



INDEPENDENT AUDITOR'S REPORT

To the Members of M/s NEW CHENNAI TOWNSHIP PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **M/s NEW CHENNAI TOWNSHIP PRIVATE LIMITED** which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the 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 maintenance of adequate accounting records in accordance with the preparation 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 judgement 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

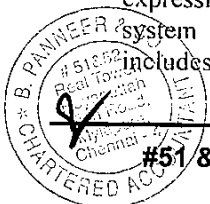
Auditor's Responsibility

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 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 the 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 a 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 control system over financial reporting and the operating effectiveness of such controls. 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the financial statements.

Opinion

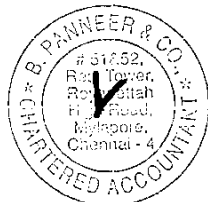
In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its loss and its cash flows for the year ended on that date.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 28, regarding preparing financial statement on 'Going concern' basis. The accompanying financial statements have been prepared on a going concern basis, after giving due considerations to all matters more fully explained in the said note.

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 paragraphs 3 and 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) The Balance Sheet, 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 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) The Going Concern matter described in the sub paragraph (a), under the Emphasis of matter paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
 - (f) On the basis of the 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.
 - (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 litigations on its financial position in its financial statements – Refer Note 26 to the financial statements.



- ii. The Company did not have any 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 Investors Education and Protection Fund by the Company.

For B. PANNEER & Co
Chartered Accountants
Firm Registration No. 011335S



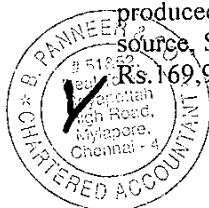

B. Panneer Selvam
Partner
Membership No. 217056

Place: Chennai
Date: 29th May, 2016.

ANNEXURE TO AUDITOR'S REPORT REFERRED TO IN OUR REPORT OF EVEN DATE TO THE MEMBERS OF NEW CHENNAI TOWNSHIP PRIVATE LIMITED

- 1) a) The fixed assets register of the company needs to be updated as on the date of our audit report.
b) The fixed assets were physically verified during the year by the management, as per the programme of physical verification of fixed assets over a period of three years which is, in our opinion, reasonable having regard to the size of the company and the nature of its assts. According to the information and explanation given to us, no serious discrepancies have been noticed on such verification.
- 2) a) As explained to us, physical verification of inventory has been conducted by the management, at the end of the year.
b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
c) The company is maintaining proper records of inventory and the discrepancies noticed on verification between physical stocks and book stocks were not material.
- 3) The company has not granted any loans to parties, covered in the register maintained under section 189 of the Companies Act.
- 4) In our opinion and according to the explanation given to us there is an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- 5) In our opinion and according to the information and explanations given to us, the company has not accepted deposits during the year and doesn't have any unclaimed deposits. Therefore, provision of clause 3 (V) of the Order are not applicable to the company.
- 6) On the basis of records produced to us, we are of the opinion that, prima facie, the cost records prescribed by the Central Government under section 148(1) of the Companies Act, 2013 have been maintained. We have not carried out a detailed examination of such accounts and records, as we are required to conduct only a general review of the cost records.
- 7) a) According to the information and explanations given to us and as per the records produced by the company, the company is not regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Value added Tax, Service Tax, and other material statutory dues were applicable to it.

b) According to the information and explanations given to us and as per the records produced by the company, undisputed amounts payable in respect of Tax deducted at source, Sales Tax, Provident Funds, Professional Tax and Other dues to the extent of Rs.169,90,324/- (PY Rs. 6,34,34,184), Rs 11,63,706/- (PY Rs.10,49,420),



Rs.8,33,800/- (PY Rs 5,96,387) , respectively , were in arrears as at 31st March 2016.

c) According to the records of the Company and the information and explanation given to us, the dues of income tax, which are in dispute, are as follows: (Amount in RS)

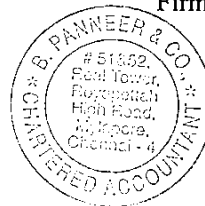
Assessment Year	Amount of Demand	Amount paid under protest		Forum where Dispute is pending
		Till 31 st Mar 2015	During 2015-16	
2011-12	32,90,435	Nil	Nil	CIT- (Appeals) – 8
2012-13	112,29,770	Nil	Nil	CIT –(Appeals)-8

There are no dues of sales tax, service tax or other dues applicable to the company which have not been deposited on account of any dispute.

d) There are no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; hence clause (vii) (c) of the Order is not applicable to the Company.

- 8) The Company's net worth is eroded and accumulated losses have exceeded more than fifty per cent of its net worth as on 31st March, 2016. The company has incurred cash loss of Rs. 1,263,110,774/- during the financial year covered by audit and Rs. 1,265,586,528/- in the immediately preceding financial year.
- 9) According to the information and explanations given to us and as per the records produced by the company, the outstanding defaults in payment of principal / interest as on 31st March, 2016 were Rs. 21,39,89,761/- (PY Rs 23,08,01,730/-) for a period less than 90 days and Rs. 1,55,69,87,100 /- (PY Rs 1,08,98,18,907/-) for a period exceeding 90 days.
- 10) According to the information and explanation given to us, The Company has given guarantees aggregating to Rs.165 Crores (PY Rs. 165 Crores) for loans raised by others from Banks. In our opinion, the terms and conditions of the guarantees are prima facie not prejudicial to the interests of the company.
- 11) In our opinion and according to information and explanations given to us, the term loans have been applied for the purpose for which they were raised.
- 12) According to the information and explanations given to us, no materials fraud on or by the company has been noticed or reported during the course of audit.

For B. PANNEER & Co
Chartered Accountants
Firm Registration No. 011335S



B. Panneer selvam
Membership No. 217056

Place: Chennai
Date: 29/05/2016.

