

ARVIND INFRASTRUCTURE LIMITED

ANNUAL ACCOUNTS

2013-2014

ARVIND INFRASTRUCTURE LIMITED

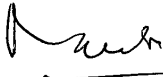
Notice

Notice is hereby given that the SIXTH Annual General Meeting of ARVIND INFRASTRUCTURE LIMITED will be held on Friday, 8th August, 2014 at 10.00 a.m. at the registered office of the Company at Arvind Premises, Naroda Road, Ahmedabad - 380 025 to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Statements of Accounts for the financial year ended on 31st March, 2014 and the Reports of the Directors and the Auditors thereon.
2. To appoint director in place of Mr. Jagdish Dalal (DIN : 00009785) who retires by rotation in terms of Article 149 of the Article of Association of the Company and being eligible, offers himself for reappointment.
3. To appoint Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and authorize the Board to fix their remuneration.

By order of the Board of Directors



✓ Prakash Makwana
Company Secretary

Date : 10th May, 2014

Registered Office:
Arvind Premises,
Naroda Road,
Ahmedabad – 380025
CIN: U45201GJ2008PLC055771



Notes:

1. A member entitled to attend and vote at the Annual General Meeting (the "Meeting") is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not to be a member of the Company. The instrument appointing the proxy, should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the meeting.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percentage of the total share capital of the Company carrying voting rights. A member holding more than ten percentage of the total share capital of the Company carrying voting rights may appoint a single Person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the members at the registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the Meeting.



ARVIND INFRASTRUCTURE LIMITED
Arvind Limited Premises, Naroda Road, Ahmedabad-380 025

DIRECTORS' REPORT

To,
The Members,
Arvind Infrastructure Limited,
Ahmedabad.

Your Directors are pleased to present their Sixth Annual Report with the Audited Accounts of the company for the year ended on 31st March, 2014.

1. Financial Results:

Particulars	₹ In lac	
	FY 13-14	FY 12-13
Profit Before Tax and Depreciation	1195.03	345.32
Less : Depreciation	27.68	24.37
Profit Before Tax	1167.35	320.95
Less : Provision for Taxation	238.87	(3.08)
Profit After Tax	928.47	324.03
Balance brought forward from previous year	603.03	278.99
Balance carried forward to Balance Sheet	1531.50	603.03

2. Operations:

During the year ended on March 31, 2014, the Company has earned revenue of ₹ 4360.43 lac as compared to ₹ 2597.29 lac for the year ended on March 31, 2013. Profit after Tax for FY 13-14 has seen appreciable growth and has been at ₹ 1167.35 lac as against ₹ 324.03 lac in FY 12-13.

3. Dividend:

In order to conserve the resources for the future development of the company, the Directors have decided to plough back the profits and not to declare dividend for the year under review.

4. Directors:

Mr. Kulin S. Lalbhai, the Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.

5. Deposits:

The company has not accepted any deposit from public during the year under review.

6. Subsidiary:

The Company is a wholly owned subsidiary of Arvind Limited and it has one wholly owned subsidiary namely Arvind Hebbal Homes Private Limited.

7. Directors Responsibility Statement:

Pursuant to the requirements under section 217(2AA) of the Companies Act, 1956, the Board of Directors of the company confirms:

- (i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) that the directors have 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 profit or loss of the Company for that period.
- (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) that the statements of accounts for the year ended on 31st March, 2014 have been prepared on a going concern basis;

8. Particulars of employees:

In terms of provisions of section 217(2A) of the Companies Act, 1956 read with companies (Particulars of Employees) Rules, 1975, as amended, the names and other particulars of the employees are set out in the annexure to the Directors' Report. Having regard to the provisions of section 219 (1) (b) (iv) of the said Act, the Annual Report excluding the aforesaid information is being sent to the member of the company and others entitled thereto. Any member interested in obtaining such information and particulars may write to the company at its registered office.

9. Conservation of energy, technology absorption and foreign exchange earnings and outgo:

Information in accordance with the provisions of section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the Report of Board of Directors) Rule, 1988 regarding conservation of energy and Technology absorption are not given as the Company has not undertaken any manufacturing activity.

There were no foreign Exchange Earnings during the period under review and incurred expenditure of ₹ 55,85,652/- towards payment of Architect's fee.

10. Auditors:

Auditor of the Company M/s G. K. Choksi & Co., Chartered Accountants, Ahmedabad retires and offers themselves for reappointment. It is proposed that M/s G. K. Choksi & Co., Chartered Accountants be reappointed as auditor of the Company. You are requested to appoint Auditor and to fix their remuneration.

11. ACKNOWLEDGEMENTS :

Your Directors wish to convey their deep sense of gratitude to all associated with it for the support extended by them and also look forward to their continued co-operation in future.

BY ORDER OF THE BOARD


Hiren Rao
Director


Jagdish Dalal
Director

Place: Ahmedabad
Date: 10th May, 2014

G. K. Choksi & Co.

Chartered Accountants

'Madhuban', Nr. Madalpur Underbridge, Ellisbridge, Ahmedabad - 380 006.
Dial : 91 - 79 - 30012009, 9925174555-56 Fax : 91 - 79 - 26569929 E-mail : info@gkcco.com

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
ARVIND INFRASTRUCTURE LIMITED
Ahmedabad.

Report on the Financial Statements

We have audited the accompanying financial statements of **Arvind Infrastructure Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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.

An audit involves performing procedures to obtain audit evidence about the amounts and 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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.

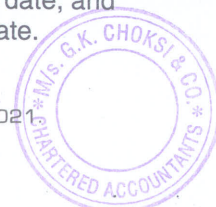
- in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

708-709, Raheja Chambers, Free Press Journal Road, Nariman Point, **MUMBAI** - 400 021
Dial : 91-22-66324446/47 FAX : 91-22-22882133 Email : mumbai@gkcco.com

207, Tolstoy House, Tolstoy Marg, Janpath, **NEW DELHI** - 110 001
Dial : 91-11-43717773-74; Email : info@gkcco.com

Branches :

'Surya Bhavan', Station Road, **PETLAD** - 388 450. Dial : 91-2697-224108



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.
 - (e) on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi

ROHIT K. CHOKSI
Partner

Mem. No. 31103

Place : Ahmedabad

Date : 10 MAY 2014



Annexure to the Auditors' Report

(Referred to in our Report of even date to the members of Arvind Infrastructure Limited)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management during the year at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) The Company has not disposed of any substantial part of its fixed assets during the period as would affect its going concern status.
- (ii) (a) Inventory comprising of unsold developed plots and construction materials have been physically verified by the management during the period under review. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The company is maintaining proper records of inventories. There were no discrepancies between the physical stocks and the book records.
- (iii) The Company has neither taken nor granted any loans, secured or unsecured, from / to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly the clauses 4(iii) (a) to 4(g) of the order are not applicable.
- (iv) In our opinion and according to information and explanations given to us; there is adequate internal control system commensurate with the size of the Company and the nature of the business, with regard to purchase of fixed assets, inventories comprising of developed plots and construction materials and sale of developed plots and commercial units.

