

## 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, 2011, the related Profit and Loss Account and also the 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) None of the directors of the Company would be disqualified under the provisions of section 274 (1) (g) of the Companies Act, 1956, from being appointed as a director of the Company, as the Company is a private company and the said section only provides for ineligibility from being appointed as a director of any other public company.
- 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:

- a) In case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2011;
- b) In the case of Profit and Loss Account, of the loss incurred by the Company for the financial year ended on that date; and
- c) In case of Cash Flow Statement, of the cash flows of the Company for the financial year ended on that date.

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



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

*Rakesh Jain*

Rakesh Jain  
Partner  
Membership No. 086501

May 18, 2011

**ECHO BUILDTECH PRIVATE LIMITED**

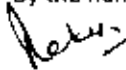
**BALANCE SHEET AS AT MARCH 31, 2011**

	Schedules	As at March 31, 2011 Rs.	As at March 31, 2010 Rs.
<b>SOURCES OF FUNDS</b>			
Share capital	1	500,000	500,000
Unsecured loans	2	212,304,764	-
		<u>212,804,764</u>	<u>500,000</u>
<b>APPLICATION OF FUNDS</b>			
Fixed asset	3	-	-
Current assets, loans and advances			
Cash and bank balances	4	67,100	266,190
Loans and advances	5	212,500,000	682
		<u>212,567,100</u>	<u>266,872</u>
Less: Current liabilities	6	17,648	6,618
Net current assets		<u>212,549,452</u>	<u>260,254</u>
Miscellaneous expenditure (to the extent not written off or adjusted)	7	174,616	174,616
Profit and loss account		80,696	65,130
		<u>212,804,764</u>	<u>500,000</u>
<b>ACCOUNTING POLICIES</b>	8		
<b>NOTES TO ACCOUNTS</b>	9		

This is the Balance Sheet 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 Balance Sheet.

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

  
Rakesh Jain  
Partner  
Membership no. 086569  
May 18, 2011  
New Delhi



Directors

  
Ashok Sarin

  
Saloni Sarin

**ECHO BUILDTECH PRIVATE LIMITED**

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011**

	Schedules	For the year ended March 31, 2011 Rs.	For the year ended March 31, 2010 Rs.
<b>INCOME</b>			
Interest income		4,809	8,510
<b>EXPENDITURE</b>			
Audit fees		6,618	6,618
Filing fee		1,625	3,020
Legal and professional		1,102	936
Printing & Stationery		11,030	60
		<u>20,375</u>	<u>10,634</u>
<b>Loss during the year</b>		<b>15,566</b>	<b>2,124</b>
Loss brought forward from previous year		65,130	63,006
<b>Loss carried over to Balance Sheet</b>		<u><b>80,696</b></u>	<u><b>65,130</b></u>
<b>Earning per share (equity share, par value of Rs. 10 each)</b>			
- Basic and diluted earning per share		<b>-0.31</b>	<b>-0.04</b>

**ACCOUNTING POLICIES**

8

**NOTES TO ACCOUNTS**

9

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

*Rakesh Jain*

Rakesh Jain  
Partner  
Membership no. 086501

May 18, 2011  
New Delhi



Directors

*Ashok Sarin*  
Ashok Sarin

*Saloni Sarin*  
Saloni Sarin

**SCHEDULES**

	As at March 31, 2011 Rs.	As at March 31, 2010 Rs.
<b>1. SHARE CAPITAL</b>		
Authorized 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>
<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>		
<b>2. UNSECURED LOANS</b>		
From holding company	<u>212,304,764</u>	<u>-</u>
<b>4. CASH AND BANK BALANCES</b>		
Cash in hand	122	930
Bank balance maintained with scheduled bank		
- In current account	66,978	57,432
- In deposit account	-	207,828
	<u>67,100</u>	<u>266,190</u>
<b>5. LOANS AND ADVANCES</b>		
Advances recoverable in cash or in kind or for which value has to be received	212,500,000	-
Interest accrued	-	682
	<u>212,500,000</u>	<u>682</u>
<b>6. CURRENT LIABILITIES</b>		
Expenses payable	<u>17,648</u>	<u>6,618</u>
<b>7. MISCELLANEOUS EXPENDITURE</b> (to the extent not written off or adjusted)		
Preliminary expenses	<u>174,616</u>	<u>174,616</u>