NEW CHENNAI TOWNSHIP PRIVATE LTD

BALANCE SHEET

PARTICULARS	Note	As At 31-Mar-16 Rs.	As At 31-Mar-15 Rs.
EQUITY AND LIABILITIES			
SHAREHOLDERS FUNDS			
Share Capital	3	1,200,000,000	1,200,000,000
Reserves & Surplus	4	(4,277,562,869)	(2,976,237,419)
NON-CURRENT LIABILITIES			
Long-Term Borrowings	5	2,396,982,629	2,403,356,829
Deferred Tax Liability (Net)	6	90,775,781	90,775,781
Other Long-Term Liabilities	7	1,323,380	1,323,380
Long-Term Provisions	8	1,256,108	751,224
CURRENT LIABILITIES			
Short-Term Borrowings	9	9,951,587	9,951,587
Trade Payables	10	1,085,973,628	1,074,250,434
Other Current Liabilities	11	9,133,651,289	7,882,999,284
Short-Term Provisions	12	422,963	436,550
		<u>9,642,774,496</u>	<u>9,687,607,650</u>
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets:	13		
Tangible Assets		1,517,203,856	1,554,921,768
Intangible Assets		1,692,774	2,189,538
Long-Term Loans and Advances	14	70,115,644	71,976,131
Other Non-Current Assets	15	-	-
CURRENT ASSETS			
Inventories	16	6,092,944,646	6,092,944,646
Trade Receivables	17	599,009,234	612,570,666
Cash & Cash Equivalents	18	2,103,663	1,112,144
Short-Term Loans & Advances	19	1,359,704,679	1,351,892,757
		<u>9,642,774,496</u>	<u>9,687,607,650</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

As per my Report of even date attached
For B. PANNEER & CO.

Regn.No: 0113355

Chartered Accountants

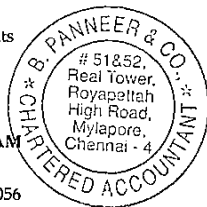
B. PANNEER SELVAM

Proprietor

Membership No. 217056

Place : Chennai

Date : 29-May-2016



For and on behalf of Board of Directors

G R K REDDY

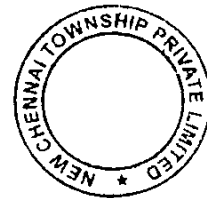
G R K REDDY

Director

RAJESH VAIDHIYANATHAN

RAJESH VAIDHIYANATHAN

Director



NEW CHENNAI TOWNSHIP PRIVATE LTD

STATEMENT OF PROFIT & LOSS

PARTICULARS	Note	Year Ended 31-Mar-16 Rs.	Year Ended 31-Mar-15 Rs.
INCOME			
Income from Operations	20	12,889,666	19,550,735
Other Income	21	8,765,195	12,138,740
		<u>21,654,861</u>	<u>31,689,475</u>
EXPENDITURE			
Cost of Projects / Operating Expenses	22	24,793,205	26,835,480
Personnel Expenses	23	9,193,567	12,023,664
Depreciation and Amortisation	13	38,214,676	46,179,902
Finance Cost	24	1,240,274,449	1,235,039,566
Other Expenses	25	10,502,414	23,377,293
		<u>1,322,980,311</u>	<u>1,343,455,905</u>
PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX		<u>(1,301,325,450)</u>	<u>(1,311,766,430)</u>
Exceptional Items	39		1,426,034
PROFIT BEFORE TAX		<u>(1,301,325,450)</u>	<u>(1,313,192,464)</u>
TAX EXPENSES			
Current Tax		-	-
Taxes - Prior Period		-	4,346,765
Deferred Tax	29	-	26,620,513
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS (A)		<u>(1,301,325,450)</u>	<u>(1,344,159,742)</u>
PROFIT (LOSS) FOR THE PERIOD (A+B)		<u>(1,301,325,450)</u>	<u>(1,344,159,742)</u>
EARNINGS PER SHARE			
Basic (Face Value ₹ 10/-)		(10.84)	(11.20)
Diluted (Face Value ₹ 10/-)		(10.84)	(11.20)
SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS			

As per my Report of even date attached
For B. PANNEER & CO.

Regn No: 0113355

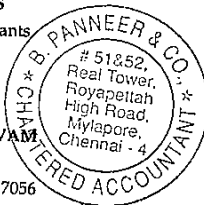
Chartered Accountants

B. PANNEER SELVAM
Proprietor

Membership No. 217056

Place : Chennai

Date : 29-May-2016

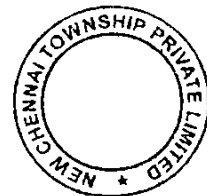


For and on behalf of Board of Directors

G. R. K. Reddy
G R K REDDY
Director

Rajesh Vaidhiyanathan

RAJESH VAIDHIYANATHAN
Director



NEW CHENNAI TOWNSHIP PRIVATE LTD

CASH FLOW STATEMENT

S No	Particulars	Year Ended 31-Mar-16 Rs.	Year Ended 31-Mar-15 Rs.
A CASH FLOWS FROM OPERATING ACTIVITIES:			
	Net Profit before Taxation and extraordinary Item	(1,301,325,450)	(1,313,192,464)
	Adjustment for:		
	Depreciation	38,214,676	43,788,471
	Interest and Finance Charges (Net)	1,240,274,449	1,235,039,566
	Operating Profit before Working Capital Changes	(22,836,325)	(34,364,427)
	Decrease (Increase) in Inventories	-	165,048
	Decrease (Increase) in Trade Receivables	13,561,432	(14,862,088)
	Decrease (Increase) in Long-term Trade Receivables	-	-
	Decrease (Increase) in Short-term Loans & Advances	(7,811,922)	236,990,436
	Decrease (Increase) in Long-term Loans & Advances	1,860,487	(288,547)
	Increase (Decrease) in Trade Payables	11,723,194	300,386,251
	Increase (Decrease) in Other Current Liabilities	1,250,652,005	3,651,740,890
	Increase (Decrease) in Short-Term Provisions	(13,587)	111,130
	Increase (Decrease) in Long-Term Provisions	504,884	(411,757)
	Cash Generated from Operations	1,247,640,168	4,139,466,936
	Income Tax	-	(4,346,765)
	Cash Flow before extraordinary items	1,247,640,168	4,135,120,171
	Adjustment for extraordinary Items	-	-
	NET CASH FROM OPERATING ACTIVITIES (A)	1,247,640,168	4,135,120,171
B CASH FLOWS FROM INVESTING ACTIVITIES:			
	Purchase of Fixed Assets	-	9,303,815
	NET CASH FROM INVESTING ACTIVITIES (B)	-	9,303,815
C CASH FLOWS FROM FINANCING ACTIVITIES:			
	Proceeds from Long Term Borrowings (Net)	(6,374,200)	(2,904,547,889)
	Proceeds (Repayment) of Short Term Borrowings (Net)	-	(4,362,880)
	Interest and Finance Charges Paid (Net)	(1,240,274,449)	(1,235,039,566)
	NET CASH USED IN FINANCING ACTIVITIES (C)	(1,246,648,649)	(4,143,950,335)
	Net Increase in Cash and Cash Equivalents (A+B+C)	991,519	473,651
	Cash and Cash Equivalents at beginning of Year	1,112,144	638,493
	Cash and Cash Equivalents at end of Year	2,103,663	1,112,144

Note:

1 Cash and cash equivalents not available for immediate use as on the Balance Sheet date are shown in Note No. 18 of Notes to the Financial Statements.

