

Independent Auditor's Report

To the Members of PVP Corporate Parks Private Limited.

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of PVP Corporate Parks Private Limited ('the Company'), which comprise the Balance sheet as at 31st March 2018, the Statement of Profit and Loss (including other comprehensive income) and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (herein after referred as "Ind AS financial statements").

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 and presentation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS 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 Ind AS 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 Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS 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 Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 31 March 2018 and its Loss and its cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Note 10.2 and 10.3 in the notes to the Ind AS financial statements with regards to demands of Income Tax and Service Tax with Penalty, which describes the uncertainty related to the outcome of the Appeals filed against the Orders of the Authorities.

Our opinion is not modified in respect of these matters.



Report on Other Legal and Regulatory Requirements

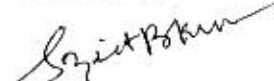
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 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 it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Ind AS 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 the written representations received from the directors as on 31st March 2018 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigation on its financial position in its financial statements - Refer Note No. 10.2 and 10.3.
 - ii. The Company did not have long term contracts including derivative contracts for which there were any material foreseeable losses.



- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

for B. Sujeet & Co.,
Chartered Accountants

Firm's registration number: 009308S


B. Sujeet Kumar

Proprietor

Membership number: 209547



Hyderabad

24th May, 2018

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the Ind AS financial statements for the year ended 31st March 2018, we report that:

- (i) There are no Fixed Assets as at the year end. Therefore, the provision of clause 3(i) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company for the year under audit.
- (ii) There are no Inventories as at the year end. Therefore, the provision of clause 3(ii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company for the year under audit.
- (iii) (a) The Company has granted unsecured loans to its holding company, a party covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
(b) The loans have been given with no specific interest rate and repayment period. Hence we cannot comment whether such loans are, prima facie, prejudicial to the interest of the Company or not.
- (iv) The Company has not given loans, investments, guarantees and security during the year and the provision of clause 3(iv) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company for the year under audit.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31st March 2018 for a period of more than six months from the date they became payable.



- (b) According to the information and explanations given to us, there are no material dues of duty or taxes which have not been deposited with the appropriate authorities on account of any dispute, except the Income Tax demands for the AY 2010-11 amounting to Rs. 7,93,29,890/- disputed before Income Tax Tribunal, Chennai and Service Tax Demand and Penalty for the financial year 2009-10 amounting to Rs. 17,67,038/- disputed before CESTAT, Chennai.
- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration during the year. Accordingly, paragraph 3(xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him.



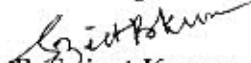
Accordingly, paragraph 3(xv) of the Order is not applicable.

- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

for B. Sujeet & Co.

Chartered Accountants

Firm's registration number: 009308S


B. Sujeet Kumar

Proprietor

Membership number: 209547

Hyderabad

24th May, 2018



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 PVP Corporate Parks Private Limited ("the Company") as of 31 March 2018 in conjunction with our audit of the Ind AS 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 Ind AS 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

We draw attention to the following:

- a) The Company does not have any employees and all the operations are being carried out by the employees of the holding company. Hence there is no internal control framework in place in the Company.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

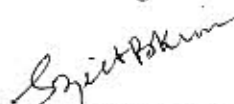
According to the information and explanation given to us, the Company has not established its internal financial control over financial reporting on criteria based on or considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide the basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2018.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company, and the disclaimer does not affect our opinion on the Ind AS financial statements of the Company.

For B. Sujeet & Co.

