

## AUDITOR'S REPORT

To the members of  
**Grand Buildtech Private Limited**

We have audited the attached Balance Sheet of Grand 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) (Amendment) 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,



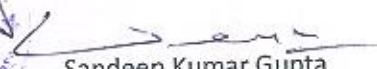
give the information required by the Companies Act, 1956, in the manner so required and gives a true and fair view in conformity with the accounting principles generally accepted in India:

- (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



  
Sandeep Kumar Gupta  
Partner  
Membership No. 073457

May 11, 2010

**GRAND BUILDTECH PRIVATE LIMITED**

**BALANCE SHEET AS AT MARCH 31, 2010**

	Schedules	As at March 31, 2010 Rs.	As at March 31, 2009 Rs.
<b>SOURCES OF FUNDS</b>			
Share capital	1	500,000	500,000
Unsecured loans	2	<u>149,808,779</u>	<u>249,808,779</u>
		<u>150,308,779</u>	<u>250,308,779</u>
<b>APPLICATION OF FUNDS</b>			
Current assets, loans and advances			
Cash and bank balances	3	76,270	92,884
Loans and advances	4	<u>150,000,000</u>	<u>250,000,000</u>
		150,076,270	250,092,884
Less: Current liabilities	5	<u>6,618</u>	<u>6,618</u>
Net current assets		150,069,652	250,086,266
Miscellaneous expenditure (to the extent not written off or adjusted)	6	174,702	174,702
Profit and loss account		<u>64,425</u>	<u>47,811</u>
		<u>150,308,779</u>	<u>250,308,779</u>
<b>ACCOUNTING POLICIES</b>	7		
<b>NOTES TO ACCOUNTS</b>	8		

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

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

Sandeep Kumar Gupta  
Partner  
Membership no. 073457  
May 11, 2010  
New Delhi



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

Directors

  
Navneet Singh Bhatia

  
Saloni Sarin



**GRAND BUILDTECH PRIVATE LIMITED**

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

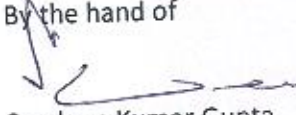
Schedules	For the year ended March 31, 2010 Rs.	For the year ended March 31, 2009 Rs.
<b>INCOME</b>	-	-
<b>EXPENDITURE</b>		
Audit fees	6,618	6,618
Bank charges	550	550
Filing fees	9,010	7,000
Printing and stationery	-	1,443
Legal and professional	436	-
	<u>16,614</u>	<u>15,611</u>
<b>Loss during the year</b>	<b>16,614</b>	<b>15,611</b>
Loss brought forward from previous year	47,811	32,200
<b>Loss carried over to Balance Sheet</b>	<u><b>64,425</b></u>	<u><b>47,811</b></u>
<b>Earning per share( equity share, par value of Rs. 10 each)</b>		
- Basic and diluted earning per share	<b>-0.33</b>	<b>-0.45</b>

**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 Grand Buildtech Private Limited.

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

  
Sandeep Kumar Gupta  
Partner  
Membership no. 073457  
May 11, 2010  
New Delhi



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

Directors

  
Navneet Singh Bhatia

  
Saloni Sarin

**SCHEDULES**

	As at March 31, 2010 Rs.	As at March 31, 2009 Rs.
<b>1. SHARE CAPITAL</b>		
Authorised 1,000,000 (1,000,000) equity shares of Rs.10.00 (Rs.10.00) each	<u>10,000,000</u>	<u>10,000,000</u>
Issued, subscribed and paid up *50,000 (*50,000) equity shares of Rs.10.00 (Rs.10.00) each fully paid up	<u>500,000</u>	<u>500,000</u>
*Entire share capital is held by the holding company, Anant Raj Industries Limited, including 6 (6) shares registered in the name of the nominee of the holding company.		
<b>2. UNSECURED LOANS</b>		
From holding company	<u>149,808,779</u>	<u>249,808,779</u>
<b>3. CASH AND BANK BALANCES</b>		
Cash in hand	3,480	3,480
Bank balance in current account maintained with scheduled bank	<u>72,790</u>	<u>89,404</u>
	<u>76,270</u>	<u>92,884</u>
<b>4. LOANS AND ADVANCES</b>		
Advances recoverable in cash or in kind or for which value has to be received	<u>150,000,000</u>	<u>250,000,000</u>
<b>5. CURRENT LIABILITIES</b>		
Expenses payable	<u>6,618</u>	<u>6,618</u>
<b>6. MISCELLANEOUS EXPENDITURE</b>		
(to the extent not written off or adjusted) Preliminary expenses	<u>174,702</u>	<u>174,702</u>
<b>7. ACCOUNTING POLICIES</b>		

