

## INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

---

To the members of **Romano Estate Management Services Limited**

### **1) Report on the Financial Statements**

We have audited the accompanying financial statements of **Romano Estate Management Services Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143 (10) of the Act. 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view 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 the Company's Directors, 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 on the financial statements.

#### 4) Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, of the state of affairs of the Company as at March 31, 2017, and its loss and its cash flows for the year ended on that date.

#### 5) Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 (the Order) issued by the Central Government of India in terms of section 143 (11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

As required by section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) 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.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule 2014.
- e) On the basis of written representations received from the directors as on March 31, 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i) The Company does not have any pending litigations which would impact its financial position.
  - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Flat No.102B 2nd Floor,  
Pocket –A, DDA Flats,  
Harihar Apartments,  
Ashok Vihar, Phase -II  
Delhi-110052

A.K. Jindal & Associates  
Chartered Accountants  
Firm Registration No. 006659N  
By the hand of

Delhi  
May 19, 2017

Ashok Gupta  
Partner  
Membership No. 085175

## **Annexure-A to the Auditors' Report**

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2017, we report that:

- (i) The Company does not own any fixed assets. Thus, provisions of clause (i)(a), (i)(b) and (i)(c) of paragraph 3 of the order are not applicable to the Company.
- (ii) The Company does not own any inventory. Thus, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) During the Year, the Company has not granted any secured or unsecured loans to Companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Therefore the provisions of clause (iii)(a), (iii)(b) and (iii)(c) of paragraph 3 of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not made any investments in accordance with the provisions of section 186 of the Companies Act 2013. The Company has complied with the provisions of Section 185 of the Companies Act 2013, in respect of loans made by the Company.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of activities carried out by the Company.
- (vii) (a) According to the records of the company the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, Cess and other material statutory dues applicable to it.  
  
According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2017 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 statutory dues which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable to the Company.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable to the Company.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

- (xi) According to the information and explanations given to us, the Company had not paid any managerial remuneration. Hence, paragraph 3(xi) of the order is not applicable to the Company.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

Flat No.102B 2<sup>nd</sup> Floor,  
Pocket -A, DDA Flats  
Harihar Apartments,  
Ashok Vihar, Phase -II  
Delhi-110052

A.K. Jindal & Associates  
Chartered Accountants  
Firm Registration No. 006659N  
By the hand of

Delhi  
May 19, 2017

Ashok Gupta  
Partner  
Membership No. 085175

## **Annexure - B to the Auditors' Report**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **Romano Estate Management Services Limited**("the Company") as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

## **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Flat No.102B 2<sup>nd</sup> Floor,  
Pocket -A,DDA Flats  
Harihar Apartments,  
Ashok Vihar, Phase -II  
Delhi-110052

Delhi  
May 19, 2017

A.K. Jindal & Associates  
Chartered Accountants  
Firm Registration No. 006659N  
By the hand of

Ashok Gupta  
Partner  
Membership No. 085175



**ROMANO ESTATE MANAGEMENT SERVICES LIMITED**  
**Plot No. CP-1, Sector-8, IMT Manesar- 122051 ( Haryana)**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2017**

	Notes	For the year ended March 31, 2017 Rs.	For the year ended March 31, 2016 Rs.
<b>I INCOMES</b>			
Revenue from operations	13	1,20,99,521.38	71,20,789.00
Other income	14	379.00	-
<b>Total income</b>		<u>1,20,99,900.38</u>	<u>71,20,789.00</u>
<b>II EXPENSES</b>			
Cost of material & services consumed	15	1,00,11,111.00	71,43,761.00
Employee benefit expense	16	9,09,445.00	12,00,715.00
Other expenses	17	1,36,691.67	20,890.00
<b>Total expenses</b>		<u>1,10,57,247.67</u>	<u>83,65,366.00</u>
<b>III Profit/(Loss) before tax (I - II)</b>		<b>10,42,652.71</b>	<b>(12,44,577.00)</b>
<b>IV Tax expense</b>			
Current tax expenses for Current Tax	2,12,682		-
Less: MAT Credit Entitlement	<u>198678</u>	14,004.00	-
<b>V Profit/(Loss) after tax from continuing operation (III - IV)</b>		<u><b>10,28,648.71</b></u>	<u><b>(12,44,577.00)</b></u>
<b>VI Other Comprehensive Income</b>			
<b>VII Total Comprehensive Income(V+VI)</b>		<u><u><b>10,28,648.71</b></u></u>	<u><u><b>(12,44,577.00)</b></u></u>
<b>VIII Earnings per share [equity share, par value of Rs. 10 (Rs. 10) each]</b>			
Basic and Diluted	18	20.57	(24.89)
<b>CORPORATE INFORMATION</b>	1		
<b>SIGNIFICANT ACCOUNTING POLICIES</b>	2		
<b>NOTES TO THE FINANCIAL STATEMENTS</b>	3-24		

