

**SOOD BRIJ & ASSOCIATES  
CHARTERED ACCOUNTANTS  
NEW DELHI-110049**

**Auditors' Report**

To the Members of SOUL SPACE PROJECTS LIMITED, NEW DELHI

**Report on the Financial Statements**

We have audited the accompanying financial statements of SOUL SPACE PROJECTS LIMITED, NEW DELHI ("the Company"), which comprise the Balance Sheet as at 31st March 2014, the Statement of Profit and Loss of the Company for the year ended on that date, the Cash Flow Statement of the Company for the year ended on that date and a summary of significant accounting policies and other explanatory information.

**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, error or otherwise.

**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, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. 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.

### Opinion

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:

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2014;
- (ii) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (iii) 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

1. As required by the Companies (Auditors' Report) order 2003 issued by the Central Government of India in terms of sub section (4A) of section 227 of the companies Act, 1956 we annexed hereto a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. 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 so far as appears from our examination of those books;
  - c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account; and
  - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956.





- e. on the basis of written representations received from the directors as on March 31st, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31st, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

*For Sood Brij & Associates*

*Chartered Accountants*

Firm's Registration Number: 00350N

  
  
A.K. SOOD  
Partner  
Membership Number: 14372

Place: New Delhi

Dated: 9th May, 2014

**SOOD BRIJ & ASSOCIATES  
CHARTERED ACCOUNTANTS  
NEW DELHI-110049**

**Annexure to the Auditors' Report;**

The Annexure referred to in Auditors' Report of even date on the accounts for the year ended 31<sup>st</sup> March 2014 of Soul Space Projects Limited, New Delhi.

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets on the basis of information available.  
  
(b) The Company has a practice of physical verification of its fixed assets at reasonable intervals, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. In accordance with such practice, the management has physically verified Fixed Assets at the year-end and no material discrepancies were noticed on such verification.  
  
(c) Fixed assets disposed off during the year were not substantial and therefore do not affect the going concern status of the Company.
2. (a) As explained to us, the stores and material at different sites have been physically verified by the management at the year-end.  
  
(b) In our opinion and according to information and explanations given to us, the procedures of physical verification of stores and material followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.  
  
(c) In our opinion and according to information and explanations given to us, the Company has maintained proper records of its inventories. Discrepancies noticed on physical verification of inventories were not material and have been properly dealt with in the books of account.
3. (a) The Company has granted unsecured loans to parties covered in the register maintained under section 301 of the Companies Act, 1956. The number of parties is four and the amount involved in the transactions (including interest) was Rs. 7789.67 Lacs and the year-end closing balance was Rs. 7220.43 Lakhs.  
  
(b) The amount advanced to parties covered in the register maintained under section 301 of the Companies Act is interest bearing. The rates of interest and other terms and conditions of such loans are not, prima facie, prejudicial to the interest of the Company.  
  
(c) The receipt of the principal amounts and interest are as per agreed terms and conditions.  
  
(d) The principal amounts are repayable as per agreed terms and conditions. There are no overdue amounts with respect to principal and interest amounts.



(e) The Company has taken unsecured loans from a party, covered in the register required to be maintained under section 301 of the Companies Act 1956. The number of party was one and the maximum amount involved in the transactions was (including Interest) Rs. 37,226.93 Lakhs. The year-end balance was (including interest) Rs. 37,226.93 Lakhs.

(f) In our opinion and according to information and explanations given to us, the terms and conditions of the loan taken from the said party is not, prima facie, prejudicial to the interest of Company.

(g) The payment of Principal and interest is as per terms and conditions of the loan taken.

4 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 for purchase of Fixed Assets, Materials and other Assets and for Sale of goods. We have not noticed any continuing failure to correct major weakness in the Internal Controls during the course of the audit.

5 (a) According to the information and explanations given to us we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.

(b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices and practices at the relevant time.

6 The Company has not accepted any deposits from the public and consequently, the directives Issued by the Reserve Bank of India, the provisions of Sections 58A and 58AA of the Companies Act, 1956 and the rules framed there under are not applicable.

7 The Company has an internal audit system. According to the information and explanations given to us by the management, the Company is taking necessary steps in view of increased activities, to strengthen the internal audit systems which commensurate with the size and the nature of its business.

8 The Central Government has under clause (d) of sub section (1) of section 209 of the Companies Act, 1956 has prescribed the cost records to be maintained as per their notification dated 3rd June 2012, called The Companies Cost Accounting Records, Rules, 2012. As per management and records produced before us, the prescribed accounts and records have been maintained

9 (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 regular in depositing with appropriate authorities undisputed statutory dues except the following which are outstanding for a period of more than Six month: Labour Cess Rs. 22,81,708/-, Service Tax Rs.32,84,493/- (payable under VCES due date 30<sup>th</sup> June 2014.)



(b) According to the information and explanations given to us, there are no disputed amounts payable towards Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Central Excise Duty and Cess outstanding as on the date of Balance Sheet. However following Income Tax dues have not been deposited on account of dispute:-

Assessment Year	Disputed Amount not deposited (Rs.)	Forum where dispute is pending
2007-08	31,05,840/-	The CIT (Appeal), New Delhi
2008-09	1,23,90,376/-	The CIT (Appeal), New Delhi
2009-10	99,56,319/-	The CIT (Appeal), New Delhi
2007-08 (F&BT)	70,811/-	The CIT (Appeal), New Delhi
2006-07(Penalty 271(1) (c))	16,15,681/-	The CIT (Appeal), New Delhi
2012-13 (TDS)	2,37,53,963/-	The CIT (Appeal), New Delhi
<b>Total</b>	<b>5,08,92,990/-</b>	

10 The Company has not incurred any Cash Loss during the year and in the immediately preceding financial year. The company does not have accumulated losses at the end of the financial year.

11 The Company has defaulted in repayment of its dues to the Bank. The default amount and period of default is as under:

Bank Name	Principal Amount (Rs.)	Interest Amount (Rs.)	Period of defaults
ICICI Bank Ltd.	6,11,20,823/-	37,80,921/-	1 Day
Indusind Bank	1,99,72,060/-	54,27,940/-	77 Days
Srei Equipment Finance	1,20,53,264/-	1,60,117/-	89 Days

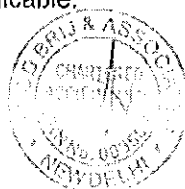
12 The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, clause 4(xii) of the Order is not applicable.