Chartered Accountants

Firm's Registration Number: 009308S



B. Sujeet Kumar

Proprietor

Membership Number: 209547

Hyderabad

24th May, 2018



PVP CORPORATE PARKS PRIVATE LIMITED
Corporate Identification Number: U45201TN2003PTC051595
Balance Sheet as at March 31, 2018

	Particulars	Note No.	As at Mar 31, 2018	As at Mar 31, 2017
	ASSETS			
(1)	Non Current Assets			
	(a) Property, Plant and Equipment			-
	(b) Capital work-in-progress			-
	(c) Financial Assets			
	(i) Investments	2	10,11,16,533	10,12,30,533
	(ii) Trade receivables			-
	Total Financial Asset		10,11,16,533	10,12,30,533
	(d) Other non current assets	3	6,84,30,559	6,84,30,557
	Total Non Current Assets		16,95,47,092	16,96,61,090
(2)	Current assets			
	(a) Inventories			-
	(b) Financial Assets			
	(i) Investments			-
	(ii) Trade receivables			-
	(iii) Cash and cash equivalents	4	2,813	2,428
	Total Financial Asset		2,813	2,428
	(c) Other current assets			-
	Total Current Assets		2,813	2,428
(3)	Non current assets classified as held for sale			-
	Total Assets		16,95,49,904	16,96,63,518
	EQUITY AND LIABILITIES			
	EQUITY			
	(a) Equity Share Capital	5	50,00,000	50,00,000
	(b) Other Equity		16,44,86,904	16,46,00,268
	Total Equity		16,94,86,904	16,96,00,268
	LIABILITIES			
(1)	Non Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings		-	-
	(ii) Trade payables		-	-
	(iii) Other financial liabilities		-	-
	Total Financial Liabilities		-	-
	(b) Other non current liabilities		-	-
	Total Non Current Liabilities		-	-
(2)	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings			-
	(ii) Trade payables	6	58,000	58,250
	(iii) Other financial liabilities			-
	Total Financial Liabilities		58,000	58,250
	(b) Other current liabilities	7	5,000	5,000
	Total Current Liabilities		63,000	63,250
(3)	Liabilities associated with non current assets held for sale			-
	Total Equity and Liabilities		16,95,49,904	16,96,63,518

Significant Accounting Policies

1

The accompanying notes form an integral part of the Financial Statements.

As per our report of even date attached

For M/s. B. SUJEET & CO.,
CHARTERED ACCOUNTANTS
Firm Registration No. 009308S

For and on behalf of the Board of Directors

B. Sujee Kumar
B. SUJEET KUMAR
Proprietor
Membership No. 209547
Place: Hyderabad
Date: 24th May 2018



R. Ramaswamy
R. RAMASWAMY
Director
DIN - 07737350

C.S.N. Prasad
C.S.N. PRASAD
Director
DIN - 07882618

PVP CORPORATE PARKS PRIVATE LIMITED
Corporate Identification Number: U45201TN2003PTC051595
Statement of Profit and Loss for the Year ended March 31, 2018

	Particulars	Note	Year ended March 31, 2018	Year ended March 31, 2017
I	Revenue from Operations			-
II	Other Income	8	-	1,76,255
III	Total Income (I + II)		-	1,76,255
IV	Expenses			
	Employee Benefit Expense and Payment to Contractors		-	-
	Finance Costs		-	-
	Depreciation and Amortisation		-	-
	Other Operating and General Expenses	9	1,13,365	1,44,592
	Total expenses (IV)		1,13,365	1,44,592
V	Profit Before Tax and Exception items (III - IV)		(1,13,365)	31,663
VI	Exceptional Items			-
VII	Profit/ (Loss) Before Tax (V - VI)		(1,13,365)	31,663
VIII	Tax Expenses			
	Current Tax		-	-
	Deferred Tax		-	-
	Minimum Alternative Tax Credit		-	-
	Tax relating to earlier years		-	29,38,105
	Total		-	29,38,105
IX	Profit for the year after tax (VII - VIII)		(1,13,365)	(29,06,442)
X	Other Comprehensive income, net of tax			
	(A) Items that will not be reclassified subsequently to profit and loss			
	Measurement of Loans			-
	Change in fair value of equity instruments designated irrevocably as FVTOCI			-
	Less :-income tax expense			-
	(B) Items that will be reclassified subsequently to profit and loss			
	Currency translation difference (net)			-
	Other Comprehensive income for the year, net of tax		-	-
XI	Total Comprehensive Income for the year (IX - X)		(1,13,365)	(29,06,442)
XII	Earnings Per Share	10		
	Basic and Diluted - (Rs.)		(0.23)	(5.81)
	Face Value per Ordinary share - (Rs.)		10.00	10.00

