

M/s B.P.JAIN & CO.

Chartered Accountants

2, GEEGEE MINAR
23, COLLEGE ROAD
CHENNAI -600006
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INDEPENDENT AUDITORS' REPORT

TO

THE MEMBERS OF ARIHANT GRIHA LTD,

Report on the Financial Statements

We have audited the accompanying financial statements of ARIHANT GRIHA LTD, ("the company"), which comprise the Balance Sheet as at 30th June 2015, the Statement of Profit and Loss for the year then ended, the Cash Flow Statement for the year then ended, 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 stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding 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 adequate 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 financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 financial statements.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements:-

Note-3 in the financial statements which indicate that the Company has accumulated losses Rs.8,38,021 /- and its net worth has been fully eroded, the Company has incurred net loss Rs.62,07,497 /- during the current year and not incurred net loss in the previous year and, the Company's current liabilities exceeded its current assets as at the balance sheet date. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis stated in the Note-1(a).

Our opinion is not modified in respect of these matters.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 30th June 2015, and its losses and its cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

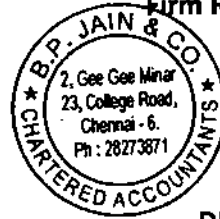
1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure, a statement on the matters specified in the paragraph 3&4 of the Order, to the extent applicable.
2. 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 it appears from our examination of those books;
 - c) Since the Company does not have branches, the report on the account of branch offices audited by other auditor under sub-section (8) of the act is not applicable;
 - d) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account, The Company has no branches;
 - e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - f) The going concern matter described in the Emphasis of Matters paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
 - g) On the basis of written representations received from the directors as on 30th June 2015, taken on record by the Board of Directors, none of the directors is disqualified as on 30th June 2015, from being appointed as a director in terms of Section 164(2) of the Act ; and

h) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the companies (Audit and Auditors) Rules, 2014 , in our opinion and to the best of our information and according to the explanations given to us :

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii. There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.

For M/S. B.P.JAIN & CO
CHARTERED ACCOUNTANTS

Firm Registration Number: 0501055



A handwritten signature in black ink, appearing to read "D.K. Bhandari".

DEVENDRA KUMAR BHANDARI
PARTNER

Membership Number: 208862

Place: Chennai

Date:20/08/2015.

"Annexure A" to the Independent Auditors' Report

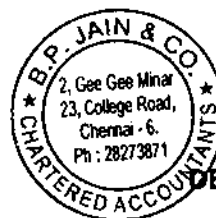
Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- i. According to the information and explanation given to us, the company does not have any fixed assets. Therefore the provisions of clause 3(i)(a),(b) of the Order are not applicable.
- ii. According to the information and explanation given to us, the company does not have any inventory. Therefore the provisions of clause 3(ii)(a),(b),(c) of the order are not applicable.
- iii. In our opinion and according to information and explanations given to us, The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- iv. In our opinion and according to information and explanations given to us, the company has an adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sales of goods and services. During the course of audit, we have neither come across nor never informed of any continuing failure to correct major weaknesses in internal control system.
- v. The company has not accepted deposits from the public consequently, the directives issued by the Reserve Bank of India and provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules framed there under are not applicable to the Company.
- vi. The maintenance of cost records specified by the Central Government under sub-section (1) of section 148 of the Companies Act will not apply to the company. Hence maintenance of cost accounts and records is not required;
- vii. (a) According to the information and explanations given to us and on the basis of examination of books of accounts, there are no outstanding dues undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and there are no statutory dues for more than six months from the date they became payable.
(b) According to the information and explanations given to us the company has no disputed tax liability.

The company has no amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956).

- viii. The company has been registered for a period more than five years and its has incurred accumulated losses Rs.8,38,021/- at the end of the financial year and it has incurred cash losses Rs.62,07,497.36/- during this financial year which was included in the accumulated losses stated above;
- ix. The Company has not availed any loan from Banks and Financial institutions and company has not issued any debentures, hence the question of default does not arise;
- x. The company has not given any guarantee for loans taken by others from bank or financial institutions.
- xi. The company has not accepted any term loans, Therefore the application of loans does not arise;
- xii. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For M/S. B.P.JAIN & CO
CHARTERED ACCOUNTANTS
Firm Registration Number: 0501055



