Satyam Developers Limited

Annual Report 2016-17

General Information

Board of Directors	Hanubhai R. Sangani Vyomesh V. Patel Krunal H. Sangani
Bankers	ICICI Bank Axis Bank Kotak Mahindra Bank Limited
Auditors	B H MANGAROLIA & CO. Chartered Accountants 408, Mahakant, Opp. V. S. Hospital, Ashram Road, Ahmedabad -380006 A D PARIKH & ASSOCIATES Chartered Accountants A-705, Shilp Aaron, Opp. Armieda Complex, Sindhu Bhavan Road, S. G. Highway, Ahmedabad - 380059
Company Law Consultant	ARVIND GAUDANA & COMPANY Company Secretaries
Registered Office	Satyam House, B/h Rajpath Club, S.G. Highway, Ahmedabad- 380059 Gujarat
Website	www.satyamdevelopers.com

INDEPENDENT AUDITORS' REPORT

To the Members of
Satyam Developers Limited

Report on the Standalone Financial Statements

01. We have audited the accompanying standalone financial statements of Satyam Developers Limited (the "Company"),which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

Management's Responsibility for the Standalone Financial Statements

02. 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 standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

03. Our responsibility is to express an opinion on these financial statements based on our audit.

04. 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.

05. 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 misstatements.

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES

06. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give 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 controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

08. In our opinion, and to the best of our information and according to the explanations given to us, the accompanying standalone 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, 2017; and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

09. 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, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order.

10. 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 purpose 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 Cash Flow Statement dealt with by this report are in agreement with the books of account of the Company;

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105612W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES M.No. 122492 CHARTERED ACCOUNTANTS

d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

e) On the basis of written representations received from the Directors as on 31st March, 2017 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2017 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'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

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 does not have any pending litigations which would impact its financial position.

(ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, and as required on long-term contracts including derivative contracts.

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

(iv) the Company has provided requisite disclosures in its standalone financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the Company and as produced to us by the Management. Refer Note 31 to the standalone financial statements.

	For, B H MANGAROLIA & CO.	**For, A. D. PARIKH & ASSOCIATES**
	Chartered Accountants	Chartered Accountants
	(FRN 105972W)	(FRN 127669W)
	(B H MANGAROLIA)	(Ankit Parikh)
Place: Ahmedabad	Partner	Proprietor
Date: 04.09.2017	M. No. 032693	M. No. 122482

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES M.No. 122482 CHARTERED ACCOUNTANTS

ANNEXURE 'A' TO INDEPENDENT AUDITORS' REPORT

[Referred to in Paragraph 9 of our Report of even date]

01. a) The Company has maintained proper records showing full particulars including quantitative details and location of all its fixed assets on the basis of available information.

    b) We are informed that the Company has a regular programme of physical verification of its fixed assets in a phased manner over a period of three years. Accordingly, the physical verification of part of the fixed assets has been carried out by the Management during the year and no material discrepancies have been noticed on such verification.

    c) The Company has not aquired any Immovable properties and hence reporting under clause 3(i)(c) of the Order is not applicable.

02. The inventory i.e. construction materials has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.The discrepancies noticed on physical verification, between physical stocks and books records, were not material in relation to the operations of the company and have been properly dealt with in the books of account.

03. The Company has granted unsecured loans to 1 party covered in the register maintained under Section 189 of the Companies Act, 2013.

    a) In our opinion and according to the information and explanations given to us, the terms of the loan are not, prima facie, prejudicial to the interest of the company.

    b) No Schedule of repayment of principal and payment of interest has been stipulated.

    c) There is no such overdue amount in respect of loans granted to party covered in the register maintained under section 189 of the Companies Act, 2013 and hence no further comments are required to be given under this clause.

04. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

05. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of section 73 to 76, or any other relevant provisions of the Companies Act and the rules framed thereunder.

06. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government of India, the maintenance of cost records has been specified under Section 148(1) of the Companies Act, 2013 and are of the opinion that prima facie the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105... W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES M.NO. 1...482 CHARTERED ACCOUNTANTS

07. a) According to information and explanations given to us, the company is generally regular in depositing with Appropriate Authorities undisputed statutory dues including Income Tax, Provident fund, Employees State Insurance, VAT/Sales tax, Excise-duty, Custom Duty, Service Tax and other material statutory dues applicable to it. According to the information and explanations given to us, there were no undisputed amounts payable in respect of such dues which were outstanding as on 31st March, 2017 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 any disputed dues which have not been deposited, of income Tax, VAT/Sales Tax, Service Tax, Custom Duty, Excise Duty, Cess as at 31st March, 2017 and therefore no further information is required to be furnished under this clause.

08. Based on our audit procedures and on the information and explanations given by the management, the Company has not defaulted in repayment of the dues to any bank and financial institutions. The Company has not issued debentures during the year.

09. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable.

10. According to the information and explanations given to us, no material fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the course of our audit.

11. According to the information and explanations give to us, the Company has paid/provided for managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Act.

12. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.

13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.

15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence reporting under clause 3(xv) of the Order is not applicable to the Company.

B. H. MANGAROLIA & CO. CHARTERED ACCOUNTANTS AHMEDABAD FRN 105572W

A. D. PARIKH & ASSOCIATES

16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

	For, B H MANGAROLIA & CO.	**For, A. D. PARIKH & ASSOCIATES**
	Chartered Accountants	Chartered Accountants
	(FRN 105972W)	(FRN 127669W)
	(B H MANGAROLIA)	(Ankit Parikh)
Place: Ahmedabad	Partner	Propreitor
Date: 04.09.2017	M. No. 032693	M. No. 122482

ANNEXURE 'B' TO INDEPENDENT AUDITORS' REPORT

[Referred to in Paragraph 10(f) of our Report of even date]

Report on the Internal Financial Controls Over Financial Reporting 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 Satyam Developers Limited (the "Company"),as of 31st March, 2017, in conjunction with our audit of the standalone financial statements of the Company for the year ended as 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 (the 'Guidance Note'). 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 Act.