13 The Company is not a chit fund, nidhi, mutual benefit fund or a society. Accordingly, clause 4(xiii) of the Order is not applicable.

14 (a) According to the information and explanations given to us the Company does not trade in shares or other securities. However it has made investments in unquoted equity shares of its wholly owned subsidiary companies.



(b) All the investments are held in the name of the company and its nominees.

15 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. Accordingly, clause 4(xv) of the Order is not applicable.



- 16 According to the information and explanation given to us, the Term Loans availed by the Company were applied for the purpose for which the loan were obtained.
- 17 According to the information and explanations given to us, and on an overall examination of the Financial Statements of the Company, we are of the opinion that, prima facie short term funds have not been used for long term purposes.
- 18 The Company has not made any preferential allotment to any parties or Companies covered in the Register maintained under section 301 of the Act.
- 19 The Company has not issued fresh Debentures during the year hence no charge has been created.
- 20 The Company has not raised any money by way of public issue during the year.
- 21 According to the Information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For SoodBrij & Associates  
Chartered Accountants  
Firm Regn. No.- 00350N

A. K. Sood  
Partner  
Membership No.-14372

Place: New Delhi

Date: 9th May, 2014

**SOUL SPACE PROJECTS LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH -2014**

( Amount in Rs)

Particulars	Note	As at 31st March 2014	As at 31st March 2013
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	3	20,938,250	20,938,250
(b) Reserves and surplus	4	29,666,134	(9,183,895)
		<b>50,604,384</b>	<b>11,454,355</b>
<b>2 Non-current liabilities</b>			
(a) Long-term borrowings	5	2,998,081,510	3,003,033,668
(b) Other Long term liabilities	6	1,754,030,376	1,449,408,989
(c) Long-term provisions	7	1,349,934	1,973,210
		<b>4,753,461,820</b>	<b>4,454,415,867</b>
<b>3 Current liabilities</b>			
(a) Short-term Borrowings	9	3,225,493	-
(b) Trade payables	10	613,268,021	670,791,007
(c) Other current liabilities	11	261,709,916	740,153,635
(d) Short-term provisions	12	20,383,216	14,225,058
		<b>898,586,646</b>	<b>1,425,169,700</b>
<b>TOTAL</b>		<b>5,702,652,850</b>	<b>5,891,039,921</b>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
<b>1 (a) Fixed assets</b>	13		
(i) Tangible assets		3,272,142	3,967,908
(ii) Intangible assets		18,987	31,651
(iii) Capital work-in-progress		1,288,902,114	1,184,823,558
(b) Non-current investments	14	3,011,803,493	2,986,291,414
(c) Deferred tax assets (net)	8	31,614,030	16,360,917
(d) Long-term loans and advances	15	890,240,692	935,267,575
		<b>5,226,859,459</b>	<b>5,126,751,023</b>
<b>2 Current assets</b>			
(a) Inventories	16	7,398,838	251,962,004
(b) Trade receivables	17	177,908,088	238,673,241
(c) Cash and cash equivalents	18	17,653,576	41,214,194
(d) Short-term loans and advances	19	273,832,888	232,439,458
		<b>476,793,391</b>	<b>764,288,898</b>
<b>TOTAL</b>		<b>5,702,652,850</b>	<b>5,891,039,921</b>


General Information & Significant Accounting Policies 1 & 2

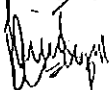
Other Notes on Accounts 26


This is the Balance Sheet referred to in our report of even date. The Notes are an integral part of these Financial Statements.

For and on behalf of the Board

  
Ashok Bansal  
Chief Finance Officer

  
Vinod Kashyap  
Director  
(DIN: 00038854)

  
Vineet Kashyap  
Director  
(DIN: 00038897)

  
Vikram Kashyap  
Director  
(DIN: 00038937)

Signed in terms of our Audit Report of even date  
For Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No. 00360N

  
A. K. Sood  
Partner  
Membership No. 14372

Place: New Delhi

Date: 31/03/2014



**SOUL SPACE PROJECTS LIMITED**  
**PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH-2014**

(Amount in Rs)

Particulars	Notes	For the year Ended 31st March 2014	For the year Ended 31st March 2013
I. Revenue from operations	20	639,967,922	279,011,715
II. Other Income	21	180,902,606	149,539,727
III. Total Revenue (I + II)		<b>820,870,528</b>	<b>428,581,443</b>
IV. Expenses:			
Project Direct Expenses	22	381,716,294	26,813,806
Employee benefits expense	23	37,046,783	16,644,596
Finance costs	24	316,813,319	254,711,346
Depreciation and amortization expense	13	806,607	1,053,506
Other Expenses	25	54,424,452	68,232,093
Total Expenses		<b>790,807,454</b>	<b>367,455,348</b>
Profit before exceptional and extraordinary items and tax (III-IV)		30,063,074	61,126,095
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V - VI)		30,063,074	61,126,095
VIII. Extraordinary items		-	-
IX. Profit before tax (VII- VIII)		30,063,074	61,126,095
X. Tax expense:			
(1) Current tax		6,158,158	12,193,707
(2) Deferred tax		(15,245,113)	29,108,310
(3) Earlier year Tax adjustment		-	303,011
Profit (Loss) for the period from continuing operations (IX-X)		39,150,029	19,521,068
XII. Profit/(loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV. Profit (Loss) for the period (XI + XIV)		39,150,029	19,521,068
XVI. Earnings per equity share:			
(1) Basic		19	9
(2) Diluted		19	9
Face Value of each Equity Share		10	10

General Information & Significant Accounting Policies

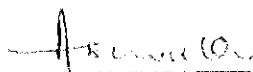
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Other Notes on Accounts

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This is the statement of Profit and Loss in our report of even date. The Notes are an integral part of these Financial Statements.

