



S+B

SOOD BRIJ AND ASSOCIATES

Chartered Accountants

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Independent Auditors' Report

To the Members of Soul Space Projects Limited

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Soul Space Projects Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2016, 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

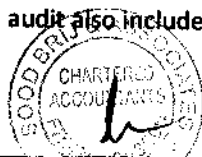
The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of



accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2016;
- (ii) in the case of the Statement of Profit and Loss, of the loss 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.

Emphasis of Matters:-

We draw attention to the following matters in the notes to the consolidated financial statements.

(a) Refer Note 4 of the financial statements regarding negative Net worth and cash losses of the Company. However the Management is of the view , efforts are being made to make the company as profitable entity. Accordingly the accounts are being made on going concern basis.

(b) Refer Note 26.4 (a) to the financial statements regarding certain income tax demands raised but not provided for by the company.

(c) Refer Note 26.4 (b) to the financial statements related to the uncertainty regarding the titles to the land acquired by the Company in Pune for the purpose of Joint Development.

Our opinion is not modified in respect of these matters.

Report on other Legal and Regulatory Requirements

(1) As required by the Companies (Auditors' Report) Order 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 we annexed hereto a statement on the matters specified in para 3 and 4 of the said order.

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

- a) We have sought and obtained all the information and explanations which to the



best of our knowledge and belief were necessary for the purposes 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, the 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 aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31st March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to separate report in Annexure 'B' and
- g) with respect to the other matters included in the Auditor's Report and to the best of our information and according to the explanations given to us:-
 - (i) The company does not have any pending litigations which would materially impact its financial position except point (c) of Emphasis of Matters.
 - (ii) The company does not have any term contracts including derivative contracts for which there are any material foreseeable losses.
 - (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

**For Sood Brij & Associates
Chartered Accountants
Firm Regn. No. 00350N**



**A.K. Sood
Partner
M No.014372**

**Place : New Delhi
Dated : 27th May 2016**

Annexure to the Auditors' Report

The Annexure referred to in our Auditors' Report of even date on the accounts for the year ended 31st March, 2016 of Soul Space Projects Limited, New Delhi in pursuance to the Companies (Auditor's Report) order, 2016 on the matters specified in paragraphs 3 and 4 of the said order.

- (i) (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 once in a year, 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) Title deed of immovable properties in respect of 50% shares in Sprit Mall, Bangalore, Karnataka and 75% share in Sprit Mall, Amritsar, Punjab, respectively shown as investments in Balance Sheet notes no. 14.1 are not registered in the name of the Company, these are part of respective Joint development agreements.
- (ii) (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 accounts.
- (iii) The Company has granted unsecured loans, to the companies, covered in the register maintained under section 189 of the Companies Act.
- (a) The terms and conditions of the grant of loan are not prejudicial to the company's interest.
- (b) The receipt of principal amount and interest are as per agreed terms and conditions.
- (c) As per agreed terms and conditions there are no overdue amounts.
- (iv) The Company has complied with provisions of section 185 and 186 of the Companies Act, in respect of loans, investments, guarantees and security.
- (v) 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 73 to 76 or any



other relevant provisions of the Companies Act and the rules framed there under are not applicable.

(vi) The Central Government has specified maintenance of cost record u/s. 148(1) of the Companies Act, 2013. As per records produced and explanations given to us, the company has made and maintained cost records.

(vii) (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 following undisputed statutory dues outstanding for more than six months as on the date of Balance Sheet

Nature of dues	Undisputed Amount Arrear More Six Month (Rs. in Lac)
Property Tax	157.63

(b) According to the information and explanations given to us, there are disputed amount payable towards Income Tax, Service Tax, Central Excise, and Valued added tax as on the date of Balance Sheet in the following cases:-

Name of the Statute	Nature of Dues	Period to which the amounts relates	Disputed Amount Not Deposited (Rs. in Lac)	Forum Where the Dispute is pending
Income Tax Act	TDS	F.Y. 2011-12	212.64	The Commissioner of Income Tax (A), New Delhi
		Total	212.64	

(viii) The Company has defaulted in repayment of its dues to the Bank and Financial Institution as under:-

Name of Bank	Principal & Interest Amount (Rs.)	Period of Default
ICICI BANK LTD.	7,120,198	60 Days
INDUSIND BANK LTD (Loan I)	21,420,803	46 Days
INDUSIND BANK LTD (Loan II)	1,692,173	60 Days

(ix) According to the information and explanation given to us, no money raised by way of initial public offer and the Term Loans availed by the Company were applied for the purpose for which those were raised.

(x) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

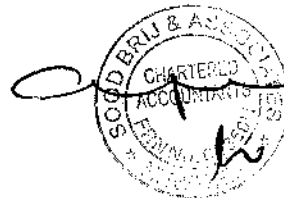
(xi) No managerial remuneration is paid during the year under the provisions of section 197 read with Schedule V to the Companies Act, 2013.

(xii) The Company is not the Nidhi Company and as such this clause is not applicable.



