

## AUDITOR'S REPORT

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To the Board of Directors of  
**Glaze Properties Private Limited**

We have audited the attached Balance Sheet of Glaze Properties 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.

As required by 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 and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanation given to us, we give in the Annexure a statement on the matters specified in paragraph 4 and 5 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 so far as appears from our examination of those books.
- iii) 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 notes and accounting policies



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:

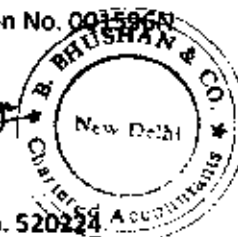
- a) In case of the Balance Sheet, of the statement of affairs of the Company as at March 31, 2012;
- b) In the case of Statement of Profit and Loss, of the loss incurred by the Company for the year ended on that date; and
- c) In the case of Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

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

May 25, 2012

B. Bhushan & Co.  
Chartered Accountants  
Firm Registration No. 00355561  
By the hand of

*Abhishek Aneja*  
Abhishek Aneja  
Partner  
Membership No. 520228



**ANNEXURE TO AUDITOR'S REPORT**  
(Annexure referred to in our report of even date)

- I. The Company does not own any fixed assets. Accordingly, provisions of clauses (i)(a), (i)(b) and (i)(c) of paragraph 4 of the Companies (Auditors' Report) (Amendment) Order, 2004 are not applicable to the Company.
- II. The Company does not own any inventory. Accordingly, provisions of clauses (ii)(a), (ii)(b) and (ii)(c) of paragraph 4 of the Companies (Auditors' Report) (Amendment) Order, 2004 are not applicable to the Company.
- III.
  - a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
  - b) The Company has taken short term unsecured loans from its holding company listed in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 28,37,013 and the year ended balance of said loan was Rs.25,37,013.
  - c) In our opinion and according to the information and explanations given to us, the terms and conditions of loans taken by the Company are prima facie not prejudicial to the interests of the Company.
  - d) The aforesaid unsecured loan taken by the Company is repayable on demand and is interest free and the event for repayment of loan has not arisen and no interest is due.
- IV. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business. During the course of our audit, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in internal control systems.
- V.
  - a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that need to be entered into the register maintained under section 301, have been so entered.
  - b) Transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- VI. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of sections 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed thereunder.
- VII. In our opinion, the Company has an internal control system commensurate with its size and nature of its business.



- VIII. According to the Information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 in respect of activities carried out by the Company.
- IX. a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has been generally regular in depositing with appropriate authorities undisputed statutory dues including income tax, cess and other statutory dues applicable to it and no undisputed amounts payable were outstanding as at March 31, 2012 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax, customs duty, excise duty and cess that have not been deposited by the Company with appropriate authorities on account of dispute.
- X. The Company does not have accumulated losses at the end of the financial year and it has incurred cash losses in the financial year covered by our audit but had not incurred cash losses in the immediately preceding financial year.
- XI. The Company has not taken any loan from any financial institution or bank and also has not issued any debentures.
- XII. The Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- XIII. The Company is not a chit fund or a nidhi mutual benefit fund/society.
- XIV. The Company is not dealing or trading in shares, securities, debentures and other investments.
- XV. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
- XVI. The Company has not obtained any term loan.
- XVII. According to the information and explanations given to us and on the basis of an overall examination of the Balance Sheet of the Company, we are of the opinion that the no funds raised on short term basis during the year have been used for long term investments.
- XVIII. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- XIX. The Company had not issued any debentures during the year.
- XX. The Company has not raised any money by way of public issue during the year.



XXI. Based upon the audit procedures performed and according to the information and explanations to us, no fraud on or by the Company has been noticed or reported during the course of our audit, that causes the financial statements to be materially misstated.

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

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

*Abhishek Aneja*  
Abhishek Aneja

Partner

Membership No. 520224



May 25, 2012

**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	182,507	210,139
		<u>682,507</u>	<u>710,139</u>
<b>Current liabilities</b>			
a) Short term borrowings	4	2,537,013	37,013
b) Other current liabilities	5	22,472	17,648
c) Short term provisions	6	-	121,166
		<u>2,559,485</u>	<u>175,827</u>
<b>TOTAL</b>		<u><u>3,241,992</u></u>	<u><u>885,966</u></u>
<b>II. ASSETS</b>			
<b>Non current assets</b>			
a) Other non current asset	7	3,243	4,864
<b>Current assets</b>			
a) Cash and cash equivalents	8	29,128	724,481
b) Other current assets	9	3,209,621	156,621
		<u>3,238,749</u>	<u>881,102</u>
<b>TOTAL</b>		<u><u>3,241,992</u></u>	<u><u>885,966</u></u>
<b>SIGNIFICANT ACCOUNTING POLICIES</b>	1		