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

As per our report of even date attached

for A.K. Jindal & Associates

Chartered Accountants

Firm Registration No. 006659N

By the hand of

For and on behalf of the Board of Directors of  
Romano Estate Management Services Limited

Ashok Gupta  
Partner  
Membership No.085175  
Place:New Delhi  
Date: May 19, 2017

Babu Lal Sharma  
DIN: 06849501  
11/2, First Floor,  
East Patel Nagar  
New Delhi-110008

Anil Maini  
DIN:06849619  
12/4, Indira Vikas,  
Colony ( GF )  
Delhi-110009

ROMANO ESTATE MANAGEMENT SERVICES LIMITED  
Statement of Changes in Equity for the year ended March 31,2017.

	Equity Share Capital (A)	OTHER EQUITY					Total Other Equity (B)	Total equity attributable to equity holders of the Company (A)+(B)	
		Securities premium reserve	Reserve & Surplus		Other Comprehensive Income				
			Retained earnings	Capital reserve	General reserve	Equity instruments through other comprehensive income	Other items of other comprehensive income		
Balance as at April 1, 2016	5,00,000.00	-	(12,72,372.00)	-	-	-	-	(12,72,372.00)	(7,72,372.00)
Change in equity profit for the year	-	-	10,28,648.71	-	-	-	-	10,28,648.71	10,28,648.71
Balance as at March 31,2017	5,00,000.00	-	(2,43,723.29)	-	-	-	-	-2,43,723.29	2,56,276.71

ROMANO ESTATE MANAGEMENT SERVICES LIMITED  
Statement of Changes in Equity for the year ended March 31,2016.

	Equity Share Capital (A)	OTHER EQUITY					Total Other Equity (B)	Total equity attributable to equity holders of the Company (A)+(B)	
		Securities premium reserve	Reserve & Surplus		Other Comprehensive Income				
			Retained earnings	Capital reserve	General reserve	Equity Instruments through other comprehensive income	Other items of other comprehensive income		
Balance as at April 1, 2015	5,00,000.00	-	(27,795.00)	-	-	-	-	(27,795.00)	4,72,205.00
Change in equity Loss for the year	-	-	12,44,577.00	-	-	-	-	12,44,577.00	12,44,577.00
Balance as at March 31,2016	5,00,000.00	-	(12,72,372.00)	-	-	-	-	-12,72,372.00	-7,72,372.00

**1 Corporate Information**

Romano Estate Management Services Ltd. is domiciled in India and incorporated under the provisions of the Companies Act, 1956. It is a wholly owned subsidiary of Anant Raj Limited. The Company is engaged in the business of real estate.

**2 SIGNIFICANT ACCOUNTING POLICIES**

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

**i) Accounting Convention**

The Financial Statements are prepared in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Amendments Rules, 2016.

Beginning April 1, 2016 the company has first adopted Ind AS with a transition date of April 1, 2015. For all periods upto and including the year ended March 31, 2016, the company prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act, 2013 read together with Companies (Accounts) Rules, 2014 (Indian GAAP).

The company has adopted all applicable standards and the adoption was carried out in accordance with Ind AS 101 - 'First Time Adoption Of Indian Accounting Standards'.

**Exemptions availed as per Ind AS 101:**

**1) Fair Value of Financial Assets and Liabilities :**

As per the Ind AS exemption, the Company has not fair valued the financial assets and liabilities retrospectively and has measured the same prospectively.

**ii) Basis of Measurement**

The Financial Statements have been prepared on an accrual basis and in accordance with the Historical cost convention, unless otherwise stated. These financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) [Companies (Ind AS) Rules, 2015] and other relevant provisions of the Act. All assets and liabilities are classified into current and non-current based on the operating cycle of less than twelve months or based on the criteria of realisation/settlement within twelve months period from the balance sheet date.

**iii) Cash and Cash equivalents**

Cash and cash equivalents for the purpose of Cash Flow Statement comprise cash in hand and bank balances (including cheques in hand), which are free for withdrawal and usage and short term investment with an original maturity of three months or less.

**iv) Functional and Presentation currency**

The functional and presentation currency of the Company is the Indian Rupees

**b) Use of estimates**

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions.

**c) Recognition of revenue and expenditure**

Income and expenditure are accounted for on accrual basis

**d) Cash flow statement**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a Non - Cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of incomes or expense associated with Investing or Financing cash-flows. The Cash flow from operating, investing and financing activities of the company are segregated.