- (xiii) All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and are disclosed in the financial statements.
- (xiv) The Company during the year has not made any preferential, private placement, of shares or fully or partly convertible debentures during the year.
- (xv) The Company has not entered with any non-cash transaction with Directors or persons connected with them, during the year within the meaning of section 192 of the Companies Act, 2013.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Sood Brij & Associates
Chartered Accountants
Firm Regn. No. 00350N**



**A.K. Sood
Partner
M No.014372**

**Place : New Delhi
Dated : 27th May 2016**

Annexure-B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Soul Space Projects Limited ("the Company") as of 31st March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that :

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Sood Brij & Associates
Chartered Accountants
Firm Regn. No. 00350N**



**A.K. Sood
Partner
M No.014372**

**Place : New Delhi
Dated : 27th May 2016**

SOUL SPACE PROJECTS LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2016

(Amount in Rs)

Particulars	Note	As at 31st March 2016	As at 31st March 2015
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	20,938,250	20,938,250
(b) Reserves and surplus	4	(37,449,086)	12,882,059
		(16,510,836)	33,820,309
2 Non-current liabilities			
(a) Long-term borrowings	5	2,905,755,633	2,962,313,673
(b) Other Long term liabilities	6	2,291,879,703	2,029,206,573
(c) Long-term provisions	7	1,324,514	1,251,672
		5,198,959,850	4,992,771,918
3 Current liabilities			
(a) Short-term Borrowings	9	3,018,000	1,168,000
(b) Trade payables	10	403,697,798	351,116,609
(c) Other current liabilities	11	659,325,775	539,518,358
(d) Short-term provisions	12	6,267,029	20,383,216
		1,072,308,602	912,186,182
TOTAL		6,254,757,615	5,938,778,409
II. ASSETS			
1 Non-current assets			
(a) Fixed assets	13		
(i) Tangible assets		1,019,260	1,229,303
(ii) Intangible assets		111,575	184,387
(iii) Capital work-in-progress		1,517,557,246	1,416,289,287
(b) Non-current investments	14	3,027,314,614	3,011,803,493
(c) Deferred tax assets (net)	8	112,753,229	73,452,895
(d) Long-term loans and advances	15	994,170,189	838,564,250
		5,652,926,113	5,341,523,616
2 Current assets			
(a) Inventories	16	182,077,480	68,316,704
(b) Trade receivables	17	128,210,581	159,202,027
(c) Cash and cash equivalents	18	10,721,952	55,095,224
(d) Short-term loans and advances	19	280,821,489	314,640,838
		601,831,502	597,254,793
TOTAL		6,254,757,615	5,938,778,409

General Information & Significant Accounting Policies

1 & 2

Other Notes on Accounts

26

The Notes are an integral part of these Financial Statements

This is the Balance Sheet referred to in our report of even date

For Sood Brij & Associates

Chartered Accountants

Firm Regn. No.- 00350N

A. K. Sood

Partner

Membership No.-14372



For and on behalf of the Board

Vinod Kashyap
Director

(DIN: 00038854)

Vineet Kashyap
Director

(DIN: 00038897)

Place: New Delhi

Date: 27th May, 2016

Place: New Delhi

Date: 27th May, 2016

SOUL SPACE PROJECTS LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

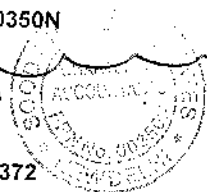
(Amount in Rs)

Particulars	Notes	For the year Ended 31st March 2016	For the year Ended 31st March 2015
I. Revenue from operations	20	99,132,367	270,052,841
II. Other income	21	151,341,266	184,887,311
III. Total Revenue (I + II)		250,473,632	454,940,152
IV. Expenses:			
Project Direct Expenses	22	26,551,167	154,257,249
Employee benefits expense	23	8,443,698	18,459,965
Finance costs	24	266,776,240	287,478,137
Depreciation and amortization expense	13	384,101	1,537,137
Other Expenses	25	37,949,905	51,129,101
Total Expenses		340,105,110	512,861,588
V. Profit before exceptional and extraordinary items and tax (III-IV)		(89,631,478)	(57,921,436)
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V - VI)		(89,631,478)	(57,921,436)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		(89,631,478)	(57,921,436)
X Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
(3) Earlier year Tax adjustment		(39,300,333)	(41,838,865)
XI Profit (Loss) for the period from continuing operations (IX-X)		(50,331,145)	(16,082,571)
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		(50,331,145)	(16,082,571)
XVI Earnings per equity share:			
(1) Basic		(24)	(8)
(2) Diluted		(24)	(8)
Face Value of each Equity Share		10	10


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The Notes are an integral part of these Financial Statements.


