

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Hinduja Realty Ventures Limited

Report on the Consolidated Financial Statements

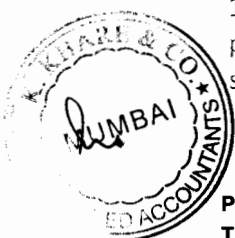
1. We have audited the accompanying consolidated financial statements of **Hinduja Realty Ventures Limited** ("the Holding Company"), its subsidiaries and partnership firms (together referred to as "the Group") and its associate, comprising the Consolidated Balance Sheet as at March 31, 2015, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (the "Consolidated Financial Statements").

Management's Responsibility for the Consolidated Financial Statements

2. The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its associate in accordance with 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. The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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.
4. 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 consolidated financial statements are free from material misstatement.

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Page 1 of 7**Bengaluru**

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New Delhi - 110 016, India.

5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation and presentation of the consolidated financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Directors, as well as evaluating the overall presentation of the consolidated financial statements.
6. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group and its associate as at 31st March, 2015, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Emphasis on Matter

8. We draw attention to:

Note No. V (i) to the financial statements regarding the change in method of depreciation w.e.f. 1 April 2014 on all tangible assets in case of Hinduja Healthcare Limited (a subsidiary of the Holding Company) from 'Written Down Value' method to the 'Straight Line' method wherein we have relied on management estimates of useful life of assets. Resultantly, excess depreciation arising on account of such change amounting to Rs. 21.45 crores has been credited to the Statement of Profit and Loss and shown under the head 'extraordinary items'.

Our opinion is not qualified in respect of this matter.

Other Matters

9. We did not audit the financial statements of four subsidiaries, whose financial statements reflect the Group's share of total assets of Rs. 25.81 crores as at 31st March, 2015, and the Group's share of total revenues of Rs. 53.49 crores and net cash outflows (other than Partnership Firms) amounting to Rs.0.16 crores for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net

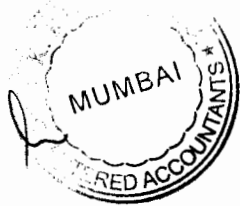


profit of Rs. 3.33 crores for the year ended 31st March, 2015, as considered in the consolidated financial statements, in respect of one associates, whose financial statements have not been audited by us. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, partnership firms, and associate, is based solely on the reports of the other auditors

10. Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the management.

Report on Other Legal and Regulatory Requirements

11. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports of the Holding company, subsidiary companies and its associate incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
12. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated 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 of the Holding Company and reports of the statutory auditors of its subsidiary Companies and its associate as on 31st March, 2015 taken on record by the Board of Directors of the Holding Company, none of the directors of the Group and its associate companies is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.



(f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

1. There were no pending litigations which would impact the consolidated financial position of the Holding and Subsidiary Companies.
2. The Holding and Subsidiary Companies did not have any material foreseeable losses on long-term contracts including derivative contracts.
3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding and Subsidiary Companies.

For B. K. Khare & Co.

Chartered Accountants

Firm Registration Number 105102W



Padmini Khare Kaicker

Partner

Membership Number 044784

Mumbai.

September 28, 2015



Annexure to the Auditor's Report referred to in Para 11 of our report of even date:

- i. (a) The Holding Company, Subsidiary Companies and an Associate Company s have maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.

(b) The fixed assets of the Holding Company, Subsidiary Companies and an Associate Company have been physically verified by the Management during the year except for certain movable assets in respect of Holding Company. The discrepancies noticed, if any on such verification were not material and have been properly dealt with in the books of account.
- ii. (a) The management of Holding Company, Subsidiary Companies and an Associate Company has conducted physical verification of inventory at reasonable intervals. In our opinion, the frequency of verification is reasonable.

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management of Holding Company, Subsidiary Companies and an Associate Company were found reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) On the basis of our examination of the inventory records, in our opinion, the Holding Company & Subsidiary Companies are maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records if any, were not material.
- iii. There are no companies, firms or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii) of the said order are not applicable to the Holding Company, Subsidiary Companies and an Associate Company.
- iv. In our opinion and according to the information and explanations given to us, the Holding Company, Subsidiary Companies and an Associate Company are having an adequate internal control system commensurate with the size of the Holding and Subsidiary Companies and the nature of its business, for the purchase of fixed assets and inventory and sale of goods & services. On the basis of our examination of the books and records of the Holding and Subsidiary Companies and according to the information and explanations given to us, we have neither come across, nor have we been informed of, any continuing failure to correct any major weaknesses in the aforesaid internal control system.
- v. In our opinion and according to the information and explanations given to us, the Holding Company, Subsidiary Companies and an Associate Company have not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and rules framed there under to the extent notified. Consequently, no order has been passed by the Company Law Board or National Company Law Commission or Reserve Bank of India or any court or any other tribunal on the Holding Company, Subsidiary Companies and an Associate Company.



- vi. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products or services of the Holding Company, Subsidiary Companies and an Associate Company.
- vii. (a) According to the records of the Holding Company and Subsidiary Companies and an Associate Company and information and explanations given to us, the respective companies are generally regular in depositing undisputed statutory dues including Provident fund, Employees' state insurance, Income tax, Sales tax, Wealth tax, Service tax, duty of customs, duty of Excise, Value added tax, Cess and any other applicable statutory dues with the appropriate authorities.
- (b) According to the records of the Holding Company, Subsidiary Companies and an Associate Company and information and explanations given to us and records examined by us, there are no dues of income tax, sales tax, wealth tax, service –tax, duty of excise, duty of customs, value added tax, and cess which have not been deposited on account of any dispute.
- (c) There are no amounts required to be transferred by the Holding Company, Subsidiary Companies and an Associate Company to the Investor Education and Protection Fund in accordance with the provisions of the Companies Act, 1956 and the rules made there under.
- viii. The Holding Company and Associate Company neither has accumulated losses as at the end of the current financial year nor has it incurred cash losses, in the current financial year and in the immediately preceding financial year. The Subsidiary Companies does not have accumulated losses as at the end of the current financial year except in case of APDL Estates Limited, Ashok Developers Private Limited, Hinduja Estate Developers Private Limited and it has not incurred cash losses in the current financial year and in the immediately preceding financial year except in case of Ashok Developers Private Limited and Hinduja Estate Developers Private Limited.
- ix. Based on the records examined by us and according to the information and explanations given to us, the Holding and Subsidiary companies has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the Balance Sheet date.
- x. According to the information and explanations given to us, the Holding Company, Subsidiary Companies and an Associate Company has not given any guarantee for loans taken by others from banks or financial institutions during the year. Accordingly, the provisions of clause 3(x) of the Order are not applicable to the Company.
- xi. In our opinion, and according to the information and explanations given to us, during the year, the term loans have been applied for the purposes for which they were obtained.

