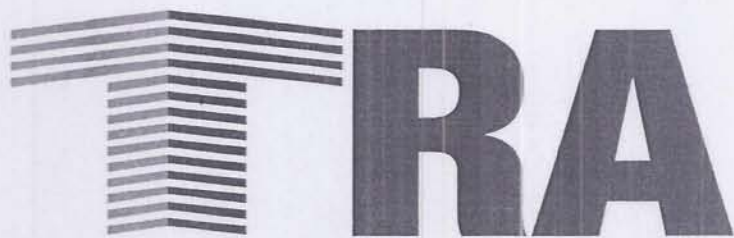


67<sup>th</sup>  
*Annual Report*  
2016-2017



**Tirath Ram Ahuja Pvt. Ltd.**

**ENGINEERS & CONTRACTORS**

*Pioneers in construction since 1950*

## Tirath Ram Ahuja Private Limited

### BOARD OF DIRECTORS

Mrs. Sunita Ahuja	- Director
Mr. Arun Ahuja	- Director
Mr. Ramesh C. Sawhney	- Director

### BANKERS

CANARA BANK  
Maharani Bagh,  
New Delhi – 110014.

### AUDITORS

M/s KHANNA & ANNADHANAM  
Chartered Accountants, New Delhi.

### REGISTERED OFFICE

B – II/ 49, Mohan Cooperative Industrial Estate,  
Badarpur, New Delhi – 110044.

## NOTICE OF THE ANNUAL GENERAL MEETING

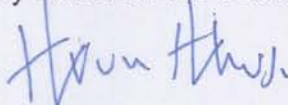
Notice is hereby given that the 67<sup>th</sup> Annual General Meeting of TIRATH RAM AHUJA PRIVATE LIMITED will be held at B-II/49, Mohan Co-operative Industrial Estate, New Delhi-110044, on Saturday the 30<sup>th</sup> day of September, 2017 at 11.30 A.M to transact the following business:

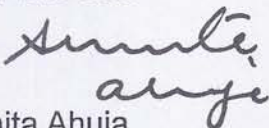
### ORDINARY BUSINESS:

1. To receive, consider, approve and adopt the Audited Financial Statements for the financial year ended 31<sup>st</sup> March, 2017, together with the Report of Board of Directors and Auditors thereon.
2. To ratify the appointment of Statutory Auditors of the Company and in this regard to consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 139, 142 and all other applicable provisions of the Companies Act, 2013 read with Rules issued thereunder, as amended from time to time, and pursuant to resolution passed by the members at the 66<sup>th</sup> Annual General Meeting (AGM) of the Company held on September, 29<sup>th</sup>, 2016, the appointment of khanna & Annadhanam Chartered Accountants, (Regn. No. 001297N) as Statutory Auditors of the Company to hold office till the conclusion of the next AGM be and is hereby ratified and the Board of Directors of the Company be and is hereby authorized to fix the remuneration payable to them.”

By Order of the Board of Directors

  
Arun Ahuja  
(Director)  
DIN: 00267978

  
Sunita Ahuja  
(Director)  
DIN: 02485425

Place: New Delhi.  
Date: 4<sup>th</sup> September, 2017

## NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.** A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. A member holding more than ten percent (10%), of the total share capital of the Company carrying voting rights may appoint a single person as proxy, however, such person shall not act as proxy for any other person or shareholder.
2. The Audited Financial Statement for the year ended 31st March, 2016 together with the Auditors` and the Directors` Report thereon are enclosed.
3. Statutory Registers, Memorandum and Article of Association and all documents referred to in the accompanying Notice and the explanatory statement shall be open for inspection at the registered office of the Company during normal business hours (9.30 A.M. to 6.00 P.M.) on all working days`except Saturdays and Sundays, up to the conclusion of Annual General Meeting of the Company.
4. A member desirous of getting any information on the accounts or operations of the company is requested to forward his/her queries to the Company at least seven days prior to the meeting, so that the required information can be made available at the meeting.

## Directors' Report

To,  
The Members,

Your Directors have pleasure in presenting their 67<sup>th</sup> Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2017.

1. Financial results and brief description of the Company's working during the year/state of company's affairs

( in Lacs)

	<u>2016-2017</u>	<u>2015-2016</u>
<u>Revenue</u>		
Profit/(loss) before extra ordinary items and taxation	(296.56)	(322.09)
Exceptional / Extra ordinary items (Net)		—
Net Profit/(loss) before taxation	(296.56)	(322.09)
Taxation: Current Tax (Including Wealth Tax)		—
MAT Credit Entitlement		—
Deferred tax		—
Profit/(loss) after Taxation	(296.56)	(322.09)

2. Dividend

Your Directors are unable to recommend any dividend for the year under review in view of the loss for the year.

3. Reserves

During the financial year ended 2016-2017, no amount was transferred to the General Reserve of the Company.

4. Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

The Project embarked upon by the company in the previous year with regard to the development of prime property in Friends Colony for strengthening the financial position is progressing well and is likely to be concluded within the next 18 months. The conclusion of this project will considerably improve and strengthen the position of its reserves.

The Board of Directors are further pleased to inform the shareholders that during the year under review the Company had, with a view to exploiting its assets entered into an agreement with a party for demolition and reconstruction of one of its prime properties at D-5, South Extension Part-II, New Delhi-110049. Under the terms of the agreement the party is to demolish the existing structure and build thereon four floors each admeasuring 4500 sft. For this purpose the Company had granted a Power of Attorney in favour of the party with whom it has the agreement for demolition and reconstruction. Necessary fees in this regard has been paid to the authorities for obtaining the required sanction and giving effect to the spirit behind the agreement. This arrangement, the board feels will be highly beneficial to the company in the long run.

5. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future –

The going concern status of the Company is not adversely impacted in any manner by the orders passed by the regulators as these have been vehemently contested in the appropriate forums.

6. Risk Management Policy

The Company has in place mechanisms to inform the Board members about the risk assessment and minimization procedures and periodical review by the Board is being done to ensure that management controls risk through means of properly defined framework.

Regd:Off:B-II/49, M.C.I.E. Badarpur, New Delhi-110044. Ph:011-29894982

7. Details of Subsidiary/Joint Ventures/Associate Companies and Performance and financial position of each of the subsidiaries, associates and joint venture companies included in the consolidated financial statement.

The Company does not have any subsidiary, associate or joint venture company.

8. Deposits

Your Company has not accepted any deposit within the meaning of Sections 73 and 76 of the Companies Act, 2013 and the Rules made there under.

9. Statutory Auditors

M/s Khanna & Annadhanam, Chartered Accountants, New Delhi (Reg. No. FRN 001297N) were appointed to hold office until the conclusion of 67<sup>th</sup> Annual General Meeting. Their appointments as per the provisions of Companies Act, 2013, was subject to ratification by the members on every Annual General Meeting. They have submitted their certificate to the effect that their reappointment, if made, would be in accordance with the Act and the Rules framed there under and that they satisfy the criteria provided in section 141 of Companies Act, 2013.

10. Auditors' Report

The Report of the Statutory Auditors on the Annual Accounts of your Company for the financial year 2016-17 forms part of the Annual Report and is self-explanatory.

11. Share Capital

There is no change in the Share Capital of the Company during the Financial Year 2016-2017

12. Extract of the Annual Return

The extract of the annual return in Form No. MGT – 9 is annexed hereto and marked as Annexure –A.

13. Conservation of energy, technology absorption & Foreign exchange

The requirement of disclosure of particulars with respect to conservation of energy as prescribed in Section 134(3)(m) of the Companies Act, 2013 read with the Rules made there under are mentioned in Annexure B to the Directors Report.

14. Corporate Social Responsibility (CSR)

The Provisions of Corporate Social Responsibility (CSR) are presently not applicable to the Company.

15. **Directors:**

**A) Changes in Directors and Key Managerial Personnel**

There is no change in Directors during the financial year 2016-2017.

**B) Declaration by an Independent Director(s) and re- appointment, if any**

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

**C) Formal Annual Evaluation**

Formal annual evaluation as per Section 134(3) (p) is not applicable to our Company.

16. **Particulars of Employees:**

There is no employee covered under the provisions contained in Rule 5(2) and Rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

17. **Number of meetings of the Board of Directors & Sitting Fee**

Details as per Section 173 of Companies Act, 2013 and the Rules made there under, regarding the number of Meetings of the Board and Committees held during the financial year ended March 31, 2017 are as follows:

A) Board Meetings:

SD.No.	Date of Board meeting	Total number of Directors on the date of meeting	No. of Directors attending the Meeting
1	16.05.2016	3	3
2	20.06.2016	3	3
3	25.07.2016	3	3
4	26.08.2016	3	3
5	30.08.2016	3	3
6	09.09.2016	3	3
7	29.09.2016	3	3
8	30.09.2016.	3	3
9	19.10.2016	3	3
10	01.11.2016	3	3
11	19.12.2016	3	3
12	22.03.2017	3	3

B) Committee meetings: There are no Committees of the Board

C) Attendance of Directors:

S.No.	Name of Director	No. of Board Meetings	
		Held during the year	Attended
1	Mr. Arun Ahuja	12	12

2	Mrs. Sunita Ahuja	12	12
3	Mr. Ramesh C. Sawhney	12	12

Sitting Fee paid to Directors for attending Board Meetings: Rs.NIL

18. **Audit Committee**

Sections 177 of the Companies Act, 2013 read with the rules made there under relating to Audit Committee are not applicable to our Company.

19. **Details of establishment of vigil mechanism for directors and employees**

Section 177(9) of the Companies Act, 2013 read with the rule made there under relating to the establishment of vigil mechanism for directors and employees are not applicable to our Company.

20. **Nomination and Remuneration Committee**

Section 178 of the Companies Act, 2013 read with the rule made thereunder relating to Nomination and Remuneration Committee are not applicable to our Company.

