

DOOGAR & ASSOCIATES

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of **Omaxe Infrastructure Limited**

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

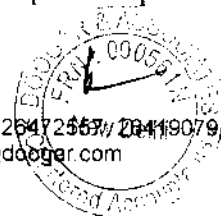
Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

Place: New Delhi
Date : 21 MAY 2014

For Doogar & Associates
Chartered Accountants
Reg. No. 000561N



M. S. Agarwal
M. S. Agarwal
(Partner)
M.No. 086580

Annexure to Auditors' Report

(Referred to paragraph 1 under Report on Other Legal and Regulatory Requirements of our report of even date to the members of Omaxe Infrastructure Limited on the Financial Statements for the year ended 31st March, 2014)

- (i) The Company does not have any fixed assets.
- (ii)
 - (a) The inventory consists of building material, land rights and projects in progress. Physical verification of inventory have been conducted at reasonable intervals by the management.
 - (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) The Company has maintained proper records of inventory. As explained to us, there were no material discrepancies noticed on physical verification of inventory as compared to the book records.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured to or from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4(iii)(a) to (g) of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and with regards to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- (v)
 - (a) In our opinion and according to the information and explanations given to us, the transactions that need to be entered into the register required to be maintained in pursuance of section 301 of the Act have been so entered.
 - (b) In our opinion and according to the information and explanations given to us, transactions made in pursuance of contracts or arrangements entered into the register required to be maintained in pursuance of section 301 of the Act and exceeding the value of rupees five lacs in respect of any party during the year have generally been made, other than the transactions for which comparable prices are not available, at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion, the Company has not accepted deposits from the public hence, the provisions of sections 58A, 58AA or any other relevant provisions of the Companies Act , 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are not applicable to the Company.
- (vii) The Company has in house internal audit system, which in our opinion, is commensurate with the size of the Company and the nature of its business.
- (viii) As informed to us, the Company (Cost Accounting Records) Rules, 2011 as prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 is not applicable in respect of the Company. Accordingly clause 4(viii) of the Order is not applicable to the Company.



- (ix) According to the records of the Company, all applicable undisputed statutory dues generally have been deposited regularly during the year with the appropriate authorities and there are no arrears of outstanding statutory dues as at the last day of the financial year concerned, for a period of more than six months from the date they became payable. Further there are no statutory dues which have not been deposited on account of any dispute.
- (x) The Company does not have any accumulated losses as at March 31, 2014 and has not incurred cash losses during the financial year covered by our audit. It has incurred cash loss in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not taken any loans from bank and financial institution and has not issued any debentures.
- (xii) In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit fund or nidhi / mutual benefit fund / society, accordingly, the provisions of clause 4 (xiii) of the companies (Auditors Report) Order, 2003 are not applicable to the company.
- (xiv) The Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) of the Companies (Auditors Report) Order, 2003 are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has given guarantees on behalf of its holding Company, the terms and conditions whereof in our opinion are prima-facie not prejudicial to the interest of the Company.
- (xvi) According to the information and explanations given to us and records examined by us, no term loans have been raised during the year.
- (xvii) On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, we report that no funds raised on a short-term basis have been used for long- term investment.
- (xviii) The Company has not made preferential allotment of shares to the parties covered in register maintained under section 301 of the Act.
- (xix) According to the information and explanations given to us the Company has not issued any debentures during the year .
- (xx) The Company has not raised money by way of public issues during the year.
- (xxi) During the course of audit carried out and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.

Place: New Delhi
Date : 21 MAY 2014

For Doogar & Associates
Chartered Accountants
Reg. No. 000561N



OMAXE INFRASTRUCTURE LIMITED
 Regd. Office: 7, LSC, Kalkaji, New Delhi - 110019
 CIN: U45203DL2002PLC116721

Balance Sheet as at March 31, 2014


(Amount in Rupees)

