

# INDEPENDENT AUDITOR'S REPORT

To the Members of Romano Tiles Private Limited

## 1) Report on the Financial Statements

We have audited the accompanying financial statements of Romano Tiles Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

## 2) Management's Responsibility for the Financial Statements.

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## 3) Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## 4) Unqualified Opinion

Further to our comments in the Annexure referred in para 5(a) of this Report, in our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (b) In the case of the 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 the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.



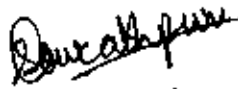
## 5) Report on Other Legal and Regulatory Requirements

- a) As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- b) As required by section 227(3) of the Act, we report that:
- 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;
  - 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;
  - The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
  - On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

303, Padma Tower - II,  
Rajendra Place,  
Delhi- 110008

Delhi  
May 10, 2013



B. Bhushan & Co.  
Chartered Accountants  
Firm Registration No. 001596N  
By the hand of   
Sourabh Puri  
Partner  
Membership No. 523634

## ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

(Annexure referred to in paragraph 5(a) of the Independent Auditor's report of even date to the members of Romano Tiles Private Limited on the financial statements for the year ended March 31, 2013)

- I. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
(b) The fixed assets of the Company have been physically verified by the management during the year and no material discrepancies were noticed on such verification compared to book records.  
(c) In our opinion, the Company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the Company is not affected.
- II. (a) The inventories were physically verified by the management at reasonable intervals during the year.  
(b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.  
(c) The Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been properly dealt with in the books of account.
- III. 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. Accordingly, provisions of clause 4(iii)(a) to 4(iii)(d) of the Order are not applicable to the Company.  
(e) The Company has taken long term unsecured loan from its holding company, listed in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year and the year ended balance of the said loan was Rs. 5,52,11,662.  
(f) In our opinion and according to the information and explanations given to us, the above loan is interest free, and other terms and conditions of such loans, as per mutually agreed stipulations, are not prima facie prejudicial to the interests of the Company.  
(g) In our opinion and according to the information and explanations given to us, the event for repayment of principal has not arisen and also no interest is due for payment as at the year end.
- 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 and according to the information and explanation given to us, the Company is not subject to internal audit. However, 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 provident fund, investor education and protection fund, employees' state insurance, income-tax, sales tax, wealth-tax, service tax, customs duty, cess and other statutory dues applicable to it, and no undisputed amounts payable were outstanding as at March 31, 2013 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 has accumulated losses as at the end of the financial year which is more than fifty percent of its net worth. The Company has incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year. However, the accounts are continued to be prepared on a going concern basis.*
- XI. The Company did not have any outstanding dues to any banks, financial institutions or debenture holders.
- 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 or debentures.
- XV. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.



- XVI. The Company has not obtained any term loans.
- XVII. According to the information and explanations given to us, the Company has not raised any funds on short term basis.
- 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 during the year.
- XIX. The Company has not issued any debentures during the year.
- XX. The Company has not raised any money by way of public issue during the year
- XXI. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the management.

303, Padma Tower - II,  
Rajendra Place,  
Delhi- 110008

Delhi  
May 10, 2013



B. Bhushan & Co.  
Chartered Accountants  
Firm Registration No. 001596N  
By the hand of  
*Sourabh Puri*  
Sourabh Puri  
Partner  
Membership No. 523634

**ROMANO TILES PRIVATE LIMITED**

**BALANCE SHEET AS AT MARCH 31, 2013**

	Notes	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' fund</b>			
a) Share capital	2	500,000	500,000
b) Reserves and surplus	3	<u>(1,883,049)</u>	<u>(1,498,341)</u>
		<u>(1,383,049)</u>	<u>(998,341)</u>
<b>Non current liabilities</b>			
a) Long term borrowings	4	55,211,662	55,011,662
b) Deferred tax liability (net)		556	852
		<u>55,212,218</u>	<u>55,012,514</u>
<b>Current liabilities</b>			
a) Other current liabilities	5	49,709	17,788
<b>TOTAL</b>		<u><u>53,878,878</u></u>	<u><u>54,031,961</u></u>
<b>II. ASSETS</b>			
<b>Non current assets</b>			
a) Fixed assets	6	53,128,649	53,130,234
i) Tangible assets	7	55,000	55,000
b) Non current investments	8	79,290	79,290
c) Long term loans and advances		<u>53,262,939</u>	<u>53,264,524</u>
<b>Current assets</b>			
a) Inventories	9	110,792	281,674
b) Cash and bank balances	10	446,042	440,320
c) Short term loans and advances	11	6,623	3,031
d) Other current assets	12	52,482	42,412
		<u>615,939</u>	<u>767,437</u>
<b>TOTAL</b>		<u><u>53,878,878</u></u>	<u><u>54,031,961</u></u>

**SIGNIFICANT ACCOUNTING POLICIES**  
**NOTES TO THE FINANCIAL STATEMENTS**

1  
2-26

The accompanying notes are an integral part of the financial statements.

