

ARVIND HEBBAL HOMES PRIVATE LIMITED

ANNUAL ACCOUNTS

2014-2015

G. K. Choksi & Co.
Chartered Accountants

'Madhuban', Nr. Madalpur Underbridge, Ellisbridge, Ahmedabad - 380 006.
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INDEPENDENT AUDITOR'S REPORT

To,
The Members,
ARVIND HEBBAL HOMES PRIVATE LIMITED
Ahmedabad

Report on the Financial Statements

We have audited the accompanying financial statements of **ARVIND HEBBAL HOMES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2015, 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

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 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 provision of the Act for safeguarding 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 control, 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.

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.

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 financial control relevant to the Company's preparation of the financial statements that give 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 operating effectiveness of such control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 financial statements.

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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 profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. This Report does not include the Companies (Auditor's Report) Order 2015 issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act, 2013,
2. 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 appears from our examination of those books.
 - (c) The Balance Sheet, the 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 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 written representations received from the directors as on 31 March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 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 and to our best of our information and according to the explanations given to us :
 - (i) The Company does not have any pending litigations which good impact its financial position.
 - (ii) The Company did not have any long-term contracts including derivatives 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 G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants


ROHIT K. CHOKSI
Partner
Mem. No. 31103

Place : Ahmedabad

Date : - 8 MAY 2015



ARVIND HEBBAL HOMES PRIVATE LIMITED

Balance Sheet as at 31st March, 2015

[Amount in ₹]

Particulars	Notes	As at 31st March, 2015	As at 31st March, 2014
EQUITY AND LIABILITIES			
Shareholders' Fund			
Share Capital	2	1 00 000	1 00 000
Reserve & Surplus	3	<u>47 28 107</u>	<u>38 13 217</u>
		48 28 107	39 13 217
Current liabilities			
Trade Payables	4	28 090	28 090
Other Current Liabilities	5	<u>239</u>	<u>39 77 13 246</u>
		28 329	39 77 41 336
Total:		<u>48 56 436</u>	<u>40 16 54 553</u>
ASSETS			
Non-Current Assets			
Non Current Investments	6	7 000	6 000
Long Term Loans and Advances	7	<u>15 639</u>	<u>6 25 661</u>
		22 639	6 31 661
Current Assets			
Inventories	8	0	40 09 31 922
Trade Receivables	9	47 31 750	0
Cash & cash equivalents	10	26 554	30 915
Short Term Loans and Advances	11	<u>75 493</u>	<u>60 055</u>
		48 33 797	40 10 22 892
		<u>48 56 436</u>	<u>40 16 54 553</u>
Significant accounting policies	1		

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

As per our attached 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 BOARD OF DIRECTORS

[Signature]

Director

[Signature]

Director

Place: Ahmedabad

Date: - 8 MAY 2015

Place: Ahmedabad

Date: - 8 MAY 2015

ARVIND HEBBAL HOMES PRIVATE LIMITED

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

[Amount in ₹]

Particulars	Notes	2014-2015	2013-2014
INCOME			
Income from Operation	12	40 25 00 000	0
Total Revenue		<u>40 25 00 000</u>	<u>0</u>
EXPENSES			
Project Expense	13	0	17 94 267
Changes in inventories	14	40 09 31 922	(17 94 267)
Other Expense	15	43 166	60 475
Total Expenses		<u>40 09 75 088</u>	<u>60 475</u>
Profit / (Loss) before Tax		15 24 912	(60 475)
Tax Expenses			
Current Tax (Inclusive of tax in respect of earlier year amounting to ₹ 1,28,022/-)		6 10 022	0
Deferred Tax		0	0
		<u>6 10 022</u>	<u>0</u>
Profit / (Loss) for the year carried to Balance sheet		<u>9 14 890</u>	<u>(60 475)</u>
Earnings per equity share:			
Basic and diluted	16	91.49	(6.05)

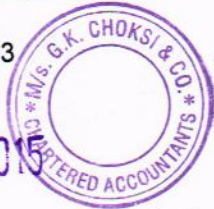
The accompanying notes are an integral part of the financial statements.

As per our attached 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 BOARD OF DIRECTORS

[Signature]
Director

[Signature]
Director

Place: Ahmedabad

Date: - 8 MAY 2015

Place: Ahmedabad

Date: - 8 MAY 2015

ARVIND HEBBAL HOMES PRIVATE LIMITED

Statement of Cash Flows for the year ended March 31, 2015

[Amount in ₹]