Particulars		Note No.	As at March 31, 2014	As at March 31, 2013
I.	EQUITY AND LIABILITIES			
	Shareholders' funds			
	Share capital	1	46,290,000.00	46,290,000.00
	Reserves and surplus	2	22,065,801.21	(3,580,111.51)
			68,355,801.21	42,709,888.49
	Non current liabilities			
	Other long term liabilities	3	3,166,230.88	1,034,414.19
	Long term provisions	4	330,904.00	-
			3,497,134.88	1,034,414.19
	Current liabilities			
	Trade payables	5	7,567,924.67	21,573,489.00
	Other current liabilities	6	181,700,288.58	248,873,183.82
	Short Term Provision	4	5,419,101.00	-
			194,687,314.25	270,446,672.82
	TOTAL		266,540,250.34	314,190,975.50
II	ASSETS			
	Non-current assets			
	Long-term loans and advances	7	-	41,563.00
	Other non-current assets	12	-	120,270.23
	Deferred tax assets (net)	8	109,076.00	-
			109,076.00	161,833.23
	Current assets			
	Inventories	9	43,411,278.85	115,496,376.26
	Trade Receivable	10	1,405,765.71	-
	Cash and bank balance	11	8,472,166.54	17,609,291.72
	Short-term loans and advances	7	212,995,191.06	180,923,474.29
	Other Current Assets	12	146,772.18	-
			266,431,174.34	314,029,142.27
	TOTAL		266,540,250.34	314,190,975.50
	Significant accounting policies	A		
	Notes on financial statements	1-30		


The notes referred to above form an integral part of financial statements.

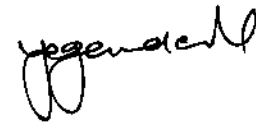
As per our report of even date attached

For and on behalf of
Doogar & Associates
 Chartered Accountants
 Reg No.000561N


M.S. Agarwal
 Partner
 M.No. 86580

For and on behalf of the Board of Directors


Pavan Agarwal
 (Director)
 DIN:02295157


Yogender Pal Gupta
 (Director)
 DIN: 02293575

Place : New Delhi
 Date : 21 MAY 2014

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

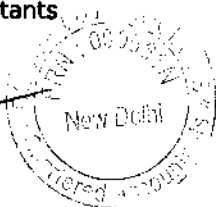
(Amount in Rupees)

Particulars	Note No.	As at March 31, 2014	As at March 31, 2013
Revenue			
Revenue from operations	13	167,954,003.44	429,763.00
Other Income	14	12,821.94	9,851.62
Total Revenue		167,966,825.38	439,614.62
Expenses			
Cost of material consumed construction & other related project cost	15	56,453,442.12	67,537,299.48
Changes in inventories of projects in progress	16	72,085,097.41	(67,537,299.48)
Employee benefits expense	17	336,186.00	-
Finance costs	18	11,615.57	23,566.00
Other expenses	19	3,127,715.56	6,284,295.68
Total Expenses		132,014,056.66	6,307,861.68
Profit/(Loss) before tax		35,952,768.72	(5,868,247.06)
Tax expense:			
Current Tax		10,415,932.00	-
Deferred tax charge/(credit)		(109,076.00)	-
Profit/(Loss) for the year		25,645,912.72	(5,868,247.06)
Earning per equity share-Basic & diluted (in Rupees) & (Face value of Rs 10 each)	27	5.54	(1.27)
Significant accounting policies	A		
Notes on financial statements	1-30		

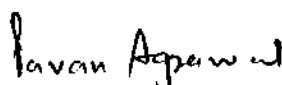
The notes referred to above form an integral part of financial statements.
 As per our report of even date attached


For and on behalf of
Doogar & Associates
 Chartered Accountants
 Reg No.000561N


M.S. Agarwal
 Partner
 M.No. 86580



For and on behalf of the Board of Directors


Pavan Agarwal
 (Director)
 DIN:02295157


Yogender Pal Gupta
 (Director)
 DIN: 02293575

Place : New Delhi
 Date : 21 MAY 2014

OMAXE INFRASTRUCTURE LIMITED
 Regd. Office:7,LSC, Kalkaji, New Delhi -110019
 CIN: U45203DL2002PLC116721

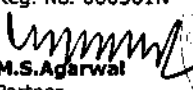
Cash Flow Statement for the year ended March 31, 2014

(Amount in Rupees)

