

AUDITOR'S REPORT

To the members of
Kalinga Realtors Private Limited

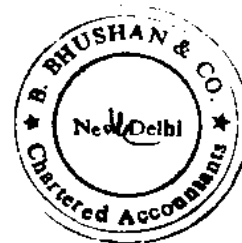
We have audited the attached Balance Sheet of Kalinga Realtors Private Limited as at March 31, 2012, the related Statement of Profit and Loss and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. 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 state of affairs of the Company as at March 31, 2012;
 - b) in the case of Statement of Profit and Loss, of the profit earned 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 18, 2012

B. Bhushan & Co.
Chartered Accountants
Firm Registration No. 0015967
By the hand of



Vishwanand Keshri
Partner

Membership No. 505508



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 Order 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 Order 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 accepted interest bearing long 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. 10,30,98,131 and the year ended balance of said loan was Rs. 10,30,98,131.
 - 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) According to the information and explanation given to us, the aforesaid unsecured loan taken by the Company is refundable upon completion of the project under development and is interest bearing. The event for repayment of loan has not arisen during the year and the Company is regular in paying interest on the aforesaid loan.
- 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 there under.



- 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 not incurred cash losses in the financial year covered by our audit and had also 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 given corporate guarantee for cash credit facilities obtained by its holding company and in our opinion and according to information and explanation given to us, the terms and conditions of the above said guarantee given is not prejudicial to the interest of the Company.
- XVI. The Company has not obtained any term loan during the year.
- 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 given 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.

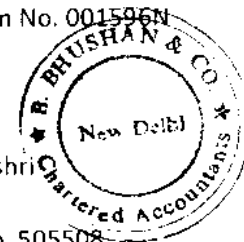
117, New Delhi House,
27, Barakhamba Road,
New Delhi- 110001

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



Vishwanand Keshri
Partner

Membership No. 505508



May 18, 2012

KALINGA REALTORS PRIVATE LIMITED

BALANCE SHEET AS AT MARCH 31, 2012

	Notes	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
I. EQUITY AND LIABILITIES			
Shareholders' fund			
a) Share capital	2	500,000	500,000
b) Reserves and surplus	3	<u>3,543,668</u>	<u>3,345,992</u>
		<u>4,043,668</u>	<u>3,845,992</u>
Non Current liabilities			
a) Long term borrowings	4	103,098,131	99,048,131
Current liabilities			
a) Other current liabilities	5	8,624,082	2,102,886
b) Short term provision	6	<u>88,399</u>	<u>1,516,951</u>
		<u>111,810,612</u>	<u>102,667,968</u>
TOTAL		<u><u>115,854,280</u></u>	<u><u>106,513,960</u></u>
II. ASSETS			
Non current assets			
a) Other non current assets	7	3,964	5,946
Current assets			
a) Cash and bank balances	8	101,070,158	100,026,587
b) Other current assets	9	<u>14,780,158</u>	<u>6,481,427</u>
		<u>115,850,316</u>	<u>106,508,014</u>
TOTAL		<u><u>115,854,280</u></u>	<u><u>106,513,960</u></u>

SIGNIFICANT ACCOUNTING POLICIES

1

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

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

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

Vishwanand Keshri

Vishwanand Keshri
Partner
Membership no. 505508
May 18, 2012
New Delhi



Directors

Roma Sarin
Roma Sarin

Rajeev Trehan
Rajeev Trehan

KALINGA REALTORS 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.
I INCOME			
Revenue from operations	10	-	407,567,490
Other income	11	8,915,980	-
Total revenue		<u>8,915,980</u>	<u>407,567,490</u>
II EXPENSES			
Cost of development rights sold		-	402,822,170
Finance costs	12	8,595,110	-
Other expenses	13	34,795	26,228
Total expense		<u>8,629,905</u>	<u>402,848,398</u>
III Profit before prior period adjustments (I - II)		286,075	4,719,092
IV Prior period adjustments		-	(142,808)
V Profit before tax (III - IV)		286,075	4,861,900
VI Tax expense			
Current tax		88,399	1,516,951
VII Profit for the year from continuing operations (V - VI)		<u>197,676</u>	<u>3,344,949</u>
VIII Earnings per share [equity share, par value of Rs. 10 (Rs. 10) each]			
1) Basic		3.95	66.90
2) Diluted		3.95	66.90

SIGNIFICANT ACCOUNTING POLICIES

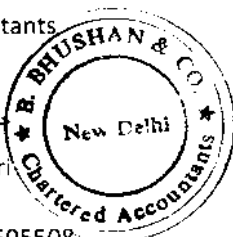
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This is the Statement of Profit and Loss referred in our report of even date addressed to the members of Kalinga Realtors Private Limited.

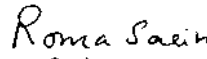
The notes referred above form an integral part of the Statement of Profit and Loss.

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


Vishwanand Keshri
Partner
Membership no. 505508
May 18, 2012
New Delhi



Directors


Roma Sarin


Rajeev Trehan

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.

f) CASH AND CASH EQUIVALENTS

In the Cash Flow Statement, cash and cash equivalents includes cash in hand, demand deposits with banks, other short term highly liquid investments with original maturity of three months or less.