As per my Report of even date attached

For **B. PANNEER & CO.**

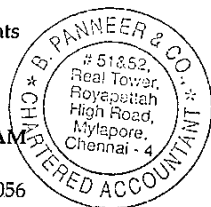
Regn No: : 011335S

Chartered Accountants

B. PANNEER SELVAM

Proprietor

Membership No. 217056



Place : Chennai

Date : 29-May-2016

For and on behalf of Board of Directors

G R K Reddy

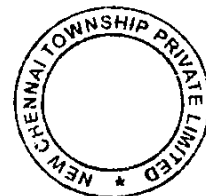
G R K REDDY

Director

Rajesh Vaidhiyanathan

RAJESH VAIDHIYANATHAN

Director



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

NOTE 1 : COMPANY OVERVIEW

New Chennai Township Pvt Ltd (NCTPL), a wholly owned subsidiary of Marg Limited is developing two Special Economic Zones (catering to engineering & Multi Services industries) spread over 613 acre, as a part of MARG Swarnabhoomi - 'The Land of New Thinking'. The project is meant to cater to the light engineering and IT companies, education and research institutions. Marg Swarnabhoomi will also have residential units, schools, hospitals, parks, recreation centres, malls for social and commercial infrastructure. The project is located on the East Cost road, midway between Chennai and Puducherry.

NOTE 2 : SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- The financial statements have been prepared under the historical cost convention on accrual basis in accordance with the generally accepted accounting principles and the Accounting Standards as specified by Section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules 2014.
- Use of Estimates: The preparation of financial statements requires the Management of the Company to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statement & reported income and expenses during the reporting period. Examples of such estimates includes provisions for doubtful debts, employee retirement benefit plans, provisions for income taxes, useful life of fixed assets, accounting for work executed etc.
- The Company is a non small and medium sized company (Non-SMC) as defined in the General Instructions relating to Accounting Standards notified and accordingly the Company has complied with the Accounting Standards as applicable to Non-SMc.

2.2 REVENUE RECOGNITION

- In respect of property development and / or Construction contracts, the Company follows percentage completion method as per Accounting Standard 7 issued by the Institute of Chartered Accountants of India. The percentage of completion is stated on the basis of physical measurement of work actually completed/ actual cost incurred as compared to total estimated cost, at the balance sheet date, taking into account the contractual price and revision thereto. Losses on contracts are fully accounted for as and when incurred. Foreseeable losses are accounted for when they are determined except to the extent they are expected to be recovered through claims presented or to be presented to the customer or in arbitration. Expenditure incurred in respect of additional costs / delays are accounted in the year in which they are incurred. Claims made in respect thereof are accounted as income in the year of receipt of arbitration award or acceptance by client or evidence of acceptance received from the client. Project Development Income is the fee charged to the customers on transfer of property in consideration of various services rendered by the Company for promoting the respective projects.
- In cases of long term leases of land where land lease/sub-lease transactions are non-cancellable in nature, the income is recognized at the inception of lease / sub-lease agreement or when the Memorandum of Understanding takes effect. The entire income being the non-refundable upfront premium is recognized. In respect of these lands, the corresponding cost of the land is expensed off in the Profit and Loss Account.
- In respect of other incomes, accrual system of accounting is followed.

2.3 FIXED ASSETS, DEPRECIATION & IMPAIRMENT

- The Fixed Assets are stated at cost of acquisition including interest paid on specific borrowings up to the date of acquisition / installation of the assets and improvement thereon less depreciation.
- Depreciation is provided on fixed assets, on straight-line method, on pro-rata basis on the basis of the useful lives prescribed under schedule II to the Companies Act, 2013, subject to the adjustments arising out of transitional provisions of schedule II to the Companies act, 2013.
- Cost of assets not put to use before the year end are show under capital work in progress.
- The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists the Company estimates the recoverable amount of the assets. If such recoverable amount of the asset or recoverable amount of the cash generating divisions which the assets belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and recognized in the profit and loss account.

2.4 LEASES

As Lessee:

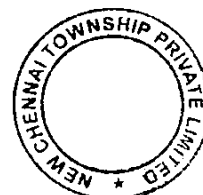
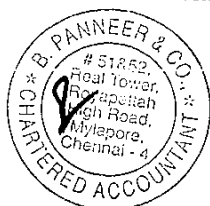
The Company is obligated under non-cancelable leases for office and residential space that are renewable on a periodic basis at the option of both the lessor and lessee. Operating Lease expenses are charged to the profit and loss account on a straight line basis over the lease term.

As Lessor:

Assets subject to operating leases are included in fixed assets. Lease income is recognized in the Profit and Loss Account on Accrual basis as per the lease agreement. Costs, including depreciation are recognized as an expense in the Profit and Loss Account. Leases which effectively transfer to the lessee substantially all the risks and benefits incidental to ownership of the leased item are classified and accounted for as finance lease.

2.5 VALUATION OF CLOSING STOCK

- Raw Material: Raw Material, Stores and Spares are valued at Weighted Average Cost. Cost comprises all costs of purchase
- Project Land: The land not yet transferred to any project cost is valued at lower of cost/ estimated cost, and net realisable value.
- Work-in-progress: Project work-in-Progress comprising of construction in progress and unallocated infrastructure and development costs is valued at cost or net realizable value whichever is less



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

2.6 INVESTMENTS

Investments are classified as long-term and current investments. Long-term investments are shown at cost or written down value (in case of other than temporary diminution) and current Investments are shown at cost or market value whichever is lower.

2.7 EMPLOYEE BENEFITS

a. Short Term employee benefits

All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. The benefits like salaries, wages, short term compensated absences etc. and the bonus, exgratia are recognized in the period in which the employee renders service.

b. Post employment benefits

i) Provident Fund

The Company's contribution to Provident Fund is deposited with the Regional Provident Fund Commissioner and is charged to Profit and Loss account every year.

ii) Gratuity

The Company is having Defined Benefit plan for the Gratuity and the provision is made based on actuarial valuation in accordance with the AS-15 of The Institute of Chartered Accountants of India.

iii) Leave Encashment

Provision for leave encashment in respect of unavailed leave standing to the credit of employees is made on actuarial basis in accordance with AS-15 of The Institute of Chartered Accountants of India.