During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control.
- (v) (a) According to the information and explanations given to us, we are of the opinion that there are no contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
- (b) According to the information and explanations given to us, since there are no such contracts and arrangements, paragraph 4(v)(b) of the order is not applicable.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Section 58A, 58AA or other relevant provisions of the Act and the rules framed there under.
- (vii) In our opinion, the company has an adequate internal audit system commensurate with the size and the nature of its business
- (viii) We have broadly reviewed the cost records maintained by the Company pursuant to rules made by the Central Government. We are of the opinion that prima facie the prescribed accounts and records have been maintained and being made. We have not, however, made a detailed examination of these records with a view to determine whether they are accurate or complete.
- (ix) (a) The Company is generally regular in depositing undisputed statutory dues with appropriate authorities.



- (b) According to the information and explanations given to us, the Company had no disputed outstanding statutory dues as at 31st March, 2014, other than stated below:

Name of the Statute	Nature of Dues	Amount in ₹	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	7,52,380	2010-2011	CIT(A), Ahmedabad

- (x) The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the financial year end in the immediately preceding financial year.
- (xi) According to information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders.
- (xii) According to information and explanations given to us, the Company has not granted any loan or advance on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to Chit fund, Nidhi or Mutual Benefit Funds/Societies are not applicable to the Company.
- (xiv) According to the information and explanation given to us, the Company does not deal or trade in shares, securities, debentures and other investments.
- (xv) The company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) The company has not taken any term loans during the year and accordingly clause 4(xvi) of the report is not applicable.
- (xvii) In our opinion and according to the information and explanations given to us, the Company has not used any funds, raised on short term basis, for long term investment.
- (xviii) The Company has not made any preferential allotment to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company has not issued any debentures during the period under review.
- (xx) The Company has not raised any money by public issues during the period under review.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year under review.

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner

Mem. No. 31103

Place : Ahmedabad

Date : 10 MAY 2014



ARVIND INFRASTRUCTURE LIMITED

Balance Sheet as at 31st March, 2014

[Amount in ₹]

Particulars	Notes	As at 31st March, 2014	As at 31st March, 2013
EQUITY AND LIABILITIES			
Shareholders' Fund			
Share Capital	2	10 05 00 000	1 05 00 000
Reserves and Surplus	3	<u>1 05 31 49 790</u>	<u>15 03 02 728</u>
		1 15 36 49 790	16 08 02 728
Non-Current liabilities			
Deferred tax liabilities (Net)	4	3 31 753	4 46 746
Other Long term Liabilities	5	7 87 124	4 82 000
Long term provisions	6	<u>14 26 077</u>	<u>11 63 625</u>
		25 44 954	20 92 371
Current liabilities			
Short term borrowings	7	57 52 800	1 14 00 000
Trade payables	8	34 95 93 603	34 74 74 706
Other current liabilities	9	86 09 72 731	1 13 34 67 914
Short term provisions	10	<u>1 17 24 233</u>	<u>28 11 308</u>
		1 22 80 43 367	1 49 51 53 928
Total		<u><u>2 38 42 38 111</u></u>	<u><u>1 65 80 49 027</u></u>
ASSETS			
Non-Current assets			
Fixed assets			
Tangible assets			
Tangible assets	11	1 30 96 791	1 24 55 094
Intangible assets	12	2 82 567	14 96 856
Capital Work in Progress	13	23 100	0
Intangible assets under progress	14	<u>54 000</u>	<u>0</u>
		1 34 56 458	1 39 51 950
Non-Current Investment	15	8 44 000	2 00 000
Long term Loans and Advances	16	39 06 23 628	38 49 82 126
Other Non-Current Assets	17	4 12 33 613	2 90 96 604
Current Assets			
Current Investments	18	90 29 50 344	25 99 08 997
Inventories	19	41 66 21 046	51 95 56 697
Trade receivables	20	25 47 592	2 69 30 530
Cash & cash equivalents	21	1 22 15 398	2 10 46 691
Short term - Loans & advances	22	<u>60 37 46 032</u>	<u>40 23 75 432</u>
		1 93 80 80 412	1 22 98 18 347
Total :		<u><u>2 38 42 38 111</u></u>	<u><u>1 65 80 49 027</u></u>
Significant Accounting Policies	1	-	-

The accompanying notes are an integral part of the financial statements.

As per our report of even date

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]

Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI

Partner

Mem. No. 31103



FOR AND ON BEHALF OF THE BOARD

[Signature]

Director

[Signature]

Director

Company Secretary

Place : Ahmedabad

Date : 10 MAY 2014

Place : Ahmedabad

Date : 10 MAY 2014

ARVIND INFRASTRUCTURE LIMITED

Statement of Profit and Loss for the year ended 31st March, 2014

[Amount in ₹]

Particulars	Notes	2013-2014	2012-2013
REVENUE			
Revenue from operations	23	43 60 42 847	25 97 28 811
Other Income	24	4 77 284	18 37 617
Total Revenue		43 65 20 131	26 15 66 428
EXPENSES			
Land Development Rights		0	40 27 58 436
Project Development Expenses	25	8 90 67 665	9 88 54 692
Changes in inventories	26	11 62 45 069	(42 06 94 849)
Employee benefits expenses	27	5 18 11 003	3 80 46 220
Finance cost	28	4 22 21 011	9 26 70 491
Depreciation and amortization		27 68 389	24 36 955
Other expenses	29	1 84 55 815	2 38 12 027
		32 05 68 952	23 78 83 972
Less : Work-in-progress transferred		7 83 359	84 12 491
Total Expenses		31 97 85 593	22 94 71 481
Profit before Tax		11 67 34 538	3 20 94 947
Tax Expenses			
Current Tax (Including Income tax for earlier year ₹ 2,469/- (P.Y. ₹ NIL)		2 40 02 469	29 00 000
MAT Credit Entilement		0	(29 00 000)
Deferred Tax		(1 14 993)	(3 08 283)
		2 38 87 476	(3 08 283)
Profit for the year after tax		9 28 47 062	3 24 03 230
Earnings per equity share:			
Basic and diluted	30	11.89	226.36

The accompanying notes are an integral part of the financial statements.