21. **Particulars of loans, guarantees or investments**

Your Company has not given any loans and guarantees under the provisions of Section 186 of the Companies Act, 2013. The details of investments are given in Note No. 12 of the attached financial statements.

22. **Particulars of contracts or arrangements with related parties:**

Subject to any disclosure in the financial section thereof, the Company has not entered into any contract or arrangement with related parties referred to in sub-section(1) of Section 188 of the Companies Act, 2013.

23. **Secretarial Audit Report**

Section 204 of the Companies Act, 2013 read with the rule made there under relating to Secretarial Audit and report there under are not applicable to our Company.

24. **Secure Workplace Policy**

Your Company has implemented secure workplace policy in accordance with the requirement of Sexual Harassment of Women at Workplace (Prevention, prohibition & redressal) Act, 2013. During the financial year 2016-17, no complaint has been received by the Company in this regard.

25. **Directors' Responsibility Statement**

In pursuance Section 134(3) (c) of the Companies Act, 2013 and the Rules made there under, it is hereby confirmed by the Directors that-

(a) In the preparation of the annual accounts for the Financial Year 2016-17, the applicable accounting standards had been followed along with proper explanation relating to material departures; if any;

(b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state



of affairs of the company at the end of the financial year and of the loss of the company for that period;

(c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The directors had prepared the annual accounts on a going concern basis; and

(e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 26. Internal Financial Controls

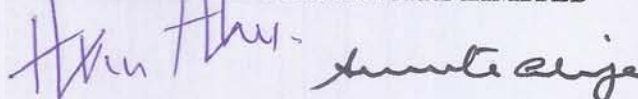
The Company believes that Internal Control is a necessary concomitant of the principle of Governance. It remains committed to having an effective Internal Control environment that provides assurance to the Board of Directors and the management that there is a structured system for :

- close and active supervision
- business planning and review of goals achieved
- evaluating & managing risks
- policies and procedures adopted for ensuring orderly Financial Reporting.
- timely preparation of reliable Financial Information
- accuracy and completeness of the Accounting Records
- ensuring legal and regulatory compliance
- protecting company's assets
- prevention and detection of fraud and error
- validation of IT Security Controls
- Entity Level Controls
- Interrelated control systems, covering all financial and operating functions, assure fulfilment of these objectives..

## 27. Acknowledgements

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Company's activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

For and on behalf of the Board of Directors  
TIRATH RAM AHUJA PRIVATE LIMITED



ARUN AHUJA  
Director  
DIN: 00267978

SUNITA AHUJA  
Director  
DIN: 02485425

Place: New Delhi

Date: 4<sup>th</sup> September, 2017

**ANNEXURE-A**

**Form No.MGT-9**

**EXTRACT OF ANNUAL RETURN**

**As on the financial year ended on 31<sup>st</sup> March, 2017**  
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the  
Companies (Management and Administration) Rules, 2014]

**I. REGISTRATION AND OTHER DETAILS:**

- i) CIN : U74899DL1950PTC001750  
ii) Registration Date : 18.02.1950  
iii) Name of the Company : TIRATH RAM AHUJA PVT.LTD.  
iv) Category/Sub-Category of the Company : Company Limited by Shares  
v) Address of the registered office and contact details : B-II/49, Mohan Co-operative Indl. Estate, Badarpur, New Delhi-110044  
vi) Whether listed Company Yes/No : No  
vii) Name, Address and Contact details of Registrar and Transfer Agent, if any : N.A.

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the Company shall be stated:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% total turnover of the company
1.	Civil Construction	4520	100%

**III.PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

S.NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/SUBSIDIARY/ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1.	Nil	Nil	Nil	Nil	Nil

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**



i) Others (specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Sub-total (B)(1)</b>	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
ii) Overseas	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Others (Indian Company)	--	Nil	Nil	Nil	--	Nil	Nil	Nil	Nil
<b>Sub-total (B)(2):-</b>	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	NIL	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Grand Total (A+B+C)</b>	NIL	11300	11300	100%	Nil	11300	11300	100%	Nil

(ii) Shareholding of Promoters

Sl. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Arun Ahuja	11298	99.98	NIL	11298	99.98	NIL	Nil
2.	Sunita Ahuja	2	0.02	NIL	2	0.02	NIL	Nil
	<b>Total</b>	<b>11300</b>	<b>100</b>	<b>NIL</b>	<b>11300</b>	<b>100</b>	<b>NIL</b>	<b>Nil</b>

(iii) Change in Promoters' Shareholding:

Sl No.		Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
				No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year			11300	100	11300	100
	Date wise Increase/ Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment/transfer / bonus/ sweat equity etc)	-	-	-	-	-	-
						--	--
						--	--
	At the end of the year			11300	100%	11300	100%

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): Nil

(v) Shareholding of Directors and Key Managerial Personnel:

Sl No.	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Share holding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	a) At the beginning of the year	1.4.16		11300	100	11300	100
	b) Changes during the year	-		-	-	-	-
	c) At the end of the year	31.3.17		11300	100	11300	100

## V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total gIndebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	17328733	228000000	-	245328733
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (I +ii+ iii)</b>	<b>17328733</b>	<b>228000000</b>	<b>-</b>	<b>245328733</b>
<b>Change in Indebtedness during the financial year</b>				
* Addition	7324730	-	-	7324730
* Reduction	-	(5850000)	-	(5850000)
<b>Net Change</b>	<b>7324730</b>	<b>(585000)</b>	<b>-</b>	<b>1474730</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	24653463	222150000	-	246803463
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>24653463</b>	<b>222150000</b>	<b>-</b>	<b>246803463</b>

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

SN.	Particulars of Remuneration	Total Amount
1	<b>Mr. Arun Ahuja (Whole Time Director)</b>	
	Gross salary	30,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil
	Stock Option	Nil
	Sweat Equity	Nil
	Commission - as % of profit - others, specify...	Nil
	Others, please specify	10,78,688
	Total (A)	40,78,688
	Ceiling as per the Act	N.A.

SN.	Particulars of Remuneration	Total Amount
2	<b>Mrs. Sunita Ahuja (Whole Time Director)</b>	
	Gross salary	30,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL
	Stock Option	Nil
	Sweat Equity	Nil
	Commission - as % of profit - others, specify...	Nil
	Others, please specify	10,79,700
	Total (A)	40,79,700
	Ceiling as per the Act	N.A.
3	<b>Mr. Ramesh C. Sawhney (Whole Time Director)</b>	
	Gross salary	36,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL
	Stock Option	Nil
	Sweat Equity	Nil
	Commission - as % of profit - others, specify...	Nil
	Others, please specify	2,54,041
	Total (A)	38,54,041
	Ceiling as per the Act	N.A.

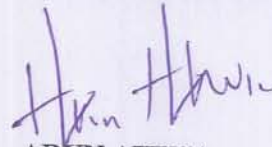
B. *Remuneration to the other directors:* There are no Directors other than the 3 Whole Time Directors mentioned in point vi A above.

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

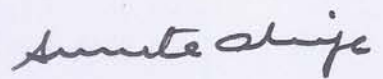
**VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:**

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

For and on behalf of the Board of Directors  
**TIRATH RAM AHUJA PRIVATE LIMITED**



**ARUN AHUJA**  
 Director  
 DIN: 00267978



**SUNITA AHUJA**  
 Director  
 DIN: 02485425

Place: New Delhi  
 Date: 4<sup>th</sup> September, 2017



## **ANNEXURE – B to the Directors Report for the financial year 2016-2017**

Information pursuant to under Section 134(3) (m) of the Companies Act 2013 read with the Rules made there under:

### **A) Conservation of Energy**

Although operations of Company are not energy intensive, the management has been highly conscious of criticality of conservation of energy of all the operational Levels and efforts are made in this direction on a continuous basis. Adequate measures have been taken to reduce energy consumption whenever possible by using energy efficient equipments.

### **B) Technology Absorption**

Form for disclosure of particulars with respect to technology absorption, Research and Development.

(i). Technology Absorption, Adaptation & Innovation efforts made: NA

(ii) Benefits derived, like product improvement, cost reduction, product development or import substitution: NA.

(iii) In case of imported technology; details of technology imported, year of import, has technology been fully absorbed, if not, areas where this has not taken place and reasons: Nil

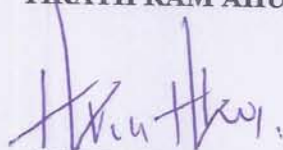
(iv) Research & Development expenditure incurred: Nil

### **C) Foreign exchange earnings and Outgo-**

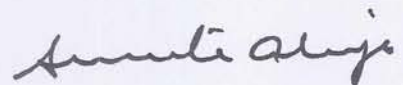
The Foreign Exchange earned in terms of actual inflows during the year: NIL

The Foreign Exchange outgo during the year in terms of actual outflows: Rs.7,70,278

**For and on behalf of the Board of Directors  
TIRATH RAM AHUJA PRIVATE LIMITED**



**ARUN AHUJA  
Director  
DIN: 00267978**



**SUNITA AHUJA  
Director  
DIN: 02485425**

Place: New Delhi

Date: 14 Sept 2017

## ANNEXURE-C

### MR.ARUN AHUJA

- (i) Designation of the employee: - Whole Time Director
- (ii) Remuneration received: - The total remuneration paid during the year is Rs.40,78,688/-
- (iii) Nature of employment, whether contractual or otherwise: Contractual
- (iv) Qualifications and experience of the employee: BSc – Hotel Management
- (v) Date of commencement of employment: - 01.06.1998
- (vi) The age of such employee: 44 Years
- (vii) The last employment held by such employee before joining the company: Service
- (viii) The percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub-rule (2) above:

**Percentage of share: 99.98%**

- (ix) Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager: Mrs.Sunita Ahuja is the mother of Mr.Arun Ahuja.