Particulars	For the year ended 31/03/2015	For the year ended 31/03/2014
A. Cash flow from operating activities		
Profit/(Loss) for the year before taxation and exceptional items	13 96 890	(60 475)
Adjustments for		
Depreciation and amortisation	0	0
Income tax Expenses	1 28 022	0
Share of Profit / (Loss) from Investments	0	3 567
Preliminary Expenses written off	0	0
Excess Depreciation written back	0	0
Interest Income	0	0
Operating profit before working capital changes	<u>15 24 912</u>	<u>(56 908)</u>
Adjustments for		
Inventories	40 09 31 922	(17 94 267)
Short term Loans and Advances	(15 438)	(35 055)
Current Assest	(47 31 750)	0
Current Liabilities and long term provisions	(39 77 13 007)	39 77 13 246
Cash generated from operations	<u>(3 361)</u>	<u>39 58 27 016</u>
Direct taxes Refund/(paid)	0	0
Net Cash from Operating Activities [A]	<u>(3 361)</u>	<u>39 58 27 016</u>
B. Cash flow from investing activities		
Share of Profit / (Loss) from Investments	0	(3 567)
Net cash used in investing activities [B]	<u>0</u>	<u>(3 567)</u>
C. Cash flow from financing activities		
Purchase of investment	(1 000)	(6 000)
Repayment of Short Term Borrowings	0	(39 58 28 250)
Net cash flow from financial activities [C]	<u>(1 000)</u>	<u>(39 58 34 250)</u>
Net Increase/(Decrease) in cash and cash equivalents [A+B+C]	<u>(4 361)</u>	<u>(10 801)</u>
Cash and cash equivalents opening	30 915	41 716
Cash and cash equivalents closing	<u>26 554</u>	<u>30 915</u>
	-	-
Components of Cash and Cash Equivalent		
Balance with Bank	<u>26 554</u>	<u>30 915</u>

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.

As per our attached report 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 : - 8 MAY 2015



FOR AND ON BEHALF OF THE BOARD

[Signature]

Director

[Signature]

Director

Place: Ahmedabad

Date : - 8 MAY 2015

ARVIND HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

1. Significant Accounting Policies

(a) Accounting Conventions

- (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 as prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.
- (ii) The accounting policies adopted in the preparation of the financial statements are consist 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.

(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.

Revenue from Sale of Development right is recognized upon execution of agreement whereby property is transferred to the buyer.

- (ii) *Interest income*

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

(d) Inventory

The inventory of the company comprises of construction work in progress related to the project and is valued at cost.

(e) Taxation

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



ARVIND HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

(f) 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.

(g) 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 HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

2 Share Capital

[Amount in ₹]

Particulars	As at	As at
	31st March, 2015	31st March, 2014
(a) Authorised		
10,000 (P.Y.10,000) Equity Shares of ₹ 10/- each	1 00 000	1 00 000
(b) Issued, Subscribed and fully Paidup		
10,000 (P.Y.10,000) Equity Shares of ₹ 10/- each	1 00 000	1 00 000
	1 00 000	1 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) bought back any equity shares

(c) Reconciliation of number of shares

Particulars	Number of Equity Shares	
	31st March, 2015	31st March, 2014
At the beginning of the year	10 000	10 000
Add		
Shares issued for Cash or Right Issue or Bonus	0	0
Exercise of Share Option under ESOS / ESOP	0	0
Shares issued in Business Combination	0	0
	10 000	10 000
Less: Shares bought back / Redemption etc.	0	0
As the end of the year	10 000	10 000

(d) Rights, Preferences and Restrictions

Equity Shares : The Company has only class of equity shares having a par value of ₹ 10/- per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, if any, in proportion to their shareholding.

(e) Details of Shareholdings

Particulars	Number of Equity Shares		Percentage (%)	
	As at		As at	
	31st March, 2015	31st March, 2014	31st March, 2015	31st March, 2014
Number of Shares held by Holding Enterprise				
Arvind Infrastructure Limited (With Nominee)	10 000	10 000	100	100
Shareholders holding more than 5% shares				
Arvind Infrastructure Limited (with Nominee)	10 000	10 000	100	100



ARVIND HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

3 Reserves and Surplus

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Surplus / (Deficit) in Statement of Profit and Loss		
Balance as per previous financial statements	38 13 217	38 73 692
Add : Profit/(Loss) for the year	9 14 890	(60 475)
Balance available for appropriation	47 28 107	38 13 217
Less : Appropriations	0	0
Net Surplus / (Deficit)	47 28 107	38 13 217

4 Trade Payables

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
For Goods & Services	28 090	28 090
	28 090	28 090

(Due from Related party ₹ NIL (P.Y. ₹ NIL))

Note:

There are no Micro, Small and Medium Enterprises to whom the Company owes dues which are outstanding for more than 45 days as at the Balance Sheet date. Further, the company has neither paid or payable any interest to any Micro, Small and Medium Enterprise on the Balance Sheet date.

5 Other Current Liabilities

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Advance against sale of Land Development Rights Holding Company	0	39 77 08 250
Other Payables Others	239	4 996
	239	39 77. 13 246

6 Non- Current Investments

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Investments In LLPs (Initial Capital)	7 000	6 000
	7 000	6 000



ARVIND HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

7 Long Term Loans and Advances

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Advance Tax & TDS (net of provision for tax)	15 639	6 25 661
	<u>15 639</u>	<u>6 25 661</u>

8 Inventories

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Work in progress	0	40 09 31 922
	<u>0</u>	<u>40 09 31 922</u>

Refer note 1(d) under significant accounting policies of for valuation of inventory.

