inter Corporate deposits	-	23,317,362
Less: Allocated to Projects	-	(23,317,362)
	<u>-</u>	<u>-</u>
16 Other Expenses		
Legal and Professional Charges	14,606	19,849
Auditors' remuneration	-	-
Audit Fee.....	28,090	114,420
Other Expenses.....	3,368	-
Insurance Expenses- Other	674	-
Miscellaneous.....	2,694	-
	<u>46,064</u>	<u>134,269</u>

17 The particulars regarding dues to micro enterprises and small enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors. There are no dues to such parties.

18 Related Party Transactions

a List of Related Parties

Description of relationship	Names of related parties
Ultimate Holding Company	Mahindra & Mahindra Limited
Holding Company	Mahindra Lifespace Developers Limited

b Related Party Transactions

Note: Related parties have been identified by the Management.

Details of related party transactions during the year ended 31st March, 2014 and balances outstanding as at 31st March, 2014:

Particulars	Current Year ₹	Previous Year ₹
Mahindra Lifespace Developers Ltd.		
Inter Corporate Deposit taken	3,500,000	5,400,000
Interest on Inter Corporate Deposit.....	-	23,317,362
Outstanding Payables as at the year end	241,325,298	237,825,298

19 Earnings per share

Particulars	Current Year	Previous Year
Basic and Diluted:		
Net loss for the year (₹).....	(63,867)	(151,599)
Weighted average number of equity shares (Nos.)	21,000,000	21,000,000
Par value per share (₹)	10	10
Earnings per share (₹)	(0.00)	(0.01)

20 In line with AS 22, Accounting for Taxes on Income, on principles of prudence, the company has not recognized the net deferred tax asset arising due to unabsorbed losses.

21 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report attached hereto

For and on behalf of the Board of Directors

For **B.K.Khare & Co.**
Chartered Accountants

Arun Nanda Chairman

Padmini Khare Kaicker Partner
Sejal Shah Company Secretary

Anita Arjundas
Brij Mohan Kataria
Sangeeta Prasad } Directors

Place : Mumbai Place : Mumbai Place : Mumbai
Date : 17th April, 2014 Date : 17th April, 2014 Date : 17th April, 2014