### Mrs Sunita Ahuja

- (I) Designation of the employee: Whole Time Director
- (ii) Remuneration received: The total remuneration paid during the year is Rs.40,79,700/-
- (iii) Nature of employment, whether contractual or otherwise: - Contractual
- (iv) Qualifications and experience of the employee: - Graduate
- (v) Date of commencement of employment: - 19.12.2008
- (vi) The age of such employee: - 71 Years
- (vii) The last employment held by such employee before joining the company: House
- (viii) The percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub-rule (2) above:

**Percentage of share: 0.02%**

- (ix) Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager Mr. Arun Ahuja is the son of Mrs Sunita Ahuja.

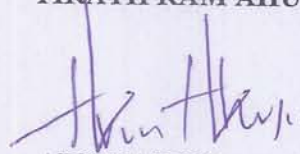
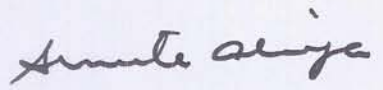
**MR. Ramesh C. Sawhney**

- (i) Designation of the employee: - Whole Time Director  
(ii) Remuneration received: - The total remuneration paid during the year is  
Rs. 38,54,941/-  
(iii) Nature of employment, whether contractual or otherwise: Contractual  
(iv) Qualifications and experience of the employee: F.C.A.  
(v) Date of commencement of employment: 01.07.1980  
(vi) The age of such employee: - 74 Years  
(vii) The last employment held by such employee before joining the company:  
Chartered Accountant.  
(viii) The percentage of equity shares held by the employee in the company within  
the meaning of clause (iii) of sub-rule (2) above:

**Percentage of share: NIL**

- (ix) Whether any such employee is a relative of any director or manager of the Company and if so, name of such director or manager: - No.

**For and on behalf of the Board of Directors  
TIRATH RAM AHUJA PRIVATE LIMITED**

**ARUN AHUJA  
Director  
DIN: 00267978**

**SUNITA AHUJA  
Director  
DIN: 02485425**

**Place: New Delhi**

**Date: 4<sup>th</sup> September, 2017**

**KHANNA & ANNADHANAM**  
**CHARTERED ACCOUNTANTS**

**Independent Auditor's report**

To the Members of  
**Tirath Ram Ahuja Private Limited**  
Report on the financial statements

We have audited the accompanying financial statements of **Tirath Ram Ahuja Private Limited** which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the 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 provisions 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 controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**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 there under. 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.

3/7B, 2<sup>ND</sup> FLOOR, ASAF ALI ROAD, NEW DELHI-110002  
TELE : 91 (11) 23244061, 23244062, 23244063  
E-mail:knatax@rediffmail.com

## *Khanna & Annadhanam*

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### **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, 2017, and its loss and its cash flows for the year ended on that date.

### **Emphasis of Matter**

Without qualifying , we draw attention to the following matters in the Notes to the financial statements:

- a) Note No. 29(3) with regard to Employer's Provident Fund contribution dues and administration charges amounting to Rs.9,75,730 for which no provision exists in the accounts pending resolution of the issue connected with the effective date of applicability of the Notification No. GSR 689 dated 19<sup>th</sup> October 1990.

### **Report on other legal and regulatory requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure "A" a statement on the matters specified in Paragraphs 3 and 4 of the Order.

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 it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) In our opinion and to the best of our information and explanation given to us, the provisions of Section 143(3)(i) pertaining to Internal Financial Controls over Financial Reporting of the company and the operating effectiveness of such controls are not applicable to the company.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. Except for the items detailed in Note No. 28 of Notes to Accounts, the Company does not have any pending litigations which would impact its financial position;
    - ii. The Company does not have any long-term contracts including derivative contracts, as such the question of commenting on material foreseeable losses thereon does not arise;

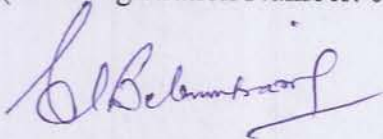
**Khanna & Annadhanam**

- iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. The company has provided requisite disclosures in Note 29(19) to these Financial Statements as to the holding of specified Bank notes on November 8, 2016 to December 30, 2016. Based on our audit procedures and relying on management representation regarding specified bank notes, we report that these disclosures are in accordance with the books of accounts maintained by the company.

For **Khanna & Annadhanam**

**Chartered Accountants**

(Firm Registration Number: 001297N)



**(K. A. Balasubramanian)**

Partner

Membership No: 017415



Place: New Delhi

Dated: 4<sup>th</sup> Sept 2017.

**Annexure "A" to the Independent Auditors' Report**

The Annexure referred to in Independent Auditors' Report to the members of the company on the financial statements for the year ended 31<sup>st</sup> March 2017, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets have been physically verified by the management at regular intervals and as informed to us no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. According to the information and explanation given to us no material discrepancies were noticed on such physical verification.
- (c) according to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties included in fixed assets of the company are held in the name of the company.
- ii. The stocks of stores and building material located at sites, we were informed by the management, have been physically verified during the year at regular intervals. In our opinion the procedures adopted, keeping in view the type of above inventories dealt with by the management, are reasonable and adequate in relation to the size of the company and the nature of its business. The company has maintained proper records of inventory of materials at site and the discrepancies noticed on physical verification, which were not material, have been appropriately adjusted.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act. Accordingly, requirement of the paragraphs 3 (iii) (a), 3 (iii) (b) and 3 (iii) (c) of the Order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has not given any loans, made investments, given guarantees or security during the year which is covered under provisions of section 185 and 186 of the Act.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public covered u/s 73 to 76 of Companies' Act, 2013 and the rules formed thereunder.



*Khanna & Annadhanam*

- vi. In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the company.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the company in our opinion, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess, Employees' State Insurance and excise duty and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities.

According to the information and explanations given to us and the records of the Company examined by us there are no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of custom, service tax, cess and other material statutory dues that were in arrear as at 31<sup>st</sup> March, 2017 for a period of more than six months from the date they become payable.

- (b) According to the information and explanations given to us and based on the records of the company examined by us, the disputed amounts payable in respect of Service Tax not deposited as on 31<sup>st</sup> March, 2017 with the appropriate authorities are as follows:

<u>S.No.</u>	<u>Nature of Dues</u>	<u>Year</u>	<u>Amount (Rs.)</u>	<u>Forum where Dispute is Pending</u>
1.	Service Tax	2007-08	5,65,177	Custom Excise and Service Tax Appellate Tribunal

- viii. In our opinion and according to the information and explanations given to us the company has not defaulted in the repayment of dues to bank. Further, the company has not taken any loans from any financial institution, government or debenture holders during the year.
- ix. In our opinion and according to explanation given to us, the money raised by way of term loans (bank financing) have been applied by the company during the year for the purposes for which they were raised. The company has not raised any money by way of initial public offer or further public offer (including debt instruments).
- x. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

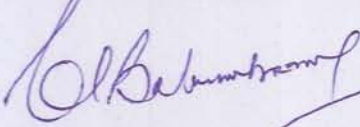
*Khanna & Annadhanam*

- xi. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for the managerial remuneration in accordance with the applicable approvals, but being a Private Company, the provisions of section 197 read with Schedule V to the Companies Act 2013 are not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. According to the information and explanations given to us, provisions under section 45-IA of the Reserve Bank of India Act 1934 are not applicable to the company.

For **Khanna & Annadhanam**

**Chartered Accountants**

(Firm Registration No: 001297N)



**(K. A. Balasubramanian)**

Partner

Membership No.: 017415



Place: New Delhi

Dated: 4<sup>th</sup> Sept 2017

TIRATH RAM AHUJA PRIVATE LIMITED  
BALANCE SHEET AS AT 31ST MARCH'2017

(Amount in Rupees)

	Note No.	As At 31st March' 2017		As At 31st March' 2016	
<b>EQUITY AND LIABILITIES</b>					
<b>SHAREHOLDERS' FUND</b>					
Share Capital	2	1,130,000		1,130,000	
Reserves And Surplus	3	2,948,698,206	2,949,828,206	2,978,787,197	2,979,917,197
<b>NON-CURRENT LIABILITIES</b>					
Long - Term Borrowings	4	174,701,906		174,658,999	
Deferred Tax Liabilities (Net)	4A	(6,557,775)		(6,557,775)	
Other Long - Term Liabilities	5	43,610,117		38,280,317	
Long - Term provisions	6	-	211,754,248	-	206,376,541
<b>CURRENT LIABILITIES</b>					
Short - Term Borrowings	7	63,863,188		69,992,428	
Trade Payables	8	95,411,924		64,116,602	
Other Current Liabilities	9	614,749,466		387,434,485	
Short - Term Provisions	10	-	774,024,578	-	521,543,515
<b>TOTAL</b>			<b>3,935,607,032</b>		<b>3,707,837,253</b>
<b>ASSETS</b>					
<b>NON-CURRENT ASSETS</b>					
<b>Fixed Assets</b>					
Tangible Assets	11	1,575,958,315		1,486,214,560	
Intangible Assets		-		-	
Capital Work In Progress		-		1,982,564	
			<b>1,575,958,315</b>		<b>1,488,197,124</b>
Non - Current Investments	12	3,060		3,060	
Long - Term Loans And Advances	13	2,665,633		2,059,017	
Other Non - Current Assets	14	232,555,083	235,223,776	246,523,492	248,579,569
<b>CURRENT ASSETS</b>					
Inventories	15	1,936,086,243		1,859,052,558	
Trade Receivables	16	90,951,005		48,514,551	
Cash And Cash Equivalents	17	18,143,378		8,248,638	
Short - Term Loans and Advances	18	78,717,840		55,171,061	
Other Current Assets	19	526,475	2,124,424,941	73,752	1,971,060,560
<b>TOTAL</b>			<b>3,935,607,032</b>		<b>3,707,837,253</b>

Significant Accounting Policies and Notes to the Accounts 1 / 29

In terms of our report to members attached separately.