9 Trade Receivables

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Others	47 31 750	0
	<u>47 31 750</u>	<u>0</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

10 Cash and Cash Equivalentes

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Balances with Banks		
In Current Account	20 158	30 915
Cash in Hand	6 396	0
	<u>26 554</u>	<u>30 915</u>

11 Short Term Loans and Advances

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Additional Contribution	75 493	60 055
	<u>75 493</u>	<u>60 055</u>



ARVIND HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

12 Income From Operation

[Amount in ₹]

Particulars	2014-2015	2013-2014
Sale of Land Development Rights	40 25 00 000	0
	<u>40 25 00 000</u>	<u>0</u>

13 Project expense

[Amount in ₹]

Particulars	2014-2015	2013-2014
Plan Passing Fees	0	14 49 200
Property Tax	0	3 45 067
	<u>0</u>	<u>17 94 267</u>

14 Changes in Inventories

[Amount in ₹]

Particulars	2014-2015	2013-2014
Closing Stock		
Closing Work-in-Progress	0	40 09 31 922
Opening Stock		
Opening Work-in-Progress	40 09 31 922	39 91 37 655
Decrease / (Increase) in Inventories	<u>40 09 31 922</u>	<u>(17 94 267)</u>

15 Other expenses

[Amount in ₹]

Particulars	2014-2015	2013-2014
Auditor Remuneration	28 090	28 090
Legal Expenses	5 000	1 000
Miscellaneous Balances Written Off	0	25 000
Loss from Limited Liability Partnership	0	3 567
Others	10 076	2 818
	<u>43 166</u>	<u>60 475</u>

Auditor's Remuneration is made of :

Statutory Audit Fees	28 090	28 090
	<u>28 090</u>	<u>28 090</u>



ARVIND HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

16 Earnings per share

[Amount in ₹]

Particulars	2014-2015	2013-2014
Net Profit after tax (₹)	9 14 890	(60 475)
Weighted average number of equity shares (Nos)	10 000	10 000
Nominal value of the share (₹)	10	10
Earning per Share (₹)	91.49	(6.05)



ARVIND HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

17 Contingent Liabilities and Capital commitments

[Amount in ₹]

Particulars	2014-2015	2013-2014
Contingent Liabilities	NIL	NIL
Capital & Other Commitments	NIL	NIL

18 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	Arvind Infrastructure Limited	Holding Company
2	Ahmedabad Industrial Infrastructure (One) LLP	Fellow Subsidiary Enterprise
3	Arvind Alcove LLP	Fellow Subsidiary Enterprise
4	Arvind Altura LLP	Fellow Subsidiary Enterprise
5	Arvind FiveHomes LLP	Fellow Subsidiary Enterprise
6	Arvind Infracon LLP	Fellow Subsidiary Enterprise
7	Changodar Industrial Infrastructure (One) LLP	Fellow Subsidiary Enterprise
8	Arvind Beyond Five Culb LLP	Fellow Subsidiary Enterprise

(b) Transactions with related parties

[Amount in ₹]

Sr. No.	Nature of transaction	2014-2015	2013-2014
(i)	Contribution Made during the year - Fellow Subsidiary Enterprise	16,195	68,626
(ii)	Income from Sale of Land Development Rights - Holding Company	40,25,00,000	--
(iii)	Share of Profit/(Loss) LLP - Fellow Subsidiary Enterprise	--	3,567
(iv)	Advance against sale of Rights - Holding Company	60,000	18,80,000

...Continued..



ARVIND HEBBAL HOMES PRIVATE LIMITED

Notes forming part of accounts

(c) Outstanding Balances as at March, 31, 2015

[Amount in ₹]

Sr. No.	Particulars	2014-2015	2013-2014
(i)	Equity Share capital - Holding Company	1,00,000	1,00,000
(ii)	Balance Payable As Other payable - Fellow Subsidiary Enterprise	--	4,000
(iii)	Balance Payable for sale of Rights - Holding Company	--	39,77,08,250
(iv)	Balance Receivable for sale of Rights - Holding Company	47,31,750	--
(v)	Capital Contributions with LLPs - Fellow Subsidiary Enterprise	82,254	65,059

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

20 The Company is primarily engaged in the business of real estate, hence information as required under paragraphs 5 (viii)(c) of general instructions for preparation of the statement of profit and loss as per Schedule III to the Companies Act, 2013 is not applicable.

21 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, 2013 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.

22 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



FOR AND ON BEHALF OF THE BOARD

[Signature] *[Signature]*

Director

Director

Place : Ahmedabad

Date : - 8 MAY 2015

Place : Ahmedabad

Date : - 8 MAY 2015