As per our report of even date

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]

Chartered Accountants

Rohit K. Choksi
ROHIT K. CHOKSI
 Partner

Mem. No. 31103



FOR AND ON BEHALF OF THE BOARD

[Signature]
 Director

[Signature]
 Director

[Signature]
 Company Secretary

Place : Ahmedabad

Date : 10 MAY 2014

Place : Ahmedabad

Date : 10 MAY 2014

ARVIND INFRASTRUCTURE LIMITED

Cash Flow Statement for the year ended 31st March, 2014

[Amount in ₹]

Particulars	For the year ended 31/03/2014	For the year ended 31/03/2013
A. Cash flow from operating activities:		
Profit/(Loss) for the year before taxation and exceptional items	11 67 32 069	3 20 94 947
Adjustments for :		
(Profit) / Loss from Limited Liability Partnerships	(4 83 31 975)	(1 84 77 721)
Depreciation and Amortization	27 68 389	24 36 955
Interest Expenses	4 22 21 011	9 26 70 491
Interest Income	(3 89 69 191)	(5 36 78 631)
Operating profit before working capital changes	7 44 20 303	5 50 46 041
Adjustments for:		
Trade and other receivables	(18 26 14 164)	(69 72 01 929)
Inventories	10 29 35 651	(42 32 62 363)
Trade payables and Other Liabilities	(2 11 39 454)	36 73 89 419
Cash generated from operations	(2 63 97 664)	(69 80 28 832)
Direct taxes Refund/(paid)	(1 50 95 740)	(94 928)
Net cash from operating activities	[A] (4 14 93 404)	(69 81 23 760)
B. Cash flow from investing activities		
Investments	(64 36 85 347)	(6 54 74 189)
Purchase of fixed assets	(22 72 897)	(84 59 189)
Profit/Loss from Limited Liability Partnership	4 83 31 975	1 84 77 721
Interest received	2 68 17 182	2 45 99 205
Net cash used in investing activities	[B] (57 08 09 087)	(3 08 56 452)
C. Cash flow from financing activities		
Issure of Equity Share Capital	9 00 00 000	1 00 00 000
Security Premium Received	81 00 00 000	9 00 00 000
Procurement/(Repayment) of long/ short term borrowings	(56 47 200)	(31 93 40 000)
Interest Expenses	(5 57 08 449)	(8 53 44 940)
Net cash flow from financial activities	[C] 83 86 44 351	(30 46 84 940)
Net Increase/(Decrease) in cash and cash equivalents	[A+B+C] 22 63 41 860	(103 36 65 152)
Cash and cash equivalents opening	(102 79 94 291)	56 70 861
Cash and cash equivalents closing	(80 16 52 431)	(102 79 94 291)
Components of Cash and cash Equivalents		
Balances with Banks	1 18 54 456	2 07 24 114
Cash in hand	3 60 942	3 22 577
HDFC Bank Limited (Bookoverdraft)	(81 38 67 829)	(104 90 40 982)
	(80 16 52 431)	(102 79 94 291)

Explanatory Notes to Cash Flow Statement

- The Cash Flow Statement is prepared by using indirect method in accordance with the format prescribed by Accounting Standard 3 as prescribed by the Institute of Chartered Accountants of India.
- In Part A of the Cash Flow Statements, figures in brackets indicates deductions made from the net profit for deriving the cash flow from operating activities. In part B & part C, figures in brackets indicates cash outflows.
- Figures of the previous year have been regrouped wherever necessary, to confirm to current years presentation.

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner

Mem. No. 31103

Place : Ahmedabad

Date : 10 MAY 2014



FOR AND ON BEHALF OF THE BOARD

[Signature] Director *[Signature]* Director *[Signature]* Company Secretary

Place : Ahmedabad

Date : 10 MAY 2014

ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

1. Summary of Significant Accounting Policies

(a) Basis of preparation of financial statements

- (i) The financial statements of the company have been prepared and presented in accordance with the generally accepted accounting principle under the historical cost convention on an accrual basis. The Company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under The Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the companies act, 1956 read with general circular 15/2013 dated 13th September, 2013, issued by Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.
- (ii) The accounting policies adopted in the preparation of the financial statements are consistent with those of previous year.

(b) Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reported period. Differences between the actual result and estimates are recognised in the period in which the results are known/ determined.

Significant estimates made by the management in the preparation of these financial statements include computation of percentage completion for projects in progress, project cost, revenue and saleable area.

(c) Revenue Recognition

- (i) Recognition of Revenue from real estate projects

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Income from operations is net of adjustment on account of cancellation/returns if any.

Revenue from sale of developed property is recognized upon transfer of all significant risks and rewards of ownership of such property, as per the terms of the contracts entered into with buyers, which generally coincides with the firming of the allotment letter/agreements, except for contracts where the Company still has obligations to perform substantial acts even after the transfer of all significant risks and rewards.

Revenue from projects is recognized when it is reasonably certain that the ultimate collection will be made and that there is buyers' commitment to make the complete payment.

- (ii) Interest income

Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

(d) Fixed Assets

Fixed Assets are stated at their original cost including incidental expenses related to acquisition and installation, less accumulated depreciation. Cost comprises of the purchase price and any other attributable cost of bringing the assets to its working condition for its intended use.



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

At the balance sheet date, an assessment is done to determine whether there is any indication of impairment in the carrying amount of Company's fixed assets. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount.

After recognition of impairment loss, the depreciation charge for the assets is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on straight line basis over its remaining useful life.

(e) Depreciation

- (i) Depreciation on Fixed Assets is provided on Straight Line Method at rates and in the manner specified in Schedule XIV of the Companies Act, 1956
- (ii) Depreciation on additions/deletion is provided on pro rata basis.
- (iii) Intangible assets are amortised over a period of three years.

(f) Retirement Benefits

- (i) Contributions to provident fund are made at predetermined rates to Government Authority and charged to profit and loss account.
- (ii) Retirement Benefits being Gratuity and Leave encashment are accounted for based on actuarial valuation by the company.

(g) Investments

Investment has been stated at the cost price. Provision for diminution in the value of Long Term Investment is made only if; such decline is not temporary in nature in the opinion of the management.

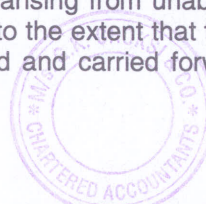
(h) Inventory / Work in Progress

- (i) Unsold Developed Plots and Units have been valued at lower of cost or realizable value.
- (ii) Work in Progress represents the cost incurred in respect of unsold area of the Project and cost incurred on Project where the revenue is yet to be recognized.
- (iii) Inventory comprising of construction materials is valued at cost.

