

## AUDITOR'S REPORT

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

We have audited the attached Balance Sheet of Echo Buildtech Private Limited as at March 31, 2012, and the related Statement of Profit and Loss 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) In our opinion, proper books of account as required by law have been kept by the Company in so far as appears from our examination of those books.
- ii) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- iv) In our opinion, the Balance Sheet, Statement of Profit and Loss 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, 2012;
- b) in the case of Statement of Profit and Loss, of the loss incurred by the Company for the year ended on that date; and
- c) in the case of Cash Flow Statement, of the cash flows of the Company for the 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

A handwritten signature in black ink, appearing to read "Rakesh Jain".

Rakesh Jain  
Partner  
Membership No. 086501

May 08, 2012

## ECHO BUILDTECH PRIVATE LIMITED

## BALANCE SHEET AS AT MARCH 31, 2012

	Notes	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' fund</b>			
a) Share capital	2	500,000	500,000
b) Reserves and surplus	3	(279,576)	(80,696)
		<u>220,424</u>	<u>419,304</u>
<b>Current liabilities</b>			
a) Short term borrowings	4	-	212,304,764
b) Other current liabilities	5	29,008	17,648
		<u>29,008</u>	<u>212,322,412</u>
	<b>TOTAL</b>	<u><b>249,432</b></u>	<u><b>212,741,716</b></u>
<b>II. ASSETS</b>			
<b>Current assets</b>			
a) Short term loans and advances	6	-	212,500,000
b) Cash and cash equivalents	7	249,432	67,100
c) Other current assets	8	-	174,616
	<b>TOTAL</b>	<u><b>249,432</b></u>	<u><b>212,741,716</b></u>
<b>SIGNIFICANT ACCOUNTING POLICIES</b>	1		

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

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

*Rakesh Jain*

Rakesh Jain  
Partner  
Membership no. 086501  
May 08, 2012  
New Delhi



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

Directors

*Ashok Sarin*  
Ashok Sarin

*Anil Mahindra*  
Anil Mahindra

## ECHO BUILDTECH PRIVATE LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2012

	Notes	For the year ended March 31, 2012 Rs.	For the year ended March 31, 2011 Rs.
<b>I INCOMES</b>			
Other income	9	-	4,809
<b>Total revenue</b>		<u>••</u>	<u>4,809</u>
<b>II EXPENSES</b>			
Other expenses	10	<u>198,880</u>	<u>20,375</u>
<b>Total expenses</b>		<u>198,880</u>	<u>20,375</u>
<b>III Profit/(Loss) before tax (I - II)</b>		<b>(198,880)</b>	<b>(15,566)</b>
<b>IV Tax expense</b>		-	-
<b>V Profit/(Loss) for the year from continuing operation (III - IV)</b>		<u><b>(198,880)</b></u>	<u><b>(15,566)</b></u>
<b>VI Earnings per share [equity share, par value of Rs. 10 (Rs. 10) each]</b>			
1) Basic		-3.98	-0.31
2) Diluted		-3.98	-0.31

## SIGNIFICANT ACCOUNTING POLICIES

1

This is the Statement of Profit and Loss referred in our report of even date addressed to the members of Echo Buildtech Private Limited.

The notes referred above form an integral part of the Statement of Profit and Loss.

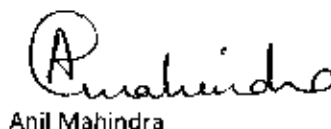
B. Bhushan & Co.  
Chartered Accountants  
By the hand of

Rakesh Jain  
Partner  
Membership no. 086501  
May 08, 2012  
New Delhi



Directors

  
Ashok Sarin

  
Anil Mahindra

**1 SIGNIFICANT ACCOUNTING POLICIES**

**a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements of the Company have been prepared in accordance with the Indian Generally Accepted Accounting Principles ("Indian GAAP"). The Company has prepared these financial statements to comply in all material aspects with the accounting standard notified under the Companies (Accounting Standard) Rules, 2006 as amended and the relevant provision of the Companies Act, 1956. The financial statement have been prepared under the historical cost convention and on accrual basis.

The accounting policies adopted in the preparation and presentation of financial statements are consistent with those of previous year. The management evaluates all recently issued or revised accounting standards on a ongoing basis.

During the year ended March 31, 2012, the revised Schedule VI notified under the Companies Act, 1956, has become applicable to the Company, for preparation and presentation of its financial statement. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosures made in the financial statements. The Company has also reclassified previous year figures in accordance with the requirements applicable in the current year.