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

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

*Abhishek Aneja*  
Abhishek Aneja

Partner  
Membership no. 520224  
May 25, 2012  
New Delhi



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

Directors

*Ajay Singh Pathania*  
Ajay Singh Pathania

*Omi Chand Rajput*  
Omi Chand Rajput

## 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 INCOME</b>			
Revenue from operations	10	9,503,374	595,994,712
Other income	11	-	4,737
<b>Total revenue</b>		<b>9,503,374</b>	<b>595,999,449</b>
<b>II EXPENSES</b>			
Cost of development rights sold		9,494,779	595,606,314
Other expenses	12	36,227	26,838
<b>Total expenses</b>		<b>9,531,006</b>	<b>595,633,152</b>
<b>III Profit/(Loss) before tax (I - II)</b>		<b>(27,632)</b>	<b>366,297</b>
<b>IV Tax expense</b>			
Current tax		-	121,166
<b>V Profit/(Loss) for the year from continuing operations (III - IV)</b>		<b>(27,632)</b>	<b>245,131</b>
<b>VI Earnings per share [equity share, par value of Rs. 10 (Rs. 10) each]</b>			
1) Basic		(0.55)	5.79
2) Diluted		(0.55)	5.79

## SIGNIFICANT ACCOUNTING POLICIES

1

This is the Statement of Profit and Loss referred in our report of even date addressed to the members of Glaze properties 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  
*Abhishek Aneja*  
Abhishek Aneja  
Partner  
Membership no. 520224  
May 25, 2012  
New Delhi



Directors

*Ajay Singh Pathania*  
Ajay Singh Pathania

*Omi Chand Rajput*  
Omi Chand Rajput

**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.

**e) UNAMORTISED EXPENDITURE**

Unamortised expenditure shall be amortised over a period of five years .





	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
<b>2 SHARE CAPITAL</b>		
<b>Authorized</b>		
50,000 (50,000) equity shares of Rs. 10 (Rs. 10) each	500,000	500,000
<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	10,000	100,000
Issued during the year	-	-	40,000	400,000
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
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\*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
Equity Shares of Rs. 10 (Rs. 10) each fully paid up				
- Anant Raj Industries Limited	50,000	100%	50,000	100%

**3 RESERVES AND SURPLUS**

a) Profit and Loss Account

Opening balance	210,139	(34,992)
Addition during the year	(27,632)	245,131
	182,507	210,139



	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
<b>4 SHORT TERM BORROWINGS</b>		
(Unsecured)		
a) Loans from related party	2,537,013	37,013
Loans from related party represents non interest bearing unsecured loans 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.		
<b>5 OTHER CURRENT LIABILITIES</b>		
a) Expenses payable	22,472	17,648
<b>6 SHORT TERM PROVISIONS</b>		
a) Provision for income tax	-	121,166
<b>7 OTHER NON CURRENT ASSETS</b>		
a) Unamortised expenditure	6,485	8,106
Less: Written off during the year	1,621	1,621
	4,864	6,485
Less: Current portion of unamortised expenditure (Refer notes 9)	1,621	1,621
	3,243	4,864
<b>8 CASH AND CASH EQUIVALENTS</b>		
a) Balance with bank in current account	23,472	683,299
b) Cash on hand	5,656	41,182
	29,128	724,481
<b>9 OTHER CURRENT ASSETS</b>		
a) Stamp paper in hand	-	155,000
b) Unamortised expenditure	1,621	1,621
c) Advances recoverable	3,208,000	-
	3,209,621	156,621
	<b>For the year ended March 31, 2012 Rs.</b>	<b>For the year ended March 31, 2011 Rs.</b>
<b>10 REVENUE FROM OPERATIONS</b>		
a) Sale of development rights	9,503,374	595,994,712
<b>11 OTHER INCOME</b>		
a) Interest income	-	4,737
<b>12 OTHER EXPENSES</b>		
a) Payment to auditors as audit fees	22,472	17,648
b) Filing fee	3,966	2,976
c) Legal and professional	7,618	2,155
d) Unamortised expenditure written off	1,621	1,621
e) Bank charges	550	2,438
	36,227	26,838



