

**DRASHTI DEVELOPERS PRIVATE LIMITED****All Correspondence to:**

Shapoorji Pallonji Centre, 41/44, Minoo Desai Marg, Colaba, Mumbai - 400 005. • Tel.: 67490000 Fax : 6633 8176

**DIRECTORS' REPORT****To,****The Shareholders,**Your directors have pleasure in submitting their Annual Report and Audited Accounts of the Company for the financial year ended 31<sup>st</sup> March, 2014.**Financial Results:**

	For the year ended 31.03.14	For the year ended 31.03.13
	(Rs.)	(Rs.)
Income	Nil	Nil
Less: Expenditure	25,781,904	566,658
<b>Profit/(Loss) for the year before tax</b>	<b>(25,781,904)</b>	<b>(566,658)</b>
Less: Provisions for tax		
<b>Profit/(Loss) for the year after tax</b>	<b>(25,781,904)</b>	<b>(566,658)</b>

**Dividend:**

In view of the losses incurred during the year by the Company, the Directors do not recommend any dividend for the year under report.

**Operations:**

There are no significant transactions during the year under report except for administrative and other expenses incurred.

**Particulars of Employees:**

There are no employees in receipt of remuneration prescribed under Section 217(2A) of the Companies Act, 1956.

**Directors:**

The Board consists of Mr. Sreeram Kuppaa, (DIN: 05163001), Mr. Mohan Jacob, (DIN: 06788995), and Mr. Venkatesh Gopalkrishnan, (DIN: 01252461).

Mr. Sreeram Kuppaa, (DIN: 05163001), Mr. Mohan Jacob, (DIN: 06788995), and Mr. Venkatesh Gopalkrishnan, (DIN: 01252461) who was appointed as Additional Directors by the Board and holds office upto the date of the ensuing Annual General Meeting. The Board recommends their appointment as the Directors of the Company.

Mr. Adil P. Khambata (DIN: 00008154) and Mr. Manikant Shah (DIN: 00009829) resigned as the Directors of the Company on 6<sup>th</sup> January, 2014. The Board placed on record its appreciation for valuable guidance and advice received from them during their tenure.**Directors Responsibility Statement:**

As required under section U/s 217 (2AA) of the Companies Act 1956, ("the Act") we hereby state:

1. that in the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;



2. that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March, 2014 and its Loss for the year ended on that date;
3. that the Directors have taken proper and sufficient care for the 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 fraud and other irregularities;
4. that the directors have prepared the annual accounts on a going concern basis.

**Auditors:**

The Auditors Naresh N. Shah, Chartered Accountants, having Membership No. 35261, retire as Auditors of the Company at the ensuing Annual General Meeting and are eligible for reappointment.

**DISCLOSURE OF INFORMATION UNDER SECTION 217 (1) (e):**

**Particulars of Conservation of Energy and Technology Absorption:**

Since the operations of the Company are restricted to construction and property development, there are no particulars to be furnished in this report as required by Section 217 (e) of the Companies Act, 1956, read with the Companies Disclosure of particulars in the Report of Board of Directors Rules, 1988 in regard to Conservation of Energy and Technology Absorption.

**Foreign Exchange Earning and Outgo:**

The Company had no foreign exchange earnings and outgoing during the year under review.

**Holding Company:**


Shapoorji Data Processing Private Limited continues to be holding company of your Company.


Shapoorji Pallonji and Company Limited is the ultimate holding company of your Company.

**Acknowledgement:**

Your Directors place on record their gratitude for the continuing support of shareholders, bankers, creditors, government departments at all levels.

**By Order of the Board**

  
**SREERAM KUPPA**  
**(DIRECTOR)**  
**DIN: 05163001**

  
**VENKATESH GOPALKRISHAN**  
**(DIRECTOR)**  
**DIN: 01252461**

**Registered Office:**

70, Nagindas Master Road, Fort,  
Mumbai – 400 023.  
27<sup>th</sup> August, 2014

4

## **NARESH N. SHAH**

B.Com. (Hons) A.C.A.