**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.

**d) 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.



	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
<b>2 SHARE CAPITAL</b>		
<b>Authorized</b>		
1,000,000 (1,000,000) equity shares of Rs. 10 (Rs. 10) each	10,000,000	10,000,000
<b>Issued, subscribed, and fully paid up</b>		
50,000 (50,000) equity shares of Rs. 10 (Rs. 10) each fully paid up	500,000	500,000

a) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period:

	As at March 31, 2012		As at March 31, 2011	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Number of shares outstanding at the beginning of the year	50,000	500,000	50,000	500,000
Number of shares outstanding at the end of the year	50,000	500,000	50,000	500,000

b) Terms/rights attached to equity shares

The Company has only one class of equity share having a par value of Rs. 10 per share. Each shareholder of equity shares is entitled to one vote per share. The Company declares and pays dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by each shareholders.

c) Shares held by holding Company, Anant Raj Industries Ltd.

\*50,000 (\*50,000) equity shares of Rs. 10 (Rs. 10) each fully paid up

500,000      500,000

\*includes 6 (6) equity shares held by nominees of the holding company, Anant Raj Industries Ltd.

d) Details of shareholders holding more than 5% shares in the Company

	As at March 31, 2012		As at March 31, 2011	
	Number	% holding	Number	% holding
<b>Equity Shares of Rs. 10 (Rs. 10) each fully paid up</b>				
- Anant Raj industries Limited	50,000	100%	50,000	100%

**3 RESERVES AND SURPLUS**

a) Profit and Loss Account

Opening balance	(80,696)	(65,130)
Addition during the year	(198,880)	(15,566)
	<u>(279,576)</u>	<u>(80,696)</u>



	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
<b>4 SHORT TERM BORROWINGS</b>		
(Unsecured)		
a) Loan from related party	-	212,304,764
<p>Loan from related party represents non interest bearing unsecured loan obtained from holding company which is repayable on demand. There is no repayment of principal or payment of interest due by the Company as at the year end.</p>		
<b>5 OTHER CURRENT LIABILITIES</b>		
a) Other payables		
Expenses payable	29,008	17,648
<b>6 SHORT TERM LOAN AND ADVANCES</b>		
(Unsecured, considered good)		
a) Advances recoverable	-	212,500,000
<b>7 CASH AND CASH EQUIVALENTS</b>		
a) Balance with bank		
- In current account	249,310	66,978
b) Cash on hand	122	122
	249,432	67,100
<b>8 OTHER CURRENT ASSETS</b>		
a) Unamortised expenditure		
Opening balance	174,616	174,616
Less: Written off during the year	174,616	-
	-	174,616
	For the year ended March 31, 2012 Rs.	For the year ended March 31, 2011 Rs.
<b>9 OTHER INCOME</b>		
a) Interest income	-	4,809
<b>10 OTHER EXPENSES</b>		
a) Payment to auditors as audit fees	17,978	17,648
b) Filing fees	2,010	1,625
c) Legal and professional	4,276	1,102
d) Unamortised expenditure written off	174,616	-
	198,880	20,375



**ECHO BUILDTECH PRIVATE LIMITED****Notes to financial statement for the year ended March 31, 2012**

- 11 The Company proposes to undertake development of real estate project and directors are identifying for suitable opportunity in this regard.
- 12 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.

Particulars		For the year ended March 31, 2012	For the year ended March 31, 2011
Profit/(Loss) attributable to equity shareholders	Rs.	(198,880)	(15,566)
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.	(3.98)	(0.31)

**13 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**

Aakashganga Realty Pvt. Ltd.	Jasmine Buildwell Pvt. Ltd.
Aarkarshak Realtors Pvt. Ltd.	Jubilant Software Services Pvt. Ltd.
Advance Buildcon Pvt. Ltd.	Kalinga Buildtech Pvt. Ltd.
Anant Raj Cons. & Development 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 Properties Pvt. Ltd.	Parkview Promoters Pvt. Ltd.
Elegant Buildcon Pvt. Ltd.	Pasupati Aluminium Ltd.
Elegant Estates Pvt. Ltd.	Pelikan Estates Pvt. Ltd.
Elevator Buildtech Pvt. Ltd.	Pioneer Promoters Pvt. Ltd.
Elevator Promoters Pvt. Ltd.	Rapid Realtors Pvt. Ltd.





