Pratham Developers
Statement of Profit and Loss for the year ended as on 31st March, 2016

Particulars	Notes	Year ended 31st March, 2016 ₹	Year ended 31st March, 2015 ₹
Income :			
Sales	6	178,093,640	175,531,704
Other Income	7	3,480,279	2,844,608
Increase/(Decrease) in Work in Progress	8	5,904,477	2,176,080
Total		**187,478,395**	**180,552,392**
Expenditure :			
Cost of Land & Construction Expenses	9	96,222,873	122,285,152
Payment to and Provision for Employees	10	21,378,352	17,794,991
Administrative & Selling Expenses	11	6,628,452	5,020,540
Depreciation		2,751,173	2,211,942
Total		**126,980,850**	**147,312,625**
Profit Before Tax		60,497,546	33,239,767
Income Tax (Including Provision)		20,223,211	8,867,025
Profit after tax		40,274,335	24,372,742
Prior Period Adjustments		51,894	360,423
Net Profit / (Loss)		**40,222,440**	**24,012,319**
Profit/Loss For the year Transferred to Capital A/c as under:-			
Pratham Realty Pvt. Ltd.		20,513,444	12,246,283
Shri Jayant S Sanghvi		13,675,630	8,164,189
Smt. Vishakha J Sanghvi		4,022,244	2,401,232
Shri Chandrakant J Doshi		2,011,122	1,200,616
Total		**40,222,440**	**24,012,319**

Notes referred to above form an integral part of the financial statements.
As per our report of even date attached

For S G Bhagwat & Co.
Chartered Accountants
FRN 101124W

(CA. S G Bhagwat)
Partner
Membership No.30849
Vadodara, 24th August 2016

For Pratham Developers

Partner **Partner**

Vadodara, 24th August 2016

Pratham Developers
Notes forming part of the financial statements -31st March, 2016
Note - 3 : Fixed Assets

In ₹

Sr. No.	Block of Assets	WDV As on 1st April, 2015	Additions during the year	Deduction during the year	Total as on 31st March, 2016	Rate in %	Depreciation	WDV As on 31st March, 2016
A	**PLANT & MACHINERY**							
	- Used for 180 days or more	266,895	-	-	266,895	20.00	53,379	213,516
	- Used for 180 days or more	2,741,563	-	-	2,741,563	15.00	411,235	2,330,328
	- Used for 180 days or more	3,356,680	-	-	3,356,680	25.00	839,170	2,517,510
	- Used for 180 days or more	11,280	66,965	-	78,245	100.00	78,245	-
	- Used for less than 180 days	-	89,412	-	89,412	50.00	44,706	44,706
		6,376,418	**156,377**	**-**	**6,532,795**		**1,426,735**	**5,106,060**
B	**COMPUTER**							
	- Used for 180 days or more	93,968	1,400	-	95,368	60.00	57,221	38,147
	-Used for less than 180 days	-	3,864,398	-	3,864,398	30.00	1,159,319	2,705,079
		93,968	**3,865,798**	**-**	**3,959,766**		**1,216,540**	**2,743,226**
C	**FURNITURE & FIXTURE**							
	- Used for 180 days or more	719,319	-	-	719,319	15.00	107,898	611,421
		`	**-**	**-**	**719,319**		**107,898**	**611,421**
	TOTAL ₹	**6,470,387**	**4,022,175**	**-**	**11,211,881**		**2,751,173**	**8,460,708**
	Previous Year ₹ 2014-15	**9,018,372**	**667,159**	**283,884**	**9,401,648**	**-**	**2,211,942**	**7,189,706**

Pratham Developers
Notes forming part of the financial statements -31st March, 2016