For Khanna & Annadhanam

Chartered Accountants

(FRN 01297N)

K.A. Balasubramanian

Partner

Membership No. 17415

Place: New Delhi

Dated: 4th September, 2017



*Sunita Ahuja*

Sunita Ahuja

Director

DIN 02485425

*Arun Ahuja*

Arun Ahuja

Director

DIN 00267978

*Ramesh C Sawhney*

Ramesh C Sawhney

Director

DIN 00267834

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH' 2017

(Amount in Rupees)

	Note No.	Year Ended March 31' 2017	Year Ended March 31' 2016
<b>Revenue From Operations</b>			
Work bills (including Rs. -Nil - /- previous year Rs. Nil cost of material supplied by contractees includes in construction expenses per contra)	20	283,958,386	319,295,800
Other Operating revenues			
Others Income	21	10,355,044	38,269,156
<b>Total Revenue</b>		<b>294,313,430</b>	<b>857,564,956</b>
<b>Expenses</b>			
Construction Expenses	22	196,455,339	259,861,675
Change in Inventories of Finished Goods, Work In Progress and Stock - In - Trade	23	(4,580,686)	(14,032)
Employee Benefits Expense	24	41,602,240	45,318,307
Finance Costs	25	1,669,443	1,474,125
Depreciation and Amortisation Expenses	20,193,413	18,109,362	
Less : Transferred from Revaluation Reserve	433,060	19,760,353	458,826
Other Expense	26	56,083,623	63,395,310
<b>Profit before exceptional,extraordinary items and Tax</b>		<b>(16,676,882)</b>	<b>(30,120,965)</b>
Provision for Bad Debt			(1,892,515)
<b>Profit before Extraordinary Items and Prior Period Items</b>		<b>(16,676,882)</b>	<b>(32,013,479)</b>
Prior Period Expenses		(12,979,049)	
Extraordinary Items		-	-
Tax Expenses		-	-
Current Tax (Including Wealth Tax)		-	-
Deferred Tax		-	-
Taxes Relating to Earlier Years		-	(195,725)
<b>Profit after Tax and Exception Items</b>		<b>(29,655,931)</b>	<b>(32,209,204)</b>
Earnings per share - Basic / Diluted ( Rs.)		(2,624)	(2,850)

For Khanna &amp; Annadhanam

Chartered Accountants

(584001257N)

K.A. Balasubramanian

Partner

Membership No. 17415

Place: New Delhi

Dated: 4th September, 2017



  
 Sunita Ahuja  
 Director  
 DIN 02485425

  
 Arun Ahuja  
 Director  
 DIN 00267978

  
 Ramesh C. Sawhney  
 Director  
 DIN 00267834



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2017

S.NO.	Particulars	2016 - 2017	2015 - 2016
A	<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>		
	Net Profit before tax and extra ordinary items :	(29,655,931)	(32,013,479)
	Adjustments for:		
	Depreciation	20,193,413	18,109,362
	write off of Fixed Assets	-	15,991
	Finance Cost	1,669,443	1,474,125
	Profit/Loss on sale of Fixed Assets	174,618	(439,665)
	Interest received	(1,655,885)	(2,588,153)
	Provision for bad debts	-	1,892,515
	Income Tax Provision	-	-
	Taxes Relating to Earlier Years	-	(195,725)
	<b>Operating profit before Working Capital changes</b>	<b>(9,274,342)</b>	<b>(13,745,030)</b>
	Adjustments for:		
	Trade Receivables	(42,436,454)	24,272,447
	Long Term Loan and Advances	(612,616)	(1,260,000)
	Short Term Loans and Advances	(23,546,779)	6,525,229
	Other Current Assets	-	-
	Other non Current Assets	13,968,409	(42,716,516)
	Inventories	(77,033,686)	(1,857,615,692)
	Trade Payables	31,295,325	(36,360,474)
	Long Term Provisions	-	(246,447)
	Short Term Provisions	-	(65,734)
	Other Long Term Liabilities	5,329,800	(37,571,587)
	Other Current Liabilities	227,314,981	177,839,349
	<b>Cash generated from Operations</b>	<b>134,278,980</b>	<b>(1,767,199,426)</b>
	Income Taxes Refund	125,004,639	(1,780,944,456)
	<b>Net cash from / (used) in operating activities before exceptional item</b>	<b>125,004,639</b>	<b>(1,780,944,456)</b>
	Exceptional Item	-	-
	Increase in Reserve & Surplus	(433,060)	329,401,840
	<b>Net cash from / (used) in Operating Activities</b>	<b>124,571,579</b>	<b>(1,451,542,616)</b>

Cash Flow From Investing Activities		
B	Purchase of Fixed Assets	(110,928,489) (349,160,545)
	Sale of Fixed Assets	816,701 1,840,666,900
	Interest Received	1,203,162 2,532,009
	Capital WIP	1,982,564 (1,982,564)
	Sale of Investment	- -
	<b>Cash Flow used in Investing Activities</b>	<b>(106,926,062) 1,492,055,800</b>
Cash flow from Financing Activities		
C	Proceeds/Repayment from Long Term Borrowings	47,907 1,153,999
	Proceeds/Repayment from Short Term Borrowings	(6,129,240) (42,477,990)
	Changes in working capital Borrowings	- -
	Finance Cost Paid	(1,669,443) (1,474,125)
	<b>Net Cash (used) / from Financing activities</b>	<b>(7,750,776) (42,798,116)</b>
	<b>Net Increase/decrease in cash &amp; cash equivalents</b>	<b>9,894,741 (2,284,932)</b>
	Cash and cash equivalents as at opening Balance	8,248,638 10,533,569
	Closing balance of cash and cash Equivalents	18,143,378 8,248,638

In terms of our report to members attached seperately.

for Khanna & Annadhanam  
Chartered Accountants

(FRN 001297N)

K.A. Balasubramanian

Partner

Membership No. 17415

Place: New Delhi

Dated: 4<sup>th</sup> Sept 2017



*Sunita Ahuja*

Sunita Ahuja

Director  
DIN 02485425

*Arun Ahuja*  
Arun Ahuja  
Director

DIN 00267978

*Ramesh C.*  
Ramesh C.  
Director

DIN 00267834

## TIRATH RAM AHUJA PRIVATE LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH' 2017

## NOTE 2

PATICULARS	AS AT 31/03/2017 Rs.	AS AT 31/03/2016 Rs.
<b>SHARE CAPITAL</b>		
<b>Authorised</b>		
15000 (Previous year 15000)	1,500,000	1,500,000
Equity Shares of Rs 100/- each	1,500,000	1,500,000
<b>Issued Subscribed and Paid up</b>		
11300 (Previous year 11300)	1,130,000	1,130,000
Equity Shares of Rs 100/- each fully paid (net of 3700 shares of Rs. 100/- each bought back and extinguished pursuant to orders passed by the Company Law Board / Honb'le Delhi High Court in the previous years)		
Notes:	1,130,000	1,130,000
There is no change in issued, subscribed and paid up capital during the current year and corresponding previous year.		

The Shareholders holding more than 5% Equity Shares are as under

	No of Shares	%	No of Shares	%
Mr. Arun Ahuja	11298	99.98%	11298	99.98%
Mrs. Sunita Ahuja	2	0.02%	2	0.02%

Terms and rights attached to equity shares: The Company has only one class of equity shares having a Par Value of Rs.100/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of equity shares held by the shareholders. No shares has been issued for consideration other than cash by the company in the last 5 financial years.

## NOTE 3

<b>Reserve and Surplus</b>		
<b>Revaluation Reserve</b>		
Opening Balance	3,190,758,372	2,861,356,532
Add: Revaluation reserve created during the year	-	342,344,674
	3,190,758,372	3,203,701,206
Less: Revaluation Reserve transferred to Statement of Profit and Loss pertaining to assets written off	-	12,484,009
Less: Transferred to Statement of Profit & Loss on account of Depreciation	433,060	458,825
	3,190,325,312	3,190,758,372
<b>General Reserve</b>		
Opening Balance (As per Last Balance Sheet)	556,042	556,042
Adjusted to Statement of Profit & Loss (per contra)	(556,042)	(556,042)
<b>Balance in Statement of Profit and Loss</b>		
Opening Balance	(212,527,217)	(180,318,013)
Less: Transition adjustment of depreciation	-	-
Add: Loss during the year	(29,655,931)	(32,209,204)
	(242,183,148)	(212,527,217)
Less: General Reserve Adjusted (Per Contra)	556,042	556,042
<b>Total</b>	2,948,698,206	2,978,787,197

TIRATH RAM AHUJA PRIVATE LIMITED, NEW DELHI  
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH' 2017

NOTE 4

NON - CURRENT LIABILITIES

PATICULARS	AS AT 31/03/2017 Rs.	AS AT 31/03/2016 Rs.
<b>LONG - TERM BORROWINGS</b>		
Secured *		
Term Loans		
From Banks @	2,256,572	1,836,305
Less : Current Maturities	(1,054,666)	(682,306)
@ Loan from banks secured Against rental receivables present & future & hypothecation of machinery.	<u>1,201,906</u>	<u>1,153,999</u>
Unsecured		
Term Loans		
Inter Corporate deposits	173,500,000	173,500,000
	<u>173,500,000</u>	<u>173,500,000</u>
	<u>174,701,906</u>	<u>174,653,999</u>

NOTE 4A

DEFERRED TAX LIABILITIES (NET)