As per our report of even date.

B. Bhushan & Co.  
Chartered Accountants  
By the hand of  
*Sourabh Puri*  
Sourabh Puri  
Partner  
Membership no. 523634  
May 10, 2013  
Delhi



Directors  
*[Signature]*  
Anjan Sarin  
*[Signature]*  
Jayanti Sarin

ROMANO TILES PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2013

	Notes	For the year ended March 31, 2013 Rs.	For the year ended March 31, 2012 Rs.
<b>I INCOME</b>	<b>13</b>		11,625
Revenue from operations	<b>14</b>	41,976	41,792
Other income		41,976	53,417
<b>Total income</b>			
<b>II EXPENSES</b>	<b>15</b>	27,698	11,223
Decrease in inventory of traded goods		143,184	268
Consumption of packing material		1,585	2,389
Depreciation	<b>16</b>	254,513	218,778
Other expenses		426,980	232,658
<b>Total expenses</b>		<b>(385,004)</b>	<b>(179,241)</b>
<b>III Profit/(Loss) before tax (I - II)</b>			
<b>IV Tax expense</b>			
Current tax		(296)	(482)
Deferred tax		(296)	(482)
<b>V Profit/(Loss) for the year from continuing operations (III - IV)</b>		<b>(384,708)</b>	<b>(178,759)</b>
<b>VI Earnings per share [equity share, par value of Rs. 10 (Rs. 10) each]</b>		<b>-7.69</b>	<b>-3.58</b>
1) Basic		-7.69	-3.58
2) Diluted			

**SIGNIFICANT ACCOUNTING POLICIES**  
**NOTES TO THE FINANCIAL STATEMENTS**

**1**  
**2-26**

The accompanying notes are an integral part of the financial statements.

As per our report of even date.

B. Bhushan & Co.  
Chartered Accountants  
By the hand of  
*Sourabh Puri*  
Sourabh Puri  
Partner  
Membership no. 523634  
May 10, 2013  
Delhi



Directors  
*Anshu Sarin*  
Anshu Sarin  
*Jayanti Sarin*  
Jayanti Sarin

**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.

**b) TANGIBLE ASSETS**

Tangible assets are stated at cost including incidental expenses, less accumulated depreciation and impairment losses. Cost comprises the purchase price and any attributable cost incurred in bringing the asset to its working condition for its intended use.

**c) IMPAIRMENT OF ASSETS**

Consideration is given at each Balance Sheet to determine whether there is any indication of impairment of the carrying amount of the Company's tangible assets. If any indication exists, the recoverable value of assets is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount, the latter being greater of net selling price and value in use.

**d) INVESTMENTS**

Long term investments are valued at cost. Provision is made for diminution in the value of investments where in the opinion of the Board of Directors such diminution is other than temporary.

**e) INVENTORIES**

Inventories comprise of traded goods and packing material, which are valued at cost or net realizable value whichever is lower, as per the First in First Out method. Cost of inventories comprises of purchase price including other expenditure directly attributable for bringing the inventories to its present location and condition.

**f) DEPRECIATION**

Depreciation on fixed assets is charged on the written down value method at rates as specified in Schedule XIV of the Companies Act, 1956. Depreciation on the purchase of assets during the year has been provided on pro-rata basis according to the period, such assets was put to use during the year.

**g) RECOGNITION OF REVENUE AND EXPENDITURE**

Income and expenditure are accounted for on accrual basis.





**h) 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.

**i) 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

**j) TAXES ON INCOME**

The accounting treatment followed for taxes on income is to provide for Current Tax and Deferred Tax. Provision for current income tax is made for the tax liability payable on taxable income ascertained in accordance with the applicable tax rates and laws.