This is the Statement of Profit & Loss in our report of even date
For Sood Brij & Associates
Chartered Accountants
Firm Regn. No.- 00350N

A. K. Sood
Partner
Membership No.-14372



For and on behalf of the Board


Vineet Kashyap
Director
(DIN: 00038854)


Vineet Kashyap
Director
(DIN: 00038897)

Place: New Delhi
Date: 27th May, 2016

Place: New Delhi
Date: 27th May, 2016

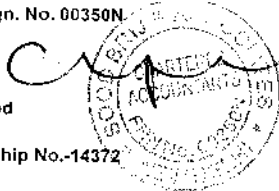
SOUL SPACE PROJECTS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

Amount in Rs.

PARTICULARS	As at 31 March 2016		As at 31 March 2015	
	Amount		Amount	
1 CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before tax & extra-ordinary items	(89,631,476)		(57,921,436)	
Adjustment for :				
- Depreciation	384,101		1,537,137	
- Profit from sale of fixed assets	(126,118)			
- Interest Expenses	266,776,240		287,478,137	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGE	177,402,745		231,093,838	
Adjustment for :				
- Decrease/(Increase) inventory	(113,760,776)		(60,917,866)	
- Decrease/(Increase) in trade and other receivables	30,991,446		18,706,061	
- Decrease/(Increase) Loans & Advances	(121,786,591)		10,876,493	
- Increase/(Decrease) in trade and other payables	422,868,391		288,677,472	
- Tax Paid				
NET CASH FROM OPERATING ACTIVITIES		395,715,215		488,435,998
2 CASH FLOW FROM INVESTING ACTIVITIES				
- Proceed from Sale of fixed assets	170,000			
- Purchased of Fixed Assets	(101,413,087)		(127,748,375)	
- Purchased of investments	(15,511,121)			
NET CASH (USED IN)/FROM INVESTING ACTIVITIES		(116,754,208)		(127,748,375)
3 CASH FLOW FROM FINANCING ACTIVITIES				
- Interest and Finance Charges Paid	(266,776,240)		(287,478,137)	
- Proceeds from Borrowings	(56,658,040)		(35,767,838)	
- Redemption of Debentures				
NET CASH (USED IN)/FROM FINANCING ACTIVITIES		(323,334,279)		(323,245,975)
NET INCREASE IN CASH AND EQUIVALENTS		(44,373,272)		37,441,648
CASH AND CASH EQUIVALENTS (OPENING BALANCE)		55,095,224		17,653,576
CASH AND CASH EQUIVALENTS (CLOSING BALANCE)		10,721,952		55,095,224
Notes :				
Cash and cash equivalents include :-				
Cash in hand		4,984,722		9,638,141
Balance with Schedule Bank including Cheques in hand & in transit		3,637,230		27,391,428
Fixed Deposit		2,100,000		18,065,655
Total		10,721,952		55,095,224

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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,2016

For and on behalf of the Board

Vineel Kashyap
 Director
 (DIN : 00038854)

Vineel Kashyap
 Director
 (DIN : 00038897)

Place: New Delhi
 Date: 27th May,2016

1 GENERAL INFORMATION

Soul 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) The Company follows the written Down value method in computing Depreciation.
- (b) Depreciation is computed on the basis of useful lives of the Tangible Assets which are in accordance with part 'C' of Schedule II of the Companies Act, 2013.
- (c) Depreciation is computed on intangible Assets in accordance with the Accounting Standard 26.
- (d) The Depreciation is computed on computer software on the basis of expired period of license to use and / or the expired life the assets.
- (e) The residual value of an asset shall not be more than five percent of the original cost of the asset.
- (f) Leasehold improvements are written off over the lease period.

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 direct 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. Work in progress is valued at cost.

Revenue & Expenditure Recognition

Revenue /Expenditure: - It is accounted on the basis of accrual method of accounting. The Revenue/expenditure are recognized 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 Encasement 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 2016		As at 31st March 2015	
	Number	(Amount in Rs)	Number	(Amount in Rs)
Authorised				
Equity Shares of Rs 10 each	50,00,000	5,00,00,000	50,00,000	5,00,00,000
Issued, Subscribed & Fully Paid up				
Equity Shares of Rs. 10 each fully paid	20,93,825	2,09,38,250	20,93,825	2,09,38,250
Total	20,93,825	2,09,38,250	20,93,825	2,09,38,250

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

Particulars	As at 31st March 2016		As at 31st March 2015	
	Number	(Amount in Rs)	Number	(Amount in Rs)
Shares outstanding at the beginning of the year	20,93,825	2,09,38,250	20,93,825	2,09,38,250
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	20,93,825	2,09,38,250	20,93,825	2,09,38,250

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

Name of Shareholder	As at 31st March 2016		As at 31st March 2015	
	No. of Equity Shares held	% of Holding	No. of Equity Shares held	% of Holding
B. L. Kashyap And Sons Limited	20,50,000	97.91%	20,50,000	97.91%