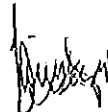
For and on behalf of the Board



Ashok Bansal  
Chief Finance Officer



Vinod Kashyap  
Director  
(DIN: 00038854)

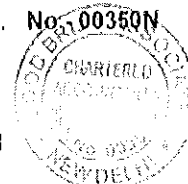


Vinod Kashyap  
Director  
(DIN : 00038897)



Vikram Kashyap  
Director  
(DIN : 00038937)

Signed In terms of our Audit Report of even date  
For Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No. 00350N



A. K. Sood  
Partner  
Membership No.-14372

Place: New Delhi

Date: 27th May, 2014

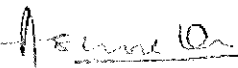
**SOUL SPACE PROJECTS LIMITED**  
CASH FLOW STATEMENT FOR THE YEAR ENDED 31-03-2014

Amount in Rs.


PARTICULARS	As at 31 March 2014		As at 31 March 2013	
	Amount		Amount	
<b>1 CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit before tax & extra-ordinary items	30,063,074		61,126,095	
Adjustment for :				
- Depreciation	806,007		1,053,512	
- Profit from sale of fixed assets	-		-	
- Interest Expenses	316,813,319		254,711,346	
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGE</b>	<b>347,683,000</b>		<b>316,890,953</b>	
Adjustment for :				
- Decrease/(Increase) Inventory	244,663,166		(197,100,402)	
- Decrease/(Increase) in trade and other receivables	60,765,153		(169,984,437)	
- Decrease/(Increase) Loans & Advances	3,625,153		(15,243,632)	
- Increase/(Decrease) in trade and other payables	(222,584,943)		861,634,302	
- Tax Paid	(6,168,158)		(12,490,710)	
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>427,893,672</b>		<b>843,620,066</b>
<b>2 CASH FLOW FROM INVESTING ACTIVITIES</b>				
- Proceed from Sale of fixed assets	2,413,000			
- Purchased of Fixed Assets	(106,689,730)		(170,569,535)	
- Purchased of Investments	(25,612,081)			
<b>NET CASH (USED IN)/FROM INVESTING ACTIVITIES</b>		<b>(129,888,811)</b>		<b>(170,569,535)</b>
<b>3 CASH FLOW FROM FINANCING ACTIVITIES</b>				
- Interest and Finance Charges Paid	(316,813,319)		(254,711,346)	
- Proceeds from Borrowings	(4,952,168)		(399,897,867)	
- Redemption of Debentures	-		-	
<b>NET CASH (USED IN)/FROM FINANCING ACTIVITIES</b>		<b>(321,765,477)</b>		<b>(654,609,213)</b>
<b>NET INCREASE IN CASH AND EQUIVALENTS</b>		<b>(23,660,616)</b>		<b>18,441,318</b>
<b>CASH AND CASH EQUIVALENTS (OPENING BALANCE)</b>		<b>41,214,194</b>		<b>22,772,876</b>
<b>CASH AND CASH EQUIVALENTS (CLOSING BALANCE)</b>		<b>17,653,677</b>		<b>41,214,194</b>
Notes :				
Cash and cash equivalents include :-				
Cash in hand		10,209,904		6,626,505
Balance with Schedule Bank including Cheques in hand & in transit		6,343,672		32,487,689
Fixed Deposit		2,100,000		2,100,000
<b>Total</b>		<b>17,653,677</b>		<b>41,214,194</b>


General Information & Significant Accounting Policies  
Other Notes on Accounts


1 & 2  
26

  
Ashok Bansal  
Chief Financial Officer

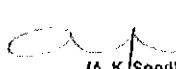
For and on behalf of the Board

  
Vinod Kashyap  
Director  
(DIN : 00038854)

  
Vineet Kashyap  
Director  
(DIN : 00038697)

  
Vikram Kashyap  
Director  
(DIN : 00038037)

Signed in terms of our Audit Report of even date  
For Sood Brij & Asst  
Chartered Accountants  
Firm Regn. No. 003604

  
(A. K./Sood)  
Partner  
M. No. 14372



Place: New Delhi  
Date: 27th May, 2014

## 1 GENERAL INFORMATION

Sout Space Projects Limited is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956.

## 2 SIGNIFICANT ACCOUNTING POLICIES

The Company follows mercantile basis of accounting. The accounts are prepared on historical cost basis, on going concern and are consistent with generally accepted accounting principles and materially comply with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India. The significant accounting policies followed by the Company are as stated below:

### Fixed Assets

Fixed Assets are shown at cost less accumulated depreciation. Cost comprises of purchase price, import duties and other non refundable taxes or levies and any other directly attributable costs.

### Depreciation

- (a) Depreciation is provided on Written down value method at rates specified in Schedule XIV to the Companies Act, 1956.
- (b) Plant & Machinery of costing upto Rs.5,000/- are depreciated at the rate of 100% in the year of Purchase.
- (c) Leasehold improvements are written off over the lease period on pro rata basis.

### Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenues.

### Investments

Investments are shown at cost. No provision is made for loss in their market value at the year end. Loss/profit, if any, is accounted in Profit & Loss Account in the year of sale.

### Work in Progress / Stock / Capital Work in Progress:

All pre-operative expenses related to the separate projects are allocated towards project cost. The Stocks are valued at cost or realizable value, whichever is lower. For those Projects which, after completion shall be leased out, all pre-operative expenses have been shown as Capital Work in Progress.

### Revenue & Expenditure Recognition

Revenue /Expenditure: - It is accounted on the basis of accrual method of accounting. The Revenue/expenditure are recognized on the basis of the lower of the percentage of total project expenditures or project revenues incurred/duo, subject to the minimum of 30% following the Guidance Note on Accounting for Real Estate Transactions (Revised 2012) of ICAI.

### Employees Retirement Benefits

Retirement Gratuity and Leave Encashment: The Company has accounted for liabilities towards Gratuity and Leave Encashment on the basis of Actuarial Valuation in compliance with the Accounting Standard -15, Issued by the Institute of Chartered Accountants of India details of which are as follows:

### Provision for Current and Deferred Tax

Provision for Current Income Tax is made after taking into consideration various allowances and disallowances as per provision of the Income Tax Act, 1961.

Deferred tax is recognized, subject to the consideration of prudence, on timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

### Use of Estimates

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. Differences between actual results and estimates are recognized in the period in which they materialize.

### Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable amount. An impairment loss is charged to profit & Loss Account in the year in which an asset is identified as impaired.