	Year Ended March 31, 2014	Year Ended March 31, 2013
A) Cash flow from operating activities		
Profit/(Loss) for the year before tax	35,952,768.72	(5,868,247.06)
Adjustments for :		
Provision for employee benefit		
Leave encashment	189,500.00	-
Gratuity	146,686.00	-
Liabilities no longer required to be written back	(1.00)	-
Interest income from interest and others	(12,736.99)	(9,850.37)
Interest and finance charges	11,172,631.57	8,360,216.00
Operating profit before working capital changes	47,448,848.30	2,482,118.57
Adjustments for Working capital		
Inventories	72,085,097.41	(66,961,485.76)
Trade Receivables	(1,405,765.71)	-
Loans and advances	(32,071,716.77)	(92,404,671.72)
Other Current assets	(135,793.96)	-
Trade payable and other liabilities	(79,047,361.88)	170,879,749.76
	(40,575,540.91)	11,513,592.28
Cash generated from/(used in) operating activities	6,873,307.39	13,995,710.85
Direct tax paid(net)	(4,960,550.00)	-
Net cash generated from/(used in) operating activities	1,912,757.39	13,995,710.85
B) Cash flow from investing activities		
Interest income received	4,287.00	17,742.00
Movement in bank fixed deposits (net)	-	(17,742.00)
Net cash generated from/(used in) investing activities	4,287.00	-
C) Cash flow from financing activities		
Interest and finance charges	(11,171,911.57)	(8,360,216.00)
Net cash generated from/ (used in) financing activities	(11,171,911.57)	(8,360,216.00)
Net (decrease) / increase in cash and cash equivalents (A+B+C)	(9,254,867.18)	5,635,494.85
Opening balance of cash and cash equivalents	17,609,291.72	11,973,796.87
Closing balance of cash and cash equivalents	8,354,424.54	17,609,291.72

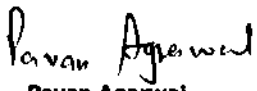
Note: 1 The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 'Cash Flow Statements'.

For and on behalf of
Doogar & Associates
 Chartered Accountants
 Reg. No. 000561N


M.S. Agarwal
 Partner
 M.No. 86580

Place :New Delhi
 Date : **21 MAY 2014**

For and on behalf of the Board of Directors


Pavan Agarwal
 (Director)
 DIN:02295157


Yogender Pal Gupta
 (Director)
 DIN: 02293575

'Notes to the financial statements for the year ended March 31, 2014

A. Significant accounting policies

a. Basis of preparation of financial statements

The financial statements are prepared under historical cost convention in accordance with the Accounting Principles Generally Accepted in India ('Indian GAAP') and the provisions of Companies Act 1956

b. Use of estimates

The preparation of financial statements in conformity with the Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

c. Borrowing costs

Borrowing cost that are directly attributable to the acquisition or construction of a qualifying asset (including real estate projects) are considered as part of the cost of the asset/project. All other borrowing costs are treated as period cost and charged to the statement of profit and loss in the year in which incurred.

d. Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and Loss.

e. Investments

Long-term investments are stated at cost. Provision for diminution if any in the value of each long-term investment is made to recognize a decline other than of a temporary nature. Current investments are stated at lower of cost or market value.

f. Revenue recognition

i. Real estate projects

In accordance with the "Guidance Note on Accounting for Real Estate Transactions (Revised) 2012" (referred to as "Guidance Note"), revenue from real estate projects is recognised on Percentage of Completion (POC) method provided the following conditions are met:-

1. All critical approvals necessary for commencement of the project have been obtained.
2. The expenditure incurred on construction and development is not less than 25% of the total estimated construction and development cost.
3. At least 25% of the salable project area is secured by way of contracts or agreements with buyers.
4. At least 10% of the total revenue as per the agreement of sale or any other legally enforceable document are realised at the reporting date in respect of each of the contracts and it is reasonable to expect that the parties to such contracts will comply with the payment terms as defined in the respective contracts.

The estimates of the projected revenues, projected profits, projected costs, cost to completion and the foreseeable loss are reviewed periodically by the management and any effect of changes in estimates is recognized in the period in which such changes are determined.

Unbilled revenue represents revenue recognized based on percentage of completion method over and above amount due as per payment plan agreed with the customers. Amount received from customers which exceeds the cost and recognized profits to date on projects in progress, is disclosed as advance received from customers under other current liabilities. Any billed amount against which revenue is recognised but amount not collected represents as trade receivable.

ii. Interest due on delayed payments by customers is accounted on receipts basis due to uncertainty of recovery of the same.

g. Inventories

- i. Building material and consumable stores are valued at cost which is determined on the basis of the 'First in First out' method
- ii. Land is valued at cost which is determined on average method. Cost includes cost of acquisition and all other related costs incurred.
- iii. Completed real estate project for sale is valued at lower of cost or net realizable value. Cost includes cost of land, materials, construction, services and other related overheads

h. Projects in progress

Projects in progress are valued at cost. Cost includes cost of land, materials, construction, services, borrowing costs and other overheads relating to projects.

i. Amortization of Miscellaneous Expenses

Preliminary expenses are charged to revenue in the year in which they are incurred.

j. Retirement benefits

i. Contributions payable by the Company to the concerned government authorities in respect of provident fund, family pension fund and employee state insurance are charged to the statement of profit and loss.

ii. The Company is having Group Gratuity Scheme with Life Insurance Corporation of India. Provision for gratuity is made based on actuarial valuation in accordance with Revised AS-15.