(i) Taxation

Current year tax is provided based on the taxable income computed in accordance with the provisions of the Income-tax Act, 1961.

Deferred income taxes are recognized for the future tax consequences attributable to timing differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. The effect on deferred tax assets and liabilities of a change in the tax rates is recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax asset arising from unabsorbed depreciation or carry forward losses under tax laws are recognized only to the extent that there is virtual certainty of realization. Other deferred tax assets are recognized and carried forward to the extent that there is reasonable certainty of realization.



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

(j) Earnings per Share

Earning per equity share (basic/diluted) is arrived at based on Net Profit after taxation available to equity shareholders to the basic/weighted average number of equity shares.

(k) Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

2 Share Capital

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
(a) Authorised		
1,50,00,000 (P.Y. 1,50,00,000) Equity Shares of ₹ 10/- each	<u>15 00 00 000</u>	15 00 00 000
(b) Issued, Subscribed and fully Paidup		
1,00,50,000 (P.Y. 10,50,000) Equity Shares of ₹ 10, each Fully Paid up	<u>10 05 00 000</u>	1 05 00 000

Note :

During the period of five financial years immediately preceeding the Balance Sheet date, the company has not:

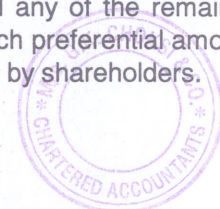
- (i) allotted any fully paidup equity shares by way of bonus shares;
- (ii) allotted any equity shares pursuant to any contract without payment being received in cash;
- (iii) brought back any equity shares

(c) Reconciliation of number of shares

Particulars	Number of Equity Shares	
	2013-2014	2012-2013
As at April 1, 2013	10 50 000	50 000
Add		
Shares issued for Cash or Right Issue or Bonus	90 00 000	10 00 000
Exercise of Share Option under ESOS / ESOP	0	0
Shares issued in Business Combination	0	0
	<u>1 00 50 000</u>	10 50 000
Less		
Shares bought back / Redemption etc.	0	0
As at March 31, 2014	<u>1 00 50 000</u>	10 50 000

(d) Rights, Preferences and Restrictions

- (i) The company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share. However no equity shareholder shall exercise any voting rights in respect of any shares registered in his name on which any calls or other sums presently payable by him have not been paid or in regard to which the Company has exercised any right of lien. Further a member paying the whole or part of amount remaining unpaid on any shares held by him although no part of that amount has been called up shall not be entitled to vote.
- (ii) The holders of equity shares are entitled to receive dividends as declared from time to time. No dividend shall be payable except out of profits of the Company arrived at in the manner provided for in Section 205 of the Companies Act.
- (iii) All shares rank equally with regard to Company's residual assets, except that preference shareholders participate only to the extent of the face value of shares. Accordingly in the event of liquidation of the company the holders of the equity shares will be entitled to received any of the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amount exist currently. The distribution will be in proportion to the number of equity shares held by shareholders.



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

(e) Details of Shareholdings

Number of Shares held by Holding Company

Particulars	Number of Equity Shares		Percentage (%)	
	As at		As at	
	31st March, 2014	31st March, 2013	31st March, 2014	31st March, 2013
Holding Company (With Nominees)	1 00 50 000	10 50 000	100	100

Shareholders holding more than 5% shares

Particulars	Number of Equity Shares		Percentage (%)	
	As at		As at	
	31st March, 2014	31st March, 2013	31st March, 2014	31st March, 2013
Arvind Limited (With Nominees)	1 00 50 000	10 50 000	100	100

3 Reserves and surplus

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Security Premium		
Balance as per previous financial statements	9 00 00 000	0
Add : Addition during the year	81 00 00 000	9 00 00 000
	90 00 00 000	9 00 00 000
Surplus / (Deficit) in Statement of Profit & Loss		
Balance as per previous financial statements	6 03 02 728	2 78 99 498
Add : Profit / (Loss) for the year	9 28 47 062	3 24 03 230
Balance available for appropriation	15 31 49 790	6 03 02 728
Less : Appropriations	0	0
Net Surplus / (Deficit)	15 31 49 790	6 03 02 728
	1 05 31 49 790	15 03 02 728

4 Deferred tax liabilities (Net)

The Company estimates deferred tax/(charge) using the applicable rate of taxation based on the impact of timing difference between book depreciation and Income tax depreciation for the current year.

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Deferred Tax Liabilities		
Difference of book depreciation and tax depreciation	8 31 090	8 35 422
Deferred Tax Assets		
Disallowance u/s. 43(b) under income tax act, 1961	4 99 337	3 88 676
Net Deferred Tax Liability / (Asset)	3 31 753	4 46 746



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

5 Other Long term liabilities

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Security Deposits	7 87 124	4 82 000
	<u>7 87 124</u>	<u>4 82 000</u>

6 Long term provisions

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
For Employee Benefits		
Gratuity	11 20 765	8 20 775
Privileged / Earned Leave	3 05 312	3 42 850
	<u>14 26 077</u>	<u>11 63 625</u>

7 Short term borrowings

[Amount in ₹]

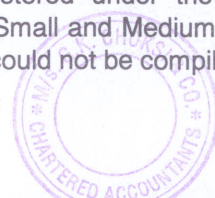
Particulars	As at 31st March, 2014	As at 31st March, 2013
Unsecured		
Loans Repayable on demand		
Intercorporate Deposits		
Related parties	57 52 800	0
Others	0	1 14 00 000
	<u>57 52 800</u>	<u>1 14 00 000</u>

8 Trade payables

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
For Goods and Services		
Related party (Refer Note No. 35)	4 09 602	3 06 633
Others	34 91 84 001	34 71 68 073
	<u>34 95 93 603</u>	<u>34 74 74 706</u>

The company has initiated the process of obtaining the confirmation from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006). In the absence of relevant information relating to the suppliers registered under the Micro, Small and Medium Enterprises (Development) Act, 2006, the balance due to Micro, Small and Medium Enterprises at year end and interest paid or payable under MSMED Act, 2006 during the year could not be compiled and disclosed.