**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.

## 9. NOTES TO ACCOUNTS

- i) In the opinion of the management, the current assets, investments, advances, if realised in the ordinary course of business, would realise a sum equal to that stated in the Balance Sheet.
- ii) The Company was incorporated with the object of development of real estate project and the 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 alongwith their relationships:

#### a) Name of related parties and description of relationships :

##### **Holding Company**

Anant Raj Industries Limited

##### **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 Buildtech Pvt. Ltd.	Papillon Buildcon Pvt. Ltd.
Echo Properties Pvt. Ltd.	Papillon Buildtech Pvt. Ltd.
Elegant Buildcon Pvt. Ltd.	Parkland Developers Pvt. Ltd.
Elegant Estates Pvt. Ltd.	Parkview Promoters Pvt. Ltd.
Elevator Builders Pvt. Ltd.	Pasupati Aluminium Ltd.
Elevator Buildtech Pvt. Ltd.	Pelikan Estates Pvt. Ltd.
Elevator Promoters Pvt. Ltd.	Pioneer Promoters Pvt. Ltd.
Elevator Properties Pvt. Ltd.	Rapid Realtors Pvt. Ltd.
Empire Promoters Pvt. Ltd.	Rising Realty Pvt. Ltd.
Fabulous Builders Pvt. Ltd.	Rolling Construction Pvt. Ltd.
Gadget Builders Pvt. Ltd.	Romano Tiles Pvt. Ltd.
Gagan Buildtech Pvt. Ltd.	Roseview Buildtech Pvt. Ltd.
Good Luck Buildtech Pvt. Ltd.	Roseview Properties Pvt. Ltd.
Grand Park Buildtech Pvt. Ltd.	Sandstorm Buildtech Pvt. Ltd.
Grand Park Estates Pvt. Ltd.	Sovereign Buildwell Pvt. Ltd.
Greatway Estates Ltd.	Spring View Developers Pvt. 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.

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**

Navneet Singh Bhatia  
Ajay Singh Pathania  
Saloni Sarin

Chairman  
Director  
Director

Note: Related party relationship is as identified by the Company on the basis of available information.

**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	-	500,000
3	Loans repaid to holding company	Anant Raj Industries Ltd	100,000,000	900,000

**c) Amount outstanding as at March 31, 2010:**

S. No.	Nature of Transactions	Related Party	For the year ended March 31, 2010	For the year ended March 31, 2009
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	149,808,779	249,808,779

- iv) Preliminary expenditure has not been amortised as the Company is yet to commence business.
- v) Previous year figures have been regrouped or recast, wherever necessary, in order to confirm to this year's presentation.
- vi) Figures and words in brackets relate to the previous year unless otherwise indicated.





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

**I. Registration details**

Registration No.

U00500DL2005PTC138544

State code

55

Balance Sheet Date

March 31, 2010

As at March

31, 2010

Rs. (in '000)

**II. Position of mobilisation and deployment of funds**

Total assets

150,309

Total liabilities

150,309

**Sources of funds**

Paid up capital

500

Unsecured loans

149,809

**Application of funds**

Net current assets

150,070

Miscellaneous expenditure

175

Profit and loss account

64

For the year

ended March

31, 2010

Rs. (in '000)

**III. Performance of the Company**

Turnover

-

Total expenditure

17

Loss before tax

17

Loss after tax

17

Earning per share (Rs.)

(0.33)

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

Directors

  
Navneet Singh Bhatia

  
Saloni Sarin



New Delhi,  
May 11, 2010



**GRAND 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.
<b>A. CASH FLOW FROM OPERATIONS</b>		
Profit before tax and extraordinary items	(16,614)	(15,611)
Adjustments for:		
- Loans and advances	100,000,000	-
- Other liabilities	-	1,562
<b>Net cash from operating activities (A)</b>	<b>99,983,386</b>	<b>(14,049)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES (B)</b>	<b>-</b>	<b>-</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES (C)</b>		
Issuance of equity share capital		400,000
Increase/(Decrease) in unsecured loans	(100,000,000)	(400,000)
<b>Net cash used in financing activities (C)</b>	<b>(100,000,000)</b>	<b>-</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(16,614)</b>	<b>(14,049)</b>
Cash and cash equivalents - Opening balance	92,884	106,933
Cash and cash equivalents - Closing balance	76,270	92,884

Note: Figures in brackets indicate cash outflow

**Auditor's report**

We have examined the Cash Flow Statement of Grand 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



Sandeep Kumar Gupta  
Partner  
Membership no. 073457  
May 11, 2010  
New Delhi

Directors

Navneet Singh Bhatia

*Saloni Sarin*  
Saloni Sarin