

A.K. Jindal & Associates
Chartered Accountants

201, SUCHET CHEMBER, 1224/5, BANK STREET, KAROL BAGH, NEW DELHI - 110005, TEL 28750239

AUDITOR'S REPORT

To

The Members of **Lucky Meadows Pvt. Ltd.**

We have audited the attached Balance Sheet of **Lucky Meadows Pvt. Ltd.** as at March 31, 2010 and also the Profit & Loss Account and the Cash Flow Statement of the Company 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 auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain a reasonable assurance about whether the financial statements are free of material mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that:

- (a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of the books.
- (c) The Balance Sheet, the Profit and Loss account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- (d) In our opinion, the Balance Sheet and the Profit and Loss account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956.
- (e) On the basis of representations received from the directors as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies act, 1956;



(f). In our opinion, and to the best of our information and according to the explanations given to us, the said accounts read with significant accounting policies and notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- I] In the case of the Balance Sheet, of the state of affairs of the Company as at 31st march 2010; and
- II] In case of the Profit and Loss Account, of the Expenditure incurred for the year ended on that date.
- III] In case of the Cash Flow Statement, of the cash flows of the company for the year ended on that date.

Place: Delhi
Dated:08.05.2010



For A.K. Jindal & Associates
Chartered Accountants


(Ashok Gupta)
Partner

LUCKY MEADOWS PRIVATE LIMITED
E-2, Jhandewalan Extn. New Delhi
BALANCE SHEET AS AT MARCH 31, 2010

	<u>Schedule</u>	<u>As at March</u> <u>31st 2010</u>	<u>As at March</u> <u>31st 2009</u>
<u>SOURCES OF FUNDS</u>			
Share Capital	1	500,000.00	500,000.00
Reserve & Surplus		7,703.80	7,703.80
Unsecured Loan	2	253,023,269.00	228,023,269.00
		<u>253,530,972.80</u>	<u>228,530,972.80</u>
<u>APPLICATION OF FUNDS</u>			
Fixed Assets	4	178,509,956.00	178,447,597.00
Capital Advances		75,000,000.00	50,000,000.00
<u>Current Assets, Loans & Advances</u>			
Cash and bank balance	3	30,915.80	88,375.80
		<u>30,915.80</u>	<u>88,375.80</u>
Less: Current Liabilities	5	9,899.00	5,000.00
Net Current Assets		<u>21,016.80</u>	<u>83,375.80</u>
		<u>253,530,972.80</u>	<u>228,530,972.80</u>

NOTES TO ACCOUNTS

This is the Balance Sheet referred in our report of even date addressed to the members of Lucky Meadows Private Limited

The Schedule referred above form an integral part of the Balance Sheet

For A.K. Jindal & Associates
Chartered Accountants

DIRECTORS

(Amit Sarin)

Place: New Delhi
Date: 8/5/2010


Ashok Gupta
(Partner)


(Suraj Parkash Sethi)



LUCKY MEADOWS PRIVATE LIMITED
E-2, Jhandewalan Extn. New Delhi
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010

	<u>For the year Ended March 31, 2010</u>	<u>For the year Ended March 31, 2009</u>
<u>INCOME</u>	-	-
<u>EXPENDITURE</u>		
Printing & Stationery	-	3,790.00
Misc. Expenses	-	1,500.00
Filing Charges	1,506.00	10,200.00
Bank Charges	717.00	673.00
Electricity Expenses	1,980.00	16,230.00
Salary & Wages	9,790.00	13,269.00
Borewell Work	-	11,000.00
Legal & Professional Charges	216.00	60,000.00
Security Charges	43,150.00	
 Auditor's Remuneration	 5,000.00	 5,000.00
Audit Fee	-	-
	<u>62,359.00</u>	<u>121,662.00</u>
 Expenditure Capitalised during the year	 62,359.00	 121,662.00

NOTES TO ACCOUNTS

7

This is the Balance Sheet referred in our report of even date addressed to the members of Lucky Meadows Private Limited

The Schedule referred above form an integral part of the Profit & Loss A/c

For A.K. Jindal & Associates
Chartered Accountants

DIRECTORS

(Amit Sarin)

(Suraj Parkash Sethi)

Place: New Delhi
Date: 8/5/2010

Ashok Gupta
Ashok Gupta
(Partner)