## ECHO BUILDTECH PRIVATE LIMITED

## SCHEDULE- 3

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Cost as at April 1, 2010 Rs.	Additions during the year Rs.	Sales during the year Rs.	As at March 31, 2011 Rs.	Upto March 31, 2010 Rs.	During the year Rs.	Depreciation Written back Rs.	Upto March 31, 2011 Rs.	As at March 31, 2011 Rs.	As at March 31, 2010 Rs.
Land	-	22,005,236	22,005,236	-	-	-	-	-	-	-
<b>Total</b>	-	<b>22,005,236</b>	<b>22,005,236</b>	-	-	-	-	-	-	-
Previous year	-	-	-	-	-	-	-	-	-	-



## **8. 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. FIXED ASSETS**

Fixed assets are accounted for at cost of acquisition including directly attributable costs incurred for purchase of the assets and putting the same to use.

### **D. 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.

### **E. EARNINGS PER SHARE**

The company reports basic and diluted earnings per share (EPS) in accordance with Accounting Standard- 20 on Earnings Per Share. Basic EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are ant-dilutive.

### **F. MISCELLANEOUS EXPENDITURE**

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



## 9. NOTES TO ACCOUNTS

- i) Land purchased by the Company during the year from its holding company were sold back.
- ii) The earning considered in ascertaining the Company's EPS is the net profit after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the period. The weighted diluted earnings per equity share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

		For the year ended March 31, 2011	For the year ended March 31, 2010
Net profit attributable to equity shareholders	Rs.	(15,566)	(2,124)
Nominal value of equity share	Rs.	10	10
Weighted average number of equity shares outstanding during the year	No.	50,000	50,000
Basic and diluted earnings per share	Rs.	(0.31)	(0.04)

### 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 Limited

##### Fellow Subsidiaries

Aarkarshak Realators Pvt. Ltd.  
 Advance Buildcon Pvt. Ltd.  
 Anant Raj construction & Dev. Pvt. Ltd.  
 Anant Raj Hotels Ltd.  
 Anant Raj Housing Ltd.  
 Anant Raj Projects Ltd.  
 Ankur Buildcon Pvt. Ltd.  
 A-Plus Estates Pvt. Ltd.  
 BBB Realty Pvt. Ltd.  
 Blossom Buildtech Pvt. Ltd.  
 Bolt Properties Pvt. Ltd.  
 Capital Buildcon Pvt. Ltd.  
 Capital Buildtech Pvt. Ltd.  
 Carnation Buildtech Pvt. Ltd.  
 CCC Realty Pvt. Ltd.  
 Century Promoters Pvt. Ltd.  
 Echo Properties Pvt. Ltd.  
 Elegant Buildcon Pvt. Ltd.  
 Elegant Estates Pvt. Ltd.  
 Elevator Buildtech Pvt. Ltd.  
 Elevator Promoters Pvt. Ltd.  
 Elevator Properties Pvt. Ltd.  
 Empire Promoters Pvt. Ltd.

Jubilant Software Services Pvt. Ltd.  
 Kalinga Buildtech Pvt. Ltd.  
 Kalinga Realtors Pvt. Ltd.  
 Krishna Buildtech Pvt. Ltd.  
 Lucky Meadows Pvt. Ltd.  
 Monarch Buildtech Pvt. Ltd.  
 North South Properties Pvt. Ltd.  
 Novel Buildmart Pvt. Ltd.  
 Novel Housing Pvt. Ltd.  
 One Star Realty Pvt. Ltd.  
 Oriental Meadows Ltd.  
 Oriental Promoters Pvt. Ltd.  
 Papillon Buildcon Pvt. Ltd.  
 Papillon Buildtech Pvt. Ltd.  
 Park Land Const. & Equipment Pvt. Ltd.  
 Parkland Developers Pvt. Ltd.  
 Parkview Promoters Pvt. Ltd.  
 Pasupati Aluminium Ltd.  
 Pelikan Estates Pvt. Ltd.  
 Pioneer Promoters Pvt. Ltd.  
 Rapid Realtors Pvt. Ltd.  
 Rising Realty Pvt. Ltd.  
 Rolling Construction Pvt. Ltd.