Deferred Tax Liabilities

    Depreciation differential

4,438,818                      4,438,818

4,438,818                      4,438,818

Deferred Tax Assets

    Carry Forward unadjusted loss and unabsorbed depreciation

(10,996,593)                      (10,996,593)

    Accrued expenses deductible on payment basis

(6,557,775)                      (6,557,775)

NOTE 5

OTHER LONG TERM LIABILITIES

    Trade Payables

22,207,404                      11,192,161

    Other Long Term Liabilities

21,402,713                      27,088,156

43,610,117                      38,280,317

NOTE 6

LONG - TERM PROVISIONS

    Provision for Employee Benefits- Gratuity

-                      -



TIRATH RAM AHUJA PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH' 2017

**NOTE 7**

PATICULARS	AS AT 31/03/2017 Rs.	AS AT 31/03/2016 Rs.
<b>CURRENT LIABILITIES</b>		
<b>SHORT - TERM BORROWINGS</b>		
<b>Secured *</b>		
Loan repayable on Demand from Banks	15,213,188	15,492,428
Other Loan and Advances from Banks	-	-
	<u>15,213,188</u>	<u>15,492,428</u>
<b>Unsecured</b>		
Loan repayable on Demand		
From Banks	-	-
From directors (Arun Ahuja)	48,650,000	54,500,000
	<u>48,650,000</u>	<u>54,500,000</u>
	<u>63,863,188</u>	<u>69,992,428</u>

**LOANS FROM BANK**

\*Loans from Banks are secured by hypothecation of Machinerles / Equipments/ Book debts (present and future), Pledge of fixed deposits and further collaterally secured by Equitable Mortgage of land and residential building owned by the company. These loans are further guaranteed by Director and a Working Director.

**NOTE 8**

**TRADE PAYABLES**

Total outstanding Dues of micro and small enterprises		
Total outstanding Dues of creditors other than micro and small enterprises	95,411,924	64,116,602
	<u>95,411,924</u>	<u>64,116,602</u>

(a) In view of Insufficient Information from the suppliers regarding their status as SSI units, amount overdue to small Scale Industries undertaking as on 31.03.2017 could not be ascertained.

(b) The company has not received Intimation from suppliers regarding the status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure, if any, relating to the amount unpaid at the end of the year together with interest payable under the said Act, has not been made.

**NOTE 9**

**OTHER CURRENT LIABILITIES**

<b>Current Maturities of long - term debt (Secured)</b>		
From Banks	1,054,666	682,306
Advances received from prospective Customers	540,000,798	318,250,000
Advances received from Contractees	2,246,008	8,077,353
Due to directors	3,400,935	1,942,201
Security Deposits	30,000,000	15,732,000
Statutory dues Payable	10,263,030	2,517,562
Other Liabilities	27,784,029	40,233,063
	<u>614,749,466</u>	<u>387,434,485</u>

**NOTE 10**

**SHORT - TERM PROVISIONS**

Provision for Employee Benefits - Gratuity

-



TIRATH RAM AHUJA PRIVATE LIMITED  
DEPRECIATION CHART FOR THE YEAR 2016-17

Sl. No.	ASSETS	Gross Block						Depreciation				Net Block			
		Cost/Valuation as on 01.04.2016 (A)	Additions during the year (B)	Sales during the year (C)	other adjustments during the year (D)	Cost/ Valuation as at 31.03.2017 (E=A+B-C+D)	As at 01.04.2016 (F)	For the Year (G)	On Sales/Adjustments during the year (H)	Transition adjustments recorded against surplus balance in statement of Profit & Loss (I)	other adjustments during the year (J)	As at 31.03.2017 (K=F+G-H+J)	As at 31.03.2017 (L= E-K)	As at 31.03.2016 (M=A-F)	
1	LEASEHOLD LAND	875,272,800	-	-	-	875,272,800	-	-	-	-	-	-	875,272,800	875,272,800	
2	LAND & BUILDING	500,739,892	108,660,810	-	-	609,400,702	6,118,915	2,377,648	-	8,496,563	-	600,904,139	600,904,139	494,600,977	
	<b>TOTAL (A)</b>	<b>1,376,012,692</b>	<b>108,660,810</b>	<b>-</b>	<b>-</b>	<b>1,484,673,502</b>	<b>6,118,915</b>	<b>2,377,648</b>	<b>-</b>	<b>8,496,563</b>	<b>-</b>	<b>1,476,176,939</b>	<b>1,369,893,777</b>		
3	MACHINERY	210,472,446	230,455	1,895,340	-	208,807,561	104,947,328	15,183,944	1,268,604	-	118,862,668	89,944,893	105,525,118		
4	VEHICLES	16,579,360	1,895,089	1,431,825	-	17,042,624	12,096,528	1,501,030	1,067,242	-	12,530,316	4,512,308	4,482,832		
5	ELECTRICAL INSTALLATIONS & EQUIPMENTS	10,173,195	41,735	-	-	10,214,930	5,300,378	750,765	-	-	6,051,143	4,163,787	4,372,818		
6	LABORATORY EQUIPMENTS	871,067	-	-	-	871,067	752,989	22,101	-	-	775,090	95,977	118,078		
7	DATA PROCESSING	2,137,430	42,100	-	-	2,179,230	2,000,474	39,844	-	-	2,040,318	138,912	136,656		
8	OFFICE EQUIPMENTS	822,452	45,700	-	-	868,152	759,641	26,963	-	-	786,605	81,548	62,811		
9	FURNITURES & FIXTURES	3,516,686	12,600	-	-	3,529,286	2,394,216	291,117	-	-	2,685,334	843,953	1,172,470		
10	TEMPORARY OFFICE GODOWNS	6,010,932	-	-	-	6,010,932	6,010,932	-	-	-	6,010,932	-	-		
	<b>TOTAL (B)</b>	<b>250,583,268</b>	<b>2,267,679</b>	<b>3,327,165</b>	<b>-</b>	<b>249,523,782</b>	<b>134,262,487</b>	<b>17,815,765</b>	<b>2,335,846</b>	<b>-</b>	<b>149,742,406</b>	<b>99,781,376</b>	<b>116,328,282</b>		
	<b>GRAND TOTAL (A+B)</b>	<b>1,626,595,960</b>	<b>110,928,489</b>	<b>3,327,165</b>	<b>-</b>	<b>1,734,197,284</b>	<b>140,381,402</b>	<b>20,193,413</b>	<b>2,335,846</b>	<b>-</b>	<b>158,238,969</b>	<b>1,575,958,315</b>	<b>1,486,214,569</b>		
	<b>GRAND TOTAL (Previous Year)</b>	<b>3,120,564,498</b>	<b>350,996,545</b>	<b>3,146,097</b>	<b>(1,841,838,986)</b>	<b>1,626,575,960</b>	<b>126,993,891</b>	<b>18,109,362</b>	<b>2,902,868</b>	<b>-</b>	<b>(1,838,985)</b>	<b>1,496,214,569</b>	<b>2,995,406,504</b>		

## TIRATH RAM AHUJA PRIVATE LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH' 2017

## NOTE 12

## NON - CURRENT INVESTMENTS

(Valued at cost unless there is permanent fall in value thereof)

PATICULARS	AS AT 31/03/2017 Rs.	AS AT 31/03/2016 Rs.
<b>OTHER INVESTMENTS</b>		
<b>Investments in Equity Instruments</b>		
Others - Unquoted	3,060	3,060
	<u>3,060</u>	<u>3,060</u>

## NOTE 13

## LONG - TERM LOANS AND ADVANCES

(Unsecured considered good unless otherwise stated)

Security Deposits	2,665,633	2,053,017
	<u>2,665,633</u>	<u>2,053,017</u>

## NOTE 14

## Long Term Trade Receivables

Secured Considered Good	173,500,000	173,500,000
Unsecured - Considered Good	59,055,083	73,023,492
- Considered Doubtfull	1,892,515	1,892,515
	<u>234,447,598</u>	<u>248,416,007</u>
Less : Provision for Doubtful Receivables	1,892,515	1,892,515
	<u>232,555,083</u>	<u>246,523,492</u>

## NOTE 15

## CURRENT ASSETS

## INVENTORIES

Project in Progress (Refer Note No.29 (11)) ✓	1,930,054,660	1,857,601,661
Construction material at site	6,031,583	1,450,897
	<u>1,936,086,243</u>	<u>1,859,052,558</u>

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## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH' 2017

## NOTE 16

PATICULARS	AS AT 31/03/2017 Rs.	AS AT 31/03/2016 Rs.
<b>TRADE RECEIVABLES</b>		
Outstanding for a period exceeding Six months from the date they are due for payment.		
- Secured - Considered Good	-	-
- Unsecured - Considered Good	35,637,665	24,889,441
- Considered Doubtful	-	-
	<u>35,637,665</u>	<u>24,889,441</u>
Less : Provision for Doubtful Receivables	-	-
	<u>35,637,665</u>	<u>24,889,441</u>
Others		
- Secured - Considered Good	-	-
- Unsecured - Considered Good	55,313,340	23,625,110
<b>Total</b>	<u><u>90,951,005</u></u>	<u><u>48,514,551</u></u>

## NOTE 17

## CASH

## Cash and cash Equivalents

## Balance with Banks

- In Current Accounts

127,312

80,678

- In Deposit Accounts \*

18,000,000

8,000,000

Cash in hand

16,065

167,959

Others

-

-

\*(Fixed deposits aggregating to Rs. 180 lacs (previous year Rs.80 lacs) have been pledged with banks against overdraft / Bank Guarantees.)