4 RESERVES & SURPLUS

Reserves & Surplus	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Securities Premium Account		
Opening Balance	39,44,250	39,44,250
Add: Addition	-	-
Closing Balance A	39,44,250	39,44,250
General Reserve		
Opening Balance	3,65,00,000	3,65,00,000
Add: Addition	-	-
Closing Balance B	3,65,00,000	3,65,00,000
Surplus / (Deficit)		
Opening balance	(2,75,62,191)	(1,07,78,117)
Less: Depreciation on the Assets*	-	(7,01,504)
Add: Net Profit/(Net Loss) for the current year	(5,03,31,145)	(1,60,82,571)
Closing Balance C	(7,78,93,336)	(2,75,62,191)
Total (A+B+C)	(3,74,49,086)	1,28,82,059

* The amount represents arrears of depreciation chargeable on the fixed assets whose life is NIL as on 01.04.2014 as per schedule II of the Companies Act 2013



5 LONG TERM BORROWINGS

Long Term Borrowings	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Secured		
Term loans		
From Banks		
- ICICI Bank Limited	31,83,78,001	32,43,60,000
- Indusind Bank Limited	61,63,78,271	49,99,03,876
[Secured against Land & Building, Corporate Guarantee from Holding Company (B. L. Kashyap and Sons Limited) and Personal Guarantee of Directors]		
Total	93,47,56,272	82,42,63,876
Unsecured Loans		
From Related Parties		
Inter Corporate Deposits from B.L.Kashyap & Sons Limited (Holding Company)	1,85,91,16,544	1,85,91,16,544
Inter Corporate Deposits from BLK Financial Services Limited	5,80,20,000	5,80,20,000
Inter Corporate Deposits from Crysalis Realty Projects Private Limited	-	5,00,00,000
From Others		
Inter Corporate Deposits	5,38,62,817	17,09,13,254
Total	1,97,09,99,361	2,13,80,49,798

Note : Secured Term Loan from ICICI Bank Ltd :

- ICICI Bank has first Charge on the Land, Building and Structure of Arena Mall, Bangalore property for the company's share given in Joint Development/ Joint Venture agreements (Both Present & Future)
- Pledge 30% shares of the Company hold by holding Company , B.L. Kashyap & Sons Ltd

Note : Secured Term Loan from Indusind Bank Ltd :

- Indusind Bank has first Charge on the Land, Building and Structure of Soul Space Spirit Mall, Bangalore property for the company's share given in Joint Development/ Joint Venture agreements (Both Present & Future)
- Pledge 15% shares of the Company hold by holding Company , B.L. Kashyap & Sons Ltd

Note : Unsecured Long term Loans 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 and others that considering tight liquidity position of the company there is no likelihood of their asking for whole of its repayment, atleast within next 1 years.

Note : ICICI bank Limited - Principal amount Rs. 25,98,000/- and interest 45,22,198/- delayed by 60 Days

Indusind bank Limited , Loan - I : Principal amount Rs. 1,41,00,682/- and interest 73,20,121/- delayed by Avg. 46 Days

Indusind bank Limited , Loan - II : Interest 16,92,713/- delayed by Avg. 60 Days

6 OTHER LONG TERM LIABILITIES

Other Long Term Liabilities	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Security Deposit received from Lessees	18,68,28,617	14,32,18,050
Interest Payable	2,08,58,15,157	1,87,74,05,559
Sundry Creditors Long Term	1,92,35,929	85,82,964
Total	2,29,18,79,703	2,02,92,06,573

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 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Provision for Employee Benefits		
Provision for Gratuity (Non Funded)	12,44,178	11,72,763
Provision for Leave Encashment (Non Funded)	80,336	78,909
Total	13,24,514	12,51,672

8 DEFERRED TAX

Deferred Tax Liability / (Assets)	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Depreciation	(9,01,808)	(10,76,108)
Accrued Gratuity & Leave Encashment provisions	(4,09,275)	(4,06,105)
Losses Carried Forward	(11,14,42,146)	(7,19,70,683)
Net Deferred Liability / (Assets)	(11,27,53,229)	(7,34,52,895)



9 SHORT TERM BORROWINGS

Short Term Borrowings	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Unsecured		
Loans repayable on Demand From Directors	30,18,000	11,68,000
	30,18,000	11,68,000

10 TRADE PAYABLES

Trade Payables	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Sundry Creditors	40,36,97,798	35,11,16,609
Total	40,36,97,798	35,11,16,609

Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
The Principal amount and the interest due thereon remaining unpaid to any Suppliers as at the end of Year.		
Principal Amount unpaid:	13,44,582	-
Interest Due	1,83,180	-
The amount of interest paid by the buyer in terms of section-18 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.		
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	1,83,180	-
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 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Current Maturities of long-term debt	58,95,24,068	44,18,59,785
Advance From Customers	5,00,040	5,00,000
Expenses Payable	4,27,29,031	5,57,69,584
Statutory Dues Payable	2,65,72,635	4,13,88,989
Total	65,93,25,775	53,95,18,358