2.8 TAX ON INCOME

a The accounting treatment for income tax in respect of Company's income is based on the Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. Tax on income for the current period is determined on the basis of Taxable Income computed in accordance with the provisions of the Income Tax Act 1961.

b Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. In respect of Companies availing tax deduction under Section 80 of the Income Tax Act, 1961, deferred tax has been recognized in respect of timing difference, which originates during the tax holiday period but reverse after the tax holiday period. Deferred tax assets are recognized 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 carry forward unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits. At each Balance Sheet date unrecognized deferred tax assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised.

2.9 FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are accounted on the exchange rate prevailing at the date of the transaction. Foreign currency monetary items outstanding as at the Balance Sheet date are reported using the closing rate. Gains and losses resulting from the settlement of such transactions and translation of monetary assets and liabilities denominated in foreign currencies are recognized in the Profit and Loss Account.

2.10 BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset are considered as part of the cost of the asset/project. All the other borrowing costs are treated as period cost and charged to Profit and Loss account in the year in which they are incurred.

2.11 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A provision is recognized when:

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

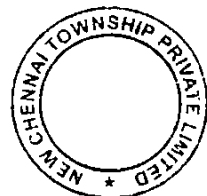
A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably not, require an outflow of resources. Where there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure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

Contingent Assets are neither recognized nor disclosed.

2.12 EARNINGS PER SHARE

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

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and weighted average number of equity shares outstanding during the period, are adjusted for the effects of all dilutive potential equity shares.



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

Particulars	As At 31-Mar-16 Nos	As At 31-Mar-15 Nos	As At 31-Mar-16 Rs.	As At 31-Mar-15 Rs.
NOTE 3 : SHARE CAPITAL				
3.1 Authorised, Issued, Subscribed and Paid up Capital:				
Authorised Capital				
Equity Shares face value of Rs. 10/- each	120,000,000	120,000,000	1,200,000,000	1,200,000,000
Issued, Subscribed and Paid up Capital				
Equity Shares face value of Rs. 10/- each	120,000,000	120,000,000	1,200,000,000	1,200,000,000
3.2 Reconciliation of number of Equity Shares Outstanding:				
Shares Outstanding at the beginning of the year	120,000,000	1,200,000,000		
Add: Shares Allotted during the year				
Further allotment	-	-		
Shares Outstanding at the end of the year	<u>120,000,000</u>	<u>1,200,000,000</u>		

3.3 Shareholders holding more than 5% Equity Shares:

Sl Name of the Shareholders	As At 31-Mar-16		As At 31-Mar-15	
	Nos	%	Nos	%
1 Marg Limited	120,000,000	100.00%	120,000,000	100%
	<u>120,000,000</u>	<u>100.00%</u>	<u>120,000,000</u>	<u>100%</u>

Particulars	As At 31-Mar-16 (Rs.)	As At 31-Mar-15 (Rs.)
-------------	-----------------------------	-----------------------------

NOTE 4 : RESERVES & SURPLUS

4.1 General Reserve:

Opening Balance	35,000,000	35,000,000
Add: Transferred from the Profit and Loss Account	-	-
	<u>35,000,000</u>	<u>35,000,000</u>

4.2 Profit & Loss Account:

Balance at the beginning of the year	(3,011,237,419)	(1,667,077,677)
Add: Profit Loss for the Year	<u>(1,301,325,450)</u>	<u>(1,344,159,742)</u>
Balance at the end of the year	<u>(4,312,562,869)</u>	<u>(3,011,237,419)</u>
	<u>(4,277,562,869)</u>	<u>(2,976,237,419)</u>

NOTE 5 : LONG-TERM BORROWINGS

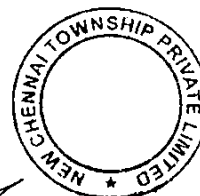
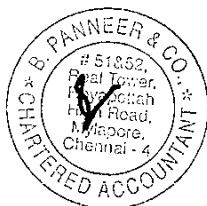
5.1 UnSecured Loans:

From Others:

Loan from Holding company	2,396,982,629	2,403,356,829
	<u>2,396,982,629</u>	<u>2,403,356,829</u>
	<u>2,396,982,629</u>	<u>2,403,356,829</u>

5.2 Defaults on repayment of Long term loans and Interest thereof :

Term Loans of Rs. 538,85,84,552/- was in default for a period of more than 90 days and classified as 'current maturities of long term borrowings in Note 11 as on 31st March, 2016. Interest of Rs 21,39,89,761/- was in default for a period less than 90 days and Rs 155,69,87,100/- for a period more than 90 days.

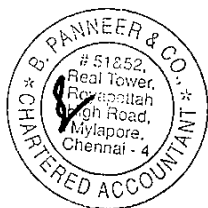


/s/

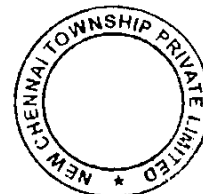
NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

Particulars	As At 31-Mar-16 Rs.	As At 31-Mar-15 Rs.
NOTE 6 : DEFERRED TAX LIABILITY (NET)		
Deferred Tax Liability	90,775,781	90,775,781
Less : Deferred Tax Asset	-	-
	<u>90,775,781</u>	<u>90,775,781</u>
NOTE 7 : OTHER LONG-TERM LIABILITIES		
Others		
Lease Deposits	1,323,380	1,323,380
	<u>1,323,380</u>	<u>1,323,380</u>
NOTE 8 : LONG-TERM PROVISIONS		
Provision for employee benefits*		
Gratuity	955,804	620,387
Leave Encashment	300,304	130,837
	<u>1,256,108</u>	<u>751,224</u>
NOTE 9 : SHORT-TERM BORROWINGS		
Unsecured Short-term Loans:		
From Others:		
Loans From Other Companies	9,951,587	9,951,587
	<u>9,951,587</u>	<u>9,951,587</u>
	<u>9,951,587</u>	<u>9,951,587</u>
NOTE 10 : TRADE PAYABLES		
Trade Payables	1,085,973,628	1,074,250,434
	<u>1,085,973,628</u>	<u>1,074,250,434</u>
NOTE 11 : OTHER CURRENT LIABILITIES		
Current Maturities of Long-term Debts	5,388,584,552	5,433,909,093
Interest Accrued but Not Due on Borrowings	-	2,951,739
Interest Accrued and Due but Not paid on Borrowings	2,933,953,245	1,645,560,614
Other Payables		
Advances from Customers	84,095,725	84,095,725
Expenses Payable	216,184,937	159,537,122
Statutory Dues	18,987,830	65,099,991
Creditors for Capital Goods	-	-
Share application money*	491,845,000	491,845,000
	<u>9,133,651,289</u>	<u>7,882,999,284</u>
NOTE 12 : SHORT-TERM PROVISIONS		
Provision for employee benefits		
Bonus	376,083	271,597
Gratuity	24,685	94,313
Leave Encashment	22,195	70,640
	<u>422,963</u>	<u>436,550</u>



