

AUDITOR'S REPORT

To the members of
Echo Buildtech Private Limited

We have audited the attached Balance Sheet of Echo Buildtech Private Limited as at March 31, 2010, and Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the accounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The Companies (Auditors Report) Order, 2003, as amended by the Companies (Auditors' Report) (Amended) Order 2004, [Order] issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, does not apply to the Company in terms of section 1(2)(iv) of the said Order.

We report that:

- i) 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.
- ii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- iii) 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.
- iv) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred in sub section (3C) of section 211 of the Companies Act, 1956.
- v) On the basis of written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.



- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with accounting policies and notes thereto, give the information required by the Companies Act, 1956, in the manner so required and gives a true and fair view in conformity with the accounting principles generally accepted in India:
- (i) in case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2010;
 - (ii) in the case of Profit and Loss Account, of the loss suffered by the Company for the financial year ended on that date; and
 - (iii) in case of Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

608, New Delhi House,
27, Barakhamba Road,
New Delhi- 110001

B.Bhushan & Co.
Chartered Accountants
Firm Registration No. 001596N
By the hand of

May 11, 2010



Vishwanand Keshri

Vishwanand Keshri
Partner
Membership No. 505508

ECHO BUILDTECH PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2010

	Schedules	As at March 31, 2010 Rs.	As at March 31, 2009 Rs.
SOURCES OF FUNDS			
Share capital	1	500,000	500,000
Unsecured loans	2	-	771,185,000
		<u>500,000</u>	<u>771,685,000</u>
APPLICATION OF FUNDS			
Current assets, loans and advances			
Cash and bank balance	3	266,190	53,996
Loans and advances	4	682	771,400,000
		<u>266,872</u>	<u>771,453,996</u>
Less: Current liabilities	5	6,618	6,618
Net current assets		<u>260,254</u>	<u>771,447,378</u>
Miscellaneous expenditure (to the extent not written off or adjusted)	6	174,616	174,616
Profit and loss account		<u>65,130</u>	<u>63,006</u>
		<u>500,000</u>	<u>771,685,000</u>
ACCOUNTING POLICIES	7		
NOTES TO ACCOUNTS	8		

This is the Balance Sheet referred in our report of even date addressed to the members of Echo Buildtech Private Limited.

B. Bhushan & Co.
Chartered Accountants
By the hand of


Vishwanand Keshri
Partner
Membership no. 505508
May 11, 2010
New Delhi



The schedules referred above form an integral part of the Balance Sheet.

Directors


Ashok Sarin


Ashim Sarin

ECHO BUILDTECH PRIVATE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010

Schedules	For the year ended March 31, 2010 Rs.	For the year ended March 31, 2009 Rs.
INCOME		
Interest on fixed deposit	8,510	-
EXPENDITURE		
Audit fees	6,618	6,618
Bank charges	-	2,550
Filing fee	3,020	6,000
Printing and stationery	-	2,529
Legal and professional	936	-
Miscellaneous expenses	60	-
	<u>10,634</u>	<u>17,697</u>
Loss during the year	2,124	17,697
Loss brought forward from previous year	63,006	45,309
Loss carried over to Balance Sheet	<u>65,130</u>	<u>63,006</u>
Earning per share(equity share, par value of Rs. 10 each)		
- Basic and diluted earning per share	-0.04	-0.51

ACCOUNTING POLICIES
NOTES TO ACCOUNTS

7
8

This is the Profit and Loss Account referred in our report of even date addressed to the members of Echo Buildtech Private Limited.

The schedules referred above form an integral part of the Profit and Loss Account.

B.Bhushan & Co.
Chartered Accountants
By the hand of

Directors



Vishwanand Keshri
Partner
Membership no. 505508
May 11, 2010
New Delhi




Ashok Sarin


Ashim Sarin

SCHEDULES

	As at March 31, 2010 Rs.	As at March 31, 2009 Rs.
1. SHARE CAPITAL		
Authorised 1,000,000 (1,000,000) equity shares of Rs.10.00 (Rs.10.00) each	10,000,000	10,000,000
Issued, subscribed and paid up *50,000 (*50,000) equity shares of Rs.10.00 (Rs. 10.00) each fully paid up	500,000	500,000
<p>*Entire share capital is held by holding Company, Anant Raj Industries Ltd. including 6 (6) shares registered in the name of nominees of the holding Company.</p>		
2. UNSECURED LOANS		
From holding company	-	771,185,000
3. CASH AND BANK BALANCES		
Cash in hand	930	990
Bank balance maintained with scheduled bank		
- In current account	57,432	53,006
- In deposit account	207,828	-
	266,190	53,996
4. LOANS AND ADVANCES		
Advances recoverable in cash or in kind or for which value has to be received	-	771,400,000
Interest accrued	682	-
	682	771,400,000
5. CURRENT LIABILITIES		
Expenses payable	6,618	6,618
6. MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)		
Preliminary expenses	174,616	174,616