Note :-

- Indusind Bank Limited has principal outstanding amount of Rs. 10,76,26,288- with charge of property refer in Note-5
- ICICI Bank Limited has principal outstanding amount Rs. 2,18,58,000 with charge of property refer in Note-5
- HDFC Bank Limited has principal outstanding Amount Rs. 19,75,39,780, with charge of property secured against land and building, corporate guarantee from holding company (B.L. Kashyap & Sons Limited)
- Srei Equipments Limited has principal outstanding Amount Rs. 26,25,00,000 with charge of property situated at Paradigm Bangalore, corporate guarantee from holding company (B.L. Kashyap & Sons Limited)

12 SHORT TERM PROVISIONS

Short Term Provisions	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Provision for Income Tax	62,67,029	2,03,83,216
Total	62,67,029	2,03,83,216



13 FIXED ASSETS

ITEMS	GROSS BLOCK AT COST				DEPRECIATION				WRITTEN DOWN VALUE		
	AS AT	ADDITIONS	SALES/ADJUST	AS AT	AS AT	SALES/ADJUST	FOR THE YEAR*	AS AT	AS AT	AS AT	
	1.4.2015			31.03.2016	1.4.2015		YEAR*	31.03.2016	31.03.2016	31.03.2015	
TANGIBLE ASSETS											
Land & Building											
Land	4,00,000	-	-	4,00,000	-	-	-	-	-	4,00,000	4,00,000
Total (A)	4,00,000	-	-	4,00,000	-	-	-	-	-	4,00,000	4,00,000
PLANT & MACHINERY											
Generator	3,08,125	-	-	3,08,125	2,45,185	-	11,392	2,56,577	51,548	62,940	62,940
Office Equipments	10,06,999	1,07,675	-	11,14,674	10,00,185	-	13,137	10,13,322	1,01,352	6,814	6,814
Cellular Phones	4,67,233	-	-	4,67,233	4,67,187	-	21	4,67,208	25	46	46
Computer Systems	25,53,210	37,453	-	25,90,663	25,17,377	-	40,315	25,57,692	32,971	35,833	35,833
Computer-Networking	4,83,170	-	-	4,83,170	4,83,162	-	3	4,83,165	5	8	8
Air Conditioners	3,66,230	-	-	3,66,230	3,66,206	-	11	3,66,217	13	24	24
Fan	81,467	-	-	81,467	81,465	-	1	81,466	1	2	2
Furniture & Fixtures	45,15,692	-	-	45,15,692	40,38,073	-	1,23,655	41,61,728	3,53,964	4,77,619	4,77,619
Vehicles	55,91,786	-	8,09,080	47,82,706	53,45,789	7,65,198	1,22,754	47,03,325	79,381	2,46,017	2,46,017
Total (B)	1,53,73,912	1,45,128	8,09,080	1,47,09,960	1,45,44,609	7,65,198	3,11,289	1,40,90,700	6,19,260	8,29,303	8,29,303
INTANGIBLE ASSETS											
Computer Softwares	7,76,372	-	-	7,76,372	5,91,985	-	72,812	6,64,797	1,11,575	1,84,387	1,84,387
Total (C)	7,76,372	-	-	7,76,372	5,91,985	-	72,812	6,64,797	1,11,575	1,84,387	1,84,387
CAPITAL WORK IN PROGRESS											
Total (D)	1,41,62,89,287	10,12,67,959	-	1,51,75,57,246	-	-	-	-	1,51,75,57,246	1,41,62,89,287	1,41,62,89,287
Gross Total (Current Year)	1,43,28,39,571	10,14,13,087	8,09,080	1,53,34,43,578	1,51,36,594	7,65,198	3,84,101	1,47,55,497	1,51,86,88,081	1,41,77,02,977	1,41,77,02,977
Previous Year(Figure)	1,30,64,73,926	12,77,48,375	-	1,43,42,22,301	1,42,80,583	-	22,38,641	1,65,19,324	1,41,77,02,977	-	-

* Depreciation has been charged as per schedule II of the Companies Act 2013 and includes Rs. 7,01,504/- arrears of depreciation chargeable on the fixed assets whose life is Nil as on 01.04.2014 which has been charged in the opening balance of retained earnings. In the case of remaining assets as on 01.04.2014 the depreciation has been charged on the basis of remaining useful life.



14. NON CURRENT INVESTMENTS - AT COST UNQUOTED

Particulars	As at 31st March		As at 31st March	
	2016	2015	2016	2015
	(Amount in Rs.)			
A				
Trade Investments (Refer A below)				
(a) Investment in Properties	3,00,62,61,614	2,99,07,70,493		
(b) Investment in Equity Instruments	2,00,00,000	2,00,00,000		
(c) Investments in partnership firms	10,20,000	10,20,000		
Total (A)	3,02,73,01,614	3,01,17,90,493		
B				
Other Investments (Refer B below)				
(a) National Saving Certificates	13,000	13,000		
Total (B)	13,000	13,000		
Grand Total (A + B)	3,02,73,14,614	3,01,18,03,493		