The accompanying notes form an integral part of the Financial Statements


As per our report of even date attached
For M/s. B. SUJEET & CO.,
CHARTERED ACCOUNTANTS
Firm Registration No. 009308S


B. SUJEET KUMAR
Proprietor
Membership No. 209547



Place: Hyderabad
Date: 24th May 2018

For and on behalf of the Board of Directors


R. RAMASWAMY
Director
DIN - 07737350

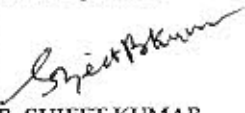

C.S.N. PRASAD
Director
DIN - 07882618

PVP CORPORATE PARKS PRIVATE LIMITED
Corporate Identification Number: U45201TN2003PTC051595
Cash Flow Statement for the year ended March 31, 2018

Particulars	31-03-2018 Rs.	31-03-2017 Rs.
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Profit/(Loss) before taxation	(1,13,365)	31,663
Adjustments for operating activities :		
Depreciation	-	-
Income from Current Investment	-	-
Income from refund of Income tax	-	(1,76,255)
Provision for Doubtful Advances	-	-
Provision for Diminution in value of Investment	-	-
Creditors written back	-	-
Interest and Finance Charges	-	-
Operating Profit before Working Capital Changes	(1,13,365)	(1,44,592)
Adjustments for :		
(Increase)/Decrease in Trade Receivables	-	-
(Increase)/Decrease in Other Current Assets	-	(50,00,000)
(Increase)/Decrease in Loans and Advances - Long term	-	-
Increase/(Decrease) in Current Liabilities & Trade Payables	(250)	-
Cash generated from operations	(1,13,615)	(51,44,592)
Income taxes paid	-	(29,38,105)
Net Cash from / (used in) Operating Activities (A)	(1,13,615)	(80,82,697)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase/addition to Fixed Assets including capital advances	-	-
Inter Corporate Deposits	-	-
Proceeds from Investments	1,14,000	36,09,195
Interest on Income tax refund	-	1,76,255
Net cash from / (used in) investing activities (B)	1,14,000	37,85,450
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Increase/(Decrease) in Term Borrowings	-	-
Interest Paid	-	-
Net cash from financing activities (C)	-	-
Net Increase in Cash and Cash Equivalents (A+B+C)	385	(42,97,247)
Cash and cash equivalents at the beginning of the year	2,428	42,99,674
Cash and cash equivalents at the end of the year	2,813	2,428
Components of Cash and Cash Equivalents		
Cash and cheques on Hand	-	-
Balances with Banks		
-On Current Accounts	2,813	2,428
-On Deposit Accounts	-	-
Cash and cash Equivalent (as per Note 4)	2,813	2,428

The accompanying notes form an integral part of the Financial Statements
As per our Report of even date attached.

For M/s. B. SUJEET & CO.,
CHARTERED ACCOUNTANTS
Firm Registration No. 0093085


B. SUJEET KUMAR
Proprietor
Membership No. 209547



For and on behalf of the Board of Directors


R. RAMASWAMY
Director
DIN - 07737350


C.S.N PRASAD
Director
DIN - 07882618

Place: Hyderabad
Date: 24th May 2018

PVP CORPORATE PARKS PRIVATE LIMITED
Corporate Identification Number: U45201TN2003PTC051595
Statement of Changes in Equity for the Period ended March 31, 2018