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

9 Other current liabilities

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Advances from Customers	4 06 74 391	6 27 12 201
HDFC Bank Limited (Bookoverdraft)	81 38 67 829	1 04 90 40 982
Interest Accrued and due on short term borrowings		
Related parties	0	45 35 761
Others - Intercompany Deposit	0	89 51 677
	0	1 34 87 438
Other Payables		
Statutory dues	56 71 264	82 26 763
Current account with Limited liability partnership	3 63 247	0
Others	3 96 000	530
	64 30 511	82 27 293
	86 09 72 731	1 13 34 67 914

10 Short term provisions

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Employee Benefits		
Gratuity	28 555	20 271
Leave Encashment	14 438	14 057
	42 993	34 328
Others		
For Taxation (Net of advance tax)	1 16 81 240	27 76 980
	1 17 24 233	28 11 308



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

11 Tangible Assets

[Amount in ₹]

Description of Assets	Gross Block at Cost			Depreciation			Net Book Value			
	As at 01/04/2013	Additions during the year	Deletions/ Adjustment during the year	As at 31/03/2014	Up to 31/03/2013	For the year	Deletions/ Adjustment during the year	Up to 31/03/2014	As at 31/03/2014	As at 31/03/2013
Site Equipments	36 04 241	0	0	36 04 241	3 09 904	1 71 201	0	4 81 105	31 23 136	32 94 337
Furniture & Fixture	9 94 652	8 49 434	0	18 44 086	42 839	93 198	0	1 36 037	17 08 049	9 51 813
Office Equipments	9 45 791	3 53 706	0	12 99 497	1 18 759	65 891	0	1 84 650	11 14 847	8 27 032
Computer	11 00 421	8 11 388	0	19 11 809	2 17 010	2 23 740	0	4 40 750	14 71 059	8 83 411
Vehicle	72 39 621	0	0	72 39 621	7 41 120	8 18 801	0	15 59 921	56 79 700	64 98 501
Total :	1 38 84 726	20 14 528	0	1 58 99 254	14 29 632	13 72 831	0	28 02 463	1 30 96 791	1 24 55 094
Previous Year	55 79 032	83 05 694	0	1 38 84 726	4 00 631	10 29 001	0	14 29 632	1 24 55 094	



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

12 Intangible assets

[Amount in ₹]

Description of Assets	Gross Block at Cost		Amortisation		Net Book Value				
	As at 01/04/2013	Additions during the year	Deletions/ Adjustment during the year	As at 31/03/2014	Up to 31/03/2013	For the year	Up to 31/03/2014	As at 31/03/2013	As at 31/03/2014
Softwares	43 77 362	1 81 269	0	45 58 631	28 80 506	13 95 558	42 76 064	2 82 567	14 96 856
Total :	43 77 362	1 81 269	0	45 58 631	28 80 506	13 95 558	42 76 064	2 82 567	14 96 856
Previous Year	42 23 867	1 53 495	0	43 77 362	14 72 552	14 07 954	28 80 506	14 96 856	



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

13 Capital Work in Progress

[Amount in ₹]

Particulars	As at April 01, 2013	Additions during the year	Deduction/ Adjustment during the year	Capitalised	As at March 31, 2014
Office Equipments	0	23 100	0	0	23 100
Total :	0	23 100	0	0	23 100
Previous Year	0	0	0	0	0



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

14 Intangible Asset under process

[Amount in ₹]

Particulars	As at April 01, 2013	Additions during the year	Deduction/ Adjustment during the year	Capitalised	As at March 31, 2014
Trade mark	0	54 000	0	0	54 000
Total :	0	54 000	0	0	54 000
Previous Year	0	0	0	0	0



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

15 Non current investments

Particulars	[Amount in ₹]	
	As at 31st March, 2014	As at 31st March, 2013
Unquoted, Trade		
In Equity Instruments		
Arvind Hebbal Homes Pvt. Ltd. 10,000 (P.Y. 10,000) shares of ₹ 10/- each)	1 00 000	1 00 000
In Limited Liability partnership		
Ahmedabad East Infrastructure LLP	51 000	50 000
Arvind Bsafal Homes LLP	50 000	50 000
Ahmedabad Industrial Infrastructure (One) LLP	99 000	0
Arvind Alcove LLP	99 000	0
Arvind Altura LLP	99 000	0
Arvind And Smart Value Homes LLP	49 000	0
Arvind Five Homes LLP	99 000	0
Arvind Infracon LLP	99 000	0
Changodar Industrial Infrastructure (One) LLP	99 000	0
	<u>7 44 000</u>	<u>1 00 000</u>
	<u>8 44 000</u>	<u>2 00 000</u>

16 Long Term Loans and Advances

Particulars	[Amount in ₹]	
	As at 31st March, 2014	As at 31st March, 2013
Loans		
Related party	38 68 67 724	38 16 39 190
Employees	1 04 992	65 000
	<u>38 69 72 716</u>	<u>38 17 04 190</u>
MAT Credit Entitlement	29 00 000	29 00 000
Security Deposit	7 50 912	3 77 936
	<u>39 06 23 628</u>	<u>38 49 82 126</u>

The amount dues by :

Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

17 Other Non-Current Assets

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Interest accrued but not due On Deposits & Other Recoverables	4 12 33 613	2 90 81 604
Other Bank balances Fixed Deposit with Bank(Maturity for more than 12 month)	0	15 000
	4 12 33 613	2 90 96 604

18 Current investments

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Unquoted, Trade		
In Limited Liability Partnership		
Ahmedabad East Infrastructure LLP	0	2 35 43 174
Ahmedabad Industrial Infrastructure (One) LLP	56 45 461	0
Arvind Alcove LLP	3 00 000	0
Arvind And Smart Value Homes LLP	66 43 49 039	0
Arvind Bsafal Homes LLP	23 26 55 844	23 63 65 823
	90 29 50 344	25 99 08 997

19 Inventories

(As taken, valued and certified by the Management)

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Construction Work-in-Progress	37 94 43 139	49 56 88 208
Finished Goods (Unsold plots of Land)	2 13 00 975	2 13 00 975
Construction Materials	1 58 76 932	25 67 514
	41 66 21 046	51 95 56 697

Inventory items have been valued considering the significant accounting policy no (h) disclosed in note no. 1 to these financial statement.