14.1

A. Details of Trade Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (in Rs.)		Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' Basis of Valuation
			2016	2015			2016	2015	2016	2015		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(a)	Investment Properties											
	50% Share in Spirit - Bangalore (Land & Building)								99,75,24,192		Yes	
	50% Undivided Share in Arena - Bangalore (Land & Building)								1,18,73,97,358		Yes	
	50% Undivided Share in Paradigm - Bangalore (Land & Building)								33,94,33,773		Yes	
	78% Undivided share in (Spirit), Amritsar (Land and Building)								48,18,26,291		Yes	
	Total								3,00,62,81,614		2,99,07,70,493	
	Note: The above investment in spirit (Bangalore), Arena (Bangalore), Paradigm (Bangalore) are pledged with the lenders to avail Loans											
(b)	Investment in Equity Instruments											
	1000000 Equity Shares of Rs. 10.00 Each in wholly owned subsidiary company "Soul Space Hospitality Subsidiary Company Ltd.		10,00,000		Unquoted	Fully Paid	100%	100%	1,00,00,000		Yes	
	1000000 Equity Shares of Rs. 10.00 each in wholly owned subsidiary company "Soul Space Realty Ltd. Subsidiary Company		10,00,000		Unquoted	Fully Paid	100%	100%	1,00,00,000		Yes	
	Total								2,00,00,000		2,00,00,000	
(c)	Investments in partnership firm											
	Suryakant Kakade & Soul Space								10,20,000			
	Total								10,20,000		10,20,000	

14.2

B. 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	Extent of Holding (%)		Amount (in Rs.)		Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' Basis of Valuation
			2016	2015			2016	2015	2016	2015		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(a)	Other non-current investments (specify nature)											
	National Savings Certificate								13,000			
	Total								13,000		13,000	NA

14.3 Statement of Investment in partnership firm

Name of the Firm	Name of Partners	Capital Investments	Profit Sharing Ratio
SURYAKANT KAKADE & SOUL SPACE	1. Soul Space Projects Limited	10,20,000	51%
	2. Suryakant Kakade & Associates	9,80,000	49%
	Total	20,00,000	



15 LONG TERM LOANS AND ADVANCES

Long Term Loans and Advances	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Security Deposits		
Unsecured, considered good	31,06,29,240	27,96,79,698
Loans and advances to related parties		
Unsecured, considered good		
-Inter Corporate Loan - Wholly Owned Subsidiary Companies	33,38,80,249	22,05,80,249
-Others*	77,85,000	47,85,000
Add: Interest Thereon	34,18,75,700	33,35,19,303
Total	99,41,70,189	83,85,64,250

Note : Security Deposits have been given to Joint Development partners for respective projects under varied stages of completion. These will be suitably recovered / adjusted on completion of the respective projects, confirmations of balances are being obtained. 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.

* The interest bearing unsecured loan to a concern in which Directors are interested

16 INVENTORIES

Inventories	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Work-in-progress (Valued at Cost)	18,20,77,480	6,83,16,704
Total	18,20,77,480	6,83,16,704

Taken, Valued and certified by the management.

17 TRADE RECEIVABLES

Trade Receivables	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Unsecured, considered good		
Trade receivables due for a period Exceeding 6 months	8,93,11,046	7,21,49,302
Trade receivables due for a period less than 6 months	3,88,99,535	8,70,52,725
Total	12,82,10,581	15,92,02,027

18 CASH & CASH EQUIVALENTS

Cash and cash equivalents	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Balances with banks	36,37,230	2,11,52,481
Bank deposits with more than 12 months maturity	21,00,000	1,80,65,655
Cheques, drafts on hand	-	62,38,947
Cash on hand	49,84,722	96,38,141
Total	1,07,21,952	5,50,95,224

19 SHORT TERM LOANS AND ADVANCES

Short-term loans and advances	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Unsecured, considered good		
Advance/Loan to Related Parties		
Partnership Firm in which Company is a partner	10,53,69,736	10,45,10,101
Others		
Advance to Joint Developers	8,77,93,591	8,12,58,266
Security Deposit (Rent)	4,41,596	13,20,000
TDS recoverable	4,64,44,655	4,51,64,151
Advance Tax	91,07,358	3,32,18,098
Other Advances	3,16,64,553	4,81,70,222
Total	28,08,21,488	31,46,40,838



20 REVENUE FROM OPERATIONS

Particulars	For the year Ended 31st March 2016	For the year Ended 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Sale of Plotted Land/Flats	7,15,53,592	26,21,98,841
Other operational Income : Infrastructure Develop. charge Club Charges	1,99,28,775 76,50,000	19,50,000 59,04,000
Total	9,91,32,367	27,00,52,841

21 OTHER INCOME

Particulars	For the year Ended 31st March 2016	For the year Ended 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Rental Income	12,71,58,890	15,42,28,844
Maintenance Charges	1,28,00,876	1,69,66,610
Parking Charges	62,94,768	68,74,816
Interest Income	48,85,673	27,30,804
Transfer Fees	-	3,02,647
Net gain/(loss) on sale of Fixed Assets	1,26,118	-
Misc. Receipts	-	33,42,913
Customization	74,941	4,40,677
Total	15,13,41,266	18,48,87,311