- 13 The Company has entered into a business development agreement with Anant Raj Industries Limited, the holding company whereby the Company has given irrevocable development rights in respect of identified lands acquired by the Company in favor of its holding company entitling the holding company to develop, market, sell, realize and retain the entire sale proceeds of the project to be developed by it on such land.
- 14 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	For the year
		ended March	ended March
		31, 2012	31, 2011
Profit/(Loss) attributable to equity shareholders	Rs.	(27,632)	245,131
Nominal value of equity share	Rs.	10	10
Weighted average number of equity shares outstanding during the year	No.	50,000	42,329
Basic and diluted earnings per share	Rs.	(0.55)	5.79

#### 15 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 Subsidiary Company

Aakashganga Realty Pvt. Ltd.

Aarkarshak Realtors Pvt. Ltd.

Advance Buildcon Pvt. Ltd.

Anant Raj Cons. & Development 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 Buildtech Pvt. Ltd.

Echo Properties Pvt. Ltd.

Jasmine Buildwell 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.



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.	Red Sea Realty Pvt. Ltd.
Elevator Properties Pvt. Ltd.	Rising Realty Pvt. Ltd.
Empire Promoters Pvt. Ltd.	Rolling Construction Pvt. Ltd.
Excellent Inframart Pvt. Ltd.	Romano Estate Pvt. Ltd.
Fabulous Builders Pvt. Ltd.	Romano Infrastructure Pvt. Ltd.
Four Construction Pvt. Ltd.	Romano Projects Pvt. Ltd.
Gadget Builders Pvt. Ltd.	Romano Tiles Pvt. Ltd.
Gagan Buildtech 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 Bulldwell 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 Bulldwell 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 & Company

Key management Personnel

Omi Chand Rajput

Ajay Singh Pathania

Achhey Lal

Chairman

Director

Director

Note: 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	Share capital acquired and issued to holding company	Anant Raj Industries Ltd.	-	500,000
2	Short term borrowings received from holding company	Anant Raj Industries Ltd.	3,600,000	37,013
3	Short term borrowings repaid to holding company	Anant Raj Industries Ltd.	1,100,000	-
4	Sale of development rights	Anant Raj Industries Ltd.	9,503,374	595,994,712



## 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	Equity share capital held by holding company	Anant Raj Industries Ltd.	500,000	500,000
2	Short term borrowings payable to holding company	Anant Raj Industries Ltd.	2,537,013	37,013

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

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

18 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 Statement of Profit and Loss.

Directors

  
Ajay Singh Pathania

  
Omi Chand Rajput



May 25, 2012  
New Delhi

**GLAZE PROPERTIES 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 operations		(27,632)	366,297
Unamortised expenditure written off		1,621	1,621
Interest received		-	(4,737)
<b>Operating Profit before working capital changes</b>		<b>(26,011)</b>	<b>363,181</b>
Decrease/(Increase) in other current assets		(3,053,000)	(155,000)
Increase/(Decrease) in other current liabilities		4,824	11,030
<b>Cash generated from operation</b>		<b>(3,074,187)</b>	<b>219,211</b>
Tax paid during the year		(121,166)	-
<b>Net cash from operating activities</b>	<b>(A)</b>	<b>(3,195,353)</b>	<b>219,211</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Interest received		-	4,737
<b>Net cash from investing activities</b>	<b>(B)</b>	<b>-</b>	<b>4,737</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of equity shares		-	400,000
Increase/(Decrease) in short term borrowings		2,500,000	37,013
<b>Net cash used in financing activities</b>	<b>(C)</b>	<b>2,500,000</b>	<b>437,013</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C)</b>	<b>(695,353)</b>	<b>660,961</b>
Cash and cash equivalents - Opening balance		724,481	63,520
Cash and cash equivalents - Closing balance		29,128	724,481

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

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

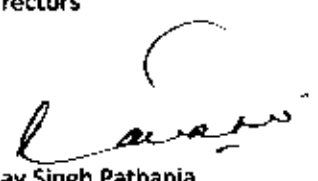
B. Bhushan & Co.  
Chartered Accountants  
By the hand of

  
Abhishek Aneja

Partner  
Membership no. 520224  
May 25, 2012  
New Delhi



Directors

  
Ajay Singh Pathania

  
Omi Chand Rajput