

A.K. Jindal & Associates
Chartered Accountants

201, Suchet Chambers, 1224/5, Naiwala, Bank Street, Karol Bagh, Delhi 110005, Tel : 28750239, 41548454

AUDITOR'S REPORT

To

The Members of Century Promoters Private Limited

We have audited the attached Balance Sheet of Century Promoters Private Limited as at March 31, 2012 and also the statement of Profit & Loss 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.

1. As required by the companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. Further to our comments in the Annexure referred to above, 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 statement of 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, the statement of Profit and Loss 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.

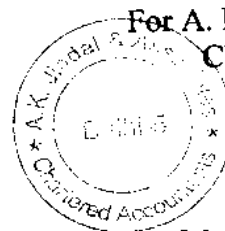


(e). On the basis of representations received from the directors as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 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 2012; and
- II] In case of the statement of Profit and Loss, of the Profit earned by the Company 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: 10.05.2012



For A. K. Jindal & Associates
Chartered Accountants


(Ashok Gupta)
Partner

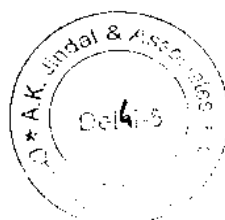
Membership No. 085175

**Annexure to the Auditor's Report of Century Promoters Pvt Ltd for the year ended
31st March 2012**

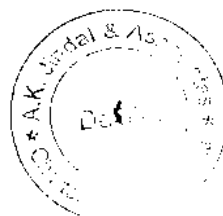
Referred to in paragraph 1 of our Report of even date ;

1. As the Company had no fixed Assets during the year, the provisions of clause 4(i) of the Order are not applicable.
- 2 As the Company does not carry any inventory the provisions of clause 4(ii) of the Order are not applicable.
- 3 (a) In our opinion and according to information and explanations given to us the company had taken unsecured loan from Directors /other parties who are covered in the register maintained under Section 301 of the Companies Act 1956. The maximum amount involved during the year was Rs. 4,25,00,000/- and year end balance of loans taken from such parties was Rs.42500000/- The rate of interest and other terms and conditions of loans taken by the company are prima facie not prejudicial to the interest of the company. There is no overdue amount.

(b) According to information and explanations given to us the company had granted loans to one company covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs 1,49,00,000/- and year end balance from such parties was Rs 1,49,00,000/-
- 4 In our opinion and according to the information and explanation given to us, there are adequate internal control procedures, commensurate with the size of the company and the nature of its business .
- 5 Based on the audit procedure applied by us and according to the information and explanations provided by the management, we are of the opinion that all the transactions that need to be entered in the register in pursuance of Section 301 of the Act have been so entered.
These transactions have been made at a prices which are reasonable having regard to the prevailing market prices at the relevant time.
- 6 The company has not accepted any deposits from the public during the year.
- 7 In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
8. The Central Government has not prescribed the maintenance of cost records by the company under section 209(1)(d) of the companies Act.1956.



- 9 According to information and explanations given to us, in respect of statutory dues and other dues :
- (a) According to records examined by us the company is regular in depositing undisputed statutory dues . There is no arrear of any of the statutory dues at the last day of the financial year for a period of more than six months from the date they become payable.
 - (b) According to the information and explanation given to us , there are no undisputed amounts outstanding on 31-3-2012 in respect of sales tax/custom duty/wealth tax/excise duty/cess.
- 10 The company does not have accumulated losses at the end of the financial year . The company has not incurred any cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- 11 Based on our audit procedure and on the information and explanation given by the management, the company has not taken any loan from any of the financial institution /bank or through debentures.
- 12 The company has not granted loans and advances , on the basis of security by way of pledge of shares, debentures and other securities.
- 13 The Company is not a chit fund, nidhi or mutual benefit fund/society. Therefore the provisions of clause 4(xiii) of the order are not applicable to the company.
- 14 On the basis of examination it is reported that the company has maintained Records of its investment in shares of subsidiary companies .
- 15 According to records of the company and information and explanation provided by the management , the company has not given any guarantee for loans taken by others from banks or financial institutions.
- 16 The term loans obtained by the company have been applied for the purpose for which they were raised.
- 17 According to the information and explanations given to us and on an overall examination of the Balance Sheet of the company, we report that the funds raised on short term basis have not been utilized for long term investment and *vice-versa*.
- 18 The company had not made any preferential allotment of shares to the parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 19 The Company did not issue any debentures during the year.