Naresh N. Shah  
Chartered Accountants  
17, Mithila, Cama Lane,  
Ghatkopar (West),  
Mumbai-400 086

### **AUDITORS' REPORT**

**TO THE MEMBERS OF DRASHTI DEVELOPERS PRIVATE LIMITED.**

### **REPORT ON THE FINANCIAL STATEMENTS**

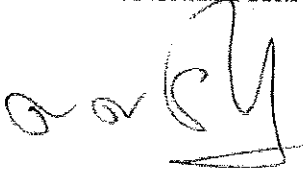
1. We have audited the attached Balance Sheet of **DRASHTI DEVELOPERS PRIVATE LIMITED** as at 31st March 2014 and also the Statement of Profit & Loss and Cash Flow Statement for year then ended and a summary of significant accounting policies and other explanatory information.

### **MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

2. The Management is responsible for the preparation of these financial statements that give a true and a 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. 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 a fair view and are free from material misstatement whether due to fraud or error.

### **AUDITOR'S RESPONSIBILITY**

3. Our responsibility is to express an opinion on these financial statements based on our audit. We have conducted our audit in accordance with Standards on Auditing ('the Standards') issued by the Institute of Chartered Accountants of India. Those standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements.
4. An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected are on a test basis depending on the auditor's judgment, evidence supporting the amounts and disclosures in the financial statements. An audit also includes evaluating the appropriateness of accounting policies and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence obtained is sufficient and appropriate to provide a reasonable basis for our audit opinion.



## OPINION

5. In our opinion and to the best of our information and according to the explanations given to us, the accounts subject to notes thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India :
- (a) In the case of the Balance Sheet of the state of affairs of the Company as at 31<sup>st</sup> March, 2014;
  - (b) In the case of the Statement of Profit and Loss of the loss for the year ended on that date; and
  - (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

6. As required by the Companies (Auditors' Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of Section 227(4A) of the Companies Act 1956, and on the basis of such checks of the books and the records of the company and according to information and explanations given to us, we enclose in the annexure a statement on the matter as specified in paragraph 4 & 5 of the said order, to the extent applicable to the company.
7. As required by Section 227(3) of the Act, we report that :
- (a) 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.
  - (b) In our opinion, proper books of account as required by law have been kept by the company as far as appears from our examination of those books.
  - (c) The Balance Sheet and Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
  - (d) In our opinion, the Balance Sheet and the Statement of Profit & Loss comply with the Accounting Standards referred to in sub section (3C) of section 211 of the Companies Act, 1956.
  - (e) On the basis of written representations received from the directors as on 31<sup>st</sup> March 2014, and taken on record by the Board of Directors, none of the directors are, prima facie disqualified from being appointed as directors of the company under clause (g) of sub section (1) of Section 274 of the Companies Act, 1956.

For Naresh N. Shah.  
Chartered Accountants

(Naresh N. Shah)  
Proprietor  
Membership No. : 35261



Mumbai  
Date: June 02, 2014

## NARESH N. SHAH

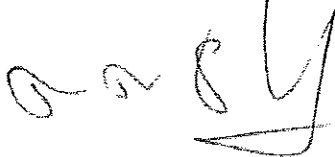
B.Com. (Hons) A.C.A.

Naresh N. Shah  
Chartered Accountants  
17, Mithila, Cama Lane,  
Ghatkopar (West),  
Mumbai-400 086

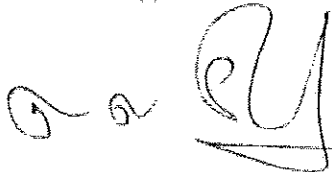
### ANNEXURE TO THE AUDITOR'S REPORT TO THE MEMBERS OF DRASHTI DEVELOPERS PRIVATE LIMITED FOR THE YEAR ENDED 31ST MARCH 2014.