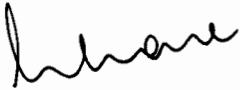


- xii. During the course of our examination of the books and records of the Holding Company, Subsidiary Companies and an Associate Company, carried out in accordance with generally accepted accounting practices and according to the information and explanations given to us, we have neither come across any instance of material frauds on or by the Companies, noticed or reported during the year, nor have we been informed of any such instance by the Management.

For B. K. Khare & Co.

Chartered Accountants

Firm's Registration Number 105102W



Padmini Khare Kaicker
Partner

Membership Number 044784



Mumbai

September 28, 2015

HINDUJA REALTY VENTURES LIMITED

CIN: U45200MH1968PLC014045

Consolidated Balance Sheet as at 31st March, 2015

Particulars	Notes	As at 31.3.2015 Rs.In Lakhs	As at 31.03.2014 Rs.In Lakhs
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds:			
(a) Share Capital	B	1,031.00	1,031.00
(b) Reserve & Surplus	C	52,437.19	43,870.31
		53,468.19	44,901.31
(2) Minority Interest		448.81	4,825.72
(3) Non Current Liabilities			
(a) Long-term borrowings	D	16,878.31	17,218.73
(b) Deferred tax liabilities (Net)		0.01	0.05
(c) Other long term liabilities		96.79	105.85
(d) Long term provision	E	246.06	190.29
(4) Current Liabilities			
(a) Short term borrowings	F	3,482.08	4,567.09
(b) Trade payables	G	899.38	8,598.34
(c) Other current liabilities	H	9,829.46	1,962.59
(d) Short term provisions	E	48.29	30.98
TOTAL		85,397.38	82,400.95
II. ASSETS			
Non - current assets			
(1) (a) Fixed Assets:			
(i) Tangible assets	I	17,162.81	14,760.36
(ii) Intangible assets	I	767.38	776.77
(iii) Capital work -in-progress		32.29	30.39
(iv) Intangible assets under development			
(b) Non -current investments	J	25,913.48	26,420.08
(c) Deferred tax assets (Net)		-	-
(d) Long -term loans & advances	K	629.13	598.55
(e) Other non current assets		-	-
(2) Current Assets			
(a) Inventories	L	34,027.57	31,987.15
(b) Trade receivables	M	167.06	188.97
(c) Cash and cash equivalents	N	120.76	78.29
(d) Short term loans and advances	O	2,364.76	2,424.73
(e) Other current assets	P	4,212.14	5,135.66
		85,397.38	82,400.95
Significant Accounting Policies	A		
Notes To Accounts			

As per our attached Report of even date

For B. K. Khare & Co.

Chartered Accountants

Firm Registration No. 105102W

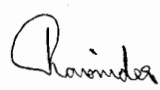

For and on Behalf of the Board

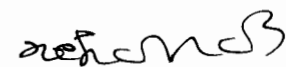

Padmini Khare Kaicker
Partner


Mem. No. 044784

Mumbai

Dated: **28 SEP 2015**

 
R. Babbar **Rajkumar Ghoshal**
COO/Manager Comp.Secretary


N. Chandrasekaran
CFO


J. P. Chugani
Director


V.G. Gurnani
Director

HINDUJA REALTY VENTURES LIMITED

CIN: U45200MH1968PLC014045

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

Particulars	Notes	Year Ended 31.03.2015	Year Ended 31.03.2014
		Rs. In Lakhs	Rs. In Lakhs
Revenue from Operations	Q	10,618.07	6,777.51
Other Income	R	4,750.39	2,653.53
Total Revenue		15,368.46	9,431.04
Expenses :			
Cost of Material Consumed		1,798.96	1,300.94
Increase/(Decrease) in Stock		2.52	-
Employee benefits expense	S	1,703.30	1,523.31
Finance cost	T	1,549.71	2,005.39
Depreciation & amortization expense	I	1,280.57	1,446.48
Other Expenses	U	5,737.36	4,327.03
Total Expenses		12,072.42	10,603.15
Loss / Profit before exceptional and extraordinary items and tax		3,296.04	(1,172.11)
Exceptional items		-	-
Profit before extraordinary items and tax		3,296.04	(1,172.11)
Extraordinary items (Refer Note -V(i) (a & b))		2,773.38	-
Profit before tax		6,069.48	(1,172.11)
Tax expense:			
Less: (Excess) Short provision for earlier year		-	(81.80)
Less: Provision for Wealth Tax		(50.00)	(50.00)
Less: Provision for Income Tax		(186.33)	(60.50)
Less: Provision for Deferred Tax		0.04	(1.13)
Profit / (Loss) for the period from continuing operations		5,833.19	(1,365.54)
Less: Minority Interest		(268.17)	(119.56)
Profit (Loss) for the period		5,565.02	(1,245.98)
Earning Per Equity Share			
(1) Basic		53.98	(12.09)
(2) Diluted		53.98	(12.09)
Significant Accounting Policies	A		
Notes To Accounts			

As per our attached Report of even date

For B. K. Khare & Co.