Devendra Kumar Bhandari

DEVENDRA KUMAR BHANDARI
PARTNER
Membership Number: 208862


Place: Chennai
Date: 20-08-2015

ARIHANT GRIHA LIMITED
REGD.OFF. 271 POONAMALLEE HIGH ROAD,ANKUR MANOR
1ST FLOOR, KILPAUK,OFF: MC NICHOLS ROAD,CHENNAI-10

Balance Sheet as at 30-06-2015

		Amounts in Rs.		
	Particulars	Note No.	Figures as at the end of current reporting period of 12 months (30/06/2015)	Figures as at the end of current reporting period of 12 months (30/06/2014)
I	EQUITY AND LIABILITIES			
1	Shareholders' Funds			
	a) Share Capital	2	5,00,000.00	5,00,000.00
	b) Reserves and Surplus	3	(8,38,020.72)	53,69,476.64
2	Non- current liabilities			
	a) Long term borrowings	4	8,07,33,512.00	8,14,78,987.00
3	Current liabilities			
	a) other current liabilities	5	7,00,247.00	18,33,670.00
	b) Short term provisions	6	-	-
	TOTAL		8,10,95,738.28	8,91,82,133.64
II	ASSETS			
1	Current assets			
	b) Trade receivables	7	28,65,023.00	88,35,090.00
	c) Cash and cash equivalents	8	1,21,560.28	1,38,427.64
	d) Short - term loans and advances	9	7,81,09,155.00	8,02,08,616.00
	Significant accounting policies and Notes forming part of the financial statements	(1-16)		
	TOTAL		8,10,95,738.28	8,91,82,133.64


As per our report of even date
FOR B.P.JAIN & CO.,
CHARTERED ACCOUNTANTS
Firm Reg No. 0501055


CA. DEVENDRA KUMAR BHANDARI
(PARTNER)
Membership No.208862

Place: Chennai
Date:20/08/2015.



For and on behalf of the Board of Directors
FOR ARIHANT GRIHA LIMITED


KAMAL LUNAWATH
DIRECTOR


VIMAL LUNAWATH
DIRECTOR

ARIHANT GRIHA LIMITED
REGD.OFF. 271 POONAMALLEE HIGH ROAD,ANKUR MANOR
1ST FLOOR, KILPAUK,OFF: MC NICHOLS ROAD,CHENNAI-10

Statement of Profit and loss for the period ended 30-06-2015

			Amounts in Rs.	
	Particulars	Note No.	Figures as at the end of current reporting period of 12 months (30/06/2015)	Figures as at the end of current reporting period of 12 months (30/06/2014)
	Revenue			
I	Revenue from operations	10	-	2,31,43,687.00
II	Other Income	11	3,79,846.00	1,78,728.00
III	Total Revenue		3,79,846.00	2,33,22,415.00
	Expenses			
IV	Construction and project expenses and employee benefits expense	12	61,30,897.00	74,72,988.00
VI	Other expenses	13	4,56,446.36	90,62,790.00
VII	Total expenses (IV to VI)		65,87,343.36	1,65,35,778.00
VIII	Profit before tax (III - VII)		(62,07,497.36)	67,86,637.00
IX	Tax expense: 1) Current tax 2) Deferred tax		62,07,497.36	1,18,942.00
X	Profit (Loss) for the period (VIII - IX)		(62,07,497.36)	66,67,695.00
XI	Earnings per equity share: 1) Basic 2) Diluted		(124.15) (124.15)	133.35 133.35
	Significant accounting policies and Notes forming part of the financial statements	(1-16)		

As per our report of even date
FOR B.P.JAIN & CO.,
CHARTERED ACCOUNTANTS
 Firm Reg No. 0501055

B.P. Jain



CA. DEVENDRA KUMAR BHANU
 (PARTNER)
 Membership No.208862

For and on behalf of the Board of Directors
FOR ARIHANT GRIHA LIMITED

Kamal Lunawath

KAMAL LUNAWATH
 DIRECTOR

Vimal Lunawath

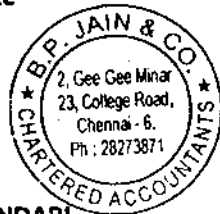
VIMAL LUNAWATH
 DIRECTOR

Place: Chennai
 Date:20/08/2015.