**e) Provisions**

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

**f) Contingent Liabilities/Assets**

Contingent Liabilities and contingent assets are not recognised in the books of accounts. Provisions are made for the reliably estimated amount of present obligation to pay for the past events. Contingent liabilities are appropriately disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

**g) Tax expenses:**

- a) Current income tax is measured and accounted based on the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961 at the tax rates prevailing during the year.
- b) Deferred tax is measured and accounted based on the tax rates and tax laws enacted or substantively enacted at the Balance sheet date.

**h) Exceptional Items**

Exceptional items are disclosed separately in the financial statements where it is necessary to do so to provide further understanding of the financial performance of the Company. They are material items of income or expense that have been shown separately due to the significance of their nature or amount.



	As at March 31, 2017 Rs.	As at March 31, 2016 Rs.	As at April 1, 2015 Rs.
<b>8 OTHER EQUITY</b>			
Retained Earning			
<b>As at April 1, 2015</b>	(27,795.00)		
Profit/(loss) during the year ended March 31, 2016	(12,44,577.00)		
<b>As at March 31, 2016</b>	(12,72,372.00)		
Profit/(loss) during the year ended March 31, 2017	8,29,970.71		
MAT Credit Entitlement	1,98,678		
<b>As at March 31, 2017</b>	(2,43,723.29)		
<b>NON CURRENT LIABILITIES</b>			
<b>9 other current liability</b>			
<b>Other Long Term Liabilities</b>			
a) security received IFMS (from customers)	5,46,58,000.00	3,78,68,000.00	-
	<u>5,46,58,000.00</u>	<u>3,78,68,000.00</u>	<u>-</u>
<b>10 CURRENT LIABILITIES</b>			
<b>Borrowing</b>			
<b>Non Current Borrowings</b>			
<b>(Unsecured)</b>	11,000.00	11,000.00	-
( Carries Nil interest rate and repayable on demand)			
	<u>11,000.00</u>	<u>11,000.00</u>	<u>-</u>
<b>11 Other Current Liabilities</b>			
advance from Customers	19,97,005.36	67,550.00	-
Statutory Liabilities	2,01,350.00	47,274.00	-
Expenses Payable	60,11,826.00	37,84,062.00	27,795.00
Creditors for Capital Goods & Services	1,79,585.00	3,96,668.00	-
Book Overdraft	-	4,00,444.00	-
	<u>83,89,766.36</u>	<u>46,95,998.00</u>	<u>27,795.00</u>
<b>12 Current Tax Liabilities</b>			
Provision for income tax ( Net of tax paid)	212682.00	-	-
	<u>212682.00</u>	<u>-</u>	<u>-</u>

ROMANO ESTATE MANAGEMENT  
Notes to financial statements for the year ended March 31, 2017

	As at March 31, 2017 Rs.	As at March 31, 2016 Rs.
<b>13 Revenue from operations</b>		
Maintenance income	1,20,34,521.38	70,70,877.00
Admin charges	65,000.00	49,912.00
	<u>1,20,99,521.38</u>	<u>71,20,789.00</u>
<b>14 other income</b>		
Interest received on FDR	379.00	-
	<u>379.00</u>	<u>-</u>

	As at March 31, 2017 Rs.	As at March 31, 2016 Rs.
<b>15 cost of services consumed</b>		
Water expense	8,77,033.00	7,17,628.00
Maintenance expense	16,71,475.00	11,83,538.00
Rent paid	48,642.00	48,080.00
Security exp	21,37,211.00	19,01,614.00
Electricity expense	45,45,362.00	32,92,901.00
Diesel for Generator	23,516.00	-
Garbage cleaning	67,243.00	-
Housekeeping & MEP expense	6,40,629.00	-
	<u>1,00,11,111.00</u>	<u>71,43,761.00</u>
<b>16 Employee benefit expense</b>		
Wages and labour expense	9,05,610.00	12,00,715.00
Staff welfare	3,835.00	-
	<u>9,09,445.00</u>	<u>12,00,715.00</u>
<b>17 OTHER EXPENSES</b>		
Bank Charges	17,671.85	6,289.00
Conveyance Exp.	435.00	-
Filling fee	20,800.00	1,788.00
Fire extinguisher charges	5,000.00	-
Interest on service tax	4,970.00	-
Interest	1,293.00	2,506.00
Internet expenses	598.00	-
Legal expenses	470.00	1,505.00
Misc. expenses	6,391.00	802.00
Printing and stationery	2,726.00	-
Professional charges	12,512.50	-
Repair & maintainence	31,626.00	3,000.00
Round off	1,778.32	-
Telephone exp	1,820.00	-
Water expense	23,600.00	-
Auditors fee	5,000.00	5,000.00
	<u>1,36,691.67</u>	<u>20,890.00</u>

18 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 year.