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

20 Trade Receivable

(Unsecured, considered good, unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Debt outstanding for the period exceeding six months	18 72 305	16 69 496
Other debts	6 75 287	2 52 61 034
	<u>25 47 592</u>	<u>2 69 30 530</u>
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL

21 Cash and Cash Equivalents

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Balances with scheduled banks		
Current / Cash Credit accounts	1 18 54 456	2 07 24 114
Cash in hand	3 60 942	3 22 577
	<u>1 22 15 398</u>	<u>2 10 46 691</u>

22 Short-term loans and advances

(Considered good unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2014	As at 31st March, 2013
Advance For Land / Development Rights		
Subsidiary Company	39 77 08 250	39 58 28 250
Others	16 70 22 001	42 00 000
	<u>56 47 30 251</u>	<u>40 00 28 250</u>
Advances Employees	2 99 504	2 69 855
Contractors & Suppliers	1 11 99 617	11 33 075
Advances Recoverable in cash or kind		
Service tax on Input Services	35 53 135	4 78 914
Prepaid Expenses	6 94 581	4 65 338
Others	2 32 68 944	0
	<u>2 75 16 660</u>	<u>9 44 252</u>
	<u>60 37 46 032</u>	<u>40 23 75 432</u>
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

23 Revenue from operations

[Amount in ₹]

Particulars	2013-2014	2012-2013
Sale of Products		
Commercial Units	34 84 76 645	18 77 03 017
Other Operating Revenue		
Share in Profit / (Loss) from Limited Liability Partnerships (Net)	4 83 31 975	1 84 77 721
Interest		
On Capital with Limited Liability Partnerships	2 67 90 260	2 44 18 167
On Loans and Advances	1 21 55 467	2 90 78 146
Plot Cancellation and Transfer Fees	2 88 500	51 760
	43 60 42 847	25 97 28 811

24 Other Income

[Amount in ₹]

Particulars	2013-2014	2012-2013
Interest Income	23 464	1 82 318
Club House Income	1 54 229	2 29 905
Other Non-Operating Income		
Sundry Credit Balance Written Back	50 935	1 67 366
Scrap Sales	2 34 199	1 37 017
Miscellaneous	14 457	11 21 011
	2 99 591	14 25 394
	4 77 284	18 37 617

25 Project Development Expenses

[Amount in ₹]

Particulars	2013-2014	2012-2013
Construction Materials	2 56 13 072	4 09 85 338
Labour charges	6 48 273	46 16 486
Construction Cost	5 00 75 644	3 55 18 276
Carting Charges	2 95 616	11 08 387
Power & Fuel	17 21 284	13 24 240
Legal and Professional Fees	88 27 639	1 36 97 745
Other operating expenses	18 86 137	16 04 220
	8 90 67 665	9 88 54 692



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

26 Changes in Inventories

[Amount in ₹]

Particulars	2013-2014	2012-2013
Closing Stock		
Finished Goods (Unsold Plots of Land)	2 13 00 975	2 13 00 975
Construction Work-in-Progress	37 94 43 139	49 56 88 208
	40 07 44 114	51 69 89 183
Opening Stock		
Finished Goods (Unsold Plots of Land)	2 13 00 975	2 13 00 975
Construction Work-in-Progress	49 56 88 208	7 49 93 359
	51 69 89 183	9 62 94 334
Decrease / (Increase) in Inventories	11 62 45 069	(42 06 94 849)

27 Employees Benefits Expenses

[Amount in ₹]

Particulars	2013-2014	2012-2013
Salary, Allowances, Wages & Bonus	4 88 93 106	3 59 49 963
Contribution to Provident & other funds	22 98 072	18 55 399
Staff Welfare expenses	6 19 825	2 40 858
	5 18 11 003	3 80 46 220

28 Finance Cost

[Amount in ₹]

Particulars	2013-2014	2012-2013
Interest on:		
Unsecured Loans	4 22 21 011	9 26 70 491
	4 22 21 011	9 26 70 491



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

29 Other Expenses

[Amount in ₹]

Particulars	2013-2014	2012-2013
Repairs and Maintenance:		
Buildings	36 716	0
Plant, Machinery and Other Equipments	0	2 988
Others	3 57 526	2 20 949
	<u>3 94 242</u>	<u>2 23 937</u>
Rates & Taxes	8 72 799	7 81 459
Travelling Expenses	24 65 930	25 16 656
Selling and Distribution Expense		
Advertisement	11 97 398	35 67 387
Brokerage & Commission Charges	11 26 516	26 43 658
Promotion Materials	17 85 637	18 97 786
	<u>41 09 551</u>	<u>81 08 831</u>
Legal and Professional Charges	58 01 376	49 14 746
Information Technology Expenses	8 37 793	10 72 496
Auditors Remuneration	1 68 540	75 000
Insurance Charges	2 59 235	1 65 833
Donation	16 000	5 00 000
Miscellaneous Expenses	35 30 349	54 53 069
	<u>1 84 55 815</u>	<u>2 38 12 027</u>
Auditor's Remuneration is made of		
Statutory Audit Fees	1 68 540	75 000

30 Earning per Share

[Amount in ₹]

Particulars	2013-2014	2012-2013
Net Profit/(Loss) for the year (Amount in ₹)	9 28 47 062	3 24 03 230
Number of equity shares (Weighted Average)	78 06 164	1 43 151
Nominal value of the share	10	10
Basic and diluted Earning per Share (₹)	<u>11.89</u>	<u>226.36</u>



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

31 Contingent Liabilities and Capital commitments

[Amount in ₹]

Particulars	2013-2014	2012-2013
Contingent Liabilities		
- Income Tax A.Y. 2011-2012	7,52,380	--
Capital Commitments		
- Estimated amount of contracts remaining to be executed on capital account and not provided for	NIL	NIL
Other commitments		
- For Supply of Construction Material and Labour	68,58,954	57,12,402

32 Employee Benefits

- (a) Defined contribution to Provident fund and Employee state insurance

The company makes contribution towards employees' provident fund and employees' state insurance plan scheme. Under the rules of these schemes, the Company is required to contribute a specified percentage of payroll costs. The Company during the year recognized ₹ 18,63,230/- (P.Y. ₹ 13,43,290/-) as expense towards contributions to these plans.

- (b) Defined Contribution Benefit Plans (Gratuity and Leave Encashment)

The following table sets out the status of the gratuity scheme non funded plan as at 31st March, 2014.

[Amount in ₹]

Particulars	Gratuity	Leave Encashment
Changes in the present value of obligation		
Present value of obligation (Opening)	8,41,046	3,56,907
Interest cost	69,386	--
Past service cost	--	--
Current service cost	3,09,647	--
Curtailement Cost / (Gain)	--	--
Settlement Cost / (Gain)	--	--
Benefits paid	--	--
Actuarial (Gain) / Loss	(70,759)	(37,157)
Present value of obligation (Closing)	11,49,320	3,19,750
Changes in the fair value of plan assets	--	--
Percentage of each category of plan assets to total fair value of plan assets at the year end	--	--
Reconciliation of the present value of defined benefit obligation and the fair value of assets	--	--

..Continued...



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

(b) Defined Contribution Benefit Plans (Gratuity and Leave Encashment) ..Continued...