ARIHANT GRIHA LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 30-06-2015

PARTICULARS	Amounts in Rs.	
	30/06/2015	30/06/2014
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/Loss Before Tax and Extraordinary Items	(62,07,497.36)	67,86,637.00
Add:- Preliminary expenses written off		
Less:- Interest received	(2,76,910.00)	(1,78,728.00)
	(2,76,910.00)	(1,78,728.00)
Cash Flow from Operating activities	(64,84,407.36)	66,07,909.00
Adjustments for working capital changes		
(Increase) / Decrease in Trade Receivables	59,70,067.00	(69,04,423.00)
(Increase) / Decrease in Short Term Loans & Advances	20,99,461.00	1,15,85,089.00
Increase / (Decrease) in Other Current Liabilities	(11,33,423.00)	6,88,408.00
	69,36,105.00	53,69,074.00
Cash Generated from Operations	4,51,697.64	1,19,76,983.00
Income Tax Paid	-	(6,84,973.00)
Cash Flow from Operating activities	4,51,697.64	1,12,92,010.00
B. CASH FLOW FROM INVESTING ACTIVITIES	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Received	2,76,910.00	1,78,728.00
Proceeds from Borrowings	-	1,01,99,897.00
Repayment of Borrowings	(7,45,475.00)	(2,18,35,508.00)
Net Cash From Financing Activities	(4,68,565.00)	(1,14,56,883.00)
D. NET DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(16,867.36)	(1,64,873.00)
E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	1,38,427.64	3,03,300.64
F. CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	1,21,560.28	1,38,427.64

As per our report of even date
FOR B.P.JAIN & CO.,
CHARTERED ACCOUNTANTS
Firm Reg No. 0501055



D.K.
CA. DEVENDRA KUMAR BHANDARI
(PARTNER)
Membership No.208862

For and on behalf of the Board of Directors
FOR ARIHANT GRIHA LIMITED

K.L.
KAMAL LUNAWATH
DIRECTOR

V.L.
VIMAL LUNAWATH
DIRECTOR

Place : Chennai
Date:20/08/2015.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

		As at 30.06.2015 (12 months)	As at 30.06.2014 (12 months)
2	SHARE CAPITAL		
	<u>Authorised</u>		
	50000 equity shares of Rs.10/- each	5,00,000.00	5,00,000.00
	<u>Issued, subscribed & Fully paid up</u>		
	50000 equity shares of Rs.10/- each	5,00,000.00	5,00,000.00
	<u>Details of shares held by share holders holding more than 5% of the aggregate shares in the Company</u>		
	Arihant Foundations & Housing Ltd	100%	100%
	No. of shares held: 50000 (Previous year: 50000)		
3	RESERVE & SURPLUS		
	<u>Profit & Loss Account</u>		
	Opening balance	53,69,476.64	(12,98,218.36)
	Add: Profit / (Loss) for the year	(62,07,497.36)	66,67,695.00
	Closing balance	(8,38,020.72)	53,69,476.64
4	LONG TERM BORROWINGS		
	<u>Unsecured</u>		
	<u>Loans & Advances from Related Parties</u>		
	Inter Corporate Deposits	6,57,16,312.00	6,64,61,787.00
	Directors	17,200.00	17,200.00
	<u>From Others</u>		
	Inter Corporate Deposits	1,50,00,000.00	1,50,00,000.00
		8,07,33,512.00	8,14,78,987.00
5	OTHER CURRENT LIABILITIES		
	Duties & Taxes	19,101.00	13,88,167.00
	Outstanding expenses	6,11,146.00	3,75,503.00
	Others	70,000.00	70,000.00
		7,00,247.00	18,33,670.00
6	SHORT TERM PROVISIONS		
	Provision for tax	-	-
7	TRADE RECEIVABLE		
	<u>Unsecured and considered good</u>		
	<u>Directors</u>		
	More than six months	11,40,697.00	9,79,842.00
	Others	2,49,219.00	1,60,855.00
	<u>Others</u>		
	More than six months	14,31,539.00	9,50,825.00
	Others	43,568.00	67,43,568.00
		28,65,023.00	88,35,090.00
8	CASH AND CASH EQUIVALENTS		
	Balance with banks	99,116.28	1,15,583.64
	Cash Balance	22,444.00	22,844.00
		1,21,560.28	1,38,427.64
9	SHORT TERM LOANS & ADVANCES		
	<u>Unsecured and considered good</u>		
	- To unrelated parties	1,50,94,068.00	1,50,98,888.00
	Other advances	6,30,15,087.00	6,51,09,728.00
		7,81,09,155.00	8,02,08,616.00
10	REVENUE FROM OPERATIONS		
	Marketing fees received	-	2,31,43,687.00
		-	2,31,43,687.00

