

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, 2011, the related Profit and Loss Account and 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) (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) 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
- (i) 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



[Handwritten Signature]
Bakesh Jain
Partner
Membership No. 086501

May 18, 2011

GRAND BUILDTECH PRIVATE LIMITED

BALANCE SHEET AS AT MARCH 31, 2011

	Schedules	As at March 31, 2011 Rs.	As at March 31, 2010 Rs.
SOURCES OF FUNDS			
Share capital	1	500,000	500,000
Unsecured loans	2	<u>149,812,739</u>	<u>149,808,779</u>
		<u>150,312,739</u>	<u>150,308,779</u>
APPLICATION OF FUNDS			
Fixed asset	3	-	-
Current assets			
Cash and bank balances	4	69,485	76,270
Loans and advances	5	<u>150,000,000</u>	<u>150,000,000</u>
		<u>150,069,485</u>	<u>150,076,270</u>
Less: Current liabilities	6	<u>17,648</u>	<u>6,618</u>
Net current assets		<u>150,051,837</u>	<u>150,069,652</u>
Miscellaneous expenditure (to the extent not written off or adjusted)	7	174,702	174,702
Profit and loss account		<u>86,200</u>	<u>64,425</u>
		<u>150,312,739</u>	<u>150,308,779</u>
ACCOUNTING POLICIES	8		
NOTES TO ACCOUNTS	9		

This is the Balance Sheet referred in our report of even date addressed to the members of Grand 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. 086501
May 18, 2011
New Delhi



Directors

Saloni Sarin

Saloni Sarin

Navneet Singh Bhatia
Navneet Singh Bhatia

GRAND 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.
INCOME			
EXPENDITURE			
Audit fees		6,618	6,618
Bank charges		550	550
Filing fees		1,500	9,010
Legal and professional		2,077	436
Printing & Stationery		11,030	-
		<u>21,775</u>	<u>16,614</u>
Loss during the year		21,775	16,614
Loss brought forward from previous year		64,425	47,811
Loss carried over to Balance Sheet		<u>86,200</u>	<u>64,425</u>
Earning per share (equity share, par value of Rs. 10 each)			
· Basic and diluted earning per share		-0.44	-0.33

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 Grand 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
Partner
Membership no. 0865
May 18, 2011
New Delhi



Directors



Saloni Sarin



Navneet Singh Bhatia

SCHEDULES

	As at March 31, 2011 Rs.	As at March 31, 2010 Rs.
1. SHARE CAPITAL		
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>
*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.		
2. UNSECURED LOANS		
From holding company	<u>149,812,739</u>	<u>149,808,779</u>
4. CASH AND BANK BALANCES		
Cash in hand	2,672	3,480
Bank balance with scheduled bank - In current account	<u>66,813</u> <u>69,485</u>	<u>72,790</u> <u>76,270</u>
5. LOANS AND ADVANCES (Unsecured and considered good)		
Advances recoverable in cash or in kind or for which value to be received	<u>150,000,000</u>	<u>150,000,000</u>
6. CURRENT LIABILITIES		
Expenses payable	<u>17,648</u>	<u>6,618</u>
7. MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)		
Preliminary expenses	<u>174,702</u>	<u>174,702</u>



GRAND BUILDTECH PRIVATE LIMITED

SCHEDULE- 3

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Cost as at April 1, 2010	Additions during the year	Sales during the year	As at March 31, 2011	Upto March 31, 2010	During the year	Depreciation Written back	Upto March 31, 2011	As at March 31, 2011	As at March 31, 2010
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Ind	-	20,306,040	20,306,040	-	-	-	-	-	-	-
Total	-	20,306,040	20,306,040	-	-	-	-	-	-	-
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. USE OF ESTIMATES

The presentation of financial statements in conformity with Indian generally accepted accounting principles requires estimates and assumptions to be made which affect the reported amount of assets and liabilities and disclosures of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting year. Differences between the actual results and estimates are recognized in the reporting year in which the results are known or materialized.

C. RECOGNITION OF REVENUE AND EXPENDITURE

Income and expenditure are accounted for on accrual basis.

D. FIXED ASSETS

Fixed Assets are stated at cost including incidental expenses, less impairment losses. Cost comprises the purchase price and any attributable cost incurred in bringing the asset to its working condition for its intended use.

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 anti-dilutive.

F. 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.

G. MISCELLANEOUS EXPENDITURE

Preliminary expenses are not amortized as the Company is yet to commence business activity.