### Cash Flow Statement

Cash Flows are prepared as per the indirect method as specified in the Accounting Standard (AS-3) 'Cash Flow Statement'



## Foreign Currency Transactions

### (i) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

### (ii) Conversion

Foreign Currency monetary items are reported using the closing rate. Non monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction and non- monetary items which are carried at fair value or similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

### (iii) Exchange Difference

Exchange difference arising on settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

## 3 SHARE CAPITAL

Share Capital	As at 31st March 2014		As at 31st March 2013	
	Number	Amount	Number	Amount
<b>Authorised</b>				
Equity Shares of Rs 10 each	5,000,000	50,000,000	5,000,000	50,000,000
<b>Issued, Subscribed &amp; Fully Paid up</b>				
Equity Shares of Rs. 10 each fully paid	2,093,825	20,938,250	2,093,825	20,938,250
<b>Total</b>	<b>2,093,825</b>	<b>20,938,250</b>	<b>2,093,825</b>	<b>20,938,250</b>

### 3.1. Reconciliation of shares outstanding at the beginning and at the end of reporting period

Particulars	As at 31st March 2014		As at 31st March 2013	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	2,093,825	20,938,250	2,093,825	20,938,250
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	2,093,825	20,938,250	2,093,825	20,938,250

### 3.2. Details of Shareholders holding more than 5% shares in company

Name of Shareholder	As at 31st March 2014		As at 31st March 2013	
	No. of Equity Shares held	% of Holding	No. of Equity Shares held	% of Holding
B. L. Kashyap And Sons Limited	2,050,000	97.90%	2,050,000	97.90%

## 4 RESERVES & SURPLUS

Reserves & Surplus	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
<b>Securities Premium Account</b>		
Opening Balance	3,944,250	3,944,250
Add: Addition	-	-
Closing Balance	<b>3,944,250</b>	<b>3,944,250</b>
<b>General Reserve</b>		
Opening Balance	36,500,000	36,500,000
Add: Addition	-	-
Closing Balance	<b>36,500,000</b>	<b>36,500,000</b>
<b>Surplus / (Deficit)</b>		
Opening balance	(49,928,145)	(69,149,213)
Add: Net Profit/(Net Loss) for the current year	39,150,029	19,521,068
Closing Balance	<b>(10,778,116)</b>	<b>(49,928,145)</b>
<b>Total (A+B+C)</b>	<b>29,666,134</b>	<b>(9,483,895)</b>



5 LONG TERM BORROWINGS

Long Term Borrowings	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
<b>Secured</b>		
<b>Term loans</b>		
From Banks		
- ICICI Bank Limited	61,120,824	95,027,290
- Indusind bank	597,522,286	643,828,592
[Secured against Land & Building, Corporate Guarantee from Holding Company (B . L. Kashyap and Sons Limited) and Personal Guarantee of Directors ]		
From Other	24,528,641	64,863,026
- Srei Equipment Finance P. Ltd.		
[Secured against Immovable Properties situated at Bangluru, Corporate Guarantee from Holding Company (B . L. Kashyap and Sons Limited) and Personal Guarantee of Directors ]		
<b>Total</b>	<b>683,171,751</b>	<b>803,718,908</b>
<b>Unsecured Loan</b>		
<b>From Related Parties</b>		
Inter Corporate Deposits from B.L.Kashyap & Sons Limited (Holding Company)	2,120,134,760	2,144,364,760
<b>From Others</b>		
Inter Corporate Deposits	194,775,000	54,950,000
<b>Total</b>	<b>2,314,909,760</b>	<b>2,199,314,760</b>

Note ; Secured Term Loan from Indusind Bank - Indusind Bank has first Pari Pasu Charge over the entire Current Assets of the Company (Both Present & Future)

Note : Unsecured Long Term Loan from Holding Company and others including interest is repayable on demand. This has been classified as 'Long Term Loan' as the company has obtained the view from holding company's management that considering tight liquidity position of the company there is no likelihood of their asking for whole of its repayment, atleast within next 2 years.

Note : ICICI bank Ltd. - Principal amount Rs. 6,11,20,823/- & interest 37,80,921/- delayed by 1 day.  
 Indusind bank Ltd. - Principal amount Rs. 1,99,72,060/- & interest 54,27,940/- delayed by 77 days.  
 Srei Equipment Finance Ltd. - Principal amount Rs. 1,20,53,264/- & interest 1,60,117/- delayed by 89 days.

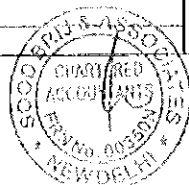
6 OTHER LONG TERM LIABILITIES

Other Long Term Liabilities	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
Security Deposit received from Lessees	132,634,780	130,119,506
Interest Payable	1,619,614,190	1,318,236,975
Sundry Creditors Long Term	1,781,406	1,052,509
<b>Total</b>	<b>1,754,030,376</b>	<b>1,449,408,990</b>

In the opinion of management, the Sundry Creditors Trade (Long Term) payable are those Sundry Creditors which are outstanding for a period of more than one year and hence not in operating cycle of the company.

7 LONG TERM PROVISIONS

Long Term Provisions	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
<b>Provision for Employee Benefits</b>		
Provision for Gratuity (Non Funded)	1,290,695	1,777,619
Provision for Leave Encashment (Non Funded)	59,239	195,591
<b>Total</b>	<b>1,349,934</b>	<b>1,973,210</b>



## 8 DEFERRED TAX

Deferred Tax Liability / (Assets)	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
Depreciation	(748,101)	(622,443)
Accrued Gratuity & Leave Encashment provisions	(437,986)	(640,208)
Losses Carried Forward	(30,427,943)	(15,106,266)
<b>Net Deferred Liability / (Assets)</b>	<b>(31,614,030)</b>	<b>(16,368,917)</b>

## 9 SHORT TERM BORROWINGS

Short Term Borrowings	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
<u>Unsecured</u>		
Loans repayable on Demand From Banks	3,225,493	-
	<b>3,225,493</b>	<b>-</b>

## 10 TRADE PAYABLES

Trade Payables	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
Sundry Creditors (MSME)	440,902	1,793,215
Sundry Creditors	612,027,119	670,791,007
<b>Total</b>	<b>613,268,021</b>	<b>670,791,007</b>

Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	As at 31st March 2014	As at 31st March 2013
The Principal amount and the interest due thereon remaining unpaid to any Suppliers as at the end of Year.		
Principal Amount unpaid:	440,902	1,793,215
Interest Due	-	452,788
The amount of interest paid by the buyer in terms of section-16 of the Micro Small and Medium Enterprises Development Act,2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year Payment made beyond the Appointed date Interest paid beyond the Appointed date		
The amount of interest due and payable for the period of delay in making payment ( which has been paid but beyond the appointed day during the year, ) but without adding the interest specified under Micro Small and Medium Enterprises Development Act,2006		
The amount of interest accrued and remaining unpaid at the end of the year and	-	405,258
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above or actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under section 23 Micro Small and Medium Enterprises Development Act,2006		

## 11 OTHER CURRENT LIABILITIES

Other Current Liabilities	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
Current Maturities of long-term debt	200,263,157	352,821,203
Advance From Customers	500,000	277,280,045
Expenses Payable	27,148,851	45,236,960
Statutory Dues Payable	33,797,908	64,815,426
<b>Total</b>	<b>261,709,916</b>	<b>740,153,635</b>

## 12 SHORT TERM PROVISIONS

Short Term Provisions	As at 31st March 2014	As at 31st March 2013
	Amount	Amount
Provision for Income Tax	20,383,216	14,225,058
<b>Total</b>	<b>20,383,216</b>	<b>14,225,058</b>



ITEMS	GROSS BLOCK AT COST			DEPRECIATION			WRITTEN DOWN VALUE	
	AS AT 1.4.2013	ADDITIONS	SALES/ ADJUST	AS AT 31.03.2014	SALES/ ADJUST	FOR THE YEAR	AS AT 31.03.2014	AS AT 01.04.2013
<b>TANGIBLE ASSETS</b>								
Land & Building	400,000	-	-	400,000	-	-	400,000	400,000
Land	-	-	-	-	-	-	-	-
Land & Building	-	-	-	-	-	-	-	-
Assets under Leasehold Improvement	1,382,730	-	-	1,382,730	-	-	1,382,730	-
<b>Total (A)</b>	<b>1,782,730</b>	<b>-</b>	<b>-</b>	<b>1,782,730</b>	<b>-</b>	<b>-</b>	<b>1,382,730</b>	<b>400,000</b>
<b>PLANT &amp; MACHINERY</b>								
Generator	308,125	-	-	308,125	-	17,565	199,415	125,275
Office Equipments	1,006,999	-	-	1,006,999	-	58,596	644,318	421,217
Cellular Phones	467,233	-	-	467,233	-	21,201	336,016	152,418
Computer Systems	2,928,755	98,175	-	3,026,930	-	165,635	2,731,387	362,734
Computer Systems	366,230	-	-	366,230	-	20,418	239,361	146,767
Air Conditioners	81,467	-	-	81,467	-	1,138	74,426	8,119
Fan	4,437,023	-	-	4,437,023	-	230,709	3,393,098	1,274,633
Furniture & Fixtures	5,591,786	-	-	5,591,786	-	278,483	4,794,630	1,075,639
Vehicles	15,187,618	98,175	-	15,285,793	-	793,944	12,413,551	3,567,911
<b>Total (B)</b>								
<b>INTANGIBLE ASSETS</b>								
Computer Softwares	503,289	-	-	503,289	-	12,663	484,302	31,651
<b>Total (C)</b>								
<b>CAPITAL WORK IN PROGRESS</b>								
Capital Work in Progress	1,184,823,558	106,491,555	2,413,000	1,288,902,114	-	-	-	1,284,823,558
<b>Total (D)</b>								
Gross Total (Current Year)	1,202,297,196	106,589,730	2,413,000	1,306,473,926	13,474,078	306,607	14,250,683	1,292,193,243
Previous Year(Figure)	1,487,296,356	154,521,200	440,903,090	1,200,914,466	11,037,836	1,053,512	12,091,346	1,188,823,120



14. NON CURRENT INVESTMENTS - AT COST UNQUOTED

Particulars	As at 31st March 2014		As at 31st March 2013	
	Amount	Amount	Amount	Amount
<b>A</b>				
Trade Investments (Refer A below)	2,990,770,493	2,965,259,414		
(a) Investment in Properties	20,000,000	20,000,000		
(b) Investment in Equity Instruments	1,020,000	1,020,000		
(c) Investments in Partnership firms	3,071,790,493	2,986,279,414		
<b>Total (A)</b>				
<b>B</b>				
Other Investments (Refer B below)	13,000	13,000		
(a) National Savings Certificates	13,000	13,000		
<b>Total (B)</b>				
<b>Grand Total (A + B)</b>	3,011,803,493	2,986,291,414		

14.1

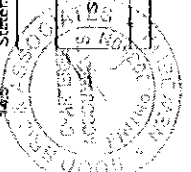
Details of Trade Investments												
Sr. No.	Name of the Body Corporate	Subsidiary / JV / Associate / JV / Controlled Entity / Others	No. of Shares / Units	Quoted / Unquoted	Partly Paid / Fully paid	2014 (8)	2013 (9)	Amount (in Rs.)	2014 (10)	2013 (11)	Whether stated as Cost Yes / No (12)	If Answer to Column (9) is 'No' - Basis of Valuation (13)
(1)	Investment Properties	(3)	2014 (4)	(5)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	
(a)	50% Unquoted Share in Arena - Bangalore (Land & Building)							997,524,192	997,524,192	Yes	-	
	50% Unquoted Share in Arena - Bangalore (Land & Building)							1,167,397,358	1,167,397,358	Yes	-	
	50% Unquoted Share in Paradigm - Bangalore (Land & Building)							339,433,773	339,433,773	Yes	-	
	75% Unquoted share in (Spirit) Amritsar (Land and Building)							466,415,170	440,903,050		-	
	<b>Total</b>							<b>2,990,770,493</b>	<b>2,965,259,414</b>			
(Note: The above investment in Spirit (Bangalore), Arena (Bangalore), Paradigm (Bangalore) are pledged with the lenders to avail Loans												
(b)	Investment in Equity Instruments											
	100,000 Equity Shares of Rs. 10.00 Each in wholly owned subsidiary company "Soul Space Hospitality Ltd.	Wholly Owned Subsidiary Company	1,000,000	Unquoted	Fully Paid	100%	100%	10,000,000	10,000,000	Yes	-	
	100,000 Equity Shares of Rs. 10.00 each in wholly owned subsidiary company "Soul Space Realty Ltd.	Wholly Owned Subsidiary Company	1,000,000	Unquoted	Fully Paid	100%	100%	10,000,000	10,000,000	Yes	-	
	<b>Total</b>							<b>20,000,000</b>	<b>20,000,000</b>			
(c)	Investments in partnership firm											
	Survakant Kakaide & Soul Space					51%	51%	1,020,000	1,020,000	-	-	
	<b>Total</b>							<b>1,020,000</b>	<b>1,020,000</b>			