iii. Provision for leave encashment in respect of unavailed leave standing to the credit of employees is made on actuarial basis in accordance with Revised AS-15.

k. Accounting for taxes for income

i. Provision for current tax is made based on the tax payable under the Income Tax Act 1961

ii. Deferred tax on timing differences between taxable and accounting income is accounted for using the tax rates and the tax laws enacted or substantially enacted as on the balance sheet date. Deferred tax Assets are recognized only when there is a reasonable certainty of their realization wherever there are unabsorbed depreciation or carry forward losses under Tax laws Deferred Tax assets are recognized only to the extent that there is virtual certainty of their realization



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I. Provisions contingent liabilities and contingent assets

A provision is recognized when:

- the Company has a present obligation as a result of a past event;
- it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- a reliable estimate can be made of the amount of the obligation.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote no provision or disclosure is made.

m. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

n. Operating lease

Lease arrangements where the risk and rewards incident to ownership of an assets substantially vest with the lessor are recognized as operating lease. Lease rent under operating lease are charged to statement of profit and loss account on a straight line basis over the lease term.

1. SHARE CAPITAL

(Amount in Rupees)

Particulars	As at March 31, 2014		As at March 31, 2013	
	Number	Amount	Number	Amount
Authorised 7,000,000 (7,000,000) Equity Shares of Rs.10 each		70,000,000.00		70,000,000.00
		70,000,000.00		70,000,000.00
Issued, Subscribed & Paid up 46,29,000 (46,29,000) Equity Shares of Rs.10 each fully paid up		46,290,000.00		46,290,000.00
Total		46,290,000.00		46,290,000.00

Figures in brackets represent those of the previous year.

1.1 Reconciliation of number of shares outstanding at the beginning and at the end of the year

(Amount in Rupees)

Particulars	As at March 31, 2014		As at March 31, 2013	
	Number	Amount	Number	Amount
Equity Shares of Rs 10 each fully paid				
Shares outstanding at the beginning of the year	4,629,000	46,290,000	4,629,000	46,290,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	4,629,000	46,290,000	4,629,000	46,290,000

1.2 Terms / rights attached to equity shares

The company has only one class of equity shares having a par value of Rs 10/-per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. 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. The distribution will be in proportion to the number of equity shares held by the share holders.

1.3 Shares held by holding / Ultimate holding company and / or their subsidiaries and associates

(Amount in Rupees)

Particulars	As at March 31, 2014		As at March 31, 2013	
	Number	Amount	Number	Amount
Holding Company Omaxe Limited	4,629,000	46,290,000.00	4,629,000	46,290,000.00
	4,629,000	46,290,000.00	4,629,000	46,290,000.00

1.4 Detail of shareholders holding more than 5% shares in equity capital of the company

Particulars	As at March 31, 2014		As at March 31, 2013	
	No of Shares held	% Holding	No of Shares held	% Holding
Holding Company Omaxe Limited	4,629,000	100%	4,629,000	100%

The aforesaid disclosure is based upon percentages computed as at the balance sheet date. As per records of the company including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest the above shareholding represents both legal and beneficial ownerships of shares.

1.5 The company has not reserved any shares for issue under options and contracts / commitments for the sale of shares / disinvestment.

1.6 The company has not allotted any fully paid up shares pursuant to contract(s) without payment being received in cash nor has allotted any fully paid up shares by way of bonus shares nor has bought back any class of shares during the period of five years immediately preceding the balance sheet date.



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2. RESERVES & SURPLUS

(Amount in Rupees)

Particulars	As at March 31, 2014	As at March 31, 2013
Surplus as per Statement of Profit & Loss		
Balance at the beginning of the year	(3,580,111.51)	2,288,135.55
Add: Net profit/ (loss) for the current year	25,645,912.72	(5,868,247.06)
Balance at the end of the year	22,065,801.21	(3,580,111.51)

3. OTHER LONG TERM LIABILITIES

(Amount in Rupees)

Particulars	As at March 31, 2014	As at March 31, 2013
Other liabilities (refer note no.6)	3,166,230.88	1,034,414.19
	3,166,230.88	1,034,414.19

4. PROVISIONS

(Amount in Rupees)

Particulars	As at March 31, 2014		As at March 31, 2013	
	Non Current	Current	Non Current	Current
Provision for employee benefits				
Leave Encashment	186,400.00	3,100.00	-	-
Gratuity	144,504.00	2,182.00	-	-
	330,904.00	5,282.00	-	-
Other Provisions				
Provision for income tax (net of advances)	-	5,413,819.00	-	-
	330,904.00	5,419,101.00	-	-