Deferred tax assets and liabilities are recognized for the future tax consequences attributable to timing differences between the financial statements, carrying amounts of existing assets and liabilities and their respective tax bases and carry forwards of operating loss. Deferred tax assets and liabilities are measured on the timing differences applying the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Changes in deferred tax assets and liabilities between one Balance Sheet date and the next, are recognized in the Statement of Profit and Loss in the year of change. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in the Statement of Profit and Loss in the year of

Deferred tax assets are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available against which these assets can be realized in future, whereas in case of existence of unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is virtual certainty of realization backed by convincing evidence. Deferred tax assets are reviewed at each Balance Sheet date.

**k) 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 maturities of three months or less.



**ROMANO TILES PRIVATE LIMITED**

**Notes to financial statements for the year ended March 31, 2013**

	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
<b>2 SHARE CAPITAL</b>		
<b>Authorized</b>	1,000,000	1,000,000
100,000 (100,000) equity shares of Rs. 10 (Rs. 10) each		
<b>Issued, subscribed, and fully paid up</b>	500,000	500,000
50,000 (50,000) equity shares of Rs. 10 (Rs. 10) each fully paid up		

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

	As at March 31, 2013		As at March 31, 2012	
	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 Limited**

*40,000 (*40,000) equity shares of Rs. 10 (Rs. 10) each fully paid up	400,000	400,000
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\*Includes 6 (6) equity shares held by nominees of the holding company, Anant Raj Limited

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

	As at March 31, 2013		As at March 31, 2012	
	Number	% holding	Number	% holding
<b>Equity Shares of Rs. 10 (Rs. 10) each fully paid up</b>				
i) Anant Raj Limited	40,000	80%	40,000	80%
ii) Excel Infotech Ltd.	10,000	20%	10,000	20%



**ROMANO TILES PRIVATE LIMITED**  
**Notes to financial statements for the year ended March 31, 2013**

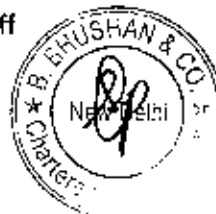
	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
<b>3 RESERVES AND SURPLUS</b>		
a) (Deficit) as per Statement of Profit and Loss	(1,498,341)	(1,319,582)
Opening balance	(384,708)	(178,759)
Addition during the year	<u>(1,883,049)</u>	<u>(1,498,341)</u>
<b>4 LONG TERM BORROWINGS</b> (Unsecured)		
a) Loan from related party	<u>55,211,662</u>	<u>55,011,662</u>
<p>Loan from related party represents non interest bearing unsecured loan obtained from holding company utilised for purchase of factory land, whereupon the plan to set up factory is under implementation, which loan is repayable when the Company start yielding revenue from the business. 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	45,907	17,236
i) Expenses payable	3,802	552
ii) Statutory dues payable	<u>49,709</u>	<u>17,788</u>
<b>7 NON CURRENT INVESTMENT</b> Trade and Unquoted Investment (At cost)		
a) Investment in government securities	<u>55,000</u>	<u>55,000</u>
<b>8 LONG TERM LOANS AND ADVANCES</b> (Unsecured, considered good)		
a) Security deposits	<u>79,290</u>	<u>79,290</u>
<b>9 INVENTORIES</b> {As taken and valued by management)		
a) Traded goods	110,792	138,490
b) Packing material	-	143,184
	<u>110,792</u>	<u>281,674</u>
<p>Inventories comprise of traded goods and packing material, which are valued at cost or net realizable value whichever is lower, as per the First In First Out method. Cost of inventories comprises of purchase price including other expenditure directly attributable for bringing the inventories to its present location and condition.</p>		
<b>10 CASH AND BANK BALANCES</b>		
a) Cash and cash equivalents	38,734	61,171
i) Balance with bank in current accounts	123	278
ii) Cash on hand	<u>38,857</u>	<u>61,449</u>
b) Other bank balances	407,185	378,871
- Fixed deposit against margin money*	<u>446,042</u>	<u>440,320</u>

\*Pledged with the bank as margin against bank guarantee issued by the bank.