Total

18,143,378

8,248,638

## NOTE 18

## SHORT TERM LOANS AND ADVANCES

(Unsecured Considered good unless otherwise stated)

Advances recoverables in cash or in kind or for value to be received

- Considered Good

58,356,838

24,608,021

- Considered Doubtful

-

-

58,356,838

24,608,021

Less : Provision for Doubtful Advances

-

-

58,356,838

24,608,021

Loans and Advances to staff

436,210

535,776

Tax Payments (Net of provision) including amount refundable

19,924,792

30,027,264

78,717,840

55,171,061

## NOTE 19

## OTHER CURRENT ASSETS

(Unsecured Considered good unless otherwise stated)

Interest Accrued on Investments, Deposits etc.

526,475

73,752

526,475

73,752

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## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH' 2017

## NOTE 20

PATICULARS	AS AT	AS AT
	31/03/2017 Rs.	31/03/2016 Rs.
<b>REVENUE FROM OPERATIONS</b>		
Work Bills. (Includes cost of materials Rs. - Nil - Previous Year Rs. Nil cost of materials supplied by contractees included in construction expenses per contra.)	283,958,386	319,295,800
Work bills Taxes Deducted at source Rs. 56,08,153/- Rs. 59,11,485/-).	(Previous year:	
	<u>283,958,386</u>	<u>319,295,800</u>

## NOTE 21

## OTHER INCOME

Liabilities / Provisions no Longer required written Back	15,092	2,641,925
Interest Income *	1,655,885	2,588,153
Rental Income * Less : House Tax Rs. 2,65,096/- Year Rs. 2,65,061/-)	(Previous	8,275,904
Miscellaneous Income	408,163	2,150,098
	<u>10,355,044</u>	<u>38,269,156</u>
(* Taxes deducted at source Rs. 9,11,572/- Rs. 31,46,158/-)	(Previous Year	

## NOTE 22

## Construction Expenses

Materials (Includes transportation charges of material wherever applicable) *	145,589,118	201,460,901
Wages	44,392,234	49,229,489
Transportation charges of goods	1,535,290	1,697,529
Power, Fuel, Machinery Maintenance & Water	1,045,740	5,760,724
Repairs to Machinery & Others	3,892,956	1,713,032
	<u>196,455,339</u>	<u>259,861,675</u>

## NOTE 23

## CHANGE IN INVENTORIES OF FINISHED GOODS, WORK - IN - PROGRESS AND STOCK - IN - TRADE

Closing Stock	(6,031,583)	(1,450,897)
Less : Stock Transferred	-	-
Adjusted Closing Stock	-	-
less : Opening Stock	1,450,897	1,436,865
	<u>(4,580,686)</u>	<u>(14,032)</u>

## NOTE 24

## EMPLOYEE BENEFITS EXPENSES

Salaries , Wages, Bonus, Gratuity, Commission etc.	34,341,731	36,067,416
Provident Fund and Other Funds	4,933,832	7,350,805
Contribution to Gratuity Fund	345,060	(989,311)
Welfare Expenses	1,981,617	2,889,397
	<u>41,602,240</u>	<u>45,318,307</u>

## NOTE 25

## FINANCE COSTS

Interest Expense	1,669,443	1,474,125
	<u>1,669,443</u>	<u>1,474,125</u>

## NOTE 26

PATICULARS	AS AT	AS AT
	31/03/2017	31/03/2016
	Rs.	Rs.
<b>OTHER EXPENSES</b>		
Bank Charges	1,343,096	1,643,742
Labour Huts & Site Developments	1,544	405,225
Shuttering & Scaffolding	13,741,441	23,260,267
Hire Charges, taxes & fees	2,372,772	2,239,439
Vehicle running	534,352	1,505,025
Postage, Telephone & Stationary	1,308,991	1,247,954
Insurance	1,239,541	881,584
Advertisement	51,720	3,360
Travelling & Conveyance	1,096,766	2,176,377
Tender & Miscellaneous Expenses	486,895	91,810
Rent	6,303,000	4,122,250
Entertainment	1,769,572	597,755
Charity & Donations	15,600	104,000
<b>Repairs &amp; Maintenance</b>		
- Machinery	81,955	217,419
- Building	703,839	844,773
- Others	976,991	65,992
Electricity & Water	1,026,114	1,512,648
Rent, Rates & Taxes	376,094	333,334
<b>Auditors' Remuneration</b>		
- Audit Fee	300,000	300,000
- Tax Audit	25,000	25,000
- Other Services	20,000	20,000
Legal & Professional Charges	4,111,190	2,898,523
Miscellaneous Expenses	90,198	564,708
Loss on sale of aseets	174,618	6,643
Swachhbharat cess	94,344	16,654
Krishi Kalyan Cess	105,507	-
Sales Tax - (Works Contract, Dvat, UP Vat)	17,532,482	16,498,521
Assets Written off	-	12,500,000
Less: transfered from Revaluation Reserve	-	(12,484,009)
Claims Paid	200,000	1,796,315
	<b>56,083,623</b>	<b>63,395,310</b>

NOTE 1 – ACCOUNTING POLICIES:-

A) SIGNIFICANT ACCOUNTING POLICIES

a) Accounting convention:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rules 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 (“the 2013 Act”) as applicable. The financial statements have been prepared on accrual basis under the historical cost convention except revaluation of certain plots of land & building. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b) Current-Non-Current classification.

All assets and liabilities are classified into Current and Non-current.

- Assets:

An asset is classified as current when it satisfies any of the following criteria:

- (i) It is expected to be realized in, or is intended for sale or consumption in, the Company’s normal operating cycles;
- (ii) It is expected to be realized within 12 months after the reporting date; or
- (iii) It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current assets.


All other assets are classified as Non-current

- Liabilities:

A liability is classified as current when it satisfies any of the following criteria:

- (i) It is expected to be settled in the Company’s normal operating cycle;
- (ii) It is due to be settled within 12 months after the reporting date; or
- (iii) The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

All other liabilities are classified as Non-current





c) Use of estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported amount of income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the difference between the actual results and the estimates are recognized in the period in which the results are known /materialize.

**1. BASIS OF ACCOUNTING**

- i) The Company maintains its accounts on accrual basis. However, bills for work done and for claims are taken into account, only upon certification and acknowledgement by contractees of the work done.
- ii) Warranty claims, expenses on rectification work etc are accounted for in the year these are incurred and no provision is created in view of uncertainties.

**2. FIXED ASSETS**

- i) Fixed assets are stated at historical cost except wherever revalued and are carried at gross value/revalued amount till retirement/ disposal less depreciation provided till date and impairment loss, if any. The surplus on revaluation is credited to 'Revaluation Reserve Account'. Depreciation/amortization attributable to enhanced value is transferred from Revaluation reserve account to the credit of depreciation in the statement profit and loss.
- ii) No amortization is made in respect of premium paid on lease hold land on perpetual lease.

**3. IMPAIRMENT**

- a) The carrying values of assets/cash generating units at each balance sheet date are reviewed for impairment, if any, indication of impairment exists.
- b) If the carrying amounts of the assets exceed the estimated recoverable amount, impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.
- c) When there is indication that, an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods, no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss .

**4. INVESTMENTS**

Long term investments are valued at cost less provision, if any, for permanent fall in value thereof. Current Investments are valued at cost or fair value, whichever is lower.

## 5. INVENTORIES

- (i) Stocks of construction materials at site are valued at lower of cost (determined following first in first out basis) or net realizable value.
- (ii) Work in progress is valued at lower of cost (cost includes cost of material, labour and other expenses) or net realizable value.
- (iii) Land (for development) on conversion into inventory from fixed assets is valued at the lower of its historical cost/ revalued cost or net realizable value, and includes appropriate share of land development expenses.

## 6. REVENUE RECOGNITION – CONTRACTS

- (i) Revenue from works contracts is reckoned when the outcome can be assessed with reasonable certainty and in such proportion having regard to the extent of completion of each contract.
- (ii) Interest Income is accounted for on time proportion basis after matching the same with the certificates of the Tax Deducted at Source as submitted by the bankers/ 26AS as available in the department.
- (iii) In respect of development activity the company has adopted revenue recognition policy, in terms of the guidance note on accounting for real estate transaction (revised 2012), whereby construction revenue from such projects is proposed to be recognized on percentage of completion method subject to the following thresholds:
  - a) All necessary approvals have been obtained.
  - b) Expenditure incurred on construction and development is not less than 25% of the estimated construction cost.
  - c) Atleast 25% of the saleable project is secured by agreements with buyers.
  - d) Atleast 10% of the sale proceeds relating to the agreement are realized as at the reporting date in respect of such contracts.

## 7. CUSTOMER ADVANCES, PROGRESS PAYMENTS AND RETENTIONS


Advances from customers (including advances against work orders) are recorded under current liabilities.

## 8. RETIREMENT BENEFITS

- i) Contribution to approved Gratuity Fund Trust is made in respect of all eligible employees covered under the payment of Gratuity Act, 1972 at the end of each year in accordance with the Actuarial Valuation.
- ii) Employees provident fund, paid/payable during the year in accordance with the Employees Provident Fund and Miscellaneous Provisions Act, 1952, are recognized in the statement of Profit & Loss.

## 9. DEPRECIATION

Depreciation on Fixed assets, other than Plant & Machinery acquired after 01.04.2004 and those costing Rs.5,000/- or less, is provided prorata on written down value basis as per lives specified in Schedule II to the Companies Act, 2013. Plant and Machinery acquired after 01.04.2004 is depreciated prorata on straight line basis as per specified lives prescribed in



Schedule II to the Companies' Act, 2013. Assets costing Rs 5,000/- or less are depreciated 100% after retaining the residual value.

#### 10. TAXATION


- i) The Income Tax and Wealth tax liabilities are provided as per the provisions of the respective Tax Acts.
- ii) Deferred Tax is recognized subject to the consideration of prudence on timing differences, being the difference between the taxable incomes and accounting income that originates in one period and is capable of reversal in the next period/periods. Deferred tax assets and Liabilities are determined based on tax rates that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax assets relating to carry forward losses are recognized to the extent there is virtual certainty of its realization.