5. TRADE PAYABLE

(Amount in Rupees)

Particulars	As at March 31, 2014	As at March 31, 2013
Other trade payables		
- due to micro small & medium enterprises*	150,623.00	-
- Fellow subsidiary company#	6,076,095.67	20,736,598.00
- others	1,341,206.00	836,891.00
# Due to M/s Jagdamba Contractors and Builders Limited of Rs.5,421,787.67 (Rs.1,52,05,412) and Volvo Properties Private Limited of Rs.654,308/- (Rs.55,31,186/-)		
	7,567,924.67	21,573,489.00

*The information as required to be disclosed under The Micro, Small and Medium Enterprises Development Act, 2006 ("the Act") has been determined to the extent such parties have been identified by the company, on the basis of information and records available.

(Amount in Rupees)

Particulars	As at March 31, 2014	As at March 31, 2013
Principal amount due to suppliers under MSMED Act, 2006	150,623.00	-
Interest accrued and due to supplier under MSMED Act, 2006 on above amount	-	-
Payment made to suppliers (other than interest) beyond appointed day during the year	80,482.00	-
Interest paid to suppliers under MSMED Act, 2006	-	-
Interest due and payable to suppliers under MSMED Act, 2006 towards payments already made	720.00	-
Interest accrued and remaining unpaid at the end of the accounting year	720.00	-

6. OTHER CURRENT LIABILITIES

(Amount in Rupees)

Particulars	As at March 31, 2014		As at March 31, 2013	
	Non Current	Current	Non Current	Current
Book overdraft	-	687,845.20	-	-
Security deposit received	3,166,230.88	-	1,034,414.19	-
Advance from customers and others		180,407,069.38		248,287,019.82
Other Payables				
Employee related liabilities	-	118,534.00	-	-
Statutory dues payable	-	371,281.00	-	574,712.00
Interest on trade payables	-	720.00	-	-
Others	-	114,839.00	-	11,452.00
	3,166,230.88	181,700,288.58	1,034,414.19	248,873,183.82
Less: Amount disclosed under the head "Other long term liabilities (refer note no. 3)	3,166,230.88	-	1,034,414.19	-
	-	181,700,288.58	-	248,873,183.82



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7. LOANS & ADVANCES

(Amount in Rupees)

Particulars	As at March 31, 2014		As at March 31, 2013	
	Non Current	Current	Non Current	Current
(Unsecured, considered good, unless otherwise stated)				
Loans and advances to				
Related parties	-	212,476,901.36	-	180,338,501.00
Others	-	-	-	129,352.00
Advances against goods, services & others		45,266.00		
Balance with Government / statutory authorities	-	473,023.70	-	455,621.29
Direct taxes refundable (net of provisions)	-	-	41,563.00	-
	-	212,995,191.06	41,563.00	180,923,474.29

7.1. Particulars of advances given to related parties

(Amount in Rupees)

Name of companies	Nature of Relation	Balance as at	
		March 31, 2014	March 31, 2013
Omaxe Limited	Holding company	212,476,901.36	179,624,775.00
Volvo Properties Private Limited	Fellow subsidiary company	-	713,726.00
	Total	212,476,901.36	180,338,501.00

8. DEFERRED TAX ASSETS

(Amount in Rupees)

Particulars	As at March 31, 2014	As at March 31, 2013
Retirement benefits	109,076.00	-
	109,076.00	-

9. INVENTORIES

(Amount in Rupees)

Particulars	As at March 31, 2014	As at March 31, 2013
Land	387,342.16	387,342.16
Project in progress	43,023,936.69	115,109,034.10
	43,411,278.85	115,496,376.26

10. TRADE RECEIVABLE

(Amount in Rupees)

Particulars	As at March 31, 2014	As at March 31, 2013
Trade receivables (Unsecured, considered good unless otherwise stated)		
Outstanding for a period exceeding six months from the date they are due for payment	-	-
Others	1,405,765.71	-
	1,405,765.71	-

11. CASH & BANK BALANCES

(Amount in Rupees)

Particulars	As at March 31, 2014		As at March 31, 2013	
	Non Current	Current	Non Current	Current
Cash and cash equivalents				
Balances with banks in current accounts	-	1,708,650.54	-	7,589,715.89
Cash on hand	-	6,645,774.00	-	9,291,995.00
Cheques, drafts on hand	-	-	-	727,580.83
	-	8,354,424.54	-	17,609,291.72
Other Bank Balances				
Held as Margin money	-	117,742.00	117,742.00	-
	-	117,742.00	117,742.00	-
Less: Amount disclosed under the head "other non current assets" (refer note no. 12)	-	-	117,742.00	-
	-	8,472,166.54	-	17,609,291.72