- 20 The company had not raised any money through a public issue during the year.
- 21 Based on the Audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the year.

Place: New Delhi

Dated: 10.05.2012

For A K JINDAL & ASSOCIATES
Chartered Accountants



(Signature)
(Ashok Gupta)
Partner
Membership No. 085175

CENTURY PROMOTERS PRIVATE LIMITED

H-65, Connaught Circus, New Delhi

Balance Sheet As At March 31, 2012

Particulars	Note No.	As at March 31st March 2012	As at March 31st March 2011
I EQUITY AND LIABILITIES			
(1) Shareholders Funds			
(a) Share capital	1	500,000.00	500,000.00
(b) Reserves and surplus	2	34,723,744.75	7,063,711.75
(2) Share application money pending allotment			
(3) Non-current liabilities			
(a) Long term borrowings	3	42,900,000.00	35,558,000.00
(4) Current Liabilities			
(a) Other Current liabilities	4	7,500.00	5,000.00
(b) Short term provisions	5	5,844,915.00	-
TOTAL		83,976,160.13	43,126,711.75
II ASSETS			
(1) Non-Current assets			
(a) Fixed Asses			
(i) Tangible assets	6	-	43,010,192.00
(ii) Capital Work-in-Progress		-	51,969.62
(b) Non Current Investment	7	62,973,040.00	-
(c) Long-term Loans and Advances	8	14,900,000.00	-
(d) Other Non Current Assets	9	4,291,695.00	-
(2) Current Assets			
(a) Cash and cash equivalents	10	216,502.13	64,550.13
(b) Other Current Assets	11	1,594,923.00	-
TOTAL		83,976,160.13	43,126,711.75
Significant accounting Policies and Notes on Accounts	15		

As per our Report of even date attached

For and on behalf of the Board of Directors

For A.K. Jindal & Associates
Chartered Accountants

Place: Delhi
Dated: 10/05/2012


(Ashok Gupta)
Partner
Membership No. 085175

DIRECTORS


(Amar Sarin)


(Monjea Sarin)

CENTURY PROMOTERS PRIVATE LIMITED
H-65, Connaught Circus, New Delhi
Profit And Loss Account For the Year Ended March 31, 2012

Particulars	Note No.	For the year Ended 31.3.2012	For the year Ended 31.3.2011
I Revenue from operations	12	28,751,838.00	-
II Other Income	13	474,612.00	-
III Total Revenue (I+II)		<u>29,226,450.00</u>	-
IV Expenses :			
Other Expenses	14	13,197.00	6,818.00
Less : Expenditure Capitalised during the year		-	6,818.00
Total Expenses		<u>13,197.00</u>	-
V Profit before exceptional and extraordinary item and tax (III-IV)		29,213,253.00	-
VI Exceptional Items			
VII Profit before exceptional and tax (V-VI)		29,213,253.00	-
VIII Extraordinary Items			
IX Profit before tax (VII-VIII)		29,213,253.00	-
X Tax expense			
Current tax expenses for Current year		5,844,915.00	-
Less: MAT Credit Entitlement		<u>4,291,695.00</u>	-
XI Profit /(Loss) for the period from Continuing operations(IX-X)		27,660,033.00	-
XII Profit /(Loss) from discontinuing operations			
XIII Tax Expenses of discontinuing operations			
XIV Profit /(Loss) from discontinuing operations (after tax XII-XIII)			
XV Profit/(Loss) for the period (XII-XIV)		27,660,033.00	-
XVI Earning per equity share:			
(1) Basic		553.20	-
(2) Diluted		553.20	-
Significant accounting Policies and Notes on Accounts	15		
As per our Report of even date attached			

For and on behalf of the Board of Directors

For A.K. Jindal & Associates
Chartered Accountants

Place: Delhi
Dated: 10.05.2012



Ashok Gupta
(Ashok Gupta)

Partner
Membership No. 085175

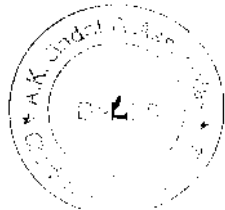
DIRECTORS

Amar Sarin
(Amar Sarin)

Monica Sarin
(Monica Sarin)

NOTE NO.