/s/

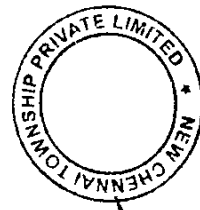
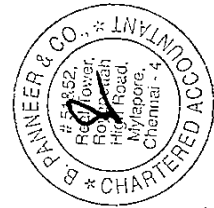


NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

NOTE 13 : FIXED ASSETS

Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	As at 31-Mar-15	Additions	Deductions/ Transfers	As at 31-Mar-16	For the year	Deletions	As at 31-Mar-16	As at 31-Mar-15	
TANGIBLE ASSET									
LEASED ASSETS									
Land	68,360,000	-	-	68,360,000	-	-	68,360,000	68,360,000	
Building	1,510,995,983	-	-	1,510,995,983	25,213,090	-	1,411,956,520	1,437,169,610	
OTHER ASSETS									
Land	6,423,730	-	-	6,423,730	-	-	6,423,730	6,423,730	
Building	-	-	-	-	-	-	-	-	
Computers	4,010,691	-	-	4,010,691	1,024,547	-	5,035,238	-	
Office Equipment	8,278,782	-	-	8,278,782	1,773,490	-	4,385,622	-	
Furniture & Fittings	36,641,253	-	-	36,641,253	3,669,733	-	3,893,160	5,666,649	
Motor Vehicles	18,695,130	-	-	18,695,130	3,850,227	-	19,440,325	23,110,059	
Plant & Machinery	27,681,734	-	-	27,681,734	2,186,824	-	(2,133,937)	1,716,290	
Total Tangible Assets	1,681,087,303	-	-	1,681,087,303	37,717,912	-	1,517,203,856	12,475,429	
Previous Year	1,690,391,118	-	9,303,815.00	1,681,087,303	47,117,855	3,817,465.00	1,554,921,768	1,607,525,973	
INTANGIBLE ASSET									
Computer Software	4,171,165	-	-	4,171,165	496,764	-	2,478,391	-	
Total Intangible Assets	4,171,165	-	-	4,171,165	496,764	-	1,692,774	2,189,538	
Previous Year	4,171,165	-	-	4,171,165	488,081	-	1,692,774	2,189,538	
CAPITAL WORK IN PROGRESS									
Capital Work in Progress	-	-	-	-	-	-	-	-	
Previous Year	-	-	-	-	-	-	-	-	

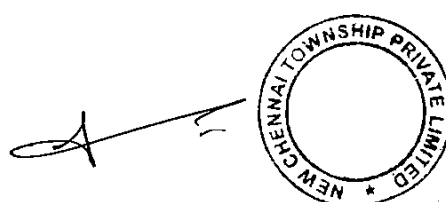
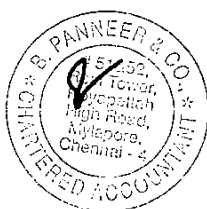


/s/

NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

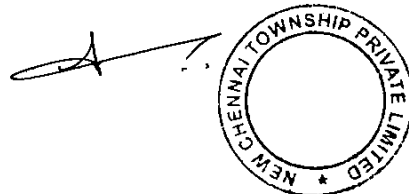
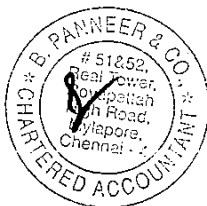
Particulars	As At 31-Mar-16 Rs.	As At 31-Mar-15 Rs.
NOTE 14 : LONG-TERM LOANS AND ADVANCES		
Unsecured and Considered Good		
Capital Advance	-	-
Security Deposits	70,115,644	71,976,131
	70,115,644	71,976,131
NOTE 15 : OTHER NON-CURRENT ASSETS		
Unsecured and Considered Good		
Long-term Trade Receivables	-	-
	-	-
NOTE 16 : INVENTORIES		
Inventories		
Stock of Materials, Stores, Spares and Loose Tools at Site	354,415	354,415
Projects in Progress	6,092,590,231	6,092,590,231
	6,092,944,646	6,092,944,646
NOTE 17 : TRADE RECEIVABLES		
Unsecured and Considered Good		
Outstanding for more than 6 months	599,009,234	612,570,666
Others	-	-
	599,009,234	612,570,666
NOTE 18 : CASH & CASH EQUIVALENTS		
Cash Balance		
Balances with Scheduled Banks	871,121	566,656
In Current Accounts	774,553	87,499
In Margin Money Accounts	-	-
In Deposit Accounts	-	-
Others	457,989	457,989
	2,103,663	1,112,144
NOTE 19 : SHORT-TERM LOANS & ADVANCES		
Unsecured and Considered Good		
Others		
Advances to Suppliers	1,328,371,220	1,322,495,865
Advances to Staff	1,855,755	1,554,340
Other Advances Recoverable	2,517,000	2,517,000
Prepaid Expenses	48,000	48,000
Prepaid Taxes	26,244,652	24,609,500
Security Deposits	668,052	668,052
	1,359,704,679	1,351,892,757
NOTE 20 : INCOME FROM OPERATIONS		
Income from Projects / Operations		
Income from Leasing	-	7,229,770
	12,889,666	12,320,965
	12,889,666	19,550,735
NOTE 21 : OTHER INCOME		
Miscellaneous Income		
Profit on Sale of Fixed Assets	8,765,195	9,582,778
Prior Period Income	-	580,539
	8,765,195	1,975,423
	8,765,195	12,138,740