11	OTHER INCOME			
	Interest Received		2,76,910.00	1,78,728.00
	Interest Received From IT		1,02,936.00	-
			3,79,846.00	1,78,728.00
12	CONSTRUCTION AND PROJECT EXPENSE AND EMPLOYEE BENEFIT EXPENSE			
	Staff Salary		54,89,222.00	68,44,127.00
	Staff Welfare		1,82,077.00	1,80,671.00
	PF Employer Contribution		3,88,220.00	3,82,255.00
	ESIC Employer Contribution		38,550.00	65,935.00
	Staff Medical Insurance		32,828.00	
			61,30,897.00	74,72,988.00
13	OTHER EXPENSES			
	Conveyance		62,906.00	1,18,216.00
	Printing & Stationery		1,975.00	-
	Filing Fee		3,600.00	2,000.00
	General Expenses		34,750.00	596.00
	Bad Debt			85,00,000.00
	Electricity Expenses			4,320.00
	Interest on Service Tax		1,61,949.00	2,52,065.00
	Bank Charges		254.36	199.00
	Professional Charges		-	-
	<u>Audit Fee</u>			
	- Statutory Audit		1,91,012.00	1,85,394.00
			4,56,446.36	90,62,790.00
14	RELATED PARTY DISCLOSURES			
Sl. No	Name of the Party / Nature of relationship	Nature of Transaction	Amount during the year	Amount as on 30-06-2015
1	Kamal Lunawath / Director	Existing loan (Cr)	NIL (NIL)	17,200/- (17,200/-)
2	Transperent Heights Real Estates Ltd / Fellow Subsidiary	Existing loan (Dr)	NIL (NIL)	68,825/- (68,825/-)
3	Varenya Constructions Ltd / Fellow Subsidiary	Trade receivable	NIL (NIL)	8,82,000/- (8,82,000/-)
Note: Figures within brackets are related to previous year.				
15	Previous years figures have been regrouped wherever necessary in balance sheet.			
16	Notes 1 to 16 form an integral part of the Balance Sheet and Statement of Profit and Loss and are duly authenticated.			

SUBSCHEDULES TO FINANCIAL STATEMENTS

LONG TERM BORROWINGS		
<u>Inter Corporate Deposits</u>		
Unitech Ltd	1,50,00,000.00	1,50,00,000.00
Arihant Foundation & Housing Ltd	6,57,16,312.00	6,64,61,787.00
	8,07,16,312.00	8,14,61,787.00
<u>Directors</u>		
Kamal Lunawath	17,200.00	17,200.00
	17,200.00	17,200.00
OTHER CURRENT LIABILITIES		
<u>Duties and Taxes</u>		
Service Tax payable	-	13,84,505.00
TDS payable	19,101.00	3,493.00
TDS Cess payable	-	169.00
	19,101.00	13,88,167.00
<u>Outstanding Expenses</u>		
Outstanding Expenses	-	-
Audit fees payable	5,41,058.00	3,69,147.00
ESIC	1,180.00	182.00
Madhu Ads	1,422.00	1,422.00
Provident Fund	62,734.00	
Lalitha.S	2,000.00	2,000.00
Sanjiv Shah and Associates	2,752.00	2,752.00
	6,11,146.00	3,75,503.00
<u>Others</u>		
Arihant Foundations	70,000.00	70,000.00
	70,000.00	70,000.00
TRADE RECEIVABLE		
<u>More than six months</u>		
Vimal Lunawath Debtors	6,00,000.00	6,00,000.00
Vimal Lunawath (interest received due to delay in payment)	5,40,697.00	3,79,842.00
Varenya Constructions Ltd	13,62,714.00	8,82,000.00
Transperent Heights Real Estate Ltd	68,825.00	68,825.00
	25,72,236.00	19,30,667.00
<u>Others</u>		
Arihant Unitech Realty Projects Limited	43,568.00	67,43,568.00
Vimal Lunawath (interest received due to delay in payment)	2,49,219.00	1,60,855.00
	2,92,787.00	69,04,423.00
CASH AND CASH EQUIVALENTS		
<u>Balance with banks</u>		
IOB	11,895.00	12,037.00
Kotak Mahindra Bank - 7811271988	36,335.28	66,850.64
Vijaya Bank - 43	50,886.00	36,696.00
	99,116.28	1,15,583.64
SHORT TERM LOANS & ADVANCES		
<u>Unsecures and considered good</u>		
<u>Others</u>		
Dhir Global	1,00,00,000.00	1,00,00,000.00
Giovani	50,00,000.00	50,00,000.00
A.R.Suresh	85,000.00	85,000.00
Professional Tax	-	13,888.00
Prepaid Expenses	9,068.00	-
	1,50,94,068.00	1,50,98,888.00
<u>Other advances</u>		
TDS Receivable	22,80,105.00	39,67,330.00
Land advance - Sri Ramakrishna Mills	6,07,16,854.00	6,07,16,854.00
Staff Advance	18,128.00	4,25,544.00
	6,30,15,087.00	6,51,09,728.00

