

# A B D AND CO LLP

CHARTERED ACCOUNTANTS

**Head Office :**  
511, Highway Commercial Center,  
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Mumbai - 400063.  
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## TO WHOM SO EVER IT MAY CONCERN

We have examined books of account and relevant records of Mahindra Homes Private Limited (hereinafter referred to as 'the Company') having its registered office at 5<sup>th</sup> Floor, Mahindra Towers, Dr. G. M. Bhosale Marg, Worli, Mumbai 400 018 for the purpose of certifying cost incurred and other relevant details in respect of its real estate project 'Luminare Phase 2' situated at Gurgaon, Haryana.

Based on our examination of books of account and according to information and explanation give to us and representations made to us and read with the notes appended to this certificate in Annexure I, we certify that the total cost incurred of the said real estate project as on 30<sup>th</sup> June 2017 is Rs.15,925.92lakhs. Details of estimated cost, actual cost incurred and other relevant information is given in Annexure II.

We have conducted our examination in accordance with the Guidance Note on Audit Reports and Certificates for Special Purposes, issued by the Institute of Chartered Accountants of India.

This certificate is issued at the request of the Company for the purpose of registration of the said real estate project under Real Estate (Regulations and Development) Act, 2016 read with Haryana Real Estate (Regulations and Development) Rules, 2017.

For A B D AND CO LLP  
Chartered Accountants  
Firm Registration No.: W100145



Nitin Kr. Khandelwal  
Partner

Membership No. 99286  
New Delhi, 27<sup>th</sup> July 2017

**Branch Office :-**  
6/226, Didar Commercial Complex,  
DLF Industrial Area, Moti Nagar,  
NEW DELHI - 110015

**Branch Office :-**  
609, Sai Sampada, MR - 9  
Behind Lotus Showroom  
INDORE - 452001 (MP)

**Branch Office :-**  
319, Neo-Square,  
Near Amber Cinema, P N Marg,  
JAMNAGAR - 361001 (Gujarat)

**Notes forming an integral part of the Certificate dated 27<sup>th</sup> July 2017 on total cost incurred for Project 'Luminare Phase 2' as on 30<sup>th</sup> June 2017**

1. Details of estimated costs and actual cost, sales consideration & amount realised attached herewith as Annexure II pertains to real estate project 'Luminare Phase 2' together with amenities being offered to the customers. The project Luminare is being developed under collaboration agreement with IREO Private Limited (IREO) and their associates, who are owners of the land. The Company is responsible for construction and marketing management of the project. The Company and IREO are responsible for their respective area's construction of the building / amenities and are accounting such costs in their respective books of account.
2. The Company has implemented Enterprise Resource Package 'SAP' wherein project budgeting, monitoring and actual expenditure is captured with reference to a project under 'profit centre' with work breakdown structure (WBS) elements for different type of expenditure.  
  
We have relied upon the correctness and completeness of the working of this system in capturing the aforesaid data.
3. It is informed that the project 'Luminare' is being developed in phases wherein Tower C is one of the phases. Therefore, following costs (estimated and actual) are allocated on the basis of saleable area amongst the three phases, wherever applicable
  - Cost of land development rights, stamp duty, registration charges and incidental expenses
  - Common infrastructure and amenities costs
  - On-site Expenditure
  - Project Liasoning and consultants' fees
  - Payment of taxes, cess, fees etc. for statutory approvals
  - Interest Cost
  - Construction Management fees
4. In terms of Development Management Agreement, the Company is liable to pay development management fees (DM fees) to Development Manager on quarterly basis for construction and marketing management of the project.
5. Moneys borrowed at Corporate level and utilised for construction and development of the project & allocated to the said project is included in the interest cost and forms part of cost of construction and development.
6. Estimates of on-site expenditure, project liasoning and consultants' fees, payment of taxes, cess, fees etc. for statutory approvals, and interest payable on borrowings on construction funding as certified by the Management are relied upon.
7. We have relied upon carpet area and saleable area certified by the Management.
8. Further the above relevant information has been generally test checked and reconciled with the books of account.