(Referred to in paragraph 6 of our report of even date)

- i) **Fixed Assets**  
The Company has no Fixed Assets during the year and hence Clause 4(i) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.
- ii) **Inventory**  
As explained to us, the company does not have inventory. Accordingly the provision of Clause 4(ii) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.
- iii) **Loans granted/taken**
  - (a) In our opinion and according to the information and explanations given to us, the company has not granted any loan, secured or unsecured to companies, firm or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
  - (b) The Company has taken unsecured loan from a party listed in the register maintained under Section 301 of the Companies Act, 1956. During the year company has taken loan of Rs. 528,500,000/- and maximum outstanding balance outstanding as on March 31, 2014 is Rs. 532,600,000/-. And includes interest accrued on loan amounting to Rs. 22,820,437/-.
  - (c) The other terms and conditions of the loan taken by the Company are not, prima facie, prejudicial to the interest of the Company.
  - (d) In respect of loan taken by the Company no stipulations have been fixed for the repayment.
- iv) **Internal Control**  
There are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of fixed assets. During the course of our audit, no major weakness has been noticed by us in the internal control systems of the company.
- v) **Section 301**  
There have been no transactions made in pursuance of such contracts or arrangements with the company covered under Section 301 of the Companies Act, 1956; hence Clause 4(v) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.

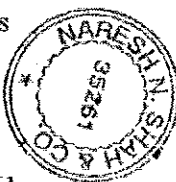
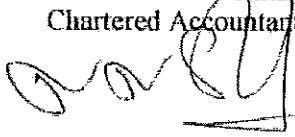


- vi) **Deposit from Public**  
The company has not accepted any deposits from the public to which the provisions of sections 58A of the Companies Act, 1956 or any other relevant provisions of the act and the rules framed there under would apply and hence Clause 4(vi) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.
- vii) **Internal Audit**  
In our opinion, Clause 4 (vii) of Companies (Auditors report) Order 2003 (as amended) in respect of internal audit is not applicable.
- viii) **Cost Records**  
As explained to us, the maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act.
- ix) **Payment of Statutory Dues**  
According to the information and explanations given to us, no undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and any other statutory dues payable to appropriate authorities were outstanding as at 31<sup>st</sup> March, 2014 for a period of more than six months from the date they became payable.
- x) **Accumulated Losses / Cash Losses**  
The Company has accumulated losses at the end of the financial year and it has not incurred any cash losses in the current and immediately preceding financial year.
- xi) **Default in repayment of Dues**  
The Company has no dues to Financial Institutions or Bank or Debenture Holders and hence Clause 4(xi) of the Companies (Auditors report) Order 2003 (as amended) in respect of default of payment of such dues is not applicable.
- xii) **Grant of Secured Loans and Advances**  
The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities and hence Clause 4(xii) of the Companies (Auditors report) Order 2003 (as amended) in respect of documentation of such securities is not applicable.
- xiii) **Special Statue- Chit Fund Companies, Nidhis / Mutual Benefit Fund / Societies**  
The company is not a Chit Fund or a Nidhi / Mutual Benefit Fund / Society and hence Clause 4(xiii) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.
- xiv) **Company dealing or Trading in Shares, Securities Etc.,**  
The Company has no dealings in Shares, Securities, Debentures and other Investments and hence Clause 4(xiv) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.



- xv) **Provision of Guarantee**  
According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institution and hence Clause 4(xv) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.
- xvi) **Term Loans**  
According to the information and explanations given to us, the Company has not raised any term loan in the period under review and hence Clause 4(xvi) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.
- xvii) **Usage of Funds**  
According to the information and explanations given to us and on overall examination of the balance sheet of the company, there are no funds raised on short-term basis, which have been used for long-term investment.
- xviii) **Preferential Allotments**  
During the year, the company has not made any preferential allotment of shares and hence Clause 4(xviii) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.
- xix) **Creation of security or charge for Debenture Issue**  
No Debentures have been issued by the company and hence Clause 4(xix) of the Companies (Auditors report) Order 2003 (as amended) is not applicable.
- xx) **Disclosure of end use of Fund**  
During the year, the company has not raised money by public issue and hence the question disclosure and verification of end use of such monies does not arise.
- xxi) **Frauds**  
To the best of our knowledge and belief and according to the information and explanations given to us no fraud on or by the Company has been noticed or reported during the course of our audit.