Chartered Accountants

Firm Registration No. 105102W

For and on Behalf of the Board

Padmini Khare Kaicker

Partner

Mem. No. 044784

Mumbai

Dated

28

SEP 2015

R. Babbar

COO/Manager

Rajkumar Ghoshal

Comp.Secretary

J. P. Chugani

Director

V.G.Gurnani

Director

N. Chandrasekaran
CFO

HINDUJA REALTY VENTURES LIMITED

CIN: U45200MH1968PLC014045

Consolidated Cash Flow Statement for the year ended 31st March, 2015

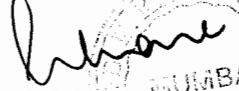
CASH FLOW FROM OPERATING ACTIVITIES:	Year ended 31.03.2015	Year ended 31.03.2014
	Rs.in Lakhs	Rs.in Lakhs
Profit / (Loss) before tax as per Profit and Loss Account	6,069.42	(1,172.12)
Adjusted for:		
Depreciation	1,280.57	1,446.48
Extra Ordinary Items	(2,773.38)	-
Provisions for Expenses	143.89	(52.45)
Bad Debts Written off	3.00	53.26
Share of Profit from Partnership Firms	(22.68)	(234.85)
Profit from sale investment	(3,258.50)	(1,171.56)
Profit/Loss from sale of asset	(0.02)	4.00
Dividend Income	(1,394.39)	(1,031.86)
Interest income	(65.85)	(164.59)
Interest Expenses	1,549.71	2,005.39
Misc Income	-	-
Operating Profit before Working Capital Changes	1,531.76	(318.29)
Adjusted for:		
Other Current Assets	923.52	(61.95)
Trade Receivables	21.92	(110.13)
Inventories	(2,040.42)	(17,370.59)
Trade Payables	(7,698.96)	6,530.36
Other Current Liabilities	7,855.52	(108.64)
Loans & Advances	335.76	655.64
Changes in Working Capital	(602.67)	(10,465.31)
Cash Generated from Operations	929.09	(10,783.60)
Payment of Taxes	(103.18)	(32.27)
I. Net Cash from Operating Activities	825.91	(10,815.87)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale/Purchase of Investment (Net)	(1,618.16)	(6,238.53)
Dividend Income	1,394.39	1,031.86
Interest Income	65.85	164.59
Purchase of fixed assets(Net)	(904.92)	(99.03)
II. Net Cash from Investing Activities	(1,062.84)	(5,141.11)
CASH FLOW FROM FINANCING ACTIVITIES:		
Unsecured Loans (Net)	(1,133.68)	(501.52)
Bank Overdraft	291.74	-
Interest Expenses	(1,549.71)	(2,005.39)
Proceeds from issuance of share of Subsidiaries Companies	-	57.00
Securities premium reserve	2,671.04	18,469.00
III. Net Cash from Financing Activities	279.40	16,019.09
Net Increase / (Decrease) in Cash and Cash Equivalents (I+II+III)	42.47	62.09
Opening Balance of Cash and Cash Equivalents	78.29	16.20
Closing Balance of Cash and Cash Equivalents	120.76	78.29

As per our report of even date

For B. K. Khare & Co.

Chartered Accountants

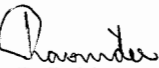
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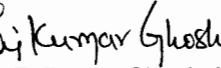

Padmini Khare Kaicker
 Partner

Mem. No. 044784

Mumbai


Dated 28 SEP 2015


R. Babbar
 COO/Manager


Rajkumar Ghoshal
 Comp.Secretary


N. Chandrasekaran
 CFO

For and on behalf of the Board


J.P. Chugani
 Director


V.G. Gurnani
 Director

HINDUJA REALTY VENTURES LIMITED

Statement of Significant Accounting Policies forming part of the Consolidated Financial Statement for the year ended 31st March, 2015

A SIGNIFICANT ACCOUNTING POLICIES

1 Accounting Convention

The accompanying financial statements have been prepared under the historical cost convention, in accordance with Generally Accepted Accounting Principles in India. The Company has prepared these financial statements to comply in all material respects with accounting standards notified under the Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.

Cost of Construction/Development incurred is charged to the Statement of profit and loss proportionate to project area sold. Adjustments, if required are made on completion of the respective projects.

2 Use of Estimates

Preparation of financial statements are in conformity with generally accepted accounting principles which requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities as of the date of the financial statements and reported amounts of income and expenses during the period. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable.

3 Principal of Consolidation

The Consolidated Financial Statements relate to Hinduja Realty Ventures Ltd and its subsidiaries, jointly controlled entity and the Group's Share of profit/loss in its associates. The Consolidated financial statements have been prepared using uniform accounting policies and on the following basis

The Financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances and resultant unrealised profits/losses. The results of the subsidiary undertakings are accounted for the Consolidated Statement of Profit & Loss from the effective date of acquisition.

The excess of cost to the Group of its investment in the subsidiaries is recognised in the consolidated financial statements as Goodwill. The excess of the Company's portion of equity and reserves of the subsidiaries as at the time of its investment is treated as Capital Reserve. The Goodwill/ Capital Reserve is determined separately for each subsidiary and such amounts are not set off between different entities.

In Partnership firms where company is a partner and it exercises Significant Operational and financial control, these partnership firms are considered as subsidiary companies and accordingly consolidated on line-by-line basis. Also, in case of consolidation of Partnership Firms, no capital reserve or goodwill arises as there is no unallocated Portion of profits or contribution.

Investments of the Group in associates are accounted as per the Equity Method specified under Accounting Standard 23 - 'Accounting for Investments in Associates in Consolidated Financial Statements'. Accordingly, the share of profit/loss of each of the associate companies (the loss being restricted to the cost of investment) has been added to / deducted from the cost of investments.

Minority Interest in the net assets of the consolidated subsidiaries consist of the amount of equity attributable to the minority shareholders at the date on which investments in the subsidiary companies were made and further movements in their share in the equity, subsequent to the dates of investments. Net profit/loss for the year of the subsidiaries attributable to minority interest is identified and adjusted against the profit after tax of the Group in order to arrive at the income attributable to shareholders of the Company.

Goodwill arising on consolidation is not amortised but tested for impairment.

The financial statements of the subsidiaries, jointly controlled entity and associate company used in the consolidated financial statements are consolidated from the date of the acquisition and are drawn up to the same reporting date as the Company.

Name of the Company	% of ownership	
	As at March 31, 2015	As at March 31, 2014
APDLE Estates Ltd.	100.00	100.00
Ashok Delvelopers Pvt. Ltd.	99.98	99.98
Hinduja Healthcare Ltd.	79.37	79.37
Hinduja Estates Pvt. Ltd.	92.31	92.31
Hinduja Estates Developers Pvt. Ltd.	100.00	100.00
Hinduja Properties Ltd.	88.71	88.69
Hinduja Estates Developers (Partnership firm)	95.00	95.00
Aasia Exports (Partnership firm)	95.00	95.00
Ashok Plywood Trading Company (Partnership firm)	90.00	87.00
Juhu Beach Resort Ltd. (Associate Company)	33.32	33.32



HINDUJA REALTY VENTURES LIMITED

Statement of Significant Accounting Policies forming part of the Consolidated Financial Statement for the year ended 31st March, 2015

4 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Company and the revenue can be reliably measured.

Income from sales of completed properties is recognized on the transfer of all significant risks and rewards of ownership to the buyers and it is not unreasonable to expect ultimate collection and no significant uncertainty exists regarding the amount of consideration. Rental income and license fees income is recognized as per the agreement with tenants / licensees. Interest income is accounted on an accrual basis at contracted rates except where there is uncertainty of ultimate collection. Dividend income is recognized when the right to receive the same is established. Expenses are accounted for on accrual basis.

5 Cash Flow Statement

The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard 3, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The Cash flows from regular revenue generating, investing and financing activities of the Company are segregated.

6 Depreciation

The Company has realigned its depreciation policy in accordance with Schedule II to Companies Act, 2013 w.e.f 1st April'2014. Consequently the carrying value of assets is depreciated over its revised remaining useful life.