	31.03.2012		31.03.2011	
	<u>Rupees</u>		<u>Rupees</u>	
1 <u>SHARE CAPITAL</u>				
a) Authorised 50000 (50000) Equity Shares of Rs.10 (Rs. 10) each		<u>500,000.00</u>		<u>500,000.00</u>
b) Issued,Subscribed & paid up 50000 (50000) Equity Shares of Rs.10/- each fully paid-up		<u>500,000.00</u>		<u>500,000.00</u>
c) Reconciliation of equity share capital	<u>As at March 31, 2012</u>		<u>As at March 31, 2011</u>	
	Number	Amount	Number	Amount
Number of shares outstanding at the beginning of the year	50000	500000	50000	500000
Number of shares outstanding at the end of the year	<u>50000</u>	<u>500000</u>	<u>50000</u>	<u>500000</u>
d) Shares held by holding Company, Anant Raj Industries Ltd. i) 50000 (50000) Equity Shares		500000		500000
e) Shares in the company held by each share holder holding more than 5% shares <u>Name of Shareholders</u> 1) Anant Raj Industries Ltd. a) Number of equity shares held % of shareholding		50000 100%		50000 100%
2 <u>RESERVES & SURPLUS</u>				
<u>Profit & Loss Account</u>				
Opening Balance		7,063,711.75		7,063,711.75
Add: Profit during the year		23,368,338.00		-
MAT Credit Entitlement		4,291,695.00		-
Closing Balance		<u>34,723,744.75</u>		<u>7,063,711.75</u>
3 <u>LONG TERM BORROWINGS</u>				
Unsecured Loan From Holding Company		<u>42,900,000.00</u>		<u>35,558,000.00</u>
Long Term Borrowings 1) Loans & advances from Related Parties Unsecured From Holding Company - The Above loan is not granted by Directors/Others - Term of Repayment Interest Free - Long Term Loan - As on Balance Sheet Date there is no default in payment of loans & interest .				
4 <u>OTHER CURRENT LIABILITIES</u>				
Provision for Expenses		<u>7,500.00</u>		<u>5,000.00</u>
5 <u>SHORT TERM PROVISIONS</u>				
Provision for Income Tax AY 2012-2013		<u>5,844,915.00</u>		-
		<u>5,844,915.00</u>		-
6 <u>FIXED ASSETS</u>				
<u>Tangible Assets</u>				
Land(Freehold)				43,010,192.00



	-	43,010,192.00
7 NON CURRENT INVESTMENT		
<u>INVESTMENT IN EQUITY INSTRUMENT (UNQUOTED)</u>		
<u>Long term trade investments - Unquoted</u>		
a) Investment in Subsidiaries		
10000 Equity Shares Red Sea Realty Pvt. Ltd.	62,973,040.00	-
	<u>62,973,040.00</u>	<u>-</u>
8 LONG TERM LOANS & ADVANCES		
<u>Loans & Advances to Related Parties</u>		
Loans to Subsidiary	14,900,000.00	-
	<u>14,900,000.00</u>	<u>-</u>
9 Other Non Current Assets		
Mat Credit Entitlement	4,291,695.00	-
	<u>4,291,695.00</u>	<u>-</u>
10 CASH AND CASH EQUIVALENTS		
Cash in Hand	157,538.00	528.00
Bank balance in current account with Bharat Overseas Bank Ltd.	-	20,130.13
with State Bank of India	38,899.00	43,892.00
with Indian Overseas Bank	20,065.13	-
	<u>216,502.13</u>	<u>64,550.13</u>
11 Other Current Assets		
Advance Payment of Tax	1,594,923.00	-
	<u>1,594,923.00</u>	<u>-</u>
12 REVENUE FROM OPERATION		
Profit on sale of Land	28,751,838.00	-
	<u>28,751,838.00</u>	<u>-</u>
13 OTHER INCOME		
Interest on FDR	474,612.00	-
	<u>474,612.00</u>	<u>-</u>
14 OTHER EXPENSES		
Filing Charges	1,530.00	600.00
Legal & Professional	3,552.00	612.00
Bank Charges	615.00	606.00
Auditor's Remuneration	7,500.00	5,000.00
Audit Fee	-	-
	<u>13,197.00</u>	<u>6,818.00</u>



15 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 Tangible Assets

Tangible assets are stated at cost including duties, taxes and all other incidental expenses to bring the assets to its intended purposes .