**For Naresh N. Shah**  
Chartered Accountants



**(Naresh N. Shah)**  
Membership No. 35261  
Proprietor

Mumbai  
Date: June 02, 2014

# Drashti Developers Private Limited

## Notes to the financial statements

as at 31 March, 2014

(Currency : Indian Rupees)

### 1 Corporate Information

Drashti Developers Private Limited ("the Company") was incorporated as a private limited company on November 11, 2007. The Company is a wholly owned subsidiary of Shapoorji Data Processing Private Limited. The Company is engaged in real estate development.

### 2. Significant accounting policies

#### 2.1. Basis of preparation of financial statements

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India ("Indian GAAP") and comply with the Accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 issued by the Central Government, in consultation with the National Advisory Committee on Accounting Standards ("NACAS") and relevant provisions of Act, to the extent applicable.

#### 2.2. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Management believes that the estimates made in the preparation of the financial statements are prudent and reasonable. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

#### 2.3. Current / Non-current classification

The Revised Schedule VI to the Act requires assets and liabilities to be classified as either Current or Non-current.

An asset is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be realised in, or is intended for sale or consumption in, the entity's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is expected to be realised within twelve months after the balance sheet date; or
- (d) it is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the balance sheet date.

All other assets are classified as non-current.

A liability is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be settled in, the entity's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is due to be settled within twelve months after the balance sheet date; or
- (d) the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the balance sheet date.

All other liabilities are classified as non-current

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out above which are in accordance with the revised Schedule VI to the Act.

Based on the nature of services and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current - non-current classification of assets and liabilities.

#### 2.4. Revenue recognition

Interest income is recognized on the time proportionate basis.

Dividend income is recognized in the profit and loss account on the date the entity's right to receive the payments is established.

*oast*





## 2.5. *Investments*

Long-term investments are stated at cost. Provision is made to recognize a decline, other than temporary in value of long term investments and is determined separately for each individual investment. Current investments are stated at lower of cost or fair value, computed separately in respect of each category of investment.

## 2.6. *Impairment of assets*

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit and loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

## 2.7. *Taxation*

Income tax expense comprises current income tax (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

Provision for current tax is based on the results for the year ended 31 March 2014, in accordance with the provisions of Income tax Act, 1961.

## 2.8. *Earnings per share*

The basic earnings per share is computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting period. Diluted EPS is computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity and dilutive equity equivalent shares outstanding during the year, except where the results would be anti-dilutive.

## 2.9. *Provisions and contingencies*

A provision is recognised when:

- the Company has a present obligation as a result of a past event;
- it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- a reliable estimate can be made of the amount of the obligation.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resource is remote, no provision or disclosure is made.

*Handwritten signature*



# Drashti Developers Private Limited

## Balance sheet

as at 31st March 2014

(Currency : Indian Rupees)

	Notes	March 2014	March 2013
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	500,000	500,000
Reserves and surplus	4	(28,200,779)	(2,418,875)
		<u>(27,700,779)</u>	<u>(1,918,875)</u>
<b>Current liabilities</b>			
Short-term borrowings	5	532,700,000	4,100,000
Other current liabilities	6	65,099,468	1,956,714
		<u>597,799,468</u>	<u>6,056,714</u>
<b>TOTAL</b>		<u>570,098,689</u>	<u>4,137,839</u>
<b>ASSETS</b>			
<b>Current assets</b>			
Inventories	7	554,539,226	-
Short term loans and advances	8	8,905,630	4,038,503
Cash and cash equivalent	9	6,653,833	99,336
		<u>570,098,689</u>	<u>4,137,839</u>
<b>TOTAL</b>		<u>570,098,689</u>	<u>4,137,839</u>

Significant Accounting Policies

2

Notes to the financial statements

3 - 20

The notes referred to above form an integral part of the balance sheet.

As per our report of even date attached.

