

## AUDITOR'S REPORT

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To the members of  
**Park Land Construction and Equipments Private Limited**

We have audited the attached Balance Sheet of Park Land Construction and Equipments 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.
- 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 accounting policies and notes thereto, give the information required by the Companies Act, 1956, in the manner

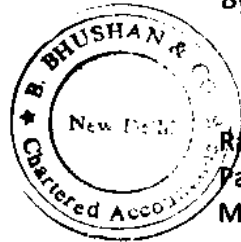


so required and gives a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2012; and
- 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



*Rakesh Jain*  
Rakesh Jain  
Partner  
Membership No. 086501

May 08, 2012

**PARK LAND CONSTRUCTION AND EQUIPMENTS 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	(232,740)	(52,929)
		<u>267,260</u>	<u>447,071</u>
<b>Current liabilities</b>			
a) Short term borrowings	4	-	284,765
b) Other current liabilities	5	19,457	17,648
		<u>19,457</u>	<u>302,413</u>
<b>TOTAL</b>		<u><b>286,717</b></u>	<u><b>749,484</b></u>
<b>II. ASSETS</b>			
<b>Current assets</b>			
a) Cash and bank balances	6	281,042	568,598
b) Other current assets	7	5,675	180,886
		<u>286,717</u>	<u>749,484</u>
<b>TOTAL</b>		<u><b>286,717</b></u>	<u><b>749,484</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 Park Land Construction And Equipments Private Limited.

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

B. Bhushan & Co.

Chartered Accountants

By the hand of

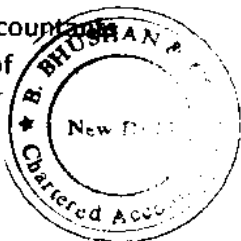
*Rakesh Jain*

Rakesh Jain  
Partner

Membership no. 086501

May 08, 2012

New Delhi



Directors

*Ajay Singh Pathania*  
Ajay Singh Pathania

*Navneet Singh Bhatia*  
Navneet Singh Bhatia

**PARK LAND CONSTRUCTION AND EQUIPMENTS 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	8	14,301	2,827
<b>Total revenue</b>		<u>14,301</u>	<u>2,827</u>
<b>II EXPENSES</b>			
Other expenses	9	194,112	24,129
<b>Total expenses</b>		<u>194,112</u>	<u>24,129</u>
<b>III Profit/(Loss) before tax (I - II)</b>		<b>(179,811)</b>	<b>(21,302)</b>
<b>IV Tax expense</b>		-	-
<b>V Profit/(Loss) for the year from continuing operations (III - IV)</b>		<u><b>(179,811)</b></u>	<u><b>(21,302)</b></u>
<b>VI Earnings per share [equity share, par value of Rs. 10 (Rs. 10) each]</b>			
1) Basic		-3.60	-0.50
2) Diluted		-3.60	-0.50

**SIGNIFICANT ACCOUNTING POLICIES**

**1**

This is the Statement of Profit and Loss referred in our report of even date addressed to the members of Parkland Construction And Equipments 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*

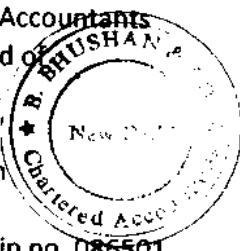
Rakesh Jain

Partner

Membership no. 086501

May 08, 2012

New Delhi



Directors

*Ajay Singh Pathania*  
Ajay Singh Pathania

*Navneet Singh Bhatia*  
Navneet Singh Bhatia

**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) 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.



**PARK LAND CONSTRUCTION AND EQUIPMENTS PRIVATE LIMITED**  
**Notes to financial statement for the year ended March 31, 2012**

	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	10,000	100,000
Share 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
<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**

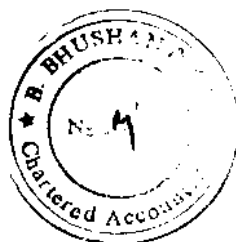
Opening balance	(52,929)	(31,627)
Addition during the year	(179,811)	(21,302)
	(232,740)	(52,929)



**PARK LAND CONSTRUCTION AND EQUIPMENTS PRIVATE LIMITED**

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

	As at March 31, 2012 Rs.	As at March 31, 2011 Rs.
<b>4 SHORT TERM BORROWINGS (Unsecured)</b>		
a) Loan from related party	-	284,765
<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	19,457	17,648
<b>6 CASH AND BANK BALANCES</b>		
a) Cash and cash equivalents		
i) Balance with bank in current account	64,154	363,163
ii) Cash on hand	5,435	5,435
	69,589	368,598
b) Other bank balances		
i) Deposits with original maturity of more than 3 months but less than 12 months	211,453	200,000
	281,042	568,598
<b>7 OTHER CURRENT ASSETS</b>		
a) Unamortised expenditure		
Opening balance	178,059	178,059
Less: Written off during the year	178,059	-
	-	178,059
b) Accrued interest	3,166	2,827
c) Income tax receivable	2,509	-
	5,675	180,886
	<b>For the year ended March 31, 2012 Rs.</b>	<b>For the year ended March 31, 2011 Rs.</b>
<b>8 OTHER INCOME</b>		
a) Interest income	14,301	2,827
<b>9 OTHER EXPENSES</b>		
a) Payment to auditors as audit fees	8,427	6,618
b) Filing fee	1,010	3,500
c) Legal and professional	6,066	2,431
d) Bank charges	550	550
e) Printing and stationary	-	11,030
f) Unamortised expenditure written off	178,059	-
	194,112	24,129