Particulars	Year ended 31st March, 2016 ₹	Year ended 31st March, 2015 ₹
Note 6 - SALES		
Income from Sale of Residential Units	178,093,640	175,531,704
Total	**178,093,640**	**175,531,704**
Note 7 - OTHER INCOME		
Other Project Recovery	911,225	544,091
Miscellaneous Income	2,569,054	2,300,517
Total	**3,480,279**	**2,844,608**
Note 8 - INCREASE/(DECREASE) IN WORK IN PROGRESS		
Opening Stock of Work In Progress	788,493,070	791,570,824
Less: Other Adjustments	4,246,271	5,253,834
Less: Closing Stock of Work In Progress	790,151,276	788,493,070
Total	**5,904,477**	**2,176,080**
Note 9 - COST OF LAND & CONSTRUCTION EXPENSES		
Carting Charges	203,509	260,360
Purchase	36,048,558	52,907,091
Construction & Other Material Purchase	87,784	128,507
Construction Labor Charges	25,303,020	32,930,005
Contract for Civil Work	12,661	550,944
Contract for Doors & Windows	5,904,631	1,880,799
Contract for Electrical Work	2,398,174	818,350
Contract for Fabrication Material	1,171,903	970,260
Contract for False ceiling Work	418,387	452,819
Contract for Painting Work	6,614,205	4,227,532
Contract for Plumbing Material	36,026	31,342
Contract for Water Proofing Work	-	91,378
Contract For Borewell With Material	138,600	63,400
Corporation & Other Approval Expenses	379,066	419,637
Elevators	3,360,000	5,600,000
Electricity Connection Charges Customer	570,064	362,224
Electricity Connection Charges Project	290,531	1,921,903
Electricity Expenses	657,273	570,202
Interest on Borrowings	6,630,908	14,171,304
Professional Charges	651,296	1,108,231
Rent, Rates & Taxes	130,637	110,871
Repairs & Maintenance Expenses	117,542	217,545
Road Expenses	1,722,400	464,628
Security Charges	504,880	475,019
Site Expenses	2,870,817	1,550,801
Total	**96,222,873**	**122,285,152**
Note 10 - PAYMENT TO AND PROVISION FOR EMPLOYEES		
Administrative Salary	12,961,705	10,908,592
Project Salary Expenses	8,416,647	6,886,399
Total	**21,378,352**	**17,794,991**
Note 11 - ADMINISTRATION AND SELLING EXPENSES		
Administrative Expenses	5,320,982	2,927,135
Marketing & Selling Expenses	993,170	1,558,905
Value Added Tax	314,300	534,500
Total	**6,628,452**	**5,020,540**

S.G. BHAGWAT & CO. VADODARA CHARTERED ACCOUNTANTS

PRATHAM DEVELOPERS

NOTES FORMING A PART OF THE FINANCIAL STATEMENTS – 31-3-2016

NOTE 12: NOTES TO FINANCIAL STATEMENTS

1. **DISCLOSURE OF SIGNIFICANT ACCOUNTING POLICIES ADOPTED BY THE FIRM.**

A] **METHOD OF ACCOUNTING**

The company follows mercantile system of accounting on historical cost convention and all the income and expenditure with the exception of those which have been shown as exception in Note 2(A) below are accounted on accrual basis. The rights and the liabilities pertaining to prior period operations but arising in the current year, if material, are shown under "Prior Period Adjustment Account" in the Statement of Profit and Loss.

B] **FIXED ASSETS & DEPRECIATION**

The fixed assets of the firm are stated at cost. The firm provides depreciation on assets on the written down value method.

C] **INVENTORIES**

Inventories are valued at lower of cost or market value as stated in Note 2 (A) here under.

D] **DISCLOSURE OF EVENTS SUBSEQUENT TO BALANCE SHEET DATE**

Provision is made in the books of accounts in respect of those transactions which affected the book results on the date of the balance sheet but which occurred after the close of the accounting year, if the amount in respect of the same is significant and material to the disclosure of the Company's state of affairs in the finance statement.

Income and expenditure pertaining to periods occurring before the commencement of the accounting year are generally accounted in Prior Period Adjustment account except in respect of those transactions where the liabilities though pertaining to earlier year has crystallized in the year of accounting.