For Naresh N. Shah

Chartered Accountants

Naresh N. Shah

Proprietor

Membership No. 35261

Mumbai

Date: 2 June 2014



For and on behalf of the Board of Directors of  
Drashti Developers Private Limited

*Sreeram Kuppa*

Sreeram Kuppa

Director

Din - 05163001

Mumbai

Date: 2 June 2014

*Mohan Jacob*

Mohan Jacob

Director

Din - 06788995



# Drashti Developers Private Limited

## Statement of Profit and Loss for the year ended 31st March 2014

(Currency : Indian Rupees)

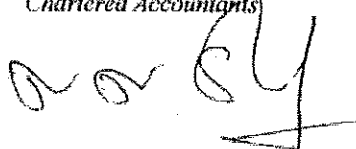
	Notes	March 2014	March 2013
<b>INCOME</b>			
		-	-
<b>EXPENDITURE</b>			
Administrative and other expenses	10	4,804,935	12,131
Finance costs	11	20,976,969	554,527
		<u>25,781,904</u>	<u>566,658</u>
<b>Loss before tax</b>		<b>(25,781,904)</b>	<b>(566,658)</b>
Less : Provision for tax		-	-
<b>Loss after tax</b>		<b>(25,781,904)</b>	<b>(566,658)</b>
<b>Basic and Diluted Earnings per share (Rs.)</b>	14	<b>(515.64)</b>	<b>(11.33)</b>
(Face value of Rs 10 each)			
<b>Significant accounting policies</b>	2		
<b>Notes to the financial statements</b>	3 - 20		

The notes referred to above form an integral part of the profit and loss account.

As per our report of even date attached.

For Naresh N. Shah  
Chartered Accountants

For and on behalf of the Board of Directors of  
Drashti Developers Private Limited



Naresh N. Shah  
Proprietor  
Membership No. 35261



Mumbai  
Date: 2 June 2014

Sr. Sreeram  
Sreeram Kuppala  
Director  
Din-05163001

Mumbai  
Date: 2 June 2014

Mohan Jacob  
Director  
Din-06788995



# Drashti Developers Private Limited

## Cash flow statement

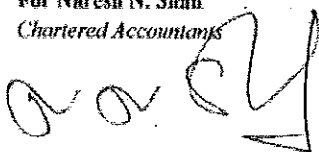
for the year ended 31st March 2014

(Currency : Indian Rupees )

	March 2014	March 2013
<b>A. Cash flows from operating activities</b>		
Loss before tax	(25,781,904)	(566,658)
Adjustment for :		
Operating loss before working capital changes	<u>(25,781,904)</u>	<u>(566,658)</u>
<b>Changes in working capital:</b>		
(Increase) in loans and advances	(4,867,127)	-
(Increase) in inventories	(554,539,226)	-
Increase in current liabilities and provisions	63,142,754	500,187
Net cash used in operations	<u>(522,045,503)</u>	<u>(66,471)</u>
Taxes paid	-	-
Net cash generated (used in) operating activities	<u>(522,045,503)</u>	<u>(66,471)</u>
<b>B. Cash flows from investing activities</b>		
Net cash (used in) / generated from investing activities	<u>-</u>	<u>-</u>
<b>C. Cash flows from financing activities</b>		
Proceeds from unsecured loans	528,600,000	100,000
Net cash used in financing activities	<u>528,600,000</u>	<u>100,000</u>
Net decrease in cash and cash equivalents (A+B+C)	<u>6,554,497</u>	<u>33,529</u>
Cash and cash equivalents at the beginning of the year	99,336	65,807
Cash and cash equivalents at the end of the year (refer note 2)	<u><u>6,653,833</u></u>	<u><u>99,336</u></u>
<b>Notes :</b>		
1. The Cash flow statement has been prepared under the indirect method as set out in Accounting Standard - 3 ('AS 3') on Cash Flow Statement prescribed in Companies (Accounting Standard) Rules, 2006.		
2. Components of cash and cash equivalents		
Cash in hand	5,016	716
With scheduled banks : in current accounts	6,648,817	98,620
	<u><u>6,653,833</u></u>	<u><u>99,336</u></u>

As per our report of even date attached.