3 Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act. 1961 .

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

(B) Notes Forming part of accounts:

1 In the opinion of the Board of Directors all assets other than tangible assets and non current investments have a value on realization in the ordinary course of business at least equal to the amount at which they are stated .

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

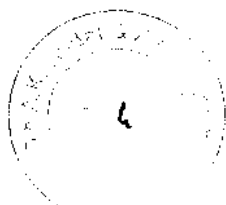
i. Name of related parties and description of relationship:

- | | |
|-----------------------|---------------------------|
| 1. Holding Company | Anant Raj Industries Ltd. |
| 2. Subsidiary Company | Red Sea Realty Pvt. Ltd. |

ii. Transactions with related parties	Holding Company Rs.	Subsidiary Company Rs.
Loan Received	42900000 (PY. NIL)	NIL (P.Y. NIL)
Loan Repaid	35558000(PY. NIL)	14900000(P.Y. NIL)

iii Closing Balances with related parties:

Name of Transactions	Holding Company	Subsidiary Company
Outstanding payable		
Anant Raj Industries Ltd.	42900000 (PY 35558000)	NIL (P.Y. NIL)
Outstanding Receivable		
Red Sea Realty Pvt. Ltd.		14900000(P.Y. NIL)
Investments		62973040 (P.Y. NIL)



4 Segment Reporting

The company has no reportable Business or Geographical segment

5 Earning per Shares

Particulars	2011-2012	2010-2011
Profit attributable in the Shareholders (A)	27660033	NIL
Basic/Weighted average number of Equity Shares outstanding during the year (B)	50000	50000
Nominal Value of Equity Shares	10	10
Basic Diluted Earnings per Shares (A/B)	553.20	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: 10.05.2012



DIRECTORS

(Amar Sarin)

(Monica Sarin)

CENTURY PROMOTERS PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2012

Particulars	For the year ended March 31, 2012 Rs.	For the year ended March 31, 2011 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and extraordinary items	29,213,253	
Adjustment for:		
Depreciation	-	-
Interest paid	(474,612)	
Interest received	(28,751,838)	
Profit on Sale of Land	(13,197)	
Operating profit before working capital changes		
Adjustment for:		
Inventories	2,500	
Sundry creditors and other payables		
Trade and other receivables		
Cash generated from operations	(10,697)	
Taxes Paid Including TDS	1,594,923	
NET CASH FROM OPERATING ACTIVITIES	(A) (1,605,620)	
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	43,062,162	(6,818)
Capital Advances	(14,900,000)	
Interest received	474,612	
Profit on sale of Land	28,751,838	
Investment	(62,973,040)	
NET CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES	(B) (5,584,428)	(6,818)
C. CASH FLOW FROM FINANCE ACTIVITIES		
Proceeds from issue of Share Capital	-	-
Proceeds from Share Premium on issue of share	-	-
Increase in unsecured loans	7,342,000	-
Interest paid	-	-
	(C) 7,342,000	
D. NET INCREASE IN CASH AND CASH EQUIVALENTS	(A+B+C) 151,952	(6,818)
Cash and cash equivalents opening balance	64,550	71,368
Cash and cash equivalents closing balance	216,502	64,550

Note: Figures in brackets indicate cash outflow.


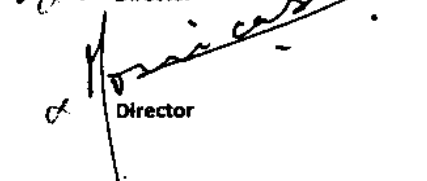
This is the cash flow statement referred to in our report of even date

For A K Jindal & Associates
Chartered Accountants


Ashok Gupta
Partner



Place New Delhi.
Date : 10.05.2012


Director

Director