7 Provision for taxation

a) Tax expense comprises both - current and deferred tax.

b) Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates and tax laws.

c) Deferred tax assets and liabilities are recognized for future tax consequences attributable to the timing differences between taxable income and accounting income that are capable of reversal in one or more subsequent periods and are measured using tax rates enacted or substantively enacted as at the Balance Sheet date. Deferred Tax assets are not recognized unless, in the management judgment, there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. The carrying amount of deferred tax is reviewed at each balance sheet date. In accordance with the Accounting Standard 22 "Accounting for Taxes" (AS 22), deferred tax assets and deferred tax liabilities should be recognized for all timing differences. However, considering the requirements of AS 22 regarding certainty/virtual certainty, deferred tax asset relating to unabsorbed depreciation and losses is not recognized. The same will be reassessed at a subsequent balance sheet and will account for in the year in which conditions of certainty/virtual certainty will be met.

8 Provisions and Contingent Liabilities

(a) Provisions are recognized in the accounts in respect of present probable obligations, the amount of which can be reliably estimated.

(b) Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

9 Finance Cost

Interest and other finance cost attributable to qualifying assets are attributed as part of the cost of construction / development of such assets. The finance cost incurred during the period in which activities, necessary to prepare the assets for their intended use or sale, are in progress, are attributed as aforesaid. All other finance cost are charged to the Profit and Loss Account.



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st Mar, 2015

B SHARE CAPITAL:

a) Details of Authorised, Issued, Subscribed and Paid up Share

	As on March'15		As on March '14	
	Nos.	Rs. in lakhs	Nos.	Rs. in lakhs
Authorised				
Equity Shares of Rs. 10 each	20,000,000	2,000.00	20,000,000	2,000.00
Total	20,000,000	2,000.00	20,000,000	2,000.00
Issued, Subscribed and Paid up:				
Equity Shares of Rs. 10 each fully paid	10,310,000	1,031.00	10,310,000	1,031.00
Total	10,310,000	1,031.00	10,310,000	1,031.00

b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	31.03.2015		31.3.2014	
	Nos	Rs. in lakhs	Nos	Rs. in lakhs
At the beginning of the period	10,310,000	1,031	10,000,000	1,000
Issued during the period			310,000	31
Outstanding at the end of the period	10,310,000	1,031	10,310,000	1,031

c) Shares held by Holding /Ultimate Holding Company and / or their Subsidiaries / Associates

Equity Shares	Numbers as at	
	March 31,2015	March 31,2014
Holding Company - Hinduja Group Ltd. (formerly Aasia Management and Consultancy Pvt Ltd) and its Subsidiaries / associates.	9,984,744	9,984,744

d) Shares in the company held by each shareholder holding more than 5% of Shares

	As on March'15		As on March'14	
	No of Shares Held	% of Holding	No of Shares Held	% of Holding
Holding Company - Hinduja Group Ltd.(formerly Aasia Management and Consultancy Pvt Ltd)	9,984,744	96.85%	9,984,744	96.85%

e) Rights, preferences & restrictions attached to Equity Shares on distribution of dividend and repayment of capital.

The Company has only one class of Equity Shares having at par value of Rs. 10/- per share. Each Shareholder is eligible for one vote per share held.

C RESERVES AND SURPLUS :

	As at	
	March' 15 Rs. in Lakhs	March '14 Rs. in Lakhs
Securities Premium Reserves	26,840.04	24,169.00
Surplus/ (deficit) in the statement of Profit and Loss		
Balance as per last financial statements	16,133.51	17,379.50
Add: Addition during the year	5,565.02	(1,245.98)
Net Surplus in the statement of Profit and Loss	21,698.53	16,133.51
Add: Shares of Profit of Associate	3,900.35	3,567.80
Less: Adjustment of account of Depreciation	(1.73)	-
	52,437.19	43,870.31

D LONG TERM BORROWINGS

	As at	
	March' 15 Rs. in Lakhs	March '14 Rs. in Lakhs
Secured		
a) From Banks		
I) Term Loan (The borrowings from Banks are secured by creation of charge on project specific inventory, movable assets and assignment of rights under joint / co-development.	16,865.12	17,208.40
II) Car Loan (Secured by hypothecation of car) (The borrowings from Bank are secured by hypothecation of car)	13.19	10.33
	16,878.31	17,218.73



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st Mar, 2015

E	PROVISIONS (LONG TERM AND SHORT TERM)			
	Long Term		Short Term	
	March '15	March '14	March '15	March '14
	Rs. in Lakhs	Rs. in Lakhs	Rs. in Lakhs	Rs. in Lakhs
Provision for Employee Benefits(unfunded)				
(a) Post Retirement Benefit	151.79	106.33	16.87	6.72
(b) Compensated Absences	94.27	83.96	31.42	24.26
	246.06	190.29	48.29	30.98

F	SHORT TERM BORROWINGS		
	As at		
	March '15	March '14	
	Rs. in Lakhs	Rs. in Lakhs	
Loans repayable on demand			
Secured			
a) From Banks			
Overdraft facility from	1,853.54	1,561.80	
Current maturities of Long Term Debts	-	2.57	
Unsecured			
b) From Other Parties	1,628.54	3,002.72	
Total	3,482.08	4,567.09	

TRADE PAYABLES

	As at	
	March '15	March '14
	Rs. in Lakhs	Rs. in Lakhs
Trade payables	899.38	8,598.34
Total	899.38	8,598.34

H	OTHER CURRENT LIABILITIES :		
	As at		
	March '15	March '14	
	Rs. in Lakhs	Rs. in Lakhs	
Current Maturities of Long Term Debt	6,501.61	800.00	
Micro, Small and Medium Enterprises			
Others			
(i) Deposit	411.11	353.31	
(ii) Retention money payable	203.07	22.17	
(iii) Statutory / Other Liabilities	1,987.51	787.11	
(iv) Capital Creditors	726.15	-	
Total	9,829.46	1,962.59	

- a) Since the Company is in the process of procuring the information of suppliers covered under the MSMED Act 2006, the information as required under sec. 22 of the said Act is not furnished.
- b) Information with regards to other matters specified under clause 3, 4(A) and 4(D) of Part II of Schedule III of the Companies Act, 2013 to the extent that they are not applicable to the company have not been given.