		31, 2017 Rs.	31, 2016 Rs.
Profit/(Loss) attributable to equity shareholders	Rs.	10,28,648.71	(12,44,577.00)
Nominal value of equity share	Rs.	10.00	10.00
Weighted average number of equity shares outstanding	No.	50,000	50,000
Basic and diluted earnings per share	Rs.	20.57	(24.89)

**ROMANO ESTATE MANAGEMENT SERVICES LIMITED****Notes to financial statements for the year ended March 31, 2017****19 Related Party Disclosures**

Pursuant to Ind AS-24 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India, following parties are to be considered as related parties along with their relationships as on 31.03.2017:

**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.	Camation Buildtech Pvt. Ltd.
Advance Buildcon Pvt. Ltd.	Century Promoters Pvt. Ltd.
Anant Raj Cons. & Development Pvt. Ltd.	Echo Buildtech Pvt. Ltd.
Anant Raj Estate Management Services Ltd.	Echo Properties Pvt. Ltd.
Anant Raj Global Limited #	Elegant Buildcon Pvt. Ltd.
Anant Raj Hotels Ltd.	Fabulous Builders Pvt. Ltd.
Anant Raj Housing Ltd.	Four Construction Pvt. Ltd.
Anant Raj Infrastructure Pvt. Ltd.	Elegant Estates Pvt. Ltd.
Anant Raj Projects Ltd.	Elevator Buildtech Pvt. Ltd.
AR Login 4 Edu Pvt. Ltd.	Elevator Promoters Pvt. Ltd.
Artistaan Private Limited [Formerly known as Romano Tiles Pvt. Ltd.]	Elevator Properties Pvt. Ltd.
Ankur Buildcon Pvt. Ltd.	Empire Promoters Pvt. Ltd.
A-Plus Estates Pvt. Ltd.	Excellent Inframart Pvt. Ltd.
BBB Realty Pvt. Ltd.	Gadget Builders Pvt. Ltd.
Blossom Buildtech Pvt. Ltd.	Gagan Buildtech Pvt. Ltd.
Bolt Properties Pvt. Ltd.	Glaze Properties Pvt. Ltd.
Capital Buildcon Pvt. Ltd.	Greatways Buildtech Pvt. Ltd.
Capital Buildtech Pvt. Ltd.	Green Retreat and Motels Pvt. Ltd.
Green Valley Builders Pvt. Ltd.	Park View Promoters Pvt. Ltd.
Green View Buildwell Pvt. Ltd.	Pasupati Aluminium Ltd.
Green Way Promoters Pvt. Ltd.	Pelikan Estates Pvt. Ltd.
Greenline Buildcon Pvt. Ltd.	Pioneer Promoters Pvt. Ltd.
Greenline Promoters Pvt. Ltd.	Rapid Realtors Pvt. Ltd.
Greenwood Properties Pvt. Ltd.	Redsea Realty Pvt. Ltd.
Gujarat Anant Raj Vidhyanagar Ltd.	Rising Realty Pvt. Ltd.
Goodluck Buildtech Pvt. Ltd.	Rolling Construction Pvt. Ltd.
Grand Buildtech Pvt. Ltd.	Romano Estates Pvt. Ltd.
Grand Park Estates Pvt. Ltd.	Romano Infrastructure Pvt. Ltd.
GrandPark Buildtech Pvt. Ltd.	Romano Projects Pvt. Ltd.
Grandstar Realty Pvt. Ltd.	Rose Realty Pvt. Ltd.
Hamara Realty Pvt. Ltd.	Roseview Buildtech Pvt. Ltd.
Hemkunt Promoters Pvt. Ltd.	Roseview Properties Pvt. Ltd.
High Land Meadows Pvt. Ltd.	Saiguru Buildmart Pvt. Ltd.
Jasmine Buildwell Pvt. Ltd.	Sand Storm Buildtech Pvt. Ltd.
Jubilant Software Services Pvt. Ltd.	Sartaj Developers & Promoters Pvt. Ltd.
Kalinga Buildtech Pvt. Ltd.	Sovereign Buildwell Pvt. Ltd.
Kalinga Realtors Pvt. Ltd.	Spring View Developers Pvt. Ltd.
Krishna Buildtech Pvt. Ltd.	Springview Properties Pvt. Ltd.
Monarch Buildtech Pvt. Ltd.	Suburban Farms Pvt. Ltd.
North South Properties Pvt. Ltd.	Three Star Realty Pvt. Ltd.
Novel Buildmart Pvt. Ltd.	Townsend Construction & Equipment Pvt. Ltd.
Novel Housing Pvt. Ltd.	Tumhare Liye Realty Pvt. Ltd.
Oriental Meadows Ltd.	Twenty First Developers Pvt. Ltd.
Oriental Promoters Pvt. Ltd.	Vibrant Buildmart Pvt. Ltd.
Papillion Buildtech Pvt. Ltd.	West Land Buildcon Pvt. Ltd.
Papillon Buildcon Pvt. Ltd.	Woodland Promoters Pvt. Ltd.
Park Land Construction & Equipment Pvt. Ltd.	
Park Land Developers Pvt. Ltd.	