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.	(21,775)	(16,614)
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.	(0.44)	(0.33)

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 Realtors Pvt. Ltd.	Jubilant Software Services Pvt. Ltd.
Advance Buildcon Pvt. Ltd.	Kalinga Buildtech Pvt. Ltd.
Anant Raj construction & Dev. Pvt. Ltd.	Kalinga Realtors Pvt. Ltd.
Anant Raj Hotels Ltd.	Krishna Buildtech Pvt. Ltd.
Anant Raj Housing Ltd.	Lucky Meadows Pvt. Ltd.
Anant Raj Projects Ltd.	Monarch Buildtech Pvt. Ltd.
Ankur Buildcon Pvt. Ltd.	North South Properties Pvt. Ltd.
A-Plus Estates Pvt. Ltd.	Novel Buildmart Pvt. Ltd.
BBB Realty Pvt. Ltd.	Novel Housing Pvt. Ltd.
Blossom Buildtech Pvt. Ltd.	One Star Realty Pvt. Ltd.
Bolt Properties Pvt. Ltd.	Oriental Meadows Ltd.
Capital Buildcon Pvt. Ltd.	Oriental Promoters Pvt. Ltd.
Capital Buildtech Pvt. Ltd.	Papillon Buildcon Pvt. Ltd.
Carnation Buildtech Pvt. Ltd.	Papillon Buildtech Pvt. Ltd.
CCC Realty Pvt. Ltd.	Park Land Const. & Equipment Pvt. Ltd.
Century Promoters Pvt. Ltd.	Parkland Developers Pvt. Ltd.
Echo Buildtech Pvt. Ltd.	Parkview Promoters Pvt. Ltd.
Echo Properties Pvt. Ltd.	Pasupati Aluminium Ltd.
Elegant Buildcon Pvt. Ltd.	Pelikan Estates Pvt. Ltd.
Elegant Estates Pvt. Ltd.	Pioneer Promoters Pvt. Ltd.
Elevator Buildtech Pvt. Ltd.	Rapid Realtors Pvt. Ltd.
Elevator Promoters Pvt. Ltd.	Rising Realty Pvt. Ltd.
Elevator Properties Pvt. Ltd.	Rolling Construction Pvt. Ltd.
Empire Promoters Pvt. Ltd.	Romano Estate 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 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 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

Navneet Singh Bhatia

Chairman

Ajay Singh Pathania

Director

Sajoni Sarin

Director

Note: Related party relationship is as identified by the management of the Company.

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	Loans received from holding company	Anant Raj Industries Ltd.	3,960	-
2	Purchase of land	Anant Raj Industries Ltd.	19,155,232	-
3	Sale of land	Anant Raj Industries Ltd.	20,306,040	-
4	Loans repaid to holding company	Anant Raj Industries Ltd.	-	100,000,000

c) Amount outstanding as at March 31, 2011:

S. No.	Account Head	Related Party	For the year ended March 31, 2011	For the year ended March 31, 2010
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.	149,812,739	149,808,779

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) 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, 2011

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

II. Position of mobilization and deployment of funds

Total assets	150,313
Total liabilities	150,313

Sources of funds

Paid up capital	500
Unsecured loans	149,813

Application of funds

Fixed asset	-
Net current assets	150,052
Miscellaneous expenditure	175
Profit and loss account	86

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

III. Performance of the Company

Turnover	-
Total expenditure	22
Loss before tax	22
Loss after tax	22
Earning per share (Rs.)	(0.44)

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

Directors



Saloni Sarin
Saloni Sarin

Navneet Singh Bhatia
Navneet Singh Bhatia

New Delhi,
May 18, 2011

GRAND 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.
A. CASH FLOW FROM OPERATIONS		
Profit/(Loss) before tax and extraordinary items	(21,775)	(16,614)
Adjustments for:		
- Loans and advances	-	100,000,000
- Current liabilities	11,030	-
Net cash from operating activities	(A) (10,745)	99,983,386
B. CASH FLOW FROM INVESTING ACTIVITIES		
	(B) -	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(Decrease) in unsecured loans	3,960	(100,000,000)
Net cash used in financing activities	(C) 3,960	(100,000,000)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(A+B+C) (6,785)	(16,614)
Cash and cash equivalents - Opening balance	76,270	92,884
Cash and cash equivalents - Closing balance	69,485	76,270

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, 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

Rakesh Jain

Partner

Membership no. 086501

May 18, 2011

New Delhi



Directors

Saloni Sarin

Saloni Sarin

Navneet Singh Bhatia

Navneet Singh Bhatia