**ROMANO TILES PRIVATE LIMITED**
**Notes to financial statements for the year ended March 31, 2013**

	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
<b>11 SHORT TERM LOANS AND ADVANCES</b> (Unsecured and considered good)		
a) Income tax receivable	6,623	3,031
<b>12 OTHER CURRENT ASSETS</b>		
a) Unamortised expenditure	-	6,937
Opening balance	-	6,937
Less: Amount written off during the year	-	-
	52,482	42,412
b) Interest accrued but not due	52,482	42,412
	For the year ended March 31, 2013 Rs.	For the year ended March 31, 2012 Rs.
<b>13 REVENUE FROM OPERATIONS</b>	-	11,625
a) Sale of ceramic tiles		
<b>14 OTHER INCOME</b>	35,832	30,125
a) Interest on fixed deposits	6,144	5,679
b) Interest on national saving certificate	-	5,988
c) Interest received on Income tax refund	41,976	41,792
<b>15 DECREASE IN INVENTORIES OF TRADED GOODS</b>		
a) Ceramic Tiles	138,490	149,713
Opening balance	110,792	138,490
Closing balance	27,698	11,223
<b>16 OTHER EXPENSES</b>	207,303	177,978
a) Security expenses	12,281	12,343
b) Legal and professional	11,236	11,236
c) Payment to auditors as audit fees	14,844	7,800
d) Water charges	8,045	-
e) Rent	762	1,362
f) Filing fees	-	288
g) Bank charges	42	553
h) Interest paid	-	281
i) Balance written off	-	6,937
j) Unamortised expenditure written off	254,513	218,778



**ROMANO TILES PRIVATE LIMITED****Notes to financial statement for the year ended March 31, 2013**

17 Fixed deposit receipts pledged with Sales Tax Authorities are Rs. 4,07,185 (Rs. 3,78,871).

18 The Company is carrying on the business of dealing in ceramic tiles and is in the process of implementing its plan to setup a ceramic tiles manufacturing plant in Gujarat on land allotted to the Company by Gujarat Industrial Development Corporation.

19 In accordance with the provisions of Accounting Standard-22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the Company has recognized deferred tax liability of Rs. 556 (Rs. 852) as at March 31, 2013. The major components of the same are as under:

Particulars	As at March 31, 2012 Rs.	As at March 31, 2013 Rs.	For the year Rs.
Deferred tax liability			(296)
- On Fixed assets	852	556	

The net deferred tax assets of Rs. 296 (Rs. 482) for the year has been credited to Statement of Profit and Loss.

The Company has not recognised deferred tax assets on carried forward of losses during the year in the absence of virtual certainty of its realization in subsequent periods.

20 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, 2013	For the year ended March 31, 2012
Profit/(Loss) attributable to equity shareholders	Rs.	(384,708)	(178,759)
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.	(7.69)	(3.58)

**21 Related Party Disclosures:**

Pursuant to Accounting Standard (AS-18) on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India following parties are to be treated as related parties along with their relationships:

a) List of related parties where control exists and other related parties with whom transactions have taken place and relationships:

**Holding Company**

Anant Raj Limited

**Fellow Subsidiaries**

Aakashganga Realty Pvt. Ltd.

Advance Buildcon Pvt. Ltd.

Anant Raj Cons. & Development Pvt. Ltd.

Anant Raj Hotels Ltd.

Anant Raj Housing Ltd.