**PARK LAND CONSTRUCTION AND EQUIPMENTS PRIVATE LIMITED****Notes to financial statement for the year ended March 31, 2012**

- 10 The Company proposes to undertake development of real estate project and directors are identifying for suitable opportunity in this regard.
- 11 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.	(179,811)	(21,302)
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.	(3.60)	(0.50)

**12 Related Party Disclosures**

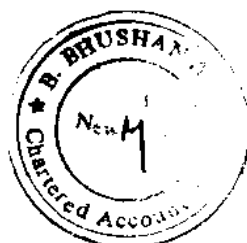
Pursuant to Accounting Standard (AS18) - "Related Party Disclosure" issued by Institute of Chartered Accountants of India following parties are to be treated as related parties along with their relationships:

**a) Name of related parties and description of relationships :****Holding Company**

Anant Raj Industries Limited

**Fellow Subsidiary Company**

Aakashganga Realty Pvt. Ltd.	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.	Kalinga Realtors Pvt. Ltd.
Anant Raj Housing Ltd.	Krishna Buildtech Pvt. Ltd.
Anant Raj Projects Ltd.	Lucky Meadows Pvt. Ltd.
Ankur Buildcon Pvt. Ltd.	Monarch Buildtech Pvt. Ltd.
A-Plus Estates Pvt. Ltd.	North South Properties Pvt. Ltd.
BBB Realty Pvt. Ltd.	Novel Buildmart Pvt. Ltd.
Blossom Buildtech Pvt. Ltd.	Novel Housing Pvt. Ltd.
Bolt Properties Pvt. Ltd.	One Star Realty Pvt. Ltd.
Capital Buildcon Pvt. Ltd.	Oriental Meadows Ltd.
Capital Buildtech Pvt. Ltd.	Oriental Promoters Pvt. Ltd.
Carnation Buildtech Pvt. Ltd.	Papillon Buildcon Pvt. Ltd.
CCC Realty Pvt. Ltd.	Papillon Buildtech 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.





**PARK LAND CONSTRUCTION AND EQUIPMENTS PRIVATE LIMITED**

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

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.
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 &amp; Company

**Key management Personnel**

Navneet Singh Bhatia

Chairman

Ajay Singh Pathania

Director

Achhey Lal

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 borrowing received from holding company	Anant Raj Industries Ltd.	-	284,765
3	Short term borrowing repaid to holding company	Anant Raj Industries Ltd.	284,765	-
4	Purchase of land	Anant Raj Industries Ltd.	-	14,455,316
5	Sale of land	Anant Raj Industries Ltd.	-	15,323,871



**PARK LAND CONSTRUCTION AND EQUIPMENTS PRIVATE LIMITED**  
**Notes to financial statement for the year ended March 31, 2012**


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 repayable to holding company	Anant Raj Industries Ltd.	-	284,765

- 13 The Company has written off entire unamortised expenditure during the year.
- 14 In the opinion of the management, the current assets, if realized in the ordinary course of business, would realize a sum equal to that stated in the Balance Sheet.
- 15 Previous year figures have been regrouped or recast, wherever necessary, in order to confirm to this year's presentation.
- 16 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

  
Ajay Singh Pathania

  
Navneet Singh Bhatia

May 08, 2012  
New Delhi



PARK LAND CONSTRUCTION AND EQUIPMENTS 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	(179,811)	(21,302)
Interest received	(14,301)	(2,827)
Unamortised expenditure written off	178,059	-
<b>Adjustments for working capital changes:</b>		
Decrease/(Increase) in other current assets	(339)	(2,827)
Increase/(Decrease) in other current liabilities	1,809	11,030
<b>Net cash from operating activities</b>	<b>(14,583)</b>	<b>(15,926)</b>
Tax paid during the year	(2,509)	-
<b>Net cash used in operating activities</b>	<b>(17,092)</b>	<b>(15,926)</b>
	<b>(A)</b>	
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Investment in bank deposits (having original maturity of more than 3 months)	(11,453)	(200,000)
Interest received	14,301	2,827
<b>Net cash from investing activities</b>	<b>2,848</b>	<b>(197,173)</b>
	<b>(B)</b>	
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of equity share capital	-	400,000
Increase/(Decrease) in short term borrowings	(284,765)	134,765
<b>Net cash used in financing activities</b>	<b>(284,765)</b>	<b>534,765</b>
	<b>(C)</b>	
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C)</b>	
Cash and cash equivalents - Opening balance	(299,009)	321,666
Cash and cash equivalents - Closing balance	368,598	46,932
	69,589	368,598

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

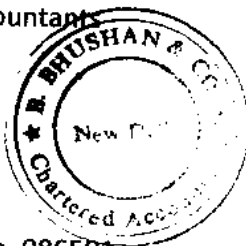
This the Cash Flow Statement referred to in our report of even date attached.

B. Bhushan & Co.

Chartered Accountants

By the hand of

*Rakesh Jain*



Rakesh Jain

Partner

Membership no. 086501

May 08, 2012

New Delhi

Directors

*Ajay Singh Pathania*  
Ajay Singh Pathania

*Navneet Singh Bhatia*  
Navneet Singh Bhatia