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st Mar, 2015

Fixed Assets

GROSS BLOCK	As at 01.04.14	Additions during the period	Sale/Deductions during the period	As at 31.03.2015
	Rs. in Lakhs	Rs. in Lakhs	Rs. in Lakhs	Rs. in Lakhs
Building	13,251.95	693.99	-	13,945.94
Plant & Machinery	5,124.23	116.70	-	5,240.93
Furniture & Fixtures	345.62	27.88	-	373.50
Office Equipment	136.19	29.94	-	166.14
Computers	705.51	11.19	-	716.69
Electrical Equipment	55.48	13.67	-	69.15
Motor Cars	192.47	11.53	18.14	185.86
Grand Total	19,811.43	904.91	18.14	20,698.21
Previous Year	19,731.43	97.91	17.89	19,811.43
Intangible Asset				
Trademark	0.16	-	-	0.16
Software	46.79	-	-	46.79
Goodwill (On Consolidation)	752.73	0.01	-	752.74
Grand Total	799.68	0.01	-	799.69
Previous Year	365.48	1.12	-	366.60

Depreciation & Amortisation

DEPRECIATION	Upto 31.03.14	Charge for the year	*Adjustment / Deduction (Refer Note I/C)	Total For the period ended 31.03.2015
	Rs. in Lakhs	Rs. in Lakhs	Rs. in Lakhs	Rs. in Lakhs
Building	1,964.09	264.35	1,147.53	1,080.91
Plant & Machinery	2,255.31	408.86	1,309.00	1,355.17
Furniture & Fixtures	158.78	53.64	85.24	127.18
Office Equipment	36.27	62.59	14.98	83.89
Computers	497.91	403.50	207.14	694.27
Electrical Equipment	37.31	18.20	-	55.51
Motor Cars	101.41	62.06	24.99	138.48
Grand Total	5,051.08	1,273.19	2,788.88	3,535.40
Previous Year	3,632.00	1,434.23	15.15	5,051.08
Intangible Asset				
Trademark	0.03	0.13	-	0.16
Software	22.88	8.97	(0.30)	32.15
Goodwill (On Consolidation)	-	-	-	-
Grand Total	22.91	9.11	(0.30)	32.31
Previous Year	10.66	12.24	-	22.91

NET BLOCK	As at 31.03.15	As at 31.03.14
	Rs. in Lakhs	Rs. in Lakhs
Building	12,865.03	11,287.86
Plant & Machinery	3,885.77	2,868.92
Furniture & Fixtures	246.32	186.83
Office Equipment	82.25	99.92
Computers	22.43	207.60
Electrical Equipment	13.64	18.17
Motor Cars	47.38	91.06
Grand Total	17,162.81	14,760.35
Previous Year	14,760.35	
Intangible Asset		
Trademark	0.00	0.13
Software	14.64	23.91
Goodwill (On Consolidation)	752.74	752.73
Grand Total	767.38	776.77
Previous Year	776.77	-

- a) Fixed assets are stated at cost of acquisition or construction less accumulated depreciation. Cost includes purchase price and all other attributable costs of bringing the assets to working condition for intended use. Financing costs related to borrowed funds attributable to acquisition or construction of fixed asset, which takes substantial period of time to get ready for its intended use are capitalised.
- c) The Company in an earlier year had sold and handed over possession of apartment No.601 in the Company's building "Marvella" located in Khar, Mumbai for a consideration of Rs.170 Lacs under the registered sale agreement. The Company has repossessed /re-acquired the flat from the Buyer during the year by a duly registered deed of cancellation in consideration for a flat in Natraj Building in the same vicinity for consideration of Rs.653.39 Lacs being paid for the Buyer. An amount of Rs.429.74 lacs has already been paid and balance will be paid as and when dues/ demanded by the builder in stages. The amount payable as consideration for Natraj Building has been capitalised as additions to the building and depreciation charged accordingly
- d) In the Current Year, the company has revised its accounting policy of providing for Depreciation which has resulted in a net surplus of Rs.27.31Crore is credited to Profit and Loss account. Rs. 27.73 Crore shown as extra ordinary items in Profit and Loss account
- e) The carrying amount of cash generating units / assets is reviewed at the balance sheet date to determine whether there is any indication of impairment. If such indication exists, the recoverable amount is estimated as the net selling price or value in use, whichever is higher. Impairment loss, if any, is recognized whenever carrying amount exceeds the recoverable amount. In accordance with requirements under Schedule II of the Companies Act 2013, the company has to provide depreciation based on useful life of fixed assets. useful life was determined for Building at 60 years at Straight Line Method & Other Assets are determined at Written Down Method based on useful life.

HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st Mar, 2015

J

INVESTMENTS

Investments are classified into current investments and non current investments.

Non current investments are carried at cost. Provision for diminution, if any, in the value of each non current investment is made to recognize a decline, other than of a temporary nature. Current investments are stated at lower of cost or fair value.

NON- CURRENT INVESTMENTS

	As at	
	March' 15	March '14
	Rs. in Lakhs	Rs. in Lakhs
a) Trade Investments (valued at cost unless stated otherwise)		
Investment in quoted equity instruments		
Hinduja Ventures Ltd	6,165.51	5,919.99
Hinduja Global Solution Ltd	7,129.23	7,129.23
Namaste Exports Ltd.	17.50	17.50
Indusind Bank Ltd	6,066.82	4,694.17
	19,379.06	17,760.90
Market Value of quoted investments	42,276.51	31,760.10
Investment in Government Securities	0.02	0.02
Total (a)	19,379.08	17,760.92
b) Other Investments (valued at cost unless stated otherwise)		
<u>Investment in associates</u>		
26,32,014 (31.03.2014: 26,32,014) equity shares of Rs.100/- each, fully paid up in Juhu Beach Resorts Ltd.	6,533.00	6,200.44
(Includes Parents Company's share of profit)		
Total (b)	6,533.00	6,200.44
c) Investment in partnership firms.		
<u>Capital contribution in Firms in which Company is a Partner:</u>		
Asia Corporation (Includes accumulated share of profit)	1.40	2,458.72
Total (c)	1.40	2,458.72
Total (a+b+c)	25,913.48	26,420.08

K

LONG TERM LOANS & ADVANCES

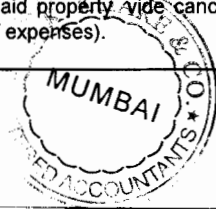
	As at	
	March' 15	March '14
	Rs. in Lakhs	Rs. in Lakhs
Security Deposits	500.00	500.00
With Government Departments / Electricity Company	129.13	98.55
Total	629.13	598.55

L

INVENTORIES

	As at	
	March' 15	March '14
	Rs. in Lakhs	Rs. in Lakhs
Work-in-Progress (Properties under Development)	34,027.57	31,987.15
Total	34,027.57	31,987.15

- a) All the properties have been valued at the historical acquisition costs incurred for taking the possession for the development purpose
- b) Option Premium paid by Hinduja Realty Ventures Ltd. for development rights in respect of properties is treated as inventory and valued at cost including interest attributable wherever applicable
- c) Properties viz. land at Khandala, Murbad including Development Expenses, shown as Stock in trade is valued at the contracted price
- d) In the earlier years, the Company had entered into Joint Development agreement in respect of 39 acres 27 guntas of land situated at Bangalore of Gulf Oil Corporation Limited (GOCL). The company has entered into Co-developer Agreement on 23rd June, 2012 with GOCL for the development of said part of the land as a Special Economic Zone for IT/ITES and Lease Deed on 8th August, 2012 for lease of the said land for 30 years. The Company has commenced development of said land.
- e) APDL Estates Ltd.: The Opening inventory included property at Chennai Boat Club admeasuring 1.003 acres ,18 grounds and 480 square feet . During the current year, the company has cancelled purchase of said property vide cancellation deed dated August 18, 2014. The compensation received for cancellation of the purchase is Rs. 8,97,83,907/- (net of expenses).