Particulars	Equity Share Capital	Reserves & Surplus					Other Comprehensive Income		Equity component of Parent Company	Total Equity attributable to equity holders of the company
		Security Premium Reserve	Retained Earnings	Capital Profit on sale of assets	General Reserve	Business Transfer Adjustment Reserve	Equity Instruments through other comprehensive income	Other Items of Other Comprehensive Income		
Balance as on 31st March 2016	50,00,000	-	(12,39,20,370)	29,14,26,679	-	-	-	-	-	17,25,06,709
Transferred to General Reserve	-	-	-	-	-	-	-	-	-	-
Re-measurement of Loans	-	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	(29,06,442)	-	-	-	-	-	-	(29,06,442)
Balance as on 31st March 2017	50,00,000	-	(12,68,26,812)	29,14,26,679	-	-	-	-	-	15,96,00,268
Transferred to General Reserve	-	-	-	-	-	-	-	-	-	-
Re-measurement of Loans	-	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	(1,13,365)	-	-	-	-	-	-	(1,13,365)
Balance as on 31st March 2018	50,00,000	-	(12,69,39,975)	29,14,26,679	-	-	-	-	-	16,94,86,904

The accompanying notes form an integral part of the Financial Statements

As per our Report of even date attached,

For M/s. B. SUREET & CO.,
CHARTERED ACCOUNTANTS
Firm Registration No. 0093085



B. SUREET
B. SUREET KUMAR
Proprietor
Membership No. 208547

For and on behalf of the Board of Directors

R. RAMASWAMY
R. RAMASWAMY
Director
DIN - 07737350

CSN PRASAD
CSN PRASAD
Director
DIN - 0982618

Place: Hyderabad
Date: 24th May 2018

NOTE 1: COMPANY'S OVERVIEW AND SIGNIFICANT ACCOUNTING POLICIES

A. Background: The Company is incorporated in the state of Tamilnadu in 2006. The main objective of the Company is real estate business.

B. SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

(A) The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of the Companies Act, 2013 ("Act") (to the extent notified). The Ind AS are prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101. - First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. Reconciliations and descriptions of the effect of the transition has been summarized in Note No. 10.

Accounting Policies have been consistently applied except where a newly accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

(B) The classification of assets and liabilities of the Company is done into current and non-current based on the operating cycle of the business of the Company is less than twelve months and therefore all current and non-current classifications are done based on the status of reliability and expected settlement of the respective asset and liability within a period of twelve months from the reporting date.

(C) Use of Estimates

The preparation of financial statements in conformity with the Ind AS requires that the management to make estimates, judgements and assumptions. These estimates, judgements, and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial



statements in the period in which changes are made, if material, their effects are disclosed in the notes to the standalone financial statements.

1.2. Revenue Recognition

As a consistent practice, the Company recognizes revenue on an accrual basis.

1.3. Investments

Long-term investments are stated at cost, less diminution other than temporary in the value of such investments, if any. Current investments are valued at cost or market value whichever is lower.

1.4. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of nature or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

1.5. Borrowing Cost

Expenditure on borrowing cost on the loans obtained specifically for acquisition, construction or production of qualifying assets is capitalized as part of the cost of that asset. Other borrowing costs are charged to revenue over the tenure of the loan.

1.6. Taxes on Income

- (i) Provision for current tax is made for the amount of tax payable in respect of taxable income for the year under Income Tax Act, 1961.
- (ii) Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realised against future taxable profits.

1.7. Earnings per Share

The earnings considered for ascertaining the Company's Earnings per Share comprises the net profit/ (loss) after tax. The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the period.



The number of shares used in computing diluted EPS comprises the weighted average shares considered for deriving basic EPS, and also the weighted average number of equity shares that would be issued on the conversion of all dilutive potential equity shares.

1.8. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when the Company has an obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.

Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.