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

Particulars	Year Ended 31-Mar-16 Rs.	Year Ended 31-Mar-15 Rs.
NOTE 22 : COST OF PROJECTS/OPERATING EXPENSES		
COST OF PROJECTS / OPERATING EXPENSES		
Opening Stock		
Stock of Materials, Stores, Spares and Loose Tools at Site	354,415	397,023
Projects in Progress	6,092,590,231	6,092,712,671
	<u>6,092,944,646</u>	<u>6,093,109,694</u>
Expenditure During the year		
Expenditure on Projects / Operating Expenses	24,793,205	26,670,432
Closing Stock		
Stock of Materials, Stores, Spares and Loose Tools at Site	354,415	354,415
Projects in Progress	6,092,590,231	6,092,590,231
	<u>6,092,944,646</u>	<u>6,092,944,646</u>
Cost of Projects / Operating Expenses	<u>24,793,205</u>	<u>26,835,480</u>
	<u>24,793,205</u>	<u>26,835,480</u>
NOTE 23 : PERSONNEL EXPENSES		
Salaries & Allowances	8,373,951	11,174,447
Contribution to Funds	61,122	284,387
Recruitment & Training Expenses	-	7,246
Staff Welfare Expenses	305,010	409,149
Retirement Benefits	455,484	148,435
	<u>9,195,567</u>	<u>12,023,664</u>
NOTE 24 : FINANCE COST		
Interest on Loans	1,240,240,504	1,234,976,746
Less : Interest Recovered	-	-
Net Interest	<u>1,240,240,504</u>	<u>1,234,976,746</u>
Bank & Finance Charges	33,945	62,820
	<u>1,240,274,449</u>	<u>1,235,039,566</u>
NOTE 25 : OTHER EXPENSES		
Rent	1,364,045	2,046,686
Rates & Taxes	11,945	205,925
Communication Cost	4,123	843,304
Electricity Charges	2,536,081	5,750,543
Traveling and Conveyance	682,429	900,038
IT Services	33,166	14,201
Repairs & Maintenance	3,770,100	1,703,993
Secretarial Expenses	-	-
Advertisement & Business Promotion	26,660	4,964,463
Printing & Stationery	86,910	67,218
Postage and Courier Charges	2,182	5,966
Payment to Auditors		
- Statutory Audit Fee	100,000	250,000
- Other Services		
Insurance Premium	-	174,680
Legal & Professional Charges	938,205	3,070,750
General Expenses	3,001	245,482
Exchange Rate Fluctuation	-	-
Office Maintenance	424,822	2,351,393
Donation	-	-
Vehicle Maintenance	518,745	221,424
Loss on Sale of Assets	-	561,227
	<u>10,502,414</u>	<u>23,377,293</u>



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

NOTE 26 : CONTINGENT LIABILITIES

- Estimated amount of liability on capital contracts : Rs. 523.19 Crores (Previous year Rs. 524.65 Crores)
- Other contingent liabilities - Claim not acknowledged as debts Rs 9,88,360/- (Previous year Rs.9,88,360)
- Corporate Guarantees given to Banks in respect of loans taken by other Companies : Rs. 165.00 Crores (Previous year Rs. 165.00 Crores)
- The company has given its land as collateral security for loans raised by Marg Limited (Holding Company)

e: Income tax demand:

Assessment Year	Amount of demand	Amount in Rs		
		Amount paid under protest		Forum where Dispute is pending
		Till 31-Mar-15	During 2015-16	
2011-12	3,290,435	Nil	Nil	CIT (Appeals)-8
2012-13	11,229,770	Nil	Nil	CIT (Appeals)-8

NOTE 27 : Term Loans

- Central Bank of India has assigned entire loan to 'Phoenix ARC Private Limited' during the year. Since the revised terms of restructure with the ARC is yet to be finalised, the outstanding balance of Rs 191,97,02,509/- as on 31st March, 2016, in respect of these loans are included in 'Current Maturities of long term of borrowings' in Note 11 and the Company continues to provide interest at the rates originally charged by the Bank.
- The recalled loans from Karnataka Bank and Indian Overseas bank were assigned to Edelweiss ARC Private Limited during the year. Since the revised terms of restructure with the ARC is yet to be finalised, the outstanding balance of Rs 149,14,45,085/- is included in Current Maturities of Long term Borrowings in Note 11 and the Company continues to provide interest at the rates originally charged by the Banks.
- Corporation Bank has issued SARFAESI notice in respect of the term loan and FITL. The outstanding amount of Rs 27,65,16,043/- is included in 'Current Maturities of long term of borrowings' in Note 11.
- During the current financial year 2015-16, the restructured Infrastructure Term Loan and loan of Rs 157,23,27,109/- availed by the company from consortium of banks lead by Indian Bank quarterly repayment commenced from Dec-14 was not paid and considered as default payment and same entire outstanding has been included in Current Maturities of Long term borrowing in Note 11.

NOTE 28 : Going Concern

The company has incurred net loss of Rs 130,13,25,450/- in the financial year ended 31st March 2016 and Rs 134,41,59,742/- in 31st March 2015, which has resulted in negative net-worth as on 31st March 2016. The company has defaulted in payments of dues to Banks/Financial Institutions towards principal and interest, statutory dues and payment to vendors. Further there were lower cash flows from existing projects. Considering the following mitigating factors, the management considers it appropriate to prepare the financial statement of the company on 'Going Concern' basis.

- Recently, the company has signed long term contract with an automobile components manufacturing and trading company in LES sector in SEZ.
- The company is in discussion with IT firms exploring leasing options of the company building. Further, the Company is negotiating with Consortium Lenders for obtaining No Objection Certificate (NOC) for registration of flats sold and the management is of the opinion that the NOC will be obtained in the near future.
- The company is in advance stage of signing up lease agreement in its multi services SEZ to set up a skill based training institute.
- The company has large land bank and is exploring possibilities of its optimised exploitation.

NOTE 29 : DEFERRED TAX LIABILITY

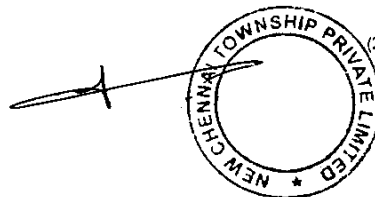
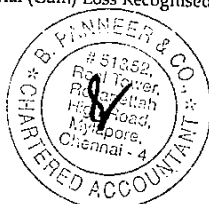
Particulars	Rs.	
	As At 31-Mar-16	As At 31-Mar-15
Outstanding Deferred Tax Liability (Net) as at the beginning of the year (A)		
Add: Provision for Current Year Liabilities (Assets)	90,775,781	64,155,268
Timing difference on account of Depreciation (B)	-	26,620,513
Outstanding Deferred Tax Liability (Net) as at the end of the year (C=A+B)	90,775,781	90,775,781

NOTE 30 : EMPLOYEE BENEFITS

A. GRATUITY

- The Company does not maintain any fund to pay for Gratuity
- Amount recognized in the Profit and Loss A/c is as under:

Particulars	Rs.	
	Year Ended 31-Mar-16	Year Ended 31-Mar-15
Current Service Cost		
Interest Cost	150,150	167,979
Expected Return on Plan Assets	52,012	71,119
Net Actuarial (Gain) Loss Recognised in the Year	(202,162)	(312,754)



Transitional Liability Recognised in the Year	-	-
Past Service Cost - Non-vested Benefits	-	-
Past Service Cost - Vested Benefits	-	-
Expenses Recognised in the Statement of Profit and Loss Account	-	(73,656)

iii) Movement in the liability recognized in the Balance Sheet during the year.