Anant Raj Infrastructure Pvt. 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.  
Century Promoters Pvt. Ltd.  
Destination Properties Pvt. Ltd.  
Echo Buildtech Pvt. Ltd.  
Echo Properties Pvt. Ltd.  
Elegant Buildcon Pvt. Ltd.  
Elegant Estates Pvt. Ltd.  
Elevator Buildtech Pvt. Ltd.  
Elevator Promoters Pvt. Ltd.  
Elevator Properties Pvt. Ltd.  
Empire Promoters Pvt. Ltd.  
Excellent Inframart Pvt. Ltd.  
Fabulous Builders Pvt. Ltd.  
Four Construction Pvt. Ltd.  
Gadget Builders Pvt. Ltd.  
Gagan Buildtech Pvt. Ltd.  
Glaze Properties Pvt. Ltd.  
Goodluck Buildtech Pvt. Ltd.  
Grand Buildtech Pvt. Ltd.  
Grand Park Estates Pvt. Ltd.  
Grandpark Buildtech Pvt. Ltd.  
Grandstar Realty Ltd.  
Greatway Estates Ltd.  
Greatways Buildtech Pvt. Ltd.  
Green Retreat & Motels Pvt. Ltd.  
Green Valley Builders Pvt. Ltd.  
Green View Buildwell Pvt. Ltd.  
Green Way Promoters Pvt. Ltd.  
Greenline Buildcon Pvt. Ltd.  
Greenline Promoters Pvt. Ltd.  
Greenwood Properties Pvt. Ltd.  
Gujarat Anant Raj Vidhyanagar Ltd.  
Hamara Realty Pvt. Ltd.  
Hemkunt Promoters Pvt. Ltd.  
High Land Meadows 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 Buildtech Pvt. Ltd.  
Papillon Buildcon Pvt. Ltd.  
Park Land Construction & Equipment Pvt. Ltd.  
Park Land Developers Pvt. Ltd.  
Park View Promoters Pvt. Ltd.  
Pasupati Aluminium Ltd.  
Pelikan Estates Pvt. Ltd.  
Pioneer Promoters Pvt. Ltd.  
Rapid Realtors Pvt. Ltd.  
Redsea Realty Pvt. Ltd.  
Rising Realty Pvt. Ltd.  
Rolling Construction Pvt. Ltd.  
Romano Estates Pvt. Ltd.  
Romano Infrastructure Pvt. Ltd.  
Romano Projects Pvt. Ltd.  
Rose Realty Pvt. Ltd.  
Roseview Buildtech Pvt. Ltd.  
Roseview Properties Pvt. Ltd.  
Saffron Views Properties Pvt. Ltd.  
Saiguru Buildmart Pvt. Ltd.  
Sand Storm Buildtech Pvt. Ltd.  
Sartaj Developers & Promoters Pvt. Ltd.  
Sovereign Buildwell Pvt. Ltd.  
Spring View Developers Pvt. Ltd.  
Springview Properties Pvt. Ltd.  
Suburban Farms Pvt. Ltd.  
Three Star Realty Pvt. Ltd.  
Townsend Construction & Equipment Pvt. Ltd.  
Tumhare Liye Realty Pvt. Ltd.  
Twenty First Developers Pvt. Ltd.  
Vibrant Buildmart Pvt. Ltd.  
West Land Buildcon Pvt. Ltd.  
Woodland Promoters Pvt. Ltd.

Partnership firm in which Holding company is partner

Ganga Bishan & Company

Key Management Personnel

Aman Sarin

Jayanti Sarin

Anil Mahindra

Chairman

Director

Director

Note: The related parties relationship is as identified by the management.



## b) Transaction during the year with related parties (excluding reimbursements):

Sl. No.	Nature of Transactions	Related Party	For the year ended March 31, 2013 Rs.	For the year ended March 31, 2012 Rs.
1	Long term borrowings received from holding company	Anant Raj Limited	200,000	3,739,956

## c) Amount outstanding as at March 31, 2013:

Sl. No.	Account Head	Related Party	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
1	Long term borrowings repayable to holding company	Anant Raj Limited	55,211,662	55,011,662

## 22 Additional information pursuant to provisions of para 5 of Part II of Schedule VI of the Companies Act, 1956:

	Current Year		Previous Year	
	Quantity (Boxes)	Value (Rs.)	Quantity (Boxes)	Value (Rs.)
<b>Traded goods-Ceramic tiles</b>				
Opening	1,168	138,490	1,261	149,713
Sales during the year	-	-	93	11,223
Damage during the year	234	27,698	-	-
Closing	934	110,792	1,168	138,490

23 In the opinion and the best estimates of the Board of Directors of the Company barring unforeseen circumstances, the Company will be continuing as going concern in spite of accumulated losses exceeding share capital and reserves of the Company as at the year end.

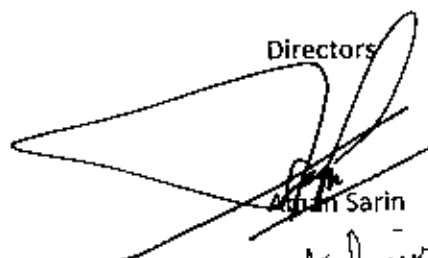
24 In the opinion of the management, current assets, if realized in the ordinary course of business would yield a sum at least equal to that stated in the Balance Sheet.

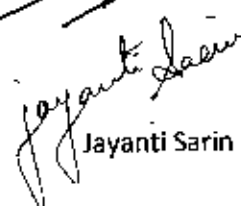
25 Previous year figures have been regrouped/recast, where ever necessary to confirm with this year's presentation.