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12. OTHER ASSETS

Particulars	(Amount in Rupees)			
	As at March 31, 2014		As at March 31, 2013	
	Non Current	Current	Non Current	Current
Non current bank balances (refer note no.11)	-	-	117,742.00	-
Unbilled receivables	-	135,793.96	-	-
Interest accrued on deposits & others	-	10,978.22	2,528.23	-
	-	146,772.18	120,270.23	-

13. REVENUE FROM OPERATION

Particulars	(Amount in Rupees)	
	Year ended March 31, 2014	Year ended March 31, 2013
Income from real estate projects	167,954,003.44	429,763.00
	167,954,003.44	429,763.00

14. OTHER INCOME

Particulars	(Amount in Rupees)	
	Year ended March 31, 2014	Year ended March 31, 2013
Interest on bank deposits	10,562.99	9,850.37
Interest on Others	2,174.00	-
Liabilities no longer required written off (net)	1.00	-
Miscellaneous income	83.95	1.25
	12,821.94	9,851.62

15. COST OF MATERIAL CONSUMED, CONSTRUCTION & OTHER RELATED PROJECT COST

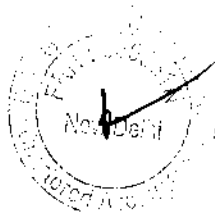
Particulars	(Amount in Rupees)	
	Year ended March 31, 2014	Year ended March 31, 2013
Inventory at the beginning of the year		
Building materials and consumables	-	575,813.72
Land	387,342.16	387,342.16
	387,342.16	963,155.88
Add: Incurred during the year		
Building material purchases	-	27,419.00
Construction cost	43,429,827.00	56,264,884.00
Employee cost	356,415.00	-
Rates and taxes	1,481,832.00	2,212,470.00
Administration cost	24,352.12	120,062.76
Finance cost	11,161,016.00	8,336,650.00
	56,453,442.12	66,961,485.76
Less: Inventory at the close of the year		
Building materials and consumables	-	-
Land	387,342.16	387,342.16
	387,342.16	387,342.16
	56,453,442.12	67,537,299.48

16. CHANGES IN INVENTORIES OF PROJECTS IN PROGRESS

Particulars	(Amount in Rupees)	
	Year ended March 31, 2014	Year ended March 31, 2013
Inventory at the beginning of the year		
Projects in progress	115,109,034.10	47,571,734.62
	115,109,034.10	47,571,734.62
Inventory at the close of the year		
Projects in progress	43,023,936.69	115,109,034.10
	43,023,936.69	115,109,034.10
Changes in inventories in projects in progress	72,085,097.41	(67,537,299.48)

17. EMPLOYEE BENEFIT EXPENSE

Particulars	(Amount in Rupees)	
	Year ended March 31, 2014	Year ended March 31, 2013
Salaries, wages, allowances and bonus	692,601.00	-
	692,601.00	-
Less: Allocated to projects	356,415.00	-
	336,186.00	-



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18. FINANCE COST

(Amount in Rupees)

Particulars	Year ended March 31, 2014	Year ended March 31, 2013
Interest expenses	11,161,736.00	8,346,503.00
Bank charges	10,895.57	13,713.00
	11,172,631.57	8,360,216.00
Less: Allocated to projects	11,161,016.00	8,336,650.00
	11,615.57	23,566.00

19. OTHER EXPENSES

(Amount in Rupees)

Particulars	Year ended March 31, 2014	Year ended March 31, 2013
(a) Administrative expenses		
Rates and taxes	4,385.00	3,179.00
Statutory audit fees	10,000.00	10,000.00
Rent	36,000.00	38,033.08
Vehicle running and maintenance	10,000.00	-
Legal & Professional Charges	64,500.00	94,420.00
Printing and stationery	15,310.00	46,415.00
Miscellaneous expenses	1,879.68	35.76
	142,074.68	192,082.84
Less: Allocated to projects	24,352.12	120,062.76
Total (a)	117,722.56	72,020.08
(b) Selling Expenses		
Rebate & discount to customers	-	17,567.09
Commision	3,009,993.00	5,296,616.00
Advertisement and publicity	-	898,092.51
Total (b)	3,009,993.00	6,212,275.60
Total (a+b)	3,127,715.56	6,284,295.68