22 PROJECT DIRECT EXPENSES

Particulars	For the year Ended 31st March 2016	For the year Ended 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Opening Balance	24,08,60,704	19,24,22,543
Purchases	72,67,897	1,33,85,289
Elevators & Escalators	37,62,705	37,62,705
Development Expenses	9,91,03,777	17,40,28,403
Brokerage & Commission	-	10,00,000
Electricity and Water Expenses	5,59,854	48,47,771
Security Charges	5,26,325	7,75,098
Repair & Maintenance	1,27,622	2,00,956
Food Court Expenses	-	10,40,560
Advertisements	9,09,275	35,22,683
Processing Charges	-	1,31,944
Total	35,31,18,159	39,51,17,953
Less: Transferred to Work in Progress	13,97,57,746	5,42,12,057
Transferred to Capital Work in Progress	18,68,09,247	18,66,48,648
Balance Transferred to Profit & Loss Account	2,65,51,167	15,42,57,249
Total	2,65,51,167	15,42,57,249

23 EMPLOYEE BENEFIT EXPENSES

Particulars	For the year Ended 31st March 2016	For the year Ended 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Opening Balance	1,53,15,097	1,12,74,056
Salaries & Wages	1,31,02,948	2,11,43,084
Contribution to Provident Fund	5,42,169	5,09,613
Contribution to Employees State Insurance	2,75,883	97,831
Staff Welfare	71,035	86,937
Gratuity	1,95,257	5,16,222
Leave Encashment	1,427	19,670
Bonus	11,11,762	1,27,649
Total	3,06,15,578	3,37,75,062
Less: Transferred to Work in Progress	1,04,50,572	40,45,537
Transferred to Capital Work in Progress	1,17,21,309	1,12,69,561
Balance Transferred to Profit & Loss Account	84,43,698	1,84,59,966

24 FINANCE COSTS

Particulars	For the year Ended 31st March 2016	For the year Ended 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Opening Balance	86,83,69,658	73,86,20,726
InterCorporate Deposits & others	20,42,47,993	24,45,51,010
Term Loan	14,04,01,236	14,45,31,983
Other Borrowing Cost	3,49,40,495	2,81,44,077
Total	1,24,79,59,383	1,15,58,47,796
Less: Transferred to Work in Progress	2,06,03,984	59,80,821
Transferred to Capital Work in Progress	96,05,79,159	86,23,88,837
Balance Transferred to Profit & Loss Account	26,67,76,240	28,74,78,137

25 OTHER EXPENSES

Particulars	For the year Ended 31st March 2016	For the year Ended 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Opening Balance	2,24,73,532	1,63,96,627
Office Rent	31,59,296	31,74,504
Repair and Maintenance	2,75,78,259	2,32,89,180
Insurance	8,09,905	13,13,443
Rates & Taxes	55,86,780	1,12,09,954
Hiring Charges	-	17,729
Travelling Expenses	3,15,348	8,45,175
Vehicle Running & Maintenance	10,51,375	16,19,145
Professional Fees	67,24,935	1,19,50,884
Printing & Stationery	2,10,087	2,91,561
Audit Fees	1,14,500	1,12,360
Telephone & Fax	6,62,573	7,50,934
Other Expenses	13,89,026	25,31,136
Total	7,00,75,615	7,36,02,633
Less: Transferred to Work in Progress	1,12,65,178	40,78,290
Transferred to Capital Work in Progress	2,08,60,532	1,83,95,242
Balance Transferred to Profit & Loss Account	3,79,49,905	5,11,29,101