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st Mar, 2015

M	TRADE RECEIVABLES		
		As at	
		March' 15	March '14
		Rs. in Lakhs	Rs. in Lakhs
N	Unsecured, considered good		
	Outstanding for a period exceeding six months from the date they are due for Payment	33.09	12.14
	Others	133.97	176.83
	Total	167.06	188.97
O	CASH AND CASH EQUIVALENTS		
		As at	
		March' 15	March '14
		Rs. in Lakhs	Rs. in Lakhs
P	Balances with banks:		
	In Current Accounts	90.38	70.01
	Cash on hand	30.38	8.28
	Total	120.76	78.29
	SHORT TERM LOANS & ADVANCES		
		As at	
		March' 15	March '14
		Rs. in Lakhs	Rs. in Lakhs
	Loans and Advances to Related parties - Unsecured considered good		
	Loans and Advances to Partnership Firms	702.00	-
	Other loans and advances - Unsecured considered good		
	Advance Tax (Net of provision)	277.73	174.55
	Escrow Deposits with Bank	184.03	169.78
	Prepaid expenses	59.43	47.18
	Capital Advances	130.91	234.42
	Inter Corporate Deposit	466.30	1,161.45
	Other Deposits and Advances	544.36	637.35
	Total	2,364.76	2,424.73
	* Either severally or jointly.		
	OTHER CURRENT ASSETS		
		As at	
		March' 15	March '14
		Rs. in Lakhs	Rs. in Lakhs
	Interest Accrued but not due	0.93	98.67
	Closing Stock Real Estates	3,998.95	3,897.83
	Others	212.26	69.13
	Dues from Related Parties	-	1,070.04
	Total	4,212.14	5,135.66

a) In the opinion of the management, Current Assets, Loans and Advances are approximately of the value stated above, if realized in the ordinary course of business. The provisions for all known liabilities are adequate and not in excess of the amount reasonably necessary.



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st March, 2015

Q REVENUE FROM OPERATIONS

	Year ended	
	March' 15	March '14
	Rs. in Lakhs	Rs. in Lakhs
Rental Income	763.90	723.02
Maintenance Received	72.87	72.09
Revenue from Sale of Services	8,808.84	5,939.63
Compensation	897.84	-
Revenue from Pharmacy	44.28	-
Other Operating Income	30.34	42.77
Total	10,618.07	6,777.51

R OTHER INCOME

	Year ended	
	March' 15	March '14
	Rs. in Lakhs	Rs. in Lakhs
Share of Profit from Partnership Firms	22.68	234.85
Interest Income	65.85	164.59
Dividend	1,394.39	1,031.86
Profit/Loss from sale of Investments	3,258.50	1,171.56
Profit on sale of Assets	1.32	3.93
Misc. Income	7.65	46.74
Total	4,750.39	2,653.53

S EMPLOYEE BENEFIT COST

	Year ended	
	March' 15	March '14
	Rs. in Lakhs	Rs. in Lakhs
Salaries, Allowances and Bonus (Net of Recoveries)	1,545.65	1,413.70
Gratuity	45.85	19.39
Contribution To P.F. and Other Funds (Net of Recoveries)	72.09	60.63
Staff Welfare Expenses	39.71	29.59
Total	1,703.30	1,523.31

Remuneration paid to Key management personnel:-

Name	Designation	Rs.in Lakhs
Mr.Ravinder Babbar	Manager	74.59

a) Employee Benefits

(i) Defined contribution Plans:

Company's contributions paid / payable during the year to Provident Fund are recognised in the Profit and Loss Account.

(ii) Defined Benefit Plan:

Company's liabilities towards gratuity and leave encashment are determined on actuarial basis using the projected unit credit method, which consider each period of service as giving rise to an additional unit of benefit and measure each unit separately to build up the final obligation. Past services are recognised on straight-line basis over the average period until the amended benefits become vested. Actuarial gain and losses are recognised immediately in the Statement of Profit and Loss Accounts as income or expense. Obligation is measured at the present value of estimated future cash flow using a discount rate that is determined by reference to market yields at the Balance Sheet date on government bonds where the currency and terms of the government bonds are consistent with the currency and estimated terms of the defined benefit obligation.



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st March, 2015

1 Compensated Absence:

(a) The compensated absence benefit scheme is a defined benefit plan and is wholly unfunded. Hence, there are no plan assets attributable to the obligation.

(b) Principal actuarial assumptions:

	March 31,2015	March 31,2014
Discount rate	8%	8%
Increment rate	10%	10%

(c) Changes in Benefit Obligation:

PERIOD	March 31,2015	March 31,2014
	Rs.in Lakhs	Rs.in Lakhs
Actuarial Value of Projected Benefit Obligations (PBO) (Opening Balance)	97.03	77.58
Interest Cost	7.76	6.21
Service Cost	31.12	30.66
Benefits Paid	(19.37)	(13.61)
Actuarial (Gain) / Loss on obligations	9.16	(3.81)
PBO at the end (Closing Balance)	125.69	97.03

(d) Balance Sheet Statement

AS AT	March 31,2015	March 31,2014
	Rs.in Lakhs	Rs.in Lakhs
Present value of the Obligation	125.68	97.03
Fair value of plan assets	Nil	Nil
Un-funded Liability	125.68	97.03
Unrecognized actuarial gains / losses	Nil	Nil
Un-funded liability recognized in Balance Sheet	125.68	97.03

(e) P & L A/c Statement:

PERIOD	March 31,2015	March 31,2014
	Rs.in Lakhs	Rs.in Lakhs
Interest Cost	7.76	6.21
Service Cost	31.12	30.66
Actual Return on Plan Asset	Nil	Nil
Actuarial (Gain) / Loss recognized	9.13	(3.81)
LOSS to be provided as expense in P & L A/c	48.01	33.07
Reimbursement of share in respect of employees	-	-
	Nil	Nil
Net Loss to be provided as expense in Statement of P & L A/c.	48.01	33.07

2 Post retirement benefits

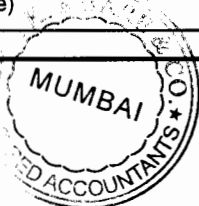
Post-retirement defined benefit plan and is wholly unfunded. Hence, there are no plan assets attributable to the obligation.