PVP CORPORATE PARKS PRIVATE LIMITED
Corporate Identification Number: U45201TN2003PTC051595
Notes to Balance Sheet as at March 31, 2018

	Particulars	As at 31st March 2018	As at 31st March 2017
Note- 2	NON-CURRENT ASSETS - Investments		
	PVP Ventures Ltd - Holding Company	10,11,16,533	10,12,30,533
		<u>10,11,16,533</u>	<u>10,12,30,533</u>
Note- 3	Other NON Current Assets		
	Advance Income Tax	6,83,42,159	6,83,42,157
	Advance Service Tax	88,400	88,400
		<u>6,84,30,559</u>	<u>6,84,30,557</u>
Note- 4	CASH AND CASH EQUIVALENTS		
	Cash in hand (as certified by management)		
	Balance with banks in current accounts	2,813	2,428
		<u>2,813</u>	<u>2,428</u>
Note: 5	(A) Authorised, Issued, Subscribed and Paid-up share capital and par value per share		
	Authorised Share Capital		
	5,00,000 Equity Shares of Rs. 10/- each	50,00,000	50,00,000
	Issued, Subscribed and Paid Up		
	5,00,000 Equity Shares of Rs. 10/- each	50,00,000	50,00,000
		<u>50,00,000</u>	<u>50,00,000</u>
	(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year:		
	Number of equity shares outstanding as at the beginning of the year	5,00,000	5,00,000
	Add: Number of Shares allotted during the year	-	-
	Less: Number of Shares bought back	-	-
	Number of equity shares outstanding as at the end of the year	<u>5,00,000</u>	<u>5,00,000</u>
	(C) Shareholding in the company of the holding company and ultimate holding company and their subsidiaries / associates		
	PVP Ventures Ltd & its nominee		
	(D) Shares in the company held by each shareholder holding more than 5%:		
	Name of shareholder	No of shares at year end	
	PVP Ventures Ltd & its nominee	5,00,000	5,00,000
		<u>5,00,000</u>	<u>5,00,000</u>
	Name of shareholder	% as at year end	
	PVP Ventures Ltd & its nominee	100	100
		<u>100</u>	<u>100</u>
Note- 6	TRADE PAYABLE		
	Sundry Creditors for services	58,000	58,250
		<u>58,000</u>	<u>58,250</u>
Note- 7	Other Current Liabilities		
	Other Payables - TDS Payable	5,000	5,000
		<u>5,000</u>	<u>5,000</u>



PVP CORPORATE PARKS PRIVATE LIMITED
Corporate Identification Number: U45201TN2003PTC051595
Notes to the Statement of Profit & Loss Account for the Year Ended March 31, 2018

	Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Note- 8	OTHER INCOME		
	Interest on Income Tax Refund	-	1,76,255
		-	1,76,255
Note- 9	Other Expenses		
	Rates and taxes	25,500	1,000
	Payment to statutory auditors as auditors	59,000	57,500
	Legal, professional and consultancy	25,750	75,475
	Interest on TDS	-	525
	Bank charges	115	1,592
	Travelling & Conveyance	3,000	8,500
		1,13,365	1,44,592



NOTE 10: OTHER ITEMS

- 10.1** The Company had invested during 2009-10 a sum of Rs. 1,648.00 lakhs in 0% Optionally Convertible Debentures (OCDs) of Companies, which are engaged in developing real estate projects. These OCDs are convertible within 10 years into fully paid equity shares of these investee companies at price to be determined at the time of conversion. The Management has reviewed these investments and as a matter of prudence provision for the entire value has been made in the earlier years and no further provisions are required to be made.
- 10.2** During the Year 2012-13 the Income tax officer has passed assessment order u/s 143(3) for A.Y.2010-11 for which raised demand of Rs 7,93,29,890/-. The Hon'ble Income Tax Appellate Tribunal (ITAT), Chennai Bench has dismissed the Appeal and the same is disputed before Hon'ble High Court of Madras. Out of the demand a sum of Rs. 6,33,42,158 has been recovered by Income Tax Authorities from the Parent Company in earlier years, which has been shown under current assets. Further, upon the payment of Rs. 50 Lakhs, Hon'ble Madras High Court has stayed the operation of the Order of Income Tax Appellate Tribunal. Considering the chance of success in appeal the disputed demand has not been provided for.
- 10.3** The Additional commissioner of Service tax had passed an order for the period 01.04.2009 to 31.03.2010, demanding a sum of Rs 8,83,519/- and penalty 8,83,519/-. The Commissioner Appeals has rejected the Appeal and the same is disputed before Customs, Excise, and Service Tax Appellate Tribunal, Chennai. A sum of Rs. 88,400/- has been paid pending dispute which is shown under Current Assets. Considering the chance of success in appeal and the disputed demand has not been provided for.
- 10.4** Loans and Advances to Holding Company with no specific repayment term and carrying nil rate of interest has been considered as investment.
- 10.5** In view of the uncertainty in future income generation and profitability of the Company, the Company has not recognized deferred tax asset on carry forward losses on grounds of prudence.
- 10.6** Earnings Per Share