20. Contingent Liabilities and commitments

(Amount in Rupees)

Particulars	As at March 31, 2014	As at March 31, 2013
Corporate guarantee given on behalf of holding company namely M/s Omaxe limited	2,250,000,000.00	3,250,000,000.00
Corporate Guarantees on behalf of ultimate holding company namely Guld Builders Private Limited	-	200,000,000.00
Claim against company not acknowledged as debts	494,632.98	486,105.85
The Company may be contingently liable to pay damages/ interest in the process of execution of real estate projects and for specific non-performance of certain agreements, the amount of which cannot presently be ascertained	Amount Unascertainable	Amount Unascertainable

21. Balances of trade receivables, trade payables, current / non-current advances given/ received are subject to reconciliation and confirmation from respective parties. The balance of said trade receivables, trade payables, current / non-current advances given/ received are taken as shown by the books of accounts. The ultimate outcome of such reconciliation and confirmation cannot presently be determined, therefore, no provision for any liability that may result out of such reconciliation and confirmation has been made in the financial statement, the financial impact of which is unascertainable due to the reasons as above stated.

22. Inventories, loans & advances, trade receivables and other current / non-current assets are in the opinion of the management do not have a value on realization in the ordinary course of business, less than the amount at which they are stated in the balance sheet. The classification of assets and liabilities between current and non-current have been made based on management perception as to its recoverability / settlement and other criteria as set out in the revised schedule VI to the Companies Act, 1956.

23. Determination of revenues under 'Percentage of Completion method' necessarily involves making estimates by management for percentage of completion, cost to completion, revenues expected from projects, projected profits and foreseeable loss. These estimates being of a technical nature have been relied upon by the auditors.

24. EARNING AND EXPENDITURE IN FOREIGN CURRENCY

(Amount in Rupees)

Particulars	Year ended March 31, 2014	Year ended March 31, 2013
Earning in foreign currency	Nil	Nil
Expenditure in foreign currency	Nil	Nil

25. Segment Reporting

The Company is primarily engaged in a single business segment viz. Real Estate and operates in one geographical segment as per accounting standard AS-17 on 'Segment Reporting'



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26. Employee Benefit

A. Gratuity

The Company does not maintain any fund to pay for Gratuity.

i) Amount recognized in statement of Profit & Loss is as under:

(Amount in Rupees)

Description	Year ended March 31, 2014	Year ended March 31, 2013
Current service cost	146,686.00	-
Interest cost	-	-
Expected return on planned assets	-	-
Net actuarial (gain)/loss recognized during the year	-	-
Total	146,686.00	-

ii) Movement in the liability recognized in Balance Sheet is as under:

(Amount in Rupees)

Description	Year ended March 31, 2014	Year ended March 31, 2013
Present value of obligation at the beginning of the year	-	-
Current service cost	146,686.00	-
Interest cost	-	-
Benefit paid	-	-
Actuarial (gain) / loss on obligation	-	-
Present value of obligation as at the end of year	146,686.00	-

iii) Net assets / liability recognized in Balance Sheet as at March 31, 2014

(Amount in Rupees)

Description	As at March 31, 2014	As at March 31, 2013
Current liability (Amount due within one year)	2,182.00	-
Non-Current liability (Amount due over one year)	144,504.00	-
Present value of obligation as the end of the year	146,686.00	-
Fair value of plan assets at the end of the year	-	-
(Assets)/Liabilities recognized in the Balance Sheet.	146,686.00	-

iv) For determination of gratuity liability of the Company the following actuarial assumption were used.

Description	Year ended March 31, 2014	Year ended March 31, 2013
Discount rate	8.50%	-
Future salary increase	6.00%	-
Expected rate of return on planned assets	0.00%	-
Method used	Projected unit credit actuarial method	-

B. Leave Encashment

Provision for leave encashment in respect of unavailed leaves standing to the credit of employees is made on actuarial basis. The Company does not maintain any fund to pay for leave encashment.

i) Amount recognized in statement of Profit & Loss is as under:-

(Amount in Rupees)

Description	Year ended March 31, 2014	Year ended March 31, 2013
Current service cost	189,500.00	-
Interest cost	-	-
Net actuarial (gain)/loss recognized during the year	-	-
Recognised in statement of Profit & Loss	189,500.00	-

ii) Amount recognized in the Balance Sheet as at March 31, 2014

(Amount in Rupees)

Description	As at March 31, 2014	As at March 31, 2013
Present value of obligation	189,500.00	-



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III) Movement in the liability recognized in Balance Sheet is as under:

(Amount in Rupees)

Description	Year ended March 31, 2014	Year ended March 31, 2013
Present value of obligation at the beginning of the year	-	-
Interest cost	-	-
Current service cost	189,500.00	-
Benefits paid	-	-
Actuarial (gain)/loss on obligation	-	-
Present value of obligation at the end of the year	189,500.00	-

iv) For determination of liability in respect of leave encashment, the Company has used the following actuarial assumption.