7. ACCOUNTING POLICIES

A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention and on going concern concept in accordance with applicable accounting standards in India and also in accordance with the requirements of the Companies Act, 1956.

B. RECOGNITION OF REVENUE AND EXPENDITURE

Income and expenditure are accounted for on accrual basis.



C. CASH FLOW STATEMENT

Cash flows are reported using indirect method, 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.

D. MISCELLANEOUS EXPENDITURE

Preliminary expenses are not amortised in the books of accounts as the company is yet to commence business.

8. NOTES TO ACCOUNTS

- i) In the opinion of the management, the current assets, loans and advances, if realised in the ordinary course of business, would realise a sum equal to that stated in the Balance Sheet.
- ii) The Company proposes to undertake development of real estate project and directors are identifying for suitable opportunities in this regard.

iii) Related Party Disclosures

Pursuant to Accounting Standard (AS18) - "Related Party Disclosure" issued by Institute of Chartered Accountants of India following parties are to be treated as related parties along with their relationships:

a) Name of related parties and description of relationships

Holding Company

Anant Raj Industries Ltd

Fellow Subsidiaries

Advance Buildcon Pvt. Ltd.	Hemkunt Promoters Pvt. Ltd.
Anant Raj const. & Dev. Pvt. Ltd.	Highland Meadows Pvt. Ltd.
Anant Raj Hotels Ltd.	Kalinga Buildtech Pvt. Ltd.
Anant Raj International FZE	Kalinga Realtors Pvt. Ltd.
Anant Raj Projects Ltd.	Krishna Buildtech Pvt. Ltd.
Ankur Buildcon Pvt. Ltd.	Lucky Meadows Pvt. Ltd.
A-Plus Estates Pvt. Ltd.	Monarch Buildtech Pvt. Ltd.
Blossom Buildtech Pvt. Ltd.	Novel Buildmart Pvt. Ltd.
Capital Buildcon Pvt. Ltd.	Novel Housing Pvt. Ltd.
Capital Buildtech Pvt. Ltd.	One Star Realty Pvt. Ltd.
Carnation Buildtech Pvt. Ltd.	Oriental Meadows Ltd.
Century Promoters Pvt. Ltd.	Oriental Promoters Pvt. Ltd.
Echo Properties Pvt. Ltd.	Papillon Buildcon Pvt. Ltd.
Elegant Buildcon Pvt. Ltd.	Papillon Buildtech Pvt. Ltd.
Elegant Estates Pvt. Ltd.	Parkland Developers Pvt. Ltd.
Elevator Builders Pvt. Ltd.	Parkview Promoters Pvt. Ltd.
Elevator Buildtech Pvt. Ltd.	Pasupati Aluminium Ltd.
Elevator Promoters Pvt. Ltd.	Pelikan Estates Pvt. Ltd.
Elevator Properties Pvt. Ltd.	Pioneer Promoters Pvt. Ltd.
Empire Promoters Pvt. Ltd.	Rapid Realtors Pvt. Ltd.
Fabulous Builders Pvt. Ltd.	Rising Realty Pvt. Ltd.
Gadget Builders Pvt. Ltd.	Rolling Construction Pvt. Ltd.
Gagan Buildtech Pvt. Ltd.	Romano Tiles Pvt. Ltd.



Good Luck Buildtech Pvt. Ltd.
 Grand Buildtech Pvt. Ltd.
 Grand Park Buildtech Pvt. Ltd.
 Grand Park Estates Pvt. Ltd.
 Greatway Estates Ltd.
 Greatways Buildtech Pvt. Ltd.
 Green Line Buildcon Pvt. Ltd.
 Green Line Promoters Pvt. Ltd.
 Green Retreat and Motels Pvt. Ltd.
 Green View Buildwell Pvt. Ltd.
 Green Way Promoters Pvt. Ltd.
 Green Wood Properties Pvt. Ltd.
 Gujarat Anant Raj Vidhyanagar Ltd.