#### 11. PROVISIONS AND CONTINGENCIES

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent assets are not recognized in the Financial Statements. However, contingent assets are continuously assessed and if it is virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the period in which the change occurs.

#### 12. EARNINGS PER SHARE

Basic/Diluted earnings per share are calculated by dividing the net profit/loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.



**NOTES TO THE ACCOUNTS :- 28**

1)	<u>Contingent Liabilities</u>	<u>As at 31.03.2017</u>	<u>As at 31.03.2016</u>
		<u>Rs.</u>	<u>Rs.</u>
a)	Guarantees issued by the bankers of the Company remaining outstanding (secured by mortgage of Company's properties and pledge of fixed Deposits of Rs.60 lacs Previous Year Rs.50 lacs)	3,17,00,000	3,64,00,000
b)	Claims against the company not acknowledged as debts being	26,25,593	26,25,593
c)	Estimated amount of contracts remaining to be executed on capital amount and not provided for (net of advances)	NIL	2,17,436
d)	Indemnity Bonds/Corporate Guarantees executed in favour of clients of the company in lieu of Mobilisation advance/Performance guarantees and remaining outstanding at the close of the year.	NIL	19,05,000
e)	Service tax demand pertaining to 2007-08 (including interest of Rs.69,417/-) plus penalty on account of Cenvat excess availed – not provided being disputed.	5.65,177	5.65,177

2)	<u>Earnings per Share:</u>	<u>As at 31.03.2017</u>	<u>As at 31.03.2016</u>
		<u>Rs.</u>	<u>Rs.</u>
(i)	Profit / (Loss) after tax and exceptional item.	(2,96,55,931)	(3,22,09,204)
(ii)	Exceptional item net of taxes of Rs.	—	—
(iii)	Profit / (Loss) after tax but before exceptional item.	(2,96,55,931)	(3,22,09,204)
(iv)	Weighted average number of equity shares outstanding	11,300	11,300
(v)	Basic and diluted earnings per share in rupees (Face value - Rs. 100/- per share):		
(a)	Before exceptional item	(2,624)	(2,850)
(b)	After exceptional item	(2,624)	(2,850)

**OTHER NOTES :- 29**

- (1) Registration of 2 plots of leasehold land measuring 4773 Sq.yards at Badarpur costing Rs.2,45,513/-(previous year Rs.2,45,513/-) remains to be effected in favour of the company.
- (2) Confirmations from the parties having debit and credit balances have been asked for but were received in a few cases only.
- (3) Para 26 of the Employees Provident fund Scheme 1952 was amended vide Notification No.GSR 689 dated 19.10.1990 extending coverage to employees from day one of their employment. However, the issue of effective date of applicability of the Notification having been challenged in Courts, provision for provident fund dues amounting to Rs.9,75,730/- pertaining to the period has not been made, pending resolution of the issue.
- (4) The ESI authorities had, several years back, issued a notice to the company and raised a demand of Rs 16,49,863/- for the years 1997 to 2003, which is being disputed by the company on the plea that the number of personnel engaged at Head Office which is coverable under the Act are below the prescribed limit and the workers engaged in construction sites are not covered. The department however had wrongly included site personnel under Head office for ESI purposes. Pending settlement of the issue, the company had as per Court Order deposited a sum of Rs.8, 24,931/- with the authorities, and included the same under advances. Amount of Rs.16, 49,863/- has been included under contingent liabilities in 1(b) above. The company has been legally advised that the department's claim is not tenable.
- (5) The honorable CESTAT vide final order no. 51826 dated 23<sup>rd</sup> May 2016 held, that the appellant was eligible for the benefit of Abatement of 67% under notification no. 18/2005-ST/1/2006-ST and set aside the impugned demand to the extent of Rs. 6,10,37,554 which arose as a consequence of denial of benefit of such abatement. Further the honorable CESTAT remanded the case, to the primary adjudicating authority, for the limited purpose of certifying that the demand of Rs. 37,01,631, on account of not being eligible for the composition scheme (under WCS) in respect of projects which were on going from prior to 1.06.2007, has been correctly deposited. The Service Tax of Rs. 3,80,34,079 paid on free supply material is thus refundable to the company.
- (6) (a) Income-tax, Wealth tax assessments, except for assessments for 2015-2016, which is still pending, have been completed upto assessment year 2016-17.  
(b) Provision for Income-tax has been made as per provisions of the Income-tax Act, 1961 after considering the available carry forward losses/unabsorbed depreciation, for setoff.

**(7) Retirement Benefits (Employees)**

In accordance with the Revised Accounting Standard (AS-15) on Employee's benefits, the company has obtained certificate from the Actuary in respect of the benefit plans using projected unit credit method. The details of the same are as follows:

A. Gratuity:

(1) Change in present value of obligation

		31/03/2017	31/03/2016
a)	Present value of obligation as at the beginning of the period.	59,45,209	81,84,000
b)	Acquisition adjustment	--	--
c)	Interest cost	4,75,617	6,34,260
d)	Past service cost	--	--
e)	Current service cost	3,78,846	3,68,586
f)	Curtailement cost/(Credit)	--	--
g)	Settlement cost/(Credit)	--	--
h)	Benefits paid	(7,37,015)	(17,95,674)
l)	Actuarial (gain)/loss on obligation	(35,498)	(14,45,963)
j)	Present value of obligation as at the end of the period	60,27,167	59,45,209

(2) Change in the fair value of plan assets

		31/03/2017	31/03/2016
a)	Fair value of plan assets at the beginning of the period	69,34,520	78,71,819
b)	Acquisition adjustment	--	--
c)	Expected return on plan assets	4,63,564	5,51,027
d)	Employer contributions	-	3,12,181
e)	Benefits paid	(7,37,015)	(17,95,674)
f)	Actuarial gain/(loss) on plan assets	10,341	(4,833)
g)	Fair value of plan assets at the end of the Period	66,71,410	69,34,520

(3) Fair value of plan assets

		31/03/2017	31/03/2016
a)	Fair value of plan assets at the beginning of the period	69,34,520	78,71,819
b)	Acquisition adjustment	--	--
c)	Actual return on plan assets	4,73,905	5,46,194
d)	Employer contribution	-	3,12,181
e)	Benefits paid	(7,37,015)	(17,95,674)
f)	Fair value of plan assets at the end of the period	66,71,410	69,34,520
g)	Funded status	(3,45,010)	9,89,311
h)	Excess of actual over estimated return on Plan assets	10,341	(4,833)

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(4) Actuarial gain/loss recognized

		31/03/2017	31/03/2016
a)	Actuarial/gain/(loss) for the period Obligation	35,498	14,45,963
b)	Actuarial (gain)/loss for the period – plan Assets	(10,341)	4,833
c)	Total (gain)/loss for the period	(45,839)	(14,41,130)
d)	Actuarial (gain) / loss recognized in the period	(45,839)	(14,41,130)
e)	Unrecognized actuarial (gains) losses at the end of period	--	--

(5) The amounts to be recognized in balance sheet related analysis


		31/03/2017	31/03/2016
a)	Present value of obligation as at the end of the period	60,27,159	59,45,209
b)	Fair value of plan assets as at the end of The period	66,71,410	69,34,520
c)	Funded status / Difference	6,44,251	9,89,311
d)	Excess of actual over estimated	10,341	(4,833)
e)	Unrecognized actuarial (gains) /loss	--	--
f)	Net asset/ (liability) recognized in balance Sheet	6,44,251	9,89,311

(6) Expenses recognized in the statement of profit and loss

		31/03/2017	31/03/2016
a)	Current service cost	3,78,846	3,68,586
b)	Past service cost	--	--
c)	Interest cost	4,75,617	6,34,260
d)	Expected return on plan assets	(4,63,564)	(5,51,027)
e)	Curtailment cost/Credit	--	--
f)	Settlement cost/credit	--	--
g)	Net Actuarial (gain)/loss recognized in the period	(45,839)	(14,41,130)
h)	Expenses recognized in the statement of profit & loss	(3,45,060)	(9,89,311)

(7) Reconciliation statement of expenses in the statement of profit and loss

		31/03/2017	31/03/2016
a)	Present value of obligation as at the end of period	60,27,159	59,45,209
b)	Present value of obligation as at the beginning of the period	59,45,209	81,84,000
c)	Benefits paid	7,37,015	17,95,674
d)	Actual return on plan assets	(4,73,905)	(5,46,194)
e)	Acquisition adjustment	--	--
f)	Expenses recognized in the statement of profit & loss	345060	(9,89,311)



8. Amount for the current period

		31/03/2017	31/03/2016
a)	Present value of obligation as at the end of period	60,27,159	59,45,209
b)	Fair value of plan assets at the end of the period	66,71,410	69,34,520
c)	Surplus/Deficit	6,44,070	9,89,311
d)	Experience adjustment on plan Liabilities(loss)/gain	3,51,923	13,15,797
e)	Experience adjustment on plan Assets(loss)/gain	10,341	(4,833)

9. Movement in the liability recognized in the balance sheet

		31/03/2017	31/03/2016
a)	Opening net liability	59,45,209	81,84,000
b)	Expenses as above	3,45,060	(9,89,311)
c)	Benefits paid	(7,37,015)	(17,95,674)
d)	Actual return on plan assets	4,73,905	5,46,194
e)	Acquisition adjustment	--	--
f)	Closing net liability	60,27,159	59,45,209

10. Major categories of plan assets (as percentage of total plan assets)

		31/03/2017	31/03/2016
a)	Government of India Securities	--	--
b)	State Government securities	--	--
c)	High Quality Corporate Bonds	-	-
d)	Equity Shares of listed companies	--	--
e)	Property	--	--
f)	Special Deposit Scheme	15,19,476	15,19,476
g)	Funds Managed by Insurer	--	--
h)	Bank Balance	6,07,562	8,27,882
i)	Other Investment	45,00,000	45,00,000
	<b>Total</b>	<b>66,27,038</b>	<b>68,47,358</b>

<u>Assumption</u>	31/03/2017	31/03/2016
Discount rate	7.37%	8.00%
Rate of increase in compensation levels	6.00%	6.00%
Rate of return on plan assets	7.50%	7.00%
Expected average remaining working life of employees in years	17.35%	18.42%

Note:

The Company in compliance of Revised Accounting Standard-15 adjusted Rs.3,45,060/- towards Gratuity with corresponding debit to the statement profit & loss of the year. (Previous Year recoverable Rs.9,89,311/-)

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**B Leave encashment:**

There is no system of encashment of leave prevalent in the company. To this extent the contents of Accounting Standard (AS-15) dealing with Accounting of Retirement Benefits are not applicable.