Description	Year ended March 31, 2014	Year ended March 31, 2013
Discount rate	8.50%	-
Future salary increase	6.00%	-
Actuarial method used	Projected unit credit actuarial method	-

v) Bifurcation of PBO at the end of year as per revised Schedule VI to the companies Act.

(Amount in Rupees)

Description	Year ended March 31, 2014	Year ended March 31, 2013
Current liability (Amount due within one year)	3,100.00	-
Non-Current liability (Amount due over one year)	186,400.00	-
Total PBO at the end of year	189,500.00	-

C. Provident Fund

The Company makes contribution to statutory provident fund in accordance with Employees Provident Fund and Misc. Provision Act, 1952. This is post employment benefit and is in the nature of defined contribution plan.

27. Earning per share

(Amount in Rupees)

Particulars	Year ended March 31, 2014	Year ended March 31, 2013
Profit/(Loss) after tax	25,645,912.72	(5,868,247.06)
Numerator used for calculating basic and diluted earnings per share	25,645,912.72	(5,868,247.06)
Equity shares outstanding as at the year end	4,629,000	4,629,000
Weighted average number of shares used as denominator for calculating basic & diluted earnings per share	4,629,000	4,629,000
Nominal value per share	10/-	10/-
Basic & diluted earning per share (in Rupees)	5.54	(1.27)

28. Auditors' Remuneration

(Amount in Rupees)

Particulars	Year ended March 31, 2014	Year ended March 31, 2013
Statutory audit fee	10,000.00	10,000.00
Total	10,000.00	10,000.00



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29. Related parties disclosures

A. Name of related parties:-

(i) Ultimate Holding Company

Guild Builders Private Limited

(ii) Holding Company

Omaxe Limited

(iii) Fellow Subsidiary companies

1. Jagdamba Contractors and Builders Limited
2. Volvo Properties Private Limited

B. Summary of related parties transactions are as under:

(Amount in Rupees)

Transaction	Holding company	Fellow Subsidiary companies		Ultimate Holding Company	Total
	Omaxe Limited	Jagdamba Contractors and Builders Limited	Volvo Properties Private Limited	Guild Builders Private Limited	
A. Transactions made during the year					
Lease rent paid	36,000.00	Nil	Nil	Nil	36,000.00
	(36,000.00)	(Nil)	(Nil)	(Nil)	(36,000.00)
Construction cost	Nil	29,680,842.00	13,532,700.00	Nil	43,213,542.00
	(Nil)	(28,593,000.00)	(27,293,550.00)	(Nil)	(55,886,550.00)
Corporate guarantees matured	1,000,000,000.00	Nil	Nil	200,000,000.00	1,200,000,000.00
	(Nil)	(Nil)	(Nil)	(Nil)	(Nil)
B. Closing balances					
Trade Payable	Nil	5,421,787.67	654,308.00	Nil	6,076,095.67
	(Nil)	(15,205,412.00)	(5,531,186.00)	(Nil)	(20,736,598.00)
Loans and advances receivables	212,476,901.36	Nil	Nil	Nil	212,476,901.36
	(179,624,775.00)	(Nil)	(713,726.00)	(Nil)	(180,338,501.00)
Corporate guarantees	2,250,000,000.00	Nil	Nil	Nil	2,250,000,000.00
	(3,250,000,000.00)	(Nil)	(Nil)	(200,000,000.00)	(3,450,000,000.00)

Figures in brackets represent those of the previous year.

30. The company has regrouped / reclassified previous year figures wherever necessary to conform to with current year's classification.

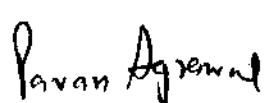
The notes referred to above form an integral part of financial statements.

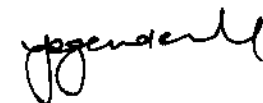
As per our report of even date attached

For and on behalf of
Doogar & Associates
 Chartered Accountants
 Reg No.000561N


M.S. Agarwal
 Partner
 M.No. 86580




Pavan Agarwal
 (Director)
 DIN:02295157


Yogender Pal Gupta
 (Director)
 DIN: 02293575

Place : New Delhi

Date : 21 MAY 2014