For Naresh N. Shah  
Chartered Accountants



Naresh N. Shah  
Proprietor  
Membership No. 35261



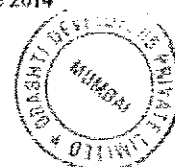
Mumbai  
Date: 2 June 2014

For and on behalf of the Board of Directors of  
Drashti Developers Private Limited

*Sreeram Kuppa*  
Sreeram Kuppa  
Director  
Din-05163001

*Mohan Jacob*  
Mohan Jacob  
Director  
Din-06788995

Mumbai  
Date: 2 June 2014



# Drashti Developers Private Limited

## Notes to the financial statements

as at 31st March 2014

(Currency : Indian Rupees)

	March 2014	March 2013
<b>3. Share capital</b>		
<b>Authorised capital</b>		
50,000 (2013: 50,000) Equity Shares of Rs. 10/- each	500,000	500,000
	<u>500,000</u>	<u>500,000</u>
<b>Issued, subscribed and paid-up</b>		
50,000 (2013: 50,000) Equity Shares of Rs. 10/- each	500,000	500,000
	<u>500,000</u>	<u>500,000</u>

**A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year:**

Equity shares	Mar-14		Mar-13	
	Nos	Value	Nos	Value
Shares outstanding at the beginning of the year	50,000	500,000	50,000	500,000
Add: shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	<u>50,000</u>	<u>500,000</u>	<u>50,000</u>	<u>500,000</u>

**B Terms / rights attached to shares**

**Equity shares**

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share.

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 the shareholders.

**C Details of shareholder holding more than 5% shares as at March 31, 2014 is as set out below.**

	Mar-14		Mar-13	
	Number	Percentage	Number	Percentage
Shapoorji Data Processing Private Limited				
Equity shares	50,000	100	50,000	100

**4. Reserves and surplus**

**Deficit -Profit and loss account**

Opening Balance	(2,418,875)	(1,852,217)
Add: Net Loss after tax from continuing operations	<u>(25,781,904)</u>	<u>(566,658)</u>
Closing balance	<u>(28,200,779)</u>	<u>(2,418,875)</u>
	<u>(28,200,779)</u>	<u>(2,418,875)</u>

*Handwritten signature*



# Drashti Developers Private Limited

## Notes to the financial statements

as at 31st March 2014

(Currency : Indian Rupees)

	March 2014	March 2013
<b>5. Short term borrowings</b>		
Loans repayable on demand (unsecured)*		
- Shapoorji Pallonji & Company Limited	532,600,000	4,100,000
- Skyscape Developers Private Limited	100,000	-
	<u>532,700,000</u>	<u>4,100,000</u>
<p>The Company has taken unsecured loans repayable on demand carrying rate of interest rate ranging from 12.25% to 13.75% per annum.</p>		
<b>6. Other current liabilities</b>		
Interest accrued but not due on borrowings	22,820,437	1,948,659
Other payables		
- Statutory dues payable	3,997,150	55
- Other liabilities	38,281,881	8,000
	<u>65,099,468</u>	<u>1,956,714</u>
<b>7. Inventories</b>		
Premium for Leaschold land	226,466,000	-
Professional & technical fees	2,286,708	-
Other Expenses	325,786,518	-
	<u>554,539,226</u>	<u>-</u>
<b>8. Short term loans and advances</b>		
The Svadeshi Mill Co Ltd. (in liquidation) (Refer schedule 15)	4,038,503	4,038,503
Service tax credit receivable	4,867,127	-
	<u>8,905,630</u>	<u>4,038,503</u>
<b>9. Cash and cash equivalent</b>		
Balances with scheduled banks in current accounts	6,648,817	98,620
Cash on hand	5,016	716
	<u>6,653,833</u>	<u>99,336</u>

*Handwritten signature*



# Drashti Developers Private Limited

## Notes to the financial statements

for the year ended 31st March 2014

(Currency : Indian Rupees)