14.2

Details of Other Investments												
Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units	Quoted / Unquoted	Partly Paid / Fully paid	2014 (8)	2013 (9)	Amount (₹)	2014 (10)	2013 (11)	Whether stated as Cost Yes / No (12)	If Answer to Column (9) is 'No' - Basis of Valuation (13)
(1)		(3)	2014 (4)	(5)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	
(a)	Other non-current investments (specify nature)											
	National Savings Certificate							13,000	13,000	Yes	NA	
	<b>Total</b>							<b>13,000</b>	<b>13,000</b>			

14.3 Statement of investment in partnership firm

Name of the Firm	Name of Partners	Capital Investment	Profit Sharing Ratio
SURYAKANT KAKAIDE & SOUL SPACE	1. Soul Space Projects Limited	1,000,000	51%
	2. Suryakant Kakaide & Associates	980,000	49%
	<b>Total</b>	<b>2,000,000</b>	





15 LONG TERM LOANS AND ADVANCES

Long Term Loans and Advances	As at 31st March 2014	As at 31st March 2013
	Amount (Rs.)	Amount (Rs.)
<u>Security Deposits</u>		
Unsecured, considered good	271,641,660	271,639,448
<u>Loans and advances to related parties</u>		
Unsecured, considered good		
-Inter Corporate Loan - Wholly Owned Subsidiary Companies	316,705,249	415,455,249
-Others	4,785,000	4,785,000
Add: Interest Thereon	298,116,783	243,367,876
<b>Total</b>	<b>890,248,692</b>	<b>935,267,576</b>

Note : Long Term Loans and Advances given to subsidiary companies and others including interest which are recoverable on demand have been classified as Long Term Loans and Advances as the management is of the view that there is no likelihood of asking for their repayment, atleast with in next 12 months.

16 INVENTORIES

Inventories	As at 31st March 2014	As at 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Work-in-progress (Valued at Cost)	7,398,838	261,962,004
<b>Total</b>	<b>7,398,838</b>	<b>261,962,004</b>

Taken, Valued and certified by the management.

17 TRADE RECEIVABLES

Trade Receivables	As at 31st March 2014	As at 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Unsecured, considered good		
Trade receivables due for a period Exceeding 6 months	63,024,103	37,675,248
Trade receivables due for a period less than 6 months	124,883,985	200,997,994
<b>Total</b>	<b>177,908,088</b>	<b>238,673,241</b>

18 CASH & CASH EQUIVALENTS

Cash and cash equivalents	As at 31st March 2014	As at 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Balances with banks	4,137,838	32,487,680
Bank deposits with more than 12 months maturity	2,100,000	2,100,000
Cheques, drafts on hand	1,205,834	-
Cash on hand	10,209,904	6,626,505
<b>Total</b>	<b>17,653,576</b>	<b>41,214,194</b>

19 SHORT TERM LOANS AND ADVANCES

Short-term loans and advances	As at 31st March 2014	As at 31st March 2013
	Amount (Rs.)	Amount (Rs.)
<u>Unsecured, considered good</u>		
<u>Advance to Related Parties</u>		
Advance to Partnership Firm In which Company is a partner	103,436,673	102,366,722
<u>Others</u>		
Advance to Joint Developers	71,563,021	50,464,895
Security Deposit (Rent)	1,320,000	1,335,000
TDS recoverable	28,787,813	20,451,245
Advance Tax	20,297,644	29,297,644
Other Advances	39,427,738	19,523,863
<b>Total</b>	<b>273,832,888</b>	<b>232,439,468</b>

20 REVENUE FROM OPERATIONS

Particulars	For the Year ended 31st March 2014	For the Year ended 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Sale of Plotted Land/Flats	639,967,922	279,041,716
<b>Total</b>	<b>639,967,922</b>	<b>279,041,716</b>



## 21 OTHER INCOME

Particulars	For the Year ended 31st March 2014	For the Year ended 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Rental Income	154,927,216	125,628,036
Maintenance Charges	16,843,757	12,748,131
Parking Charges	6,866,429	8,109,234
Interest Income	432,563	2,161,362
Transfer Fees	336,741	842,964
Misc. Receipts	-	60,000
Customization	92,600	-
Club Charges	300,000	-
Infrastructure Develop. charge	710,776	-
Handing Charges	292,457	-
<b>Total</b>	<b>180,902,606</b>	<b>149,639,727</b>

## 22 PROJECT DIRECT EXPENSES

Particulars	For the Year ended 31st March 2014	For the Year ended 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Opening Balance	377,289,426	584,612,096
Purchases	3,962,210	-
Development Expenses	185,536,073	128,949,363
Brokerage & Commission	35,000	6,022,313
Electricity and Water Expenses	6,059,667	5,706,547
Security Charges	666,046	614,600
Repair & Maintenance	173,314	226,699
Food Court Expenses	12,660,677	5,445,006
Advertisements	3,690,634	4,733,908
Processing Charges	3,933,940	1,229,779
<b>Total</b>	<b>594,027,080</b>	<b>737,540,317</b>
Less: Transferred to Work in Progress	5,920,011	100,961,077
Transferred to Land and Building	21,246,610	334,421,806
Transferred to Capital Work in Progress	186,493,532	186,328,348
Balance Transferred to Profit & Loss Account	380,357,024	25,829,086
Joint Development Cost (Flat)	1,358,370	-
Joint Development Cost (Plotted Land)	-	884,721
<b>Total</b>	<b>361,716,294</b>	<b>26,813,806</b>