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

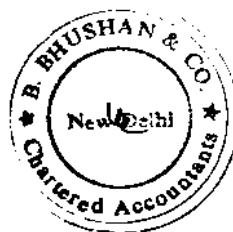
3 RESERVES AND SURPLUS

a) Profit and Loss Account

Opening balance	3,345,992	1,043
Addition during the year	197,676	3,344,949
	3,543,668	3,345,992



	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
4 LONG TERM BORROWINGS		
(Unsecured)		
a) Loan from related party	103,098,131	99,048,131
<p>Loan from related party represents interest bearing unsecured loan obtained from holding company which is repayable on completion of the project under development transferred to its holding company under development rights. There is no repayment of principal due by the Company as at the year end. There is interest payable as at the year end on the above said loan.</p>		
5 OTHER CURRENT LIABILITIES		
a) Other payables		
i) Interest payable	7,735,599	-
ii) Expenses payable	22,472	17,648
iii) Statutory dues payable	859,511	255,635
iv) Creditors for services	6,500	1,829,603
	<u>8,624,082</u>	<u>2,102,886</u>
6 SHORT TERM PROVISIONS		
a) Provision for income tax	88,399	1,516,951
7 OTHER NON CURRENT ASSETS		
a) Unamortised expenditure		
Opening balance	7,928	9,910
Less: Written off during the year	1,982	1,982
	<u>5,946</u>	<u>7,928</u>
Less: Current portion of unamortised expenditure (Refer note 11)	1,982	1,982
	<u>3,964</u>	<u>5,946</u>
8 CASH AND BANK BALANCES		
a) Cash and cash equivalents		
i) Balance with bank in current account	1,066,227	22,596
ii) Cash on hand	3,931	3,991
	<u>1,070,158</u>	<u>26,587</u>
b) Other bank balances		
i) Fixed deposit against margin money*	100,000,000	100,000,000
	<u>101,070,158</u>	<u>100,026,587</u>
<p>*Pledged with the bank as margin against bank guarantee issued by the bank.</p>		
9 OTHER CURRENT ASSETS		
a) Interest accrued but not due	13,877,623	5,853,241
b) Income tax receivable	900,553	626,204
c) Unamortised expenditure	1,982	1,982
	<u>14,780,158</u>	<u>6,481,427</u>



	For the year ended March 31, 2012 Rs.	For the year ended March 31, 2011 Rs.
10 REVENUE FROM OPERATIONS		
a) Sale of development rights	-	407,567,490
11 OTHER INCOME		
a) Interest income	8,915,980	-
12 FINANCE COSTS		
a) Interest paid on loan	8,595,110	-
13 OTHER EXPENSES		
a) Bank charges	550	2,646
b) Payment to auditors as audit fees	22,472	17,648
c) Filing fee	2,112	2,724
d) Legal and professional	7,679	1,228
e) Miscellaneous expenditure written off	1,982	1,982
	<u>34,795</u>	<u>26,228</u>

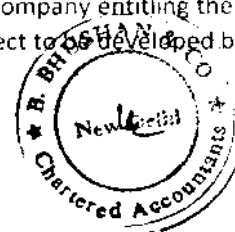
14 CONTINGENT LIABILITIES (to the extent not provide for):**In respect of guarantee given:**

a) Contingent liability in respect of bank guarantee of Rs. 8,61,18,000 (Rs. 8,61,18,000) given by a bank on behalf of the Company in favour of Governor of Haryana acting through the Director, Town & Country Planning Department of Haryana against which the bank holds margin money in the form of fixed deposit. The bank guarantee has been given to secure the obligation of the Company in respect of Internal or External Development works to be carried out by the Company at the development site. In the event of the said bank guarantee is being invoked, total liability on account of Internal and External Development charges will be of Rs. 27,50,48,812 (Rs. 27,50,48,812) along with interest, and the Company has recourse to the holding company, the holder of development rights.

15 The Company has given corporate guarantee for the cash credit limit obtained by its holding company, Anant Raj Industries Limited of Rs. 80 crores (Nil) from State Bank of India by creating a) an equitable mortgage of the land located at Manesar, Gurgaon, Haryana and flats to be constructed thereon, currently subject matter of development rights held by the holding company. The Company holds a counter guarantee from the holding company enforceable in the event of the aforesaid bank enforcing this guarantee.

16

The Company in its capacity as owner of 12.45 acres of land at Gurgaon (Haryana), whereupon development project was sanctioned by the authorities. The Company had entered into a business development agreement with Anant Raj Industries Limited, the holding company whereby the Company had 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.



- 17 The earnings 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 attributable to equity shareholders	Rs.	197,676	3,344,949
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.	3.95	66.90

18 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.	High Land Meadows Pvt. Ltd.
Aarkarshak Realators Pvt. Ltd.	Jasmine Buildwell Pvt. Ltd.
Advance Buildcon Pvt. Ltd.	Jubilant Software Services Pvt. Ltd.
Anant Raj Cons. & Development Pvt. Ltd.	Kalinga Buildtech 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.	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.