	March 2014	March 2013
<b>10. Administrative and other expenses</b>		
Legal, professional and other fees	-	1,000
Rates and taxes	2,500	2,500
Filing fees and stamping charges	1,535	600
Office management expenses	4,783,339	-
Bank charges	506	-
Auditors' remuneration	8,000	8,000
Miscellaneous expenses	9,055	31
	<u>4,804,935</u>	<u>12,131</u>
<b>11. Finance costs</b>		
Interest on inter corporate deposit	20,976,969	554,527
	<u>20,976,969</u>	<u>554,527</u>

*Handwritten signature*



12 Notes to accounts

	2014	2013
12.1. Auditors' remuneration (excluding service tax)		
- Audit fees	8,000	8,000
	<u>8,000</u>	<u>8,000</u>

13. Related party transactions

Parties where control exists

Holding company  
Ultimate Holding company

Shapoorji Data Processing Private Limited  
Shapoorji Pallonji & Company Limited

Transactions with related parties during the year.		
	2014	2013
<b>Ultimate Holding company</b>		
Loan Taken	528,500,000	100,000
Interest Paid	20,973,747	554,527
<b>Balances with related parties</b>		
Unsecured Loan	532,600,000	4,100,000
Interest payable	22,820,437	1,948,659

14. Earnings per share

		2014	2013
Loss after tax attributable to equity shareholders	A	(25,781,904)	(566,658)
Calculation of weighted average number of equity shares			
Number of equity shares at the beginning of the year		50,000	50,000
Equity shares issued during the year		-	-
Number of equity shares outstanding at the end of the year		<u>50,000</u>	<u>50,000</u>
Weighted average number of equity shares outstanding during the year (based on date of issue of shares)		50,000	50,000
Basic and Diluted earnings per share (in Re)	B (A / B)	<u>(515.64)</u>	<u>(11.33)</u>
Face value per share (in Rs)		<u>10</u>	<u>10</u>

15. Short term loans and advances

During the F.Y. 2008-09, the Company entered into Deed of Assignment with Bio Tech Envirocare Systems Ltd. (' the Assignor'), whereby the Assignor has assigned its right to receive dues from The Svadeshi Mills Co. Limited in favour of the Company. Pursuant to the said Deed, the Company paid a sum of Rs. 40,38,503/- to the Assignor on behalf of The Svadeshi Mills Co. Limited (in liquidation) ("The Svadeshi"). The amount so paid is classified as 'Advances recoverable in cash or in kind or for value to be received' in the Accounts. The Company has also informed The Official Liquidator of "The Svadeshi", regarding the discharge of dues to the Assignor and has requested the liquidator to replace the name of the Assignor with the name of the Company in the books of accounts of "The Svadeshi". Taking into account the revival plan of "The Svadeshi" as placed before the Board for Industrial and Financial Reconstruction, the management of the Company is of the opinion that the debt is good for recovery.

*oash*



**16. Segment reporting**

The Company is engaged in real estate development and accordingly has only one reportable business and geographical segment. Hence, the financial statements are reflective of the information required by Accounting Standard 17 as prescribed in Companies (Accounting Standards) Rules, 2006.

**17. Quantitative information**

The activities of the company are not capable of being expressed in any generic unit and hence, it is not possible to give the quantitative details required under paragraph 3, 4C and 4D of Part II of Schedule VI to the Act.

**18. Other matters**

Information with regard to other matters specified in Part II of Schedule VI of the Act, is either nil or not applicable to the Company for the year.

**19.** The accumulated losses of the company have resulted in complete erosion of the net worth of the company. The company's management is however of the view that the same erosion is temporary in nature as the company has made investments in certain assets / projects, the proceeds of which on fructification, would result in recovery of the eroded worth of the company. The company to that extent treats the diminution as temporary and does not see the erosion of the net worth as an impediment to its status as a going concern.

**20.** Prior year figures have been reclassified, restated wherever necessary to conform to the current year's presentation.

For Naresh N. Shah  
Chartered Accountants

Naresh N. Shah  
Proprietor  
Membership No. 35261

Mumbai  
Date: 2 June 2014



For and on behalf of the Board of Directors of  
Drashti Developers Private Limited

Sreeram Kuppa  
Director  
Din-09163001

Mumbai  
Date: 2 June 2014

Mohan Jacob  
Director  
Din-06788995