## 23 EMPLOYEE BENEFIT EXPENSES

Particulars	For the Year ended 31st March 2014	For the Year ended 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Opening Balance	25,521,410	15,940,877
Salaries & Wages	21,926,480	27,173,699
Contribution to Provident Fund	396,159	450,843
Contribution to Employees State Insurance	204,081	126,022
Staff Welfare	103,474	199,758
Gratuity	(195,632)	704,582
Leave Encashment	(136,352)	110,672
Bonus	733,079	767,019
<b>Total</b>	<b>48,652,790</b>	<b>45,483,372</b>
Less: Transferred to Work in Progress	477,348	14,821,116
Transferred to Land and Building	231,960	3,317,367
Transferred to Capital Work in Progress	10,796,708	10,700,293
Balance Transferred to Profit & Loss Account	37,046,783	16,644,696

## 24 FINANCE COSTS

Particulars	For the Year ended 31st March 2014	For the Year ended 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Opening Balance	665,049,933	621,630,547
Inter Corporate Deposits & others	235,221,027	272,266,601
Term Loan	154,741,195	116,773,538
Other Borrowing Cost	441,091	1,350,482
<b>Total</b>	<b>1,055,454,146</b>	<b>1,012,041,169</b>
Less: Transferred to Work in Progress	610,378	29,426,960
Transferred to Land and Building	20,101	92,279,889
Transferred to Capital Work in Progress	738,110,347	635,623,973
Balance Transferred to Profit & Loss Account	316,813,319	264,711,346



## 25 OTHER EXPENSES

Particulars	For the Year ended 31st March 2014	For the Year ended 31st March 2013
	Amount (Rs.)	Amount (Rs.)
Opening Balance	28,924,795	23,941,845
Office Rent	2,978,432	2,082,175
Repair and Maintenance of Office Buildings	21,406,408	19,014,727
Insurance	1,523,026	1,697,487
Rates & Taxes	1,162,405	30,645,452
Printing Charges	194,209	430,806
Traveling Expenses	1,125,891	1,097,681
Vehicle Running & Maintenance	1,802,737	1,656,909
Professional Fees	13,354,646	11,233,347
Printing & Stationery	253,545	544,733
Business Promotion	-	30,017
Audit Fees	146,068	114,420
Telephone & Fax	588,611	647,697
Other Expenses	1,052,048	14,103,722
Total	74,614,479	108,040,916
Less: Transferred to Work In Progress	482,101	10,763,850
Transferred to Land and Building	3,693,400	10,884,028
Transferred to Capital Work in Progress	15,914,528	12,170,944
Balance Transferred to Profit & Loss Account	54,424,452	68,232,093

## 26 NOTES ON ACCOUNTS

## 26.1 Related Party Disclosure

(i) Holding Company  
B. L. Kashyap & Sons Limited

Status  
Limited Company

(ii) Subsidiary Company  
Soul Space Realty Limited  
Soul Space Hospitality Limited

Status  
Limited Company  
Limited Company

(iii) Associates  
(a) BLK NCC Consortium  
(b) BLK Infrastructure Ltd.  
(c) B.L.K. Financial Services Limited  
(d) B.L.K. Securities Private Limited  
(e) Ahuja Kashyap Mah Pvt. Ltd.  
(f) Bezel Investments & Finance Pvt. Ltd.  
(g) Security Information Systems (I) Ltd.  
(h) B.L. Kashyap & Sons  
(i) Aiyana Trading Pvt. Ltd.  
(j) B L K Lifestyle Limited  
(k) Chrysalis Trading Pvt. Ltd.  
(l) Chrysalis Realty Projects Pvt. Ltd.  
(m) EON Auto Industries Private Limited  
(n) Kasturi Ram Herbals Industries  
(o) Suryakant Kakade & Soul Space  
(p) BLK BILIL Consortium  
(q) B.L. Kashyap & Sons (IUF)

Status  
Association of Persons  
Limited Company  
Limited Company  
Private Limited Company  
Private Limited Company  
Private Limited Company  
Limited Company  
Partnership Firm  
Private Limited Company  
Limited Company  
Private Limited Company  
Private Limited Company  
Private Limited Company  
Partnership Firm  
Partnership Firm  
Association of Persons  
Hindu Undivided Family

## (iv) Key Management Personnel

a) Mr. Vinod Kashyap  
b) Mr. Vineet Kashyap  
c) Mr. Vikram Kashyap

Director (DIN : 00038854)  
Director (DIN : 00038897)  
Director (DIN : 00038937)

## (v) Relatives of Key Management Personnel

Mrs. Anjoo Kashyap  
Mrs. Aradhana Kashyap  
Mrs. Amrita Kashyap  
Mr. Mohit Kashyap  
Mrs. Nikita Kashyap  
Ms. Malini Kashyap  
Mr. Saurabh Kashyap  
Mrs. Ishita Kashyap  
Mrs. Shruiti Choudhary  
Mrs. Sanjana Kashyap  
Mr. Sahil Kashyap

Status  
Wife of Mr. Vinod Kashyap  
Wife of Mr. Vineet Kashyap  
Wife of Mr. Vikram Kashyap  
Son of Mr. Vinod Kashyap  
Wife of Mr. Mohit Kashyap  
Daughter of Mr. Vinod Kashyap  
Son of Mr. Vineet Kashyap  
Wife of Mr. Saurabh Kashyap  
Daughter of Mr. Vineet Kashyap  
Daughter of Mr. Vikram Kashyap  
Son of Mr. Vikram Kashyap



26.2 Transactions with related parties during the year

Description	(Rs. In Lakhs)			
	Holding		Holding	
	As at 31 March 2014		As at 31 March 2013	
	Debit	Credit	Debit	Credit
Transactions during the year:				
Purchases / Development Exp		1,508.38		1,077.23
Inter Corporate Deposits	2,352.30	2,110.00	9,046.06	983.60
Interest on Inter Corporate Deposits		2,772.62		3,251.85
Others	7.40	1.58	7.02	
Closing Balance		43,176.71	0.25	40,937.67

Description	(Rs. In Lakhs)			
	Subsidiary		Subsidiary	
	As at 31 March 2014		As at 31 March 2013	
	Debit	Credit	Debit	Credit
Transactions during the year:				
Inter Corporate Deposits	2.60	1,000.00	6.20	600.26
Interest on Inter Corporate Deposits	486.47		672.51	
Others				
Closing Balance	6,130.33		6,686.76	

Description	(Rs. In Lakhs)			
	Associates / Key Management		Associates / Key Management Personnel	
	As at 31 March 2014		As at 31 March 2013	
	Debit	Credit	Debit	Credit
Transactions during the year:				
Purchases / Development Exp / Sales		2.99	79.22	31.97
Inter Corporate Deposits			47.85	
Interest on Inter Corporate Deposits	6.22		1.67	
Others				
Closing Balance	68.60		89.27	

In respect of above parties, there is no provision for doubtful debts as on 31-03-2014 and no amount is written off or written back during the year in respect of debt/loan & advances due from/to them.