Principal actuarial assumptions:

	March 31,2015	March 31,2014
Discount rate	8.00%	8.00%
Increment rate	10.00%	10.00%

Changes in Benefit Obligation:

PERIOD	March 31,2015	March 31,2014
	Rs.in Lakhs	Rs.in Lakhs
Actuarial Value of Projected Benefit Obligations (PBO) (Opening Balance)	124.57	105.11
Interest Cost	9.96	8.41
Service Cost	46.44	36.06
Benefits Paid	(1.43)	Nil
Actuarial (Gain) / Loss on obligations	(10.54)	(25.02)
PBO at the end (Closing Balance)	169.00	124.57



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st March, 2015

Balance Sheet Statement:-

AS AT	March 31,2015	March 31,2014
	Rs.in Lakhs	Rs.in Lakhs
Present value of the Obligation	169.00	124.57
Fair value of plan assets	9.06	8.31
Funded Status	8.71	7.99
Un-funded Liability	160.28	116.58
Unrecognized actuarial gains/losses	Nil	Nil
Un-funded liability recognized in Balance Sheet	160.28	116.58

P & L A/c Statement

PERIOD	March 31,2015	March 31,2014
Interest Cost	9.96	8.41
Service Cost	46.44	36.06
Actual return on plan assets	NA	NA
Actuarial (Gain) / Loss recognized	10.22	16.98
Net loss to be shown in P & L Statement as an expense	45.87	19.45

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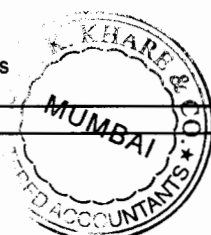
FINANCE COST

	Year ended	
	March' 15	March '14
	Rs. in Lakhs	Rs. in Lakhs
Interest paid to banks	1,353.17	912.09
Interest paid others	196.54	1,281.69
Finance Charges		7.81
	1,549.71	2,201.59
Less: Interest Capitalised	-	196.20
	1,549.71	2,005.39
Total	1,549.71	2,005.39

U

OTHER EXPENSES

	Year ended	
	March' 15	March '14
	Rs. in Lakhs	Rs. in Lakhs
Auditors' Remuneration		
- Statutory Audit fees	7.12	5.78
- Tax Audit fees	1.17	1.11
Advertisement Expense	-	0.02
Bad Debts / Advances written off	3.00	53.26
Bank Charges & D-Mat charges & Shares Issue	12.65	10.45
Brokerage & Commission	3.59	0.30
Business Promotion Expenses	6.70	49.27
Cafeteria Expenses	172.16	135.89
Corporate Social Responsibility	50.00	-
Housekeeping Expenses	443.25	440.05
Insurance	15.25	10.62
Legal & Professional Charges	3,151.05	2,017.39
Loss on sale of Investment	1.30	0.07
Marketing Expenses	45.07	43.16
Miscellaneous Expenses	235.99	194.32
Motor Car/Car Hire Expenses	36.88	39.81
Office Maintenance Expenses	-	0.01
Outsource Expense- Investigation	118.73	106.71
Power & Fuel / Electricity charges	415.05	332.99
Printing & Stationery	4.65	4.31
Property Expenses / Property Tax	108.21	66.21
Rates & Taxes	196.83	156.19
Rent expenses	350.90	314.92
Repairs & Maintenance - Buildings	77.75	53.05
Repairs & Maintenance - Others	22.31	29.72
Repairs & Maintenance - Plant & Machinery	0.49	3.63
Security Charges	134.38	121.57
Security transaction tax	9.63	26.19
Share Issue Expenses	3.00	-
Telephones	38.70	38.64
Travelling and Conveyance Expenses	47.25	54.68
Water Charges	24.28	16.72
Total	5,737.36	4,327.03



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st March, 2015

V OTHER NOTES

The following observations were found based on the Auditor's Report and financials of the holding company and its subsidiaries

i) Change in Accounting policy of Depreciation :

- a) Hinduja Realty Ventures Ltd. - Effective 1 April 2014, the Company has with retrospective effect changed its method of providing depreciation on Building from 'Written down Value' method to the 'Straight Line' method. Management believes that this change will result in more appropriate presentation and will give a systematic basis of depreciation charge, representative of the time pattern in which the economic benefits will be derived from the use of these assets. Accordingly, excess depreciation on account of change in the method of depreciation net of residual value of assets as on April 1, 2014 amounting to Rs.6.28 Crores is credited to the Statement of Profit and Loss and netted off with the depreciation charge
- b) Hinduja Healthcare Ltd. - Excess Depreciation on account of change in the method of depreciation net of residual value of assets as on April, 1, 2014 amounting Rs. 21,45,25,839/- is credited to the statement of Profit and Loss as Extraordinary item.
- c) APDL Estate Ltd. - (b) The depreciation charge for those fixed assets whose remaining useful life has not become nil as on 1st April 2014 is higher by INR 41,89,226/- in the Statement of Profit and Loss for the financial year 2014-15.

ii) Going concern

Issue of certainty of going concern was observed in the financial of following subsidiaries

a) Hinduja Healthcare Ltd.: This is fourth year of the Company's operations. It has incurred cash losses due to significant capital investment and long gestation period inherent in hospital operations. Due to increase in capacity utilisation in FY 2014-15 the losses have reduced and given the rising trend the operations are expected to turn profitable shortly consistent with its business plan. The Company has received foreign direct investment of Rs.11 crores in May 2015.

b) APDL Estates Ltd. : The Company has earned Cash profits during the year but has incurred cash losses in the earlier years. The Company has Building which is leased out and also has land bank under Inventories. The company has properties (land and building) which are leases out and also land bank under inventory. Company is working towards earning profit so as to wipe out part losses eventhough it may take longer period in view of sluggish real estate market.

However, having regard to the projection and expected cash flows and continuing support from the Holding Company, the financial statements of the subsidiaries have been prepared by the management on going concern basis.

iii) Contingen Liabilities:

	As on	
	31.03.2015	31.03.2014
	-	-
Income Tax Demand	19.98	-
Property tax contested by the Company	-	100.00

iv) Lease

Assets acquired as leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating lease. Lease rentals are charged to profit and Loss Account.

- a) Lease income from operating lease is recognised on a straight line basis over the period of the lease. The particulars of the premises given under operating leases are as under:

Particulars	March 31,2015	March 31,2014
Future minimum Lease payments under non cancellable operating leases	-	20
- less than one year	975.13	962.81
- later than one year and not later than 5 years from	902.83	1,752.30
- later than 5 years	176.86	352.06

- b) Lease expenditure from operating lease is recognised on a straight line basis over the period of the lease. The particulars of the operating leases are as under:

Rent Payable

Particulars	March 31,2015	March 31,2014
Future minimum Lease payments under non cancellable operating leases	-	20
- less than one year	33.08	66.33
- later than one year and not later than 5 years	-	48.67
- later than 5 years	-	-



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st March, 2015

v) **Earning per Share**

The Company reports basic and diluted Earning per Share (EPS) in accordance with Accounting Standard 20 on Earnings per Share. Basic earnings per equity share are computed by dividing net income by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share are computed by dividing net income by the weighted average number of equity shares adjusted for the effects of all dilutive potential equity shares.