SCHEDULE

	31.03.2010 <u>Rupees</u>	31.03.2009 <u>Rupees</u>
1 SHARE CAPITAL		
Authorised 5000 Equity Shares of Rs.100 each	<u>500,000.00</u>	<u>500,000.00</u>
Issued, Subscribed & Paid up 5000 Equity Shares of Rs.100/- each fully Paid up (Entire Capital is held by the Holding Company Anant Raj Industries Ltd. and its nominees)	<u>500,000.00</u>	<u>500,000.00</u>
2 UNSECURED LOAN		
From Holding Company	<u>253,023,269.00</u>	<u>228,023,269.00</u>
3 CASH AND BANK BALANCES		
Cash in Hand	4,140.00	4,200.00
Bank balance in current account with The Bank of Rajasthan Ltd. with State Bank of India	<u>26,775.80</u> <u>30,915.80</u>	<u>54,972.80</u> <u>29,203.00</u> <u>88,375.80</u>
4 Fixed Assets		
Land	178,447,597.00	178,325,935.00
Add:- Addition during the year	<u>62,359.00</u> <u>178,509,956.00</u>	<u>121,662.00</u> <u>178,447,597.00</u>
5 CURRENT LIABILITIES		
Other Liabilities	5,098.00	5,000.00
Sundry Creditors	<u>4,801.00</u> <u>9,899.00</u>	<u>-</u> <u>5,000.00</u>



6 Notes to Accounts

Accounting Policies and Notes on accounts

(A) Significant Accounting Policies

- 1 **Conventions**
The Accounts have been prepared Primarily under the historical Cost Convention and on the accrual basis of accounting
- 2 **Fixed Assets**
Fixed assets are stated at cost including duties, taxes and all other incidental expenses to bring the assets to its intended purposes.

(B) Notes Forming part of accounts:

- 1 In the opinion of the management, the current assets if realised during the Course of business would yield a sum atleast equal to that stated in the Balance Sheet.
- 2 The company is a wholly owned subsidiary of Anant Raj Industries Ltd. since all shares are held by Anant Raj Industries Ltd. and its nominees.

3 Related Party Disclosures

1. Name of related parties and description of relationship:

1. Holding Company Anant Raj Industries Ltd.

2. Transactions with related parties

Particulars	Holding Company Rs.
Wages & Labour Charges Paid	9790 (FY NIL)
Loan Received	30000000 (PY 50123269)
Loan Repaid	5000000 (PY 200000)

(B) Closing Balances with related parties:

Name of Transactions	Holding Company
Outstanding payable Anant Raj Industries Ltd.	253023269 (PY 228023269)

4 Segment Reporting

The company has no reportable Business or Geographical segment

5 Earning per Shares

Particulars		2009-2010	2008-2009
Profit attributable in the Shareholders	(A)	NIL	NIL
Basic/Weighted average number of Equity Shares outstanding during the year	(B)	5000	5000
Nominal Value of Equity Shares		100	100
Basic Diluted Earnings per Shares	(A/B)	N/A	N/A

6 Previous year figures have been regrouped wherever found necessary.

7 Signature to the above Schedules which form an integral Part of the Balance Sheet and Profit & Loss Account.

Place : Delhi
Dated: 8/6/2010



DIRECTORS

(Amit Sarin)

(Suraj Parakash Sethi)

LUCKY MEADOWS PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2010

Particulars	For the year ended March 31, 2010 Rs.	For the year ended March 31, 2009 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and extraordinary items		
Adjustment for:		
Sundry creditors and other payables	(A) 4,899	-
NET CASH FROM OPERATING ACTIVITIES		
B. CASH FLOW FROM INVESTING ACTIVITIES		
Addition to fixed asset	(62,359)	(121,662)
Capital Advances for Property Purchase	(25,000,000)	(50,000,000)
NET CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES	(B) (25,062,359)	(50,121,662)
C. CASH FLOW FROM FINANCE ACTIVITIES		
Proceeds from issue of Share Capital	-	200,000
Increase in unsecured loans	25,000,000	49,923,269
	(C) 25,000,000	50,123,269
D. NET INCREASE IN CASH AND CASH EQUIVALENTS	(A+B+C) (57,460)	1,607
Cash and cash equivalents opening balance	88,375	86,768
Cash and cash equivalents closing balance	30,915	88,375

Note: Figures in brackets indicate cash outflow.

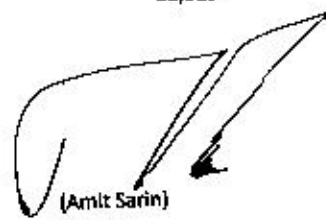
This is the cash flow statement referred to in our report of even date


For A K Jindal & Associates
Chartered Accountants


Ashok Gupta
Partner

Place New Delhi.
Date 8/5/2010




(Amit Sarin)
Director


(Suraj Parkash Sethi)
Director

LUCKY MEADOWS PRIVATE LIMITED
E-2, Jhandewalan Extn. New Delhi

Details of Other Liabilities as on 31.3.2010

A.K. Jindal & Associates	5,000.00
TDS Payable	98.00
	<u>5,098.00</u>

Details of Share Capital as on 31.03.2010

Anant Raj Industries. Ltd.	<u>500,000.00</u>
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Details of Capital Advances as on 31.03.2010

BTL Investment Ltd.	50,000,000.00
Veena Jain	25,000,000.00
	<u>75,000,000.00</u>