Particulars	Gratuity	Leave Encashment
Amount recognized in the balance sheet		
Present value of obligation as at the year end	11,49,320	3,19,750
Fair value of plan assets as at the year end	--	--
(Asset) / Liability recognized in the balance sheet	11,49,320	3,19,750
Expenses recognized in the profit & loss account		
Current service cost	3,09,647	--
Past service cost	--	--
Interest cost	69,386	--
Expected return on plan assets	--	--
Curtailement Cost / (Credit)	--	--
Settlement Cost / (Credit)	--	--
Net Actuarial (Gain) / Loss	(70,759)	(37,157)
Employee's Contribution	--	--
Total expenses recognized in the profit and loss statement	3,08,274	(37,157)
Principal actuarial assumption (Rate of Discounting)		
Rate of discounting	9.31%	9.31%
Expected return on plan assets	--	--
Rate of increase in salaries	4.00%	4.00%
Attrition Rate (Employees opting for early retirement)	2.00%	2.00%

33 Employee Stock Option Scheme

The Company has formulated Employee Stock Option Scheme (ESOP 2013), the features of which are as follows :

Scheme	: ESOP 2013
Date of Grant	: 9 th March, 2013
Number of options granted	: 376875 options convertible into 376875 equity shares of face value ₹ 10/- each.
Exercise Price per option	: Fair value of ₹ 10/- each.
Date of vesting	: Options may vest not earlier than one year from the date of grant not later than five years
Exercise period	: All the vested options can be exercised not earlier than three years from the date of vesting of options or date of listing company's equity shares whichever is earlier.
Method of settlement	: Through allotment of one equity share for each option granted.
Method of option valuation	: Fair Value Method



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

34 The Company operates within a solitary business segment i.e. Developing of commercial and residential units, the disclosure requirements of Accounting Standard – 17 “Segment Reporting” issued by the Institute of Chartered Accountants of India is not applicable.

35 Related Party Disclosures

As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

(a) List of related parties with whom transactions have taken place during the year and relationship:

Sr. No.	Name of related party	Relationship
1	Shri Jagdish Dalal	Key Management Personnel
2	Arvind Limited	Holding Company
3	Arvind Accel Limited	Fellow Subsidiary Company
4	Arvind Brands and Retail Limited	Fellow Subsidiary Company
5	Asman Investments Limited (Division Lalbhai Sales and Services)	Fellow Subsidiary Company
6	Arvind Hebbel Homes Private Limited	Subsidiary Company
7	Aura Securities Private limited	Controlled by Key Management Personnel of Holding Company
8	Ahmedabad East Infrastructure LLP	Subsidiary Enterprise (Partner in LLP)
9	Arvind B Safal Homes LLP	Subsidiary Enterprise (Partner in LLP)
10	Ahmedabad Industrial Infra (One) LLP	Subsidiary Enterprise (Partner in LLP)
11	Arvind Alcove LLP	Subsidiary Enterprise (Partner in LLP)
12	Arvind Altura LLP	Subsidiary Enterprise (Partner in LLP)
13	Arvind and Smart Value Homes LLP	Subsidiary Enterprise (Partner in LLP)
14	Arvind Five Homes LLP	Subsidiary Enterprise (Partner in LLP)
15	Arvind Infracon LLP	Subsidiary Enterprise (Partner in LLP)
16	Changodar Industrial Infrastructure (One) LLP	Subsidiary Enterprise (Partner in LLP)



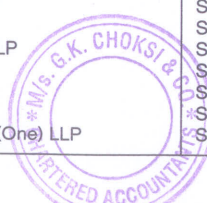
ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

(b) Transactions with related parties

[Amount in ₹]

Sr. No.	Particulars	Relationship	2013-2014	2012-2013
(i)	Reimbursement of Expenditure			
	- Arvind Limited	Holding Company	4,96,061	2,59,995
	- Arvind B. Safal Homes LLP	Subsidiary Enterprise	30,69,000	34,92,000
	- Asman Investments Limited (Division Lalbhai Sales and Services)	Fellow Subsidiary	97,376	--
(ii)	Sale of Work-in-Progress			
	- Ahmedabad Industrial Infra (One) LLP	Subsidiary Enterprise	6,75,287	--
	- Arvind Limited	Holding Company	1,08,072	
(iii)	Purchase of Services			
	- Arvind B. Safal Homes LLP	Subsidiary Enterprise	2,470	4,84,655
(iv)	Purchase of Development Right			
	- Arvind Limited	Holding Company	--	6,04,25,250
(v)	Interest Expenses			
	- Arvind Limited	Holding Company	4,15,09,751	6,14,39,734
	- Arvind Brands and Retail Limited	Fellow Subsidiary	3,95,890	8,04,360
	- Aura Securities Private limited	Controlled by Key Management Personnel of Holding Company	1,67,793	77,01,224
(vi)	Interest Income			
	- Arvind B. Safal Homes LLP	Subsidiary Enterprise	2,60,17,833	2,33,42,721
	- Ahmedabad East Infrastructure LLP	Subsidiary Enterprise	1,29,27,894	3,01,53,592
(vii)	Advance against right of land			
	- Arvind Hebbel Homes Private Limited	Subsidiary Company	18,80,000	39,58,28,250
(viii)	Loans and Advances (Given during the year)			
	- Ahmedabad East Infrastructure LLP	Subsidiary Enterprise	1,73,84,001	41,07,17,336
(ix)	Unsecured Loan (taken during the year)			
	- Arvind Limited	Holding Company	1,98,74,07,790	1,47,88,39,734
	- Arvind Brands and Retail Limited	Fellow Subsidiary	3,95,890	1,20,04,360
	- Aura Securities Private limited	Controlled by Key Management Personnel of Holding Company	1,67,793	4,17,01,224
(x)	Unsecured Loan (Repaid during the year)			
	- Arvind Limited	Holding Company	1,98,61,90,751	1,49,92,79,260
	- Arvind Brands and Retail Limited	Fellow Subsidiary	1,18,19,814	5,80,436
	- Aura Securities Private limited	Controlled by Key Management Personnel of Holding Company	48,79,827	18,97,18,329
(xi)	Capital Contributions (Made during the year)			
	- Ahmedabad East Infrastructure LLP	Subsidiary Enterprise	4,44,85,857	48,20,72,773
	- Arvind B. Safal Homes LLP	Subsidiary Enterprise	2,50,00,000	12,00,000
	- Ahmedabad Industrial Infra (One) LLP	Subsidiary Enterprise	57,44,461	--
	- Arvind Alcove LLP	Subsidiary Enterprise	3,99,000	--
	- Arvind Altura LLP	Subsidiary Enterprise	99,000	--
	- Arvind and Smart Value Homes LLP	Subsidiary Enterprise	71,33,98,039	--
	- Arvind Five Homes LLP	Subsidiary Enterprise	99,000	--
	- Arvind Infracon LLP	Subsidiary Enterprise	99,000	--
	- Changodar Industrial Infrastructure (One) LLP	Subsidiary Enterprise	99,000	--
(xii)	Capital Contributions (Withdrawal during the year)			
	- Ahmedabad East Infrastructure LLP	Subsidiary Enterprise	6,80,28,031	45,95,45,472
	- Arvind B. Safal Homes LLP	Subsidiary Enterprise	10,44,50,000	12,00,000
	- Arvind and Smart Value Homes LLP	Subsidiary Enterprise	4,90,00,000	--
(xiii)	Advance Received From Customers			
	- Asman Investments Limited (Division Lalbhai Sales and Services)	Fellow Subsidiary	13,02,480	72,36,000
(xiv)	Share in Profit/(Loss)			
	- Ahmedabad East Infrastructure LLP	Subsidiary Enterprise	(10,37,243)	(30,085)
	- Arvind B. Safal Homes LLP	Subsidiary Enterprise	4,97,22,188	1,85,07,806
	- Ahmedabad Industrial Infra (One) LLP	Subsidiary Enterprise	(2,54,539)	--
	- Arvind Altura LLP	Subsidiary Enterprise	(35,506)	--
	- Arvind Five Homes LLP	Subsidiary Enterprise	(23,615)	--
	- Arvind Infracon LLP	Subsidiary Enterprise	(18,665)	--
	- Changodar Industrial Infrastructure (One) LLP	Subsidiary Enterprise	(20,645)	--