# Anant Raj Global Limited became wholly-owned subsidiary Company of Anant Raj Limited during the year.

**Partnership firm in which ultimate holding company in partner**

Gagan Bishan & Company

ROMANO ESTATE MANAGEMENT SERVICES LIMITED  
for the year ended March 31, 2017

b) Transactions with related parties during the year:

Nature of transactions	Related Party	For the year	For the year	As at April
		ended March	ended March	1, 2015
		31, 2017	31, 2016	Rs.
		Rs.	Rs.	Rs.
1 Rent Paid	Anant Raj Limited	55,616.00	50,668.00	

20 Details of specified Notes(SBN) held and transacted during the period 8th november 2016 to 30th december 2016.

Particulars	Specified Bank Notes (SBNs)	Other	Total
		Denomination Notes	
Closing Cash in hand As On 08.11.2016	-	687.00	687.00
(+) Permitted Receipts	-	1,50,000.00	150000.00
(-) Permitted payments	-	-	0.00
(-) Amount Deposited In Bank	-	-	0.00
Closing Cash In Hand As On 30.12.2016	-	150687.00	150687.00

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

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

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

24 Figures of the previous year have been regrouped/reclassified, where necessary, to confirm to this year's classification.

The notes referred to above form an integral part of the financial statements

Directors

Babu Lal Sharma  
DIN: 06849501  
11/2, First Floor,  
East Patel Nagar  
New Delhi-110008

Anil Maini  
DIN:06849619  
12/4, Indira Vikas,  
Colony ( GF )  
Delhi-110009

Place:New Delhi

Date: May 19, 2017

**ROMANO ESTATE MANAGEMENT SERVICES LIMITED**  
Plot No. CP-1, Sector-8, IMT Manesar- 122051 ( Haryana)  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2017**

	March 31, 2017	March 31, 2016
	Rs.	Rs.
<b>A. CASH FLOW FROM OPERATIONS</b>		
Profit before tax	10,42,653	(12,44,577)
Interest receipts	-	-
<b>Operating profit before working capital changes</b>	<b>10,42,653</b>	<b>(12,44,577)</b>
Movement in working capital:		
Other Long Term Liabilities	1,67,90,000.00	3,78,68,000.00
Sundry creditors and other payable	36,93,768.36	46,68,203.00
Trade and other receivables	(27,29,209.30)	(37,76,410.00)
Other current Assets	(19,59,563.62)	(1,58,149.00)
<b>Cash generated from operations</b>	<b>1,68,37,648</b>	<b>3,73,57,067</b>
- Income tax paid	1,98,678	-
<b>Net cash from operating activities</b>	<b>(A) 1,70,36,326</b>	<b>3,73,57,067</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Additions to fixed assets including project in progress	-	-
Advance Recoverable in cash or in kind	(1,69,88,678)	(3,78,68,000)
Interest receipts	-	-
<b>Net cash from investing activities</b>	<b>(B) (1,69,88,678)</b>	<b>(3,78,68,000)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short Term Borrowing	-	11,000
	<b>(C) -</b>	<b>11,000</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C) 47,648</b>	<b>(4,99,933)</b>
Cash and cash equivalents - Opening balance	67	5,00,000
Cash and cash equivalents - Closing balance	47,715	67

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

**This is the cash flow statement referred to in our report of even date**

for A.K. Jindal & Associates  
Chartered Accountants  
Firm Registration No. 006659N  
By the hand of

**Directors**

Ashok Gupta  
Partner  
Membership No.085175  
Place:New Delhi  
Date: May 19, 2017

Babu Lal Sharma  
DIN: 06849501  
11/2, First Floor,  
East Patel Nagar  
New Delhi-110008

Anil Maini  
DIN:06849619  
12/4, Indira Vikas,  
Colony ( GF )  
Delhi-110009