Excellent Inframart Pvt. Ltd.  
 Fabulous Builders Pvt. Ltd.  
 Four Construction Pvt. Ltd.  
 Gadget Builders Pvt. Ltd.  
 Gagan Buildtech Pvt. Ltd.  
 Glaze Properties 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.  
 Hamara Realty Pvt. Ltd.  
 High Land Meadows Pvt. Ltd.  
 Hemkunt Promoters Pvt. Ltd.  
 Jasmine Buildwell Pvt. Ltd.

Romano Estate Pvt. Ltd.  
 Romano Infrastructure Pvt. Ltd.  
 Romano Projects Pvt. Ltd.  
 Romano Tiles Pvt. Ltd.  
 Rose Realty Pvt. Ltd.  
 Roseview Buildtech Pvt. Ltd.  
 Roseview Properties Pvt. Ltd.  
 Saffron View Properties Pvt. Ltd.  
 Sand Storm Buildtech Pvt. Ltd.  
 Sartaj Developers & Promoters Pvt. Ltd.  
 Sovereign Buildwell Pvt. Ltd.  
 Spring View Developers Pvt. Ltd.  
 Spring view Properties Pvt. Ltd.  
 Suburban Farms Pvt. Ltd.  
 Three Star Realty Pvt. Ltd.  
 Townsend Cons. & Equipments Pvt. Ltd.  
 Tumhareliye Realty 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	Chairman
Saloni Sarin	Director
Anil Mahindra	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, 2011 Rs.	For the year ended March 31, 2010 Rs.
1	Unsecured Loan received from holding company	Anant Raj Industries Ltd.	226,200,000	-
2	Unsecured loans repaid to holding company	Anant Raj Industries Ltd.	13,895,236	-
3	Purchase of land	Anant Raj Industries Ltd.	20,758,128	-
4	Sale of land	Anant Raj Industries Ltd.	22,005,236	-

**c) Amount outstanding as at March 31, 2011:**

S. No.	Account Head	Related Party	As at March 31, 2011 Rs.	As at March 31, 2010 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	212,304,764	-



- iv) In the opinion of the management, the current assets, loans and advances, if realized in the ordinary course of business, would realize a sum equal to that stated in the Balance Sheet.
- v) Figures and words in brackets relate to the previous year unless otherwise indicated.
- vi) Previous year figures have been regrouped or recast, wherever necessary, in order to confirm to this year's presentation.
- vii) Additional information under Part IV of Schedule VI of the Companies Act, 1956:

**I. Registration details**

Registration No.	U00500DL2005PTC138541
State code	55
Balance Sheet Date	March 31, 2011

As at March  
31, 2011  
( 'Rs. in '000 )

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

Total assets	212,805
Total liabilities	212,805

**Sources of funds**

Paid up capital	500
Unsecured loans	212,305

**Application of funds**

Fixed asset	-
Net current assets	212,549
Miscellaneous expenditure	175
Profit and Loss Account	81

For the year  
ended March  
31, 2011  
( 'Rs. in '000 )

**III. Performance of the Company**

Turnover	5
Total expenditure	20
Loss before tax	16
Loss after tax	16
Earning per share (Rs.)	(0.31)

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



Directors

*Ashok Sarin*  
Ashok Sarin

*Saloni Sarin*  
Saloni Sarin

New Delhi,  
May 18, 2011

ECHO BUILDTECH PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2011

	For the year ended March 31, 2011 Rs.	For the year ended March 31, 2010 Rs.
<b>A. CASH FLOW FROM OPERATIONS</b>		
Profit/(loss) before tax and extra ordinary items	(15,566)	(2,124)
Interest received	(4,809)	(8,510)
Adjustments for:		
- Loans and advances	(212,499,318)	771,399,318
- Current liabilities	11,030	-
<b>Net cash from operating activities</b>	<b>(A) (212,508,663)</b>	<b>771,388,684</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest received	4,809	8,510
<b>Net cash from investing activities</b>	<b>(B) 4,809</b>	<b>8,510</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Changes in unsecured loans	212,304,764	(771,185,000)
<b>Net cash used in financing activities</b>	<b>(C) 212,304,764</b>	<b>(771,185,000)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C) (199,090)</b>	<b>212,194</b>
Cash and cash equivalents - Opening balance	266,190	53,996
Cash and cash equivalents - Closing balance	67,100	266,190

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, 2011. 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

Rakesh Jain  
Partner  
Membership no. 088571  
May 18, 2011  
New Delhi



Directors

*(Signature)*  
Ashok Sarin

*(Signature)*  
Saloni Sarin