... Continued..

ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

(b) Transactions with related parties ... *Continued..*

[Amount in ₹]

Sr. No.	Particulars	Relationship	2013-2014	2012-2013
(xiv)	Investment made during the year - Arvind Hebbel Homes Private Limited	Subsidiary Company	--	1,00,000
(xv)	Equity Share capital issued (including share premium) - Arvind Limited	Holding Company	90,00,00,000	10,00,00,000

(c) Outstanding Balances as at March, 31, 2014

[Amount in ₹]

Sr. No.	Particulars	Relationship	2013-2014	2012-2013
(i)	Equity Share capital - Arvind Limited	Holding Company	10,05,00,000	1,05,00,000
(ii)	Balance Receivable As Loans and Advances - Ahmedabad East Infrastructure LLP	Subsidiary Enterprise	42,81,01,337	41,07,17,336
	As Trade Receivable - Ahmedabad Industrial Infra (One) LLP	Subsidiary Enterprise	6,75,287	--
	As Advance against land right - Arvind Hebbel Homes Private Limited	Subsidiary Company	39,77,08,250	39,58,28,250
(iii)	Balance Payable As borrowings - Arvind Limited	Holding Company	57,52,800	45,35,761
	- Aura Securities Private limited	Controlled by Key Management Personnel of Holding Company	--	47,12,034
	- Arvind Brands and Retail Limited	Fellow Subsidiary	--	1,14,23,924
	As Creditors - Arvind B. Safal Homes LLP	Subsidiary Enterprise	49,108	46,638
	- Arvind Limited	Holding Company	3,60,494	2,59,995
	- Asman Investments Limited (Division Lalbhai Sales and Services)	Fellow Subsidiary	85,38,480	72,36,000
	As Other Current Liability - Arvind Altura LLP	Subsidiary Enterprise	99,000	--
	- Arvind Five Homes LLP	Subsidiary Enterprise	99,000	--
	- Arvind Infracon LLP	Subsidiary Enterprise	99,000	--
	- Changodar Industrial Infrastructure (One) LLP	Subsidiary Enterprise	99,000	--
(iv)	Capital Contributions - Ahmedabad East Infrastructure LLP	Subsidiary Enterprise	(2,13,816)	2,35,93,174
	- Arvind B. Safal Homes LLP	Subsidiary Enterprise	23,27,05,844	23,64,15,823
	- Ahmedabad Industrial Infra (One) LLP	Subsidiary Enterprise	57,44,461	--
	- Arvind Alcove LLP	Subsidiary Enterprise	3,99,000	--
	- Arvind Altura LLP	Subsidiary Enterprise	63,494	--
	- Arvind and Smart Value Homes LLP	Subsidiary Enterprise	66,43,98,039	--
	- Arvind Five Homes LLP	Subsidiary Enterprise	75,385	--
	- Arvind Infracon LLP	Subsidiary Enterprise	80,335	--
	- Changodar Industrial Infrastructure (One) LLP	Subsidiary Enterprise	78,355	--
(v)	Investment in subsidiary company - Arvind Hebbel Homes Private Limited	Subsidiary Company	1,00,000	1,00,000

36 Balances of creditors, loans and advances are subject to confirmation by the parties concerned.



ARVIND INFRASTRUCTURE LIMITED

Notes forming part of accounts

- 37 Additional information, to the extent applicable, required under para 5(8) of part-II of Schedule VI to the Companies Act, 1956.

Expenditure in Foreign Currency (on payment basis):

[Amount in ₹]

Particulars	2013-2014	2012-2013
Architect Fees	55,85,652	--
Total :	55,85,652	--

38 Statement of Management

- (a) The current assets, loans and advances are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated otherwise in the Accounts. Provision for all known liabilities is adequate and not in excess of amount reasonably necessary.
- (b) Balance Sheet, Statement of Profit and Loss and cash flow statement read together with Notes to the accounts thereon, are drawn up so as to disclose the information required under the Companies Act, 1956 as well as give a true and fair view of the statement of affairs of the Company as at the end of the year and results of the Company for the year under review.

- 39 Previous year figures have been regrouped, reworked and reclassified wherever necessary.

As per report attached of even date.

FOR G. K. CHOKSI & CO.

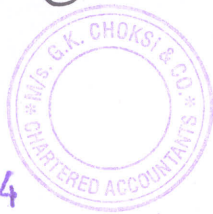
[Firm Registration No. 101895W]

Chartered Accountants

Rohit Choksi

ROHIT K. CHOKSI
Partner

Mem. No. 31103



Place : Ahmedabad

Date :

10 MAY 2014

FOR AND ON BEHALF OF THE BOARD

[Signature] *[Signature]* *[Signature]*
Director Director Company Secretary

Place : Ahmedabad

Date :

10 MAY 2014