**ECHO BUILDTECH PRIVATE LIMITED**

Notes to financial statement for the year ended March 31, 2012

Elevator Properties Pvt. Ltd.	Red Sea Realty Pvt. Ltd.
Empire Promoters Pvt. Ltd.	Rising Realty Pvt. Ltd.
Excellent Inframart Pvt. Ltd.	Rolling Construction Pvt. Ltd.
Fabulous Builders Pvt. Ltd.	Romano Estate Pvt. Ltd.
Four Construction Pvt. Ltd.	Romano Infrastructure Pvt. Ltd.
Gadget Builders Pvt. Ltd.	Romano Projects Pvt. Ltd.
Gagan Buildtech Pvt. Ltd.	Romano Tiles Pvt. Ltd.
Glaze Properties Pvt. Ltd.	Rose Realty Pvt. Ltd.
Good Luck Buildtech Pvt. Ltd.	Roseview Buildtech Pvt. Ltd.
Grand Buildtech Pvt. Ltd.	Roseview Properties Pvt. Ltd.
Grand Park Buildtech Pvt. Ltd.	Saffron View Properties Pvt. Ltd.
Grand Park Estates Pvt. Ltd.	Sand Storm Buildtech Pvt. Ltd.
Greatway Estates Ltd.	Sartaj Developers & Promoters Pvt. Ltd.
Greatways Buildtech Pvt. Ltd.	Sovereign Buildwell Pvt. Ltd.
Green Line Buildcon Pvt. Ltd.	Spring View Developers Pvt. Ltd.
Green Line Promoters Pvt. Ltd.	Spring view Properties Pvt. Ltd.
Green Retreat and Motels Pvt. Ltd.	Suburban Farms Pvt. Ltd.
Green View Buildwell Pvt. Ltd.	Three Star Realty Pvt. Ltd.
Green Way Promoters Pvt. Ltd.	Townsend Cons. & Equipments Pvt. Ltd.
Green Wood Properties Pvt. Ltd.	Tumhareliye Realty Pvt. Ltd.
Gujarat Anant Raj Vidhyanagar Ltd.	Twenty First Developers Pvt. Ltd.
Hamara Realty Pvt. Ltd.	Vibrant Buildmart Pvt. Ltd.
Hemkunt Promoters Pvt. Ltd.	West Land Buildcon Pvt. Ltd.
High Land Meadows Pvt. Ltd.	Woodland Promoters Pvt. Ltd.

**Partnership firm in which Holding company is partner**

Ganga Bishan &amp; Company

**Key Management Personnel**

Ashok Sarin	Chairman
Saloni Sarin	Director
Anil Mahindra	Director

**Note:** The related party relationship is as identified by the management.**b) The Company has following transactions with the following related parties:**

Sl. No.	Nature of Transactions	Related Party	For the year ended March 31, 2012 Rs.	For the year ended March 31, 2011 Rs.
1	Short term borrowings received from holding company	Anant Raj Industries Ltd.	-	226,200,000
2	Short term borrowings repaid to holding company	Anant Raj Industries Ltd.	212,304,764	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, 2012:

Sl. No.	Account Head	Related Party	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
1	Share capital held by holding company	Anant Raj Industries Ltd.	500,000	500,000
2	Short term borrowing payable to holding company	Anant Raj Industries Ltd.	-	212,304,764

14 The Company has written off entire unamortised expenditure during the year.

15 In the opinion of the management, the current assets, if realized in the ordinary course of business, would realize a sum at least equal to that stated in the Balance Sheet.

16 Figures and words in brackets relate to the previous year unless otherwise indicated.

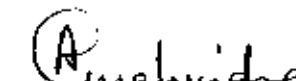
17 Previous year figures have been regrouped or recast, wherever necessary, in order to confirm to this year's presentation.

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



Directors

  
Ashok Sarin

  
Anil Mahindra

May 08, 2012  
New Delhi

## ECHO BUILDTECH PRIVATE LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2012

		For the year ended March 31, 2012 Rs.	For the year ended March 31, 2011 Rs.
<b>A. CASH FLOW FROM OPERATIONS</b>			
Profit/(Loss) before tax from continuing operation		(198,880)	(15,566)
Unamortised expenditure written off		174,616	
Interest received		-	(4,809)
<b>Adjustment for working capital changes:</b>			
Increase/(Decrease) in other current liabilities		11,360	11,030
<b>Net cash from operating activities</b>	<b>(A)</b>	<b>(12,904)</b>	<b>(9,345)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Interest received		-	4,809
<b>Net cash from investing activities</b>	<b>(B)</b>	<b>-</b>	<b>4,809</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>			
Increase/(Decrease) in short term borrowings		(212,304,764)	212,304,764
Decrease/(Increase) in short term loans and advances		212,500,000	(212,499,318)
<b>Net cash used in financing activities</b>	<b>(C)</b>	<b>195,236</b>	<b>(194,554)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C)</b>	<b>182,332</b>	<b>(199,090)</b>
Cash and cash equivalents - Opening balance		67,100	266,190
Cash and cash equivalents - Closing balance		249,432	67,100

**Note: Figures in brackets indicate cash outflow**

This is the Cash Flow Statement referred to in our report of even date attached.

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

*Rakesh Jain*

Rakesh Jain  
Partner  
Membership no. 086501  
May 08, 2012  
New Delhi



Directors

*Ashok Sarin*  
Ashok Sarin

*Anil Mahindra*  
Anil Mahindra