ARIHANT GRIHA LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE-1: SIGNIFICANT ACCOUNTING POLICIES

(a). BASIS OF ACCOUNTING

These financial statements are prepared in accordance with the Generally Accepted Accounting Principles (GAAP) in India under the historical cost convention on the accrual basis as a going concern. These financial statements have been prepared to comply in all material aspects with the applicable Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, and the relevant provisions of the Companies Act, 2013.

(b). BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The preparation of financial statements requires estimates/assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimate are recognized in the period in which the results are known / materialized.

(c). USE OF ESTIMATES

The preparation of financial statement in conformity with generally accepted accounting policies requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at date of the financial statements and the reported accounts of revenues and expenses for the years presented. Although these estimates are based upon Management's best knowledge of current events and actions, actual results could differ from these estimates.

(d). REVENUE RECOGNITION

The company recognizes its revenue when it is virtually certain that the amount will be collected in future and there is no uncertainty regarding their collection and amount is reliably measured at the time of recognition of revenue. Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

(e). REMUNERATION TO AUDITORS

Particulars	30.06.2015 (Rs.)	30.06.2014 (Rs.)
Statutory Audit Fee	Rs.1,91,012/-	Rs.1,85,394 /-

(f). VALUATION OF INVENTORIES

There are no inventories in the business.

(g). FIXED ASSETS

There are no fixed assets in the business.

(h). EMPLOYEE BENEFITS

All short term employee benefit plans such as salaries and medical benefits which fall due within 12 months of the period in which the employee renders the related services which entitles him to avail such benefits are recognized on an undiscounted basis and charged to the profit and loss account.

(i). TAXATION

Tax expense comprises of current tax and deferred tax.

Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates and tax laws that are enacted or substantially enacted.

Deferred Tax is recognized on timing differences, being the differences between taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward, only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. The tax effect is calculated on the accumulated timing difference at the year end, based on the tax rates and laws enacted or substantially enacted on the balance sheet date. No deferred tax asset is recognized due to absence of virtual certainty.

(j). CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise of cash at bank, cash in hand & other bank balances.

(k). PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provision is recognized in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognized nor disclosed in the financial statements.

(l). EARNING PER SHARE

Basic and Diluted earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders and weighted average number of equity shares outstanding during the period.

EARNING PER SHARE FOR 30/06/2015 Is Rs. (124.15) /-

(m). RELATED PARTY DISCLOSURES

Sl. No	Name of the Party / Relationship	Nature of Transaction	Amount during the year	Balance as on 30-06-2015
1	Arihant Foundation and Housing Ltd / Holding Company	Loan Received	77,54,525 (1,01,99,987)	6,57,16,312 (6,64,61,787)
		Loan Repaid	85,00,000 (1,68,35,508)	
2	Vimal Lunawath (Sundry debtor) / Director	Interest received due to belated payment	2,49,219 (1,60,855)	13,89,916 (11,40,697)
3	Kamal Lunawath / Director	Existing loan (Cr)	NIL (NIL)	17,200 (17,200)
4	Transperent Heights Real Estates Ltd / Fellow Subsidiary	Existing loan (Dr)	NIL (NIL)	68,825 (68,825)
5	Varenya Constructions Ltd / Fellow Subsidiary	Trade receivable (Dr)	NIL (NIL)	(8,82,000) (8,82,000)
6	Arihant Unitech Realty Projects Limited / Joint Venture of Holding Company	Marketing Fees Received	67,00,000 (2,35,42,273)	43,568 (67,43,568)

Note: Figures within brackets are related to previous year.

(n). DISCLOSURE OF LOANS FROM MEMBERS, DIRECTORS OR THEIR RELATIVES BEFORE 01.04.2014:-

(As per Clarification Regarding Applicability of Companies [Acceptance of Deposit] Rules, 2014

(General Circular No.05/2015, Dated - 30.03.2015)

ACCOUNTING HEAD	30-06-2015	30-06-2014
UNSECURED LOANS*	Rs.17, 200/-	Rs.17, 200/-