		Year ended March 31, 2018	Year ended March 31, 2017
Profit & (Loss) after Tax (in Rs.)	A	(1,13,365)	(2,906,442)
Number of shares outstanding	B	5,00,000	5,00,000
Earnings per share – Basic & Diluted (in Rs.)	A/B	(0.22)	(5.81)



10.7 Related Party Transactions

List of related parties where control exists and related parties with whom transactions have taken place and relationships are as follows:

Names of the Related party	Relationship
PVP Ventures Limited (PVP)	Holding Company

Summary of transactions and outstanding balances with above related parties

Nature of transactions	Transactions for the year ended (in Rs.)		Balance as at (in Rs.)	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
PVP Ventures Limited				
Advances given	(1,14,000)	(36,09,195)	10,11,16,532	10,12,30,532

10.8 Financial Instruments

The significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognized, in respect of each class of financial asset and financial liability are disclosed.

Financial assets and liabilities

The carrying value of financial instruments by categories are as follows:

Particulars	As at 31 st March, 2018		
Financial Assets	FVTPL	FVTOCI	Amortized Cost
Investments		10,11,16,532	
Cash and Cash Equivalents			2,812
Total		10,11,16,532	2,812
Financial Liabilities			
Trade Payables			58,250
Other Current Liabilities			5,000
Total			63,250

Particulars	As at 31 st March, 2017		
Financial Assets	FVTPL	FVTOCI	Amortized Cost
Investments		10,12,30,533	
Cash and Cash Equivalents			2,428
Total		10,12,30,533	2,428
Financial			



PVP Corporate Parks Private Limited
Corporate Identification Number: U45201TN2003PTC051595
Notes forming part of the financial statements for the year ended March 31, 2018

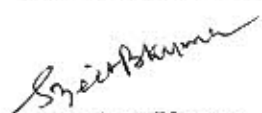
Liabilities			
Trade Payables			58,250
Other Current Liabilities			5,000
Total			63,250

Assets and liabilities that are not financial assets or liabilities are not included.

The carrying amounts of cash and cash equivalent, certain borrowings, trade payables and other financial liabilities are considered to be the same as their fair values due to their short term in nature.

- 10.9 The Company has not received any intimation from suppliers, regarding their status, under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure of any amounts unpaid as at the yearend together with interest paid/payable as required under the said Act have not been given.
- 10.10 Previous year's figures have been regrouped/reclassified, wherever necessary, to conform to those of the current year.
- 10.11 Explanatory notes 1 to 10 form an integral part of the Balance Sheet and Statement of Profit and Loss and are duly authenticated.

As per report of our even date
For M/s. B SUJEET & CO
Chartered Accountants
Firm Reg.No.009308S


B. Sujeet Kumar
(Proprietor)
M. No : 209547
Place: Hyderabad
Date: 24th May, 2018



For and on behalf of the Board of Directors


R. Ramaswamy
(Director)
DIN: 07737350


C.S.N Prasad
(Director)
DIN: 07882618