26 NOTES ON ACCOUNTS

26.1 Related Party Disclosure

(i) Holding Company	Status
B. L. Kashyap & Sons Limited	Limited Company
(ii) Subsidiary Company	Status
Soul Space Realty Limited	Limited Company
Soul Space Hospitality Limited	Limited Company
(iii) Associates	Status
(a) BLK NCC Consortium	Association of Persons
(b) BLK Infrastructure Ltd.	Limited Company
(c) B.L.K. Financial Services Limited	Limited Company
(d) B.L.K. Securities Private Limited	Private Limited Company
(e) Ahuja Kashyap Malt Pvt. Ltd.	Private Limited Company
(f) Bezel Investments & Finance Pvt. Ltd.	Private Limited Company
(g) Security Information Systems (I) Ltd.	Limited Company
(h) B.L. Kashyap & Sons	Partnership Firm
(i) Aiyana Trading Pvt. Ltd.	Private Limited Company
(j) B L K Lifestyle Limited	Limited Company
(k) Chrysalis Trading Pvt. Ltd.	Private Limited Company
(l) Chrysalis Realty Projects Pvt. Ltd.	Private Limited Company
(m) EON Auto Industries Private Limited	Private Limited Company
(n) Kasturi Ram Herbals Industries	Partnership Firm
(o) Suryakant Kakade & Soul Space	Partnership Firm
(p) BLK BILIL Consortium	Association of Persons
(q) B.L.Kashyap & Sons (HUF)	Hindu Undivided Family
(r) B L Kashyap & Sons Software Pvt.Ltd	Private Limited Company
(s) Becon (I)	Partnership Firm
(t) B.L. Kashyap & Sons Software Pvt Ltd	Private Limited Company
(iv) Key Management Personnel	
a) Mr. Vinod Kashyap	Director (DIN : 00038854)
b) Mr. Vineet Kashyap	Director (DIN : 00038897)
c) Mr. Vikram Kashyap	Director (DIN : 00038937)
(v) Relatives of Key Management Personnel	Status
Mrs. Anjoo Kashyap	Wife of Mr. Vinod Kashyap
Mrs. Aradhana Kashyap	Wife of Mr. Vineet Kashyap
Mrs. Amrita Kashyap	Wife of Mr. Vikram Kashyap
Mr. Mohit Kashyap	Son of Mr. Vinod Kashyap
Mrs. Nikita Kashyap	Wife of Mr. Mohit Kashyap
Ms. Malini Kashyap	Daughter of Mr. Vinod Kashyap
Mr. Saurabh Kashyap	Son of Mr. Vineet Kashyap
Mrs. Mayali Kashyap	Wife of Mr. Saurabh Kashyap
Mrs. Shruti Choudhari	Daughter of Mr. Vineet Kashyap
Mrs. Sarjana Kashyap	Daughter of Mr. Vikram Kashyap
Mr. Sahil Kashyap	Son of Mr. Vikram Kashyap



26.3 Non Current Investments

Ownership of Proportionate share of Land in Two properties constructed in the name of "Soul Space Spirit- Bangalore" & "Soul Space Spirit -Amritsar" under Joint Development Agreement is pending Registration in company's favour

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

There are certain legal disputes in respect of titles to the lands 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.

26.4 Contingent liabilities:

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

In respect of Assessment of Tax Deducted At Sources under section 201 of Income Tax Act for Assessment year 2012-13, demand of Rs. 2,37,53,963/- has been created by Income Tax Department (TDS) department and from which Rs. 24,90,005/- paid against demand. 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 The cumulative advances to Joint Development Partners as at 31st March, 2016 was Rs. 8.78 Crores (Previous year Rs. 8.13 Crores) towards advances and Rs. 26.54 Crores (Previous year Rs. 26.39 Crores) towards security deposits.

26.7 Impairment of Assets:

Pursuant to Accounting Standard (AS28) 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.

26.8 Earning per Share (EPS)

Particulars	2015-16	2014-15
	(Amount in Rs)	(Amount in Rs)
Net Profit available for Equity Shareholders	(5,03,31,145)	(1,60,82,571)
Number of Equity Shares used as denominator for calculation of Basic/Diluted EPS	20,93,825	20,93,825
Basic and Diluted Earning per Share of face value Rs.10/- each (Previous year face value of Rs. 10/- each)	(24)	(8)

26.9 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.

26.10 Gratuity

Gratuity	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Present Value of Obligation as at Beginning of the year	11,72,763	12,90,695
Interest cost	92,766	1,00,803
Current service Cost	2,10,254	2,18,109
Past Service Cost		
Benefit Paid		
Actuarial (Gain)/Loss on Obligation	(2,31,805)	(4,36,844)
Present Value of Obligation as at the year ended 31.03.2016	12,44,178	11,72,763

26.11 Leave Encashment

Leave Encashment	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
Present Value of Obligation as at Beginning of the year	78,909	59,239
Interest cost	6,242	4,627
Current service Cost	21,357	28,000
Actuarial (Gain)/Loss on Obligation	(26,172)	(12,957)
Present Value of Obligation as at the year ended 31.03.2016	80,336	78,909



26.12 Payment to Auditors

Payment to Auditors	As at 31st March 2016	As at 31st March 2015
	(Amount in Rs)	(Amount in Rs)
As Audit Fee	100,000	100,000
Service Tax	14,500	12,360
Total	114,500	112,360

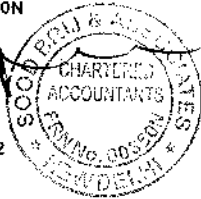
26.13 43,825 equity shares of the company were issued to the employees of the Company and of B. L. Kashyap and Sons Ltd – Holding company, under an ESOP scheme. A Trust – BLK Employees Welfare Trust was created to oversee the operation of the said scheme. Due to resignation of some employees, 6900 shares representing 0.33% of the total issued capital of the company, were purchased by the Trust and are held by it as on the reporting date.

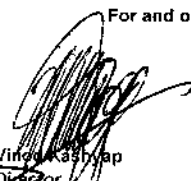
26.14 Previous year's figures are regrouped/rearranged wherever considered necessary to make them comparable with the current year.

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,2016



For and on behalf of the Board

Vineet Kashyap
Director
(DIN: 00038854)


Vineet Kashyap
Director
(DIN: 00038897)

Place: New Delhi
Date: 27th May,2016