KALINGA REALTORS PRIVATE LIMITED
Notes to financial statement for the year ended March 31, 2012

Gadget Builders Pvt. Ltd.	Romano Tiles Pvt. Ltd.
Gagan Buildtech Pvt. Ltd.	Rose Realty Pvt. Ltd.
Glaze Properties Pvt. Ltd.	Roseview Buildtech Pvt. Ltd.
Good Luck Buildtech Pvt. Ltd.	Roseview Properties Pvt. Ltd.
Grand Buildtech Pvt. Ltd.	Saffron View Properties Pvt. Ltd.
Grand Park Buildtech Pvt. Ltd.	Sand Storm Buildtech Pvt. Ltd.
Grand Park Estates Pvt. Ltd.	Sartaj Developers & Promoters Pvt. Ltd.
Greatway Estates Ltd.	Sovereign Buildwell Pvt. Ltd.
Greatways Buildtech Pvt. Ltd.	Spring View Developers Pvt. Ltd.
Green Line Buildcon Pvt. Ltd.	Spring view Properties Pvt. Ltd.
Green Line Promoters Pvt. Ltd.	Suburban Farms Pvt. Ltd.
Green Retreat and Motels Pvt. Ltd.	Three Star Realty Pvt. Ltd.
Green View Buildwell Pvt. Ltd.	Townsend Cons. & Equipments Pvt. Ltd.
Green Way Promoters Pvt. Ltd.	Tumhareliye Realty Pvt. Ltd.
Green Wood Properties Pvt. Ltd.	Twenty First Developers Pvt. Ltd.
Gujarat Anant Raj Vidhyanagar Ltd.	Vibrant Buildmart Pvt. Ltd.
Hamara Realty Pvt. Ltd.	West Land Buildcon Pvt. Ltd.
Hemkunt Promoters Pvt. Ltd.	Woodland Promoters Pvt. Ltd.

Partnership firm in which holding company is partner

Ganga Bishan & Company

Key management Personnel

Rajeev Trehan	Chairman
Roma Sarin	Director
Sunaini 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:

Sl. No.	Nature of Transactions	Related party	For the year ended March 31, 2012 Rs.	For the year ended March 31, 2011 Rs.
1	Long term borrowings received from holding company	Anant Raj Industries Ltd.	4,050,000	590,000
2	Long term borrowings repaid to holding company	Anant Raj Industries Ltd.	-	271,391,769
3	Sale of development rights	Anant Raj Industries Ltd.	-	407,567,490
4	Interest paid on long term borrowings to holding company	Anant Raj Industries Ltd.	8,595,110	-

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	Long term borrowings payable to holding company	Anant Raj Industries Ltd.	103,098,131	99,048,131
3	Interest payable on long term borrowings to holding company	Anant Raj Industries Ltd.	7,735,599	-



- 19 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.
- 20 Previous year figures have been regrouped or recast, wherever necessary, in order to confirm to this year's presentation.
- 21 Figures and words in brackets relate to the previous year unless otherwise indicated.

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

Directors



Roma Sarin
Roma Sarin

Rajeev Trehan
Rajeev Trehan

May 18, 2012
New Delhi

KALINGA REALTORS PRIVATE LIMITED

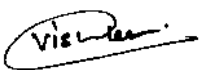
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2012

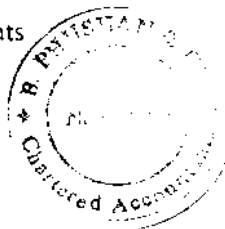
	For the year ended March 31, 2012 Rs.	For the year ended March 31, 2011 Rs.
A. CASH FLOW FROM OPERATIONS		
Profit before tax from continuing operations	286,075	4,719,092
Prior period adjustment	-	142,808
Interest paid	8,595,110	-
Miscellaneous expenditure written off	1,982	1,982
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	8,883,167	4,863,882
Adjustment for:		
(Increase)/Decrease in other current Assets	(8,024,382)	(5,045,537)
Increase/(Decrease) in other current liabilities	6,521,196	2,045,769
Cash generated from operations	7,379,981	1,864,114
Tax paid during the year	(1,791,300)	(626,071)
Net cash from operating activities	(A) 5,588,681	1,238,043
B. CASH FLOW FROM INVESTING ACTIVITIES		
Changes in capital work in progress	-	269,217,645
Net cash from investing activities	(B) -	269,217,645
C. CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(Decrease) in long term borrowings	4,050,000	(270,801,769)
Interest paid	(8,595,110)	-
Net cash used in financing activities	(C) (4,545,110)	(270,801,769)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(A+B+C) 1,043,571	(346,081)
Cash and cash equivalents - Opening balance	26,587	372,668
Cash and cash equivalents - Closing balance	1,070,158	26,587

Note: Figures in brackets indicate cash outflow

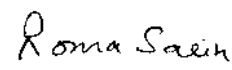
This is the Cash Flow Statement referred to in our report of even date attached.


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


Vishwanand Keshri
Partner
Membership no. 505508
May 18, 2012
New Delhi



Directors


Roma Sarin


Rajeev Trehan