8. Major components of the deferred tax assets/liabilities, based on the Tax effect of the timing differences as on 31<sup>st</sup> March 2017 are as under:

	31.03.2017 (Rs. in Lacs)	31.03.2016 (Rs. in Lacs)
<b><u>Deferred Tax Liability</u></b>		
Depreciation	13.53	13.53
<b><u>Deferred Tax Asset*</u></b>		
43B Items	(3.24)	(3.24)
Carry Forward Unadjusted loss/ unabsorbed depreciation	(1,017.27)	(1,017.27)
<b>Net Deferred Tax Asset</b>	<b>(1,006.98)</b>	<b>(1,006.98)</b>
<b>Net Deferred Tax Asset Recognized in the Accounts</b>	<b>(65.58)</b>	<b>(65.58)</b>

\*The company's management has decided not to, as a measure of prudence, recognize deferred tax asset in excess of the assets already recognized owing to losses and in view of net accumulated losses and unabsorbed depreciation and the time required for the reversal of the same, following the concept of virtual certainty and prudence.

9. The Revised Accounting Standard (AS-07) on Construction Contracts is applicable to the company for the contracts, particulars of which are as under

S.no	Particulars	2016-17 (Rs.)	2015-16 (Rs.)
(i)	Aggregate amount of construction work in progress	NIL	NIL
(ii)	Contract revenue recognized during the period	28,39,58,386	31,92,95,800
(iii)	Aggregate amount of cost incurred upto reporting date (charged to Profit & Loss A/c net of W.I.P differential)	28,88,10,443	36,73,14,944
(iv)	Progress payments received upto reporting date( against debtors)	22,00,86,682	88,38,270
(v)	Advances (including Mobilisation Advance) received (including advances against W.I.P.)*	54,48,10,638	32,85,73,359
(vi)	Amount of Retention(including amount held up, included in viii below.)	22,68,54,632	5,18,45,530
(vii)	Gross Dues to Customers	NIL	NIL
(viii)	Gross Dues from Customers	32,53,98,603	29,69,30,558

\* Includes Rs.540,000,798 (Previous Year: 318,250,000) towards advances from prospective buyers of flats being developed by the company.

10. Details of movement in provision in accordance with Accounting Standard 29.

Particulars	Opening as on 01.04.2016 (Rs.)	Payment/ adjustment made during the year (Rs.)	Provision (Rs.)	Closing as on 31.03.2017 (Rs.)
(i) Gratuity @	59,45,209	(2,63,110)	3,45,060	60,27,159
(ii) Taxation	-	-	-	-
(iii) Wealth Tax	15,000	-	-	15,000

@ Amount provided and paid to the Gratuity Fund Trust in terms of Actuarial Report

11. FRIENDS COLONY, PROPERTY

The company has decided to develop its prime property situated at Friends Colony West, into saleable flats with a view to strengthening its financial position as well as, reserves. Consequent to the change of purpose of the usage of the Friends Colony property, the company resolved at its Board of the Directors meeting dated 10<sup>th</sup> April 2015, to convert the said asset into stock in trade. The company had revalued the property as of 1.04.2015 by an approved valuer created additional reserve, effected the transfer from fixed assets to stock in trade, demolished the building in preparation of its developmental activity and, recorded necessary entries in the books of accounts. In terms of section 45(2) of the Income Tax Act, 1961 the profits or gains arising from the transfer by way of conversion of a capital asset into stock in trade of a business carried on by him shall be chargeable to income tax as the assessee's income of the previous year in which such stock in trade is sold or otherwise transferred. Accordingly the company had determined the capital gains tax payable at the time of sale/transfer at Rs. 35 crore. However since the developmental activity is still going on, liability to pay the tax arises only at the time of sale or otherwise transferred; no provision thereof has been considered necessary.

**COST OF CONSTRUCTION/PROJECTS/WORK IN PROGRESS**

S. No.	Particulars	For the year ended March 31, 2016 (Amount In Rs.)	During the year 2016- 17	For the year ended March 31, 2017 (Amount In Rs.)
i.	Land	1,827,500,000.00	-	1,827,500,000.00
ii.	Material Consumed	1,663,147.00	33,429,454.00	35,092,601.00
iii.	Cost of Construction	341,745.00	2,729,253.01	3,070,998.01
iv.	Expenses to Contractors	983,356.00	8,364,816.00	9,348,172.00
v.	Plan Approval Charges	-	10,703,600.00	10,703,600.00
vi.	Salaries, Wages & Other Amenities to Employees	696,325.00	10,379,843.48	11,076,168.48
vii.	Advertisement	604,146.00	57,000.00	661,146.00
viii.	Legal & Professional Fee	24,411,782.00	2,589,723.00	27,001,505.00
ix.	Other Administration Expenses	1,401,160.00	4,199,310.61	5,600,470.61
		<b>1,857,601,660.00</b>	<b>72,453,000.10</b>	<b>1,930,054,660.10</b>
	<b>Less :</b>			
x.	Cost of Construction Charged to Statement of Profit & Loss	-	-	-
	<b>Balance Carried to Balance Sheet</b>	<b>1,857,601,660.00</b>	<b>72,453,000.10</b>	<b>1,930,054,660.10</b>

**12. SEGMENT REPORTING**

During the current financial year, the business operations of the company comprised of construction segment only. Therefore, the disclosure requirement under Accounting Standard – 17 i.e. Segment Reporting, is presently not applicable to the company.

**13. REVALUATION:**

Land & Building owned by the company and situated at Friends Colony (West), South Extension Part II, Mohan Co-operative Indl.Estate, New Delhi and at Chaura Maidan, Shimla have been revalued as on 31.03.2011 (and Friends Colony property on 1.04.2015 for conversion into stock for development) by independent approved valuers. Based on valuation reports, the balance in the revaluation reserve account as at 31.03.2017, after carrying out necessary adjustment pertaining to depreciation and demolition of property, is as under:

S.No	Assets	Balance in Revaluation	
		Reserve Account	Amount (Rs.)
1	11-Friends Colony(West) New Delhi-110 065		*1,82,74,86,896
2.	D-5, N.D.S.E. Part II, New Delhi		43,10,46,422
3 .	Badarpur Godown – B-II/49		29,66,46,491
	B-II/50		28,30,48,379
	B-II/51		29,64,70,641
4.	Ellerslie Villa, Chaura Maidan, Shimla.		5,56,26,483
<b>Balance in Reserve</b>			<b><u>3,19,03,25,312</u></b>

\*Net after adjustment of reserves demolition of the building.

#### 14. RELATED PARTY DISCLOSURE

Details of related party transactions in accordance with the Accounting Standard AS – 18 'Related Party Disclosure' are as under:-

- (a) Related Enterprises NIL
- (b) Directors and their relatives:
- Directors
    - Mr.Arun Ahuja,
    - Mr.R.C.Sawhney,
    - Mrs.Sunita Ahuja
  - Relatives of Director
    - Mrs. Sunita Ahuja mother of Mr.Arun Ahuja

(c) Details of transactions during the year

(i) Remuneration to Directors - (Refer Note No.16)

(ii) Unsecured Loan (Directors)

	<u>31.03.2016</u>	<u>(Rs.)</u> <u>31.03.2016</u>
Balance as at	5,45,00,000	9,98,43,843
-Receipts	NIL	NIL
-Repayments/Adjustment	58,50,000	4,53,43,843
-Balance as at the year end	<u>4,86,50,000</u>	<u>5,45,00,000</u>

15. Earnings per share has been worked out in terms of Accounting Standard (AS-20) and certificates thereof issued by the Institute of Chartered Accountants of India on 11300 shares ( Basic/diluted figures are the same).

16. Profit & Loss Account includes payment to Whole time Director

	<u>Whole time</u> <u>Directors</u> <u>2016-2017</u> <u>(Rs.)</u>	<u>Whole time</u> <u>Directors</u> <u>2015-2016</u> <u>(Rs.)</u>
Salary	84,00,000	53,78,007
Housing	12,00,000	10,04,104
Contribution of Provident Fund	64,800	64,800
Perquisites	<u>24,12,429</u>	<u>24,54,083</u>
Total	<u>1,20,77,229</u>	<u>89,00,994</u>

17. Expenditure incurred in foreign currency:-

- Travelling Rs. 14,97,594 (Previous Year Rs. 7,70,278)

18. Specified Bank Notes Detail:

Particulars	Specified Bank Note	Other Notes	Total
Closing Cash in hand as on 8.11.16	269,500.00	116,984.91	386,484.91
Add: Remitted receipts	-	853,298.00	853,298.00
Less: Permitted Payments	-	(815,002.31)	(815,002.31)
Less: Amount Deposited in Bank	(269,500.00)	-	(269,500.00)
Closing Cash in hand as on 30.12.2016	-	155,280.60	155,280.60

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

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