Particulars	Rs.	
	As At 31-Mar-16	As At 31-Mar-15
Opening Net Liability	714,700	885,028
Expense as above	-	(73,656)
Contribution Paid	265,789	(96,672)
Closing Net Liability	980,489	714,700

iv) Net Assets /Liability in Balance Sheet as at the year end

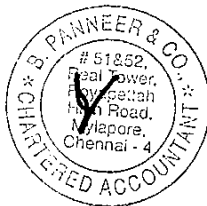
Particulars	Rs.	
	As At 31-Mar-16	As At 31-Mar-15
Present Value of the Obligation	980,489	714,700
Fair Value of Plan Assets	-	-
Difference	980,489	714,700
Unrecognised Transitional Liability	-	-
Unrecognised Past Service Cost - Non-vested Benefits	-	-
Liability Recognised in the Balance Sheet	980,489	714,700

v) For determination of gratuity liability of the Company the following actuarial assumption were used:

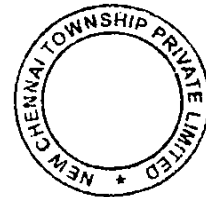
Particulars	Year Ended	
	31-Mar-16	31-Mar-15
PRINCIPAL ACTUARIAL ASSUMPTIONS		
[Expressed as Weighted Averages]		
Discount Rate		
Salary Escalation Rate	7.8%	7.8%
Attrition Rate	8%	8%
	4%	4%

B. LEAVE ENCASHMENT

- The Company does not maintain any fund to pay for leave encashment
- Amount recognized in the Profit and Loss A/c is as under:



[Handwritten signature]



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

Particulars	Rs.	
	Year Ended 31-Mar-16	Year Ended 31-Mar-15
Current Service Cost		
Interest Cost	395,514	22,980
Expected Return on Plan Assets	14,699	19,745
Net Actuarial (Gain) Loss Recognised in the Year	-	-
Transitional Liability Recognised in the Year	(167,169)	4,935
Past Service Cost - Non-vested Benefits	-	-
Past Service Cost - Vested Benefits	-	-
Expenses Recognized in the Statement of Profit and Loss Account	243,044	47,660

iii) Movement in the liability recognized in Balance Sheet is as under:

Particulars	Rs.	
	As At 31-Mar-16	As At 31-Mar-15
Opening Net Liability		
Expense as above	201,477	310,776
Contribution Paid	243,044	47,660
Closing Net Liability	(122,022)	(156,959)
	322,499	201,477

iv) Net Assets/Liability in Balance Sheet as at the year end:

Particulars	Rs.	
	As At 31-Mar-16	As At 31-Mar-15
Present Value of the Obligation		
Fair Value of Plan Assets	322,499	201,477
Difference	-	-
Unrecognised Transitional Liability	322,499	201,477
Unrecognised Past Service Cost - Non-vested Benefits	-	-
Liability Recognised in the Balance Sheet	322,499	201,477

v) For determination of leave encashment liability of the Company the following actuarial assumptions were used:

Particulars	Rs.	
	Year Ended 31-Mar-16	Year Ended 31-Mar-15
PRINCIPAL ACTUARIAL ASSUMPTIONS		
[Expressed as weighted averages]		
Discount Rate		
Salary escalation rate	7.8%	7.8%
Attrition rate	8%	8%
	4%	4%

NOTE 31 : CASH & CASH EQUIVALENTS

Cash & Cash Equivalents include the following which are not available for ready use by the Company as at the Balance Sheet date:

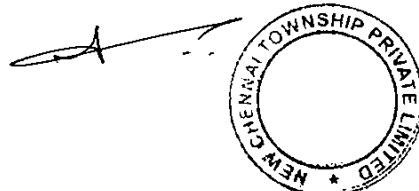
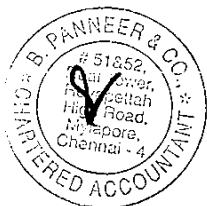
Particulars	Rs.	
	As At 31-Mar-16	As At 31-Mar-15
Margin money		
Fixed Deposit with Bank	-	-
	457,989	457,989
	457,989	457,989

NOTE 32 : OPERATING LEASES

• Operating Leases

The company has leased facilities under non-cancellable operating leases. The future minimum lease payments receivable in respect of these leases as at 31st Mar'16 are:

Future Obligations:	Rs.	
	As At 31-Mar-16	As At 31-Mar-15
Not later than one year	13,769,110	12,746,551
Later than one year not later than five years	73,550,983	20,029,850
Later than five years	43,213,275	15,088,014
Total	130,533,369	47,864,415



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

NOTE 33 : RELATED PARTY DISCLOSURES

A. Related Parties

i. Holding Company - Marg Limited

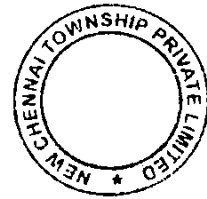
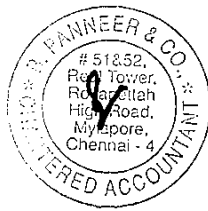
ii. Fellow Subsidiaries, where control existed during the year:

SI Name of the company

- 1 Advance Infradevelopers Private Limited
- 3 Akhil Infrastructure Private Limited
- 5 Amir Constructions Private Limited
- 7 Anuttam Academic Institutions
- 9 Archana Infradevelopers Private Limited
- 11 Aroopa Infradevelopers Private Limited
- 13 Atul Institutions of Learning
- 15 Bharani Infrastructure Private Limited
- 17 Darpan Educational Institutions
- 19 Dasha Infradevelopers Private Limited
- 21 Guiding Infradevelopers Private Limited
- 23 Kanchanajunga Infradevelopers Private Limited
- 25 Karaikal Power Company Private Limited
- 27 Magnusopus Infrastructure Private Limited
- 29 Marg Business Park Private Limited
- 31 Marg Industrial Clusters Limited
- 33 Marg International Dredging PTE Ltd
- 35 Marg Marine Infrastructure Limited
- 37 Marg Sri Krishnadevaraya Airport Private Limited
- 39 Marg Trading PTE Ltd
- 41 Navita Estates Private Limited
- 43 New Chennai Township Private Limited
- 45 Parivar Apartments Private Limited
- 47 Riverside Infrastructure (India) Private Limited
- 49 Sarang Infradevelopers Private Limited
- 51 Shubham Vihar Private Limited
- 53 Swatantra Infrastructure Private Limited
- 55 Uttarak Infradevelopers Private Limited
- 57 Yuva Constructions Private Limited