26.3 Non Current Investments

Ownership of Proportional share of Land underneath the Two properties constructed in Bangalore under Joint Development Agreement is pending Registration in company's favour

26.4 Contingent liabilities:

(a) Claims against the company not acknowledged as debt:

In respect of Income Tax Assessment year 2006-07 to 2009-10, Income Tax & Fringe Benefit Tax demand of Rs.5,47,05,359/- has been raised by the Income Tax Department. As against the above demand, the Company has since adjusted/deposited a Sum of Rs.2,91,82,379/- and shown as advance tax paid. The Company has not made provision for the demand of Income Tax raised and has filed appeal for Assessment Year 2007-08 to Assessment Year 2009-10 before the Commissioner of Income Tax (Appeal) II, New Delhi. Further in respect of Assessment Year 2006-07 the matter is pending before Income Tax Appellate Tribunal, New Delhi. The appeals are still pending for hearing and its disposal.

In respect of Assessment of Tax Deducted At Sources under section 201 of Income Tax Act for Assessment year 2012-13, demand of Rs. 2,37,53,903/- has been created by Income Tax Department (TDS) department. The Company has not made provision for the demand of Tax raised and has filed appeal before the Commissioner of Income Tax (Appeal), New Delhi. The appeals are still pending for hearing and its disposal.

In respect of Assessment year 2006-07, demand of Rs. 16,15,681/- under section 271(1)(c) of Income Tax Act has been raised by Income Tax Department. The Company has not made provision for the demand of Tax raised and has filed appeal before the Commissioner of Income Tax (Appeal), New Delhi. The appeals are still pending for hearing and its disposal.

(b) Other money for which the company is contingently liable :

There are certain legal disputes in respect of titles to the land acquired at Pune for the purpose of Joint Development. The legal cases are at different stages of hearings. At this stage it is difficult to ascertain and/or quantify additional liability towards any claims arising on account of such legal disputes.

26.5 Segment Reporting:

The Company has one reportable segment for key reporting namely development of Realty Projects in India.

26.6 Additional information pursuant to Para 5 of Part II of Schedule VI to the Companies Act, 1956, to the extent applicable:

Expenditure in Foreign Currency on account of	As at 31 March 2014	As at 31 March 2013
Import of Material	Nil	Nil



26.7 The cumulative advances to Joint Development Partners as at 31st March, 2014 was Rs. 8.13 Crores (Previous year Rs. 7.53 Crores) towards advances and Rs.25.64 Crores (Previous year Rs. 25.64 Crores) towards security deposits.

**26.8 Impairment of Assets:**

Pursuant to Accounting Standard (AS20) on - Impairment of Assets issued by the Institute of Chartered Accountants of India, the Company assessed its fixed assets for impairment as at the year end and concluded that there has been no significant Impaired Fixed Asset that needs to be recognized in the books of account.

**26.9 Earning per Share (EPS)**

Particulars	2013-14	2012-13
Net Profit available for Equity Shareholders	39,150,029	19,521,068
Number of Equity Shares used as denominator for calculation of Basic/Diluted EPS	2,093,825	2,093,825
Basic and Diluted Earning per Share of face value Rs.10/- each (Previous year)	19	9

26.10 In the opinion of the board of directors all its assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet.

**26.11 Gratuity**

Gratuity	As at 31 March 2014	As at 31 March 2013
	Amount	Amount
Present Value of Obligation as at Beginning of the year	1,777,619	1,204,010
Interest cost	142,210	101,121
Current service Cost	243,781	372,264
Past Service Cost		
Benefit Paid	(291,392)	(190,973)
Actuarial (Gain)/Loss on Obligation	(581,523)	231,207
Present Value of Obligation as at the year ended 31.03.2014	1,290,695	1,777,619

**26.12 Leave Encashment**

Leave Encashment	As at 31 March 2014	As at 31 March 2013
	Amount	Amount
Present Value of Obligation as at Beginning of the year	195,591	84,919
Interest cost	15,647	6,794
Current service Cost	20,106	60,354
Actuarial (Gain)/Loss on Obligation	(172,105)	53,524
Present Value of Obligation as at the year ended 31.03.2014	69,239	195,591

**26.13 Payment to Auditors**

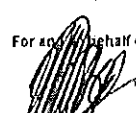
Payment to Auditors	As at 31 March 2014	As at 31 March 2013
	Amount (Rs.)	Amount (Rs.)
As Audit Fee	146,068	114,420
<b>Total</b>	<b>146,068</b>	<b>114,420</b>

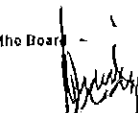
26.14 43,825 equity shares of the company were issued to the employees of the Company and of B. L. Kashyap & Sons Ltd - Holding company, under an ESOP scheme. A Trust - BLK Employees Welfare Trust was created to oversee the operation of the said scheme. Due to resignation of some employees, 6450 shares representing 0.31% of the total issued capital of the company, were purchased by the Trust and are held by it as on the reporting date.


26.15 Previous year's figures are regrouped/rearranged wherever considered necessary to make them comparable with the current year.

  
Ashok Bansal  
Chief Financial Officer

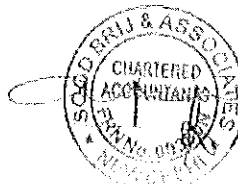
For and on behalf of the Board -

  
Vinod Kashyap  
Director  
(DIN : 00038854)

  
Vinod Kashyap  
Director  
(DIN : 00038897)

  
Vikram Kashyap  
Director  
(DIN : 00038937)

Signed in terms of our Audit Report of even date  
For Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No.- 0035011



  
A. K. Sood  
Partner  
Membership No.-14372

Place: New Delhi  
Date: 31.03.2014