Roseview Buildtech Pvt. Ltd.
 Roseview Properties Pvt. Ltd.
 Sandstorm Buildtech Pvt. Ltd.
 Sovereign Buildwell Pvt. Ltd.
 Spring View Developers Pvt. Ltd.
 Spring view Properties Pvt. Ltd.
 Suburban Farms Pvt. Ltd.
 Townsend Cons. & Equipments Pvt. Ltd.
 Twenty First Developers Pvt. Ltd.
 Vibrant Buildmart Pvt. Ltd.
 West Land Buildcon Pvt. Ltd.
 White Diamond Cons. & Equipment Pvt. Ltd.
 Woodland Promoters Pvt. Ltd.

Partnership firm in which Holding company is partner

Ganga Bishan & Company

Key Management Personnel

Ashok Sarin
 Ashim Sarin
 Saloni Sarin

Chairman
 Director
 Director

Note: The above parties have been identified by the management.

b) The Company has following transactions with the following related parties:

S. No.	Nature of Transactions	Related Party	For the year ended March 31, 2010 Rs.	For the year ended March 31, 2009 Rs.
1	Share capital issued to holding company	Anant Raj Industries Ltd	-	400,000
2	Loans received from holding company	Anant Raj Industries Ltd	10,052,599	626,450,000
3	Loans repaid to holding company	Anant Raj Industries Ltd	781,237,599	105,400,000

c) Amount outstanding as at March 31, 2010:

S. No.	Nature of Transactions	Related Party	As at March 31, 2010 Rs.	As at March 31, 2009 Rs.
1	Share capital held by holding company	Anant Raj Industries Ltd	500,000	500,000
2	Unsecured loans payable to holding company	Anant Raj Industries Ltd	-	771,185,000

iv) Figures and words in brackets relate to the previous year unless otherwise indicated.

v) Previous year figures have been regrouped or recast, wherever necessary, in order to confirm to this year's presentation.



vi) Additional information under Part IV of Schedule VI of the Companies Act, 1956:

I. Registration details

Registration No.
State code
Balance Sheet Date

U00500DL2005PTC138541
55
March 31, 2010

As at March
31, 2010
('Rs. in '000)

II. Position of mobilisation and deployment of funds

Total assets 500
Total liabilities 500

Sources of funds

Paid up capital 500
Unsecured loans -

Application of funds

Net current assets 260
Miscellaneous expenditure 175
Profit and Loss Account 65


For the year
ended March
31, 2010
('Rs. in '000)

III. Performance of the Company

Turnover 9
Total expenditure 11
Loss after tax 2
Earning per share (Rs.) -0.04

Signatures to the above schedule which form an integral part of the Balance Sheet and Profit and Loss Account.

Directors


Ashok Sarin


Ashim Sarin

New Delhi,
May 11, 2010



ECHO BUILDTECH PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2010

	For the year ended March 31, 2010 Rs.	For the year ended March 31, 2009 Rs.
A. CASH FLOW FROM OPERATIONS		
Profit before tax and extraordinary items	(2,124)	(17,697)
Adjustments for:		
- Loans and advances	771,399,318	(521,400,000)
- Other liabilities	-	1,562
Net cash from operating activities	(A) 771,397,194	(521,416,135)
B. CASH FLOW FROM INVESTING ACTIVITIES	(B) -	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Issuance of equity share capital	-	400,000
Decrease in unsecured loans	(771,185,000)	521,050,000
Net cash used in financing activities	(C) (771,185,000)	521,450,000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(A+B+C) 212,194	33,865
Cash and cash equivalents - Opening balance	53,996	20,131
Cash and cash equivalents - Closing balance	266,190	53,996

Note: Figures in brackets indicate cash outflow

Auditor's report

We have examined the Cash Flow Statement of Echo Buildtech Private Limited for the year ended March 31, 2010. The statement prepared by the Company is in accordance with the requirement of Clause 32 of the Listing Agreement with the Stock Exchanges and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet covered by our Report to the members of the Company in terms of our attached Report as of even date.

B.Bhushan & Co.
Chartered Accountants
By the hand of



Vishwanand Keshri
Partner
Membership no. 505508
May 11, 2010
New Delhi



Directors


Ashok Sarin


Ashim Sarin