SI Name of the company

- 2 Agni Infradevelopers Private Limited
- 4 Ambar Nivas Private Limited
- 6 Anumanthai Beachside Resorts Private Limited
- 8 Aprati Constructions Private Limited
- 10 Arohi Infrastructure Private Limited
- 12 Ashram Infradevelopers Private Limited
- 14 Avatar Constructions Private Limited
- 16 Comex Infrastructure Private Limited
- 18 Darshan Homes Private Limited
- 20 Future Parking Private Limited
- 22 Hilary Constructions Private Limited
- 24 Karaikal Port Private Limited
- 26 Kirtidhara Academic Institutions
- 28 Marg Aviations Private Limited
- 30 MARG Hotels and Service Apartments Private Limited
- 32 Marg Infrastructure Developers Limited
- 34 Marg Logistics Private Limited
- 36 Marg Properties Limited
- 38 Marg Swarnabhoomi Port Private Limited
- 40 Mukta Academic Institutions Private Limited
- 42 Navrang Infrastructure Private Limited
- 44 O M R Developers Private Limited
- 46 Rainbow Habitat Private Limited
- 48 Saptajit Projects Private Limited
- 50 Shikha Infrastructure Private Limited
- 52 Sulekh Constructions Private Limited
- 54 Talin Infradevelopers Private Limited
- 56 Vyan Infraprojects Private Limited
- 58 Wisdom Constructions Private Limited



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

iii Key Management Personnel (KMP)

G R K Reddy- Director

iv Entities over which KMP and/or their relatives exercise significant influence:

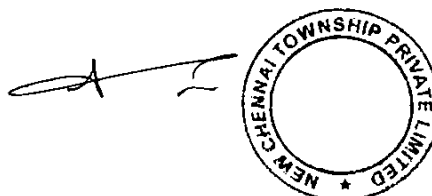
1. Exemplarr Worldwide Limited
2. Global Infoserve Limited
3. Marg Realities Limited
4. Avinash Constructions Private Limited
5. Akshya Infrastructure Private Limited
6. Marg Foundation
7. Swarnabhoomi Academic Institutions
8. Marg Capital markets Limited
9. Marg Project and Infrastructure Limited
10. Marg Digital Infrastructure Private Limited

B. Transactions with the related parties during the year in the ordinary course of the business:

(Rs in Lakhs)

Particulars	Holding Company		Fellow Subsidiaries		Entities over which KMP and Relatives have control / significant influence	
	Transactions					
	Year Ended		Year Ended		Year Ended	
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
Services Received	123.42	184.60	-	-		
Loans & Advances Made (Net)	74.69	348.77				
Interest paid	3,710.00	3,247.66				
Common Expenses Allocated	29.85	51.45				
Mobilisation advance given	10.95					
Trade Payables	(213.14)		(8.49)	-	99.38	

Particulars	Balances					
	As At		As At		As At	
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
Loans Received	30,927.49	27,281.23				
Mobilisation Advance Given	8,136.10	8,125.15	650.00	650.00		
Share Application Money Received	4,918.45	4,918.45				
Trade Receivables					2,437.75	2,437.75
Trade Payables	5,928.39	5,826.13	200.92	209.42	125.24	25.86
Guarantees and Collaterals Issued	16,500.00	16,500.00				
Guarantees and Collaterals Received	53,678.00	53,678.00				



NEW CHENNAI TOWNSHIP PRIVATE LTD

Notes To The Financial Statements

NOTE 34 : AUDITORS' REMUNERATION

Following are the details of Auditors' remuneration:

Particulars	Year Ended 31-Mar-16	Year Ended 31-Mar-15
Statutory Audit Fee	100,000	250,000
Tax Audit Fee	-	-
Certification	-	-
Total	100,000	250,000

NOTE 35 : FOREIGN CURRENCY TRANSACTIONS

a) Value of Imports calculated on CIF Basis :

- i) Components, embedded goods and spare-parts
- ii) Material
- i) Capital goods

b) Expenditure in foreign currencies:

- i) Traveling expenses
- ii) Professional/Consultancy Fees
- iii) Hire Charges
- iv) Others

-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-

NOTE 36 : EARNINGS PER SHARE (EPS)

a. Profit After Tax (Rs. In Lakhs)

For Basic EPS	(13,013.25)	(13,441.60)
For Diluted EPS	(13,013.25)	(13,441.60)

b. Weighted average number of equity shares (Nos)

For Basic EPS	120,000,000	120,000,000
---------------	-------------	-------------

Adjustment for Diluted EPS

Add: Weighted average number of potential shares on account of Employee Stock Options

Add: Weighted average number of potential shares on account of Share Application Money

	120,000,000	120,000,000
--	-------------	-------------

For Diluted EPS

	240,000,000	240,000,000
--	-------------	-------------

c. Earning Per Share (Rs.)

Basic	(10.84)	(11.20)
Diluted	(10.84)	(11.20)

d. Nominal Value Per Share (Rs.)

	10.00	10.00
--	-------	-------

NOTE 37 : SEGMENT REPORTING

The Company is engaged in the business of development and operation of SEZ, which as per Accounting Standard 17 on "Segment Reporting" issued by the ICAI is considered to be the only reportable business segment. The Company is operating only in India which is considered as a single geographical segment.

NOTE 38 : INFORMATIONS THE MICRO, SMALL AND MEDIUM ENTERPRISES

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures relating to amounts unpaid as at the year end together with interest paid / payable under this Act have not been given.

NOTE 39 : PRESENTATION OF PREVIOUS YEAR'S FIGURES

Previous year's figures have been regrouped / reclassified / rearranged wherever necessary to bring them in conformity with the current year's figures.

As per my Report of even date attached

For B. PANNEER & CO.

Regn No : 0113355

Chartered Accountants

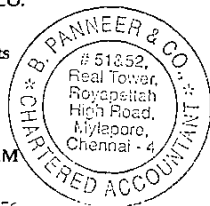
B. PANNEER SELVAM

Proprietor

Membership No. 217056

Place : Chennai

Date : 29-May-2016



For and on behalf of Board of Directors

G R K Reddy

G R K REDDY
Director

Rajesh Vaidhiyanathan

RAJESH VAIDHIYANATHAN
Director