E] **REVENUE RECOGNITION AND PURCHASES**

Purchases are accounted for at net of all discounts and incentives received from suppliers and

Revenue Recognition

I. Revenue from Sale of Residential Units

a. In respect of projects which were commenced before 1st April 2012:

In consistence with the method of recognition of revenue in the previous years, the revenue from sale of Residential Unit is recognized on substantial completion of the terms of the composite contracts with the purchasers of the unit subject to the payment being received in full in respect of the same.

b. In respect of projects commenced after 1st April 2012

Revenue is recognized on the principles laid out in paragraphs 11 and 12 of Accounting Standard (AS) 9 [Recognition of Revenue] which is further supplemented by the Revised Guidance Note on Recognition of Revenue by Real Estate Developers published by the Institute of Chartered Accountants of India. Accordingly, the firm has adopted the Percentage of Completion Method as mandated by Accounting Standard (AS) 7 for recognizing revenue in projects commenced after 1st April 2012.

S. G. BHAGWAT & CO. VADODARA CHARTERED ACCOUNTANTS

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F] **ADVANCE PAYMENT**

Advance payment on account of capital or revenue accounts are shown under appropriate heads under current assets, loans and advances in the balance sheet.

G] **BORROWING COST**

Borrowing Cost that are directly attributable to qualifying assets including long term projects/ development activities are treated as part of the respective project cost and added to the stock in trade. Other Borrowing costs are charged as an expense in the year in which they are incurred.

2. **NOTES FORMING PART OF ACCOUNTS**:

A. Lands comprised in Building Construction Projects are valued as under:

1. In respect of projects commenced and completed before 31-3-2012:

-On the basis of the Valuation Reports obtained for Market Values

2. In respect of Projects commenced after 31-3-2012.

-At Cost of Acquisition

The Surplus arising on account of the revaluation of lands as stated in 1 above have been dealt with as under:

a) Revaluation of land of Rs. 32,50,80,469/- at the time of admission of Partner in the year 2008,by credit to the capital account of those partners who were partners before the admission of partners. Where properties comprised in such work in process were sold during the year, the proportion of the amounts attributable to the revaluation made in 2008 has been transferred to the accounts of the respective partners whose capital accounts were credited on account of such revaluation in the same ratio in which the same was credited to their accounts. Such amount aggregates to Rs.42,46,271/-for the current year, The Value of Closing Stocks of such lands of Rs 5,84,66,179/- as at 31st March 2016 includes revaluation amount of Rs 3,41,80,665/-

b) The difference in Valuation of Closing Stocks of lands after the year 2008 on account of revaluation of land is added to the value of closing stocks of such lands. The value of land in the inventory of work in progress in respect of projects except for the lands as stated in a. above as at 31st March 2016 (Which are not contractually committed) are assessed at the market value at Rs 20,38,17,878/-

c) Aggregate Values of Lands stated in 1, above in the Closing Stocks as at 31st March 2016 is Rs 26,22,84,057./-(Previous Year Rs 27,97,65,675/-)Aggregate Values of Lands stated in 2 above in the Closing Stocks as at 31st March 2016 is Rs 2,98,05,400./- (PY Rs. 3,19,42,545/-)

B. Previous year's figures have been regrouped and rearranged wherever found necessary to make them comparable to those of the current year.

C. Balance standing to the debit/credit of parties disclosed under the heads Current Assets, Loans and Advances as well as Current Liabilities are subject to confirmation as are the balances of lenders.

D. In the opinion of the partners, all known liabilities are provided for and all the Current Assets, Loans and Advances have a value on realization, the value stated in Balance Sheet if realized in the ordinary course of business.

S.G. BHAGWAT & CO. VADODARA CHARTERED ACCOUNTANTS

E. The deferred tax in respect of timing differences which originate during the tax holiday period and reverse during the tax holiday period are not recognised as there is a likely hood of the same being reversed during the tax holiday period.In view thereof, no deferred tax asset/liability is recognised by the firm.

For S.G.Bhagwat & Co.	For Pratham Developers
Chartered Accountants	
FRN 101124W	
CA S. G. Bhagwat	
Partner	Partner Partner
Membership No 30849	
Vadodara: 24th August 2016	Vadodara: 24th August 2016