	March 31,2015	March 31,2014
A (i) Profit/(Loss) after tax as per Profit & Loss Account (Rs.)	5,565.02	(1,245.98)
B Weighted average number of Equity Shares outstanding during the year	10,310,000	10,310,000
C Face Value of each Equity Shares (Rs.)	10.00	10.00
D Basic & Diluted Earning per Shares (Rs.)	53.98	(12.09)

vi) **Related Party Disclosure**

Information relating to Related Party Transactions as per Accounting Standard 18 issued by the Institute of Chartered Accountants of India is given below –

A) **Information relating to Related Party Transactions as per Accounting Standard 18 issued by the Institute of C**

I. **Holding Company**

Hinduja Group Ltd. (formerly Aasia Management & Consultancy Pvt.Ltd)

II **Key Management Personnel -**

Mr. Ravinder Babbar - Manager

Nature of Transaction	Parties referred to in I above	Parties referred to in II above	Total
Rent Paid			
Hinduja Group Ltd	63.70 (46.82)	-	63.70 (46.82)
Total	63.70 (46.82)	-	63.70 (46.82)
Loans Given			
Hinduja Group Ltd	252.71 (1,352.43)	-	252.71 (1,352.43)
Total	252.71 (1,352.43)	-	252.71 (1,352.43)
Loans Recovered			
Hinduja Group Ltd	1,117.88 (270.06)	-	1,117.88 (270.06)
Total	1,117.88 (270.06)	-	1,117.88 (270.06)
Interest Received			
Hinduja Group Ltd	10.17 (125.00)	-	10.17 (125.00)
Total	10.17 (125.00)	-	10.17 (125.00)
Managerial Remuneration			
Mr. Ravinder Babbar	-	74.59 (74.14)	74.59 (74.14)
Total	-	74.59 (74.14)	74.59 (74.14)

Note: Figures in the Brackets are of previous year.



vii) **Segment information**

Primary segment

In accordance with Accounting Standard 17- Segment Reporting, the Management has identified its business segments based on the nature of services, nature of risks and returns as applicable to each segment and the internal financial reporting systems, so far as they relate to the specific Groups included in segments, which are as under :

- I **Real Estate** - The Group has real estate activities in the form of Property development. The segment also identifies potential investment opportunities in real estate properties either itself or through participation in the form of share or securities of real estate companies
- II **Investments and Treasury** - This segment consists of activities relating to
 - i) Deployment of surplus funds and
 - ii) Existing stock in trade/investments in shares and securities
- III **Health Care** - This segment consists of activities relating to Health Care/Hospital

Business Segments

Sr. No.	Particulars	Real Estate		Investments and Treasury		Health Care		Total	
		2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
1	Segment Revenue	1,734.61	795.11	-		8,883.46	5,982.40	10,618.07	6,777.51
	Add : Other Income	374.14	487.34	4,364.21	2,123.42	12.04	42.77	4,750.39	2,653.53
								15,368.46	9,431.04
2	Segment Results	1,256.70	(512.25)	(10.60)	(25.33)	72.93	(3,288.05)	1,319.02	(3,825.63)
	Add : Other Income							4,750.39	2,653.53
								6,069.41	(1,172.11)
3	Segment Assets	59,542.86	58,336.63	14,052.50	13,789.99	11,802.00	10,281.34	85,397.36	82,407.96
								85,397.36	82,407.96
4	Segment Liabilities	6,053.03	19,636.31	13,950.90	0.47	11,476.45	13,044.15	31,480.38	32,680.93
								31,480.38	32,680.93
5	Segment Capital Employed	53,489.83	39,799.13	101.59	12,690.70	325.55	(2,762.81)	53,916.97	49,727.02
								53,916.97	49,727.02
6	Depreciation and amortisation	292.89	268.00	0.05	0.52807	987.63	1,178.43	1,280.57	1,446.48



HINDUJA REALTY VENTURES LIMITED

Consolidated Notes forming part of the Accounts for the period ended 31st March, 2015

viii) Value of Imports Calculated on CIF basis

Particulars	2014-2015	2013-2014
	Rs. In lakhs	Rs. In lakhs
Capital Goods	385.36	-

Expenditure in Foreign Currency (on accrual basis)

Particulars	2014-2015	2013-2014
	Rs. In lakhs	Rs. In lakhs
Medical Consumables	4.66	7.22
Total	4.66	7.22

ix) The following subsidiaries controlled entities have been considered in preparation of consolidated financial statements :

Name of the Company	As % of Consolidated net assets	Amount (Rs. in Lacs)	As % of Consolidated Profit or loss	Amount (Rs. in Lacs)
<u>Parent</u>				
Hinduja Realty Ventures Ltd	91.64	49011.88	3.95	220.06
<u>Subsidiaries (Indian)</u>				
APDLE Estates Ltd.	3.38	1809.60	8.90	496.08
Ashok Delvelopers Pvt. Ltd.	0.00	(0.02)	0.00	(0.18)
Hinduja Healthcare Ltd.	0.61	325.36	1.52	84.97
Hinduja Estates Pvt. Ltd.	6.50	3478.73	1.52	84.76
Hinduja Estates Developers Pvt. Ltd.	0.00	0.29	0.00	(0.16)
Hinduja Properties Ltd.	1.30	694.11	1.14	63.37
<u>Partnership Firms</u>				
Hinduja Estates Developers (Partnership firm)	0.20	107.23	5.14	286.65
Aasia Exports (Partnership firm)	0.19	101.60	78.08	4353.61
Ashok Plywood Trading Company (Partnership firm)	0.12	65.14	(0.24)	(13.45)

x) The Companies have maintained necessary records as required under Companies (Cost Accounting Records) Rules, 2011 wherever applicable.

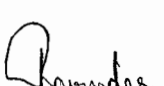


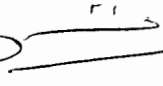
xi) Previous years figures are regrouped / reclassified where ever necessary.

As per our attached Report of even date
For B K Khare & Co.
 Chartered Accountants
 Firm Registration No. 105102W

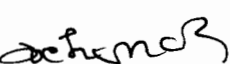

Padmini Khare Kaicker
 Partner
 Mem. No. 044784

Place: Mumbai
 Dated: 28 SEP 2015

For and on Behalf of the Board

R. Babbar **Rajkumar Ghosal** **J.P. Chugani** **V.G. Gurnani**
 COO/Manager Comp.Secretary Director Director


N. Chandrasekaran
 CFO