26 Figures in brackets pertain to the previous year, unless otherwise indicated.

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

Directors

  
Anant Sarin

  
Jayanti Sarin

May 10, 2013  
Delhi



**ROMANO TILES PRIVATE LIMITED**

**Notes to financial statements for the year ended March 31, 2013**

**Notes -6 "Tangible Assets"**

Particulars	Gross Block				Depreciation			NET BLOCK	
	As at April 1, 2012 Rs.	Addition during the year Rs.	Sales during the year Rs.	As at March 31, 2013 Rs.	Upto March 31, 2012 Rs.	During the year Rs.	Upto March 31, 2013 Rs.	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
Land and site development	53,123,945	-	-	53,123,945	-	-	-	53,123,945	53,123,945
Computer	26,200	-	-	26,200	23,481	1,088	24,569	1,631	2,719
Mobile	6,500	-	-	6,500	2,930	497	3,427	3,073	3,570
Total	53,156,645	-	-	53,156,645	26,411	1,585	27,996	53,128,649	53,130,234
Previous year	49,458,977	3,697,668	-	53,156,645	24,022	2,389	26,411	53,130,234	49,434,955





**ROMANO TILES PRIVATE LIMITED**  
**DEPRECIATION UNDER INCOME TAX ACT, 1961**

S. No.	Particulars	WDV as on April 1, 2012 Rs.	Addition during the year			Sales during the year Rs.	Total Rs.	Depreciation		Total Depreciation Rs.	WDV as on March 31, 2013 Rs.
			More than 180 days Rs.	Less than 180 days Rs.				More than 180 days Rs.	Less than 180 days Rs.		
1	Land and site Development	53,123,945	-	-	-	53,123,945	-	-	-	53,123,945	
2	Computer	268	-	-	-	268	161	-	161	107	
3	Mobile	3,393	-	-	-	3,393	509	-	509	2,884	
	<b>Total</b>	<b>53,127,607</b>	-	-	-	<b>53,127,607</b>	<b>670</b>	<b>-</b>	<b>670</b>	<b>53,126,937</b>	

A. Y. 2013-14

ROMANO TILES PRIVATE LIMITED

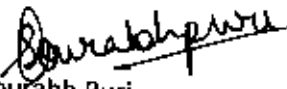
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2013

	For the year ended March 31, 2013 Rs.	For the year ended March 31, 2012 Rs.
<b>A. CASH FLOW FROM OPERATIONS</b>		
Profit/(Loss) before tax from continuing operation	(385,004)	(179,241)
Depreciation	1,585	2,389
Interest received	(35,832)	(30,125)
Unamortised expenditure written off	-	6,937
<b>Operating profit before working capital changes</b>	<b>(419,251)</b>	<b>(200,040)</b>
Adjustment for working capital:		
-Decrease/(Increase) in other current assets	(10,070)	62,203
- Decrease/(Increase) in trade receivable	-	48,938
- Decrease/(Increase) in inventories	170,882	11,491
-Increase/(Decrease) in other current liabilities	31,921	(22,047)
<b>Cash from operating activities</b>	<b>(226,518)</b>	<b>(99,455)</b>
Tax paid during the year	(3,592)	(3,031)
<b>Net cash from operating activities</b>	<b>(A) (230,110)</b>	<b>(102,486)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition to fixed assets	-	(3,697,668)
Deposits with original maturity of more than 3 months	(28,314)	80,617
Interest received	35,832	30,125
<b>Net cash from investing activities</b>	<b>(B) 7,518</b>	<b>(3,586,926)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase/(Decrease) in long term borrowings	200,000	3,739,956
<b>Net cash from financing activities</b>	<b>(C) 200,000</b>	<b>3,739,956</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C) (22,592)</b>	<b>50,544</b>
Cash and cash equivalents - Opening balance	61,449	10,905
Cash and cash equivalents - Closing balance	38,857	61,449

Note: Figures in brackets indicate cash outflow.

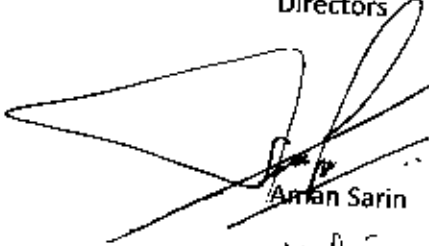
This is the Cash Flow Statement referred to in our report of even date.

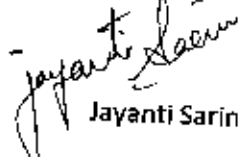
B. Bhushan & Co.  
Chartered Accountants  
By the hand of

  
Sourabh Puri  
Partner  
Membership no. 523634  
May 10, 2013  
Delhi



Directors

  
Anjan Sarin

  
Jayanti Sarin