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 Standards on Auditing prescribed under Section 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with the 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 auditors' judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSO. M. No. 122483 CHARTERED ACC.

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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017, 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.

	For, B H MANGAROLIA & CO.	For, A. D. PARIKH & ASSOCIATES
	Chartered Accountants	Chartered Accountants
	(FRN 105972W)	(FRN 127669W)
	(B H MANGAROLIA)	(Ankit Parikh)
Place: Ahmedabad	Partner	Propreitor
Date: 04.09.2017	M. No. 032693	M. No. 122482

Satyam Developers Limited

Balance Sheet as at 31st March, 2017

PARTICULARS	Note No.	Rs.	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
I EQUITY AND LIABILITIES				
1 Shareholders' funds				
a. Share capital	03	34,931,250		34,931,250
b. Reserves and surplus	04	342,991,904		326,221,524
c. Money received against share warrants		-		-
			377,923,154	361,152,774
2 Share application money pending allotment			-	-
3 Non-current liabilities				
a. Long-term borrowings	05	475,097,480		364,910,071
b. Deferred tax liabilities (net)	06	-		-
c. Other long-term liabilities		-		-
d. Long-term provisions		-		-
			475,097,480	364,910,071
4 Current liabilities				
a. Short-term borrowings		-		-
b. Trade payables	07	16,515,657		23,640,962
c. Other current liabilities	08	238,415,219		283,830,196
d. Short-term provisions	09	4,659,673		-
			259,590,549	307,471,158
			1,112,611,183	1,033,534,003
II ASSETS				
1 Non-current assets				
a. Fixed assets				
i. Tangible assets	10	2,490,422		5,841,031
ii. Intangible assets		-		-
iii. Capital work-in-progress		-		-
iv. Intangible assets under development		-		-
v. Fixed assets held for sale		-		-
		2,490,422		5,841,031
b. Non-current investments	11	44,653,050		-
c. Deferred tax assets (net)	06	2,613,101		2,467,474
d. Long-term loans and advances	12	156,266		156,266
e. Other non-current assets		-		-
			49,912,839	8,464,771
2 Current assets				
a. Current investments		-		-
b. Inventories	13	793,620,910		967,507,365
c. Trade receivables	14	27,022,196		3,048,232
d. Cash and bank balances	15	8,323,618		24,646,407
e. Short-term loans and advances	16	233,731,620		29,867,228
f. Other current assets		-		-
			1,062,698,344	1,025,069,232
Significant Accounting Policies	02			
			1,112,611,183	1,033,534,003

See accompanying notes forming part of the financial statements 1 to 36

As per our report of even date

For, B H MANGAROLIA & CO.	**For, A. D. PARIKH & ASSOCIATES**	For and on behalf of the Board
Chartered Accountants	Chartered Accountants	
(FRN 105972W)	(FRN 127669W)	
(B H MANGAROLIA)	(Ankit Parikh)	(Hanubhai R. Sangani) (Vyomesh V. Patel)
Partner	Proprietor	Director Director
M. No. 032693	M. No. 122482	
Place: Ahmedabad		
Date: 04.09.2017		

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES M.No 122482 CHARTERED ACCOUNTANTS

Satyam Developers Limited

Statement of Profit and Loss for the year ended 31st March, 2017

PARTICULARS	Note No.	Rs.	For the year ended 31.03.2017 Rs.	31.03.2016 Rs.
I. Revenue from operations (gross)	17	351,794,628		304,703,400
Less: Excise duty		-		-
Revenue from operations (net)			351,794,628	304,703,400
II. Other income	18		4,376,124	1,742,861
III. Total revenue (I + II)			356,170,752	306,446,261
IV. Expenses				
a. Cost of construction materials consumed	19	44,990,085		46,541,759
b. Land cost & Expenses related with project	20	66,141,399		148,747,486
c. Purchase of finished properties		-		-
d. Changes in inventories of finished goods, work-in-progress and stock-in-trade	21	174,061,579		43,114,540
e. Employee benefits expense	22	10,159,120		11,056,792
f. Finance costs	23	22,300,775		33,176,957
g. Depreciation and amortisation expense	24	1,415,878		2,728,873
h. Other expenses	25	12,577,052		15,068,810
Total expenses			331,645,888	300,435,217
V. Profit / (Loss) before exceptional and extraordinary items and tax (III - IV)			24,524,864	6,011,044
VI. Exceptional items			-	-
VII. Profit / (Loss) before extraordinary items and tax (V - VI)			24,524,864	6,011,044
VIII. Extraordinary items			-	-
IX. Profit / (Loss) before tax (VII - VIII)			24,524,864	6,011,044
X. Tax expense:				
a. Current Tax		7,900,000		2,112,000
b. Excess / (Short) Provision of Income Tax for PYs		111		-
c. Deferred Tax		(145,627)		(232,326)
			7,754,484	1,879,674
XI. Profit / (Loss) for the period from continuing operations (IX - X)			16,770,380	4,131,370
XII. Profit / (Loss) from discontinuing operations			-	-
XIII. Tax expense of discontinuing operations			-	-
XIV. Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)			-	-
XV. Profit (Loss) for the period (XI + XIV)			16,770,380	4,131,370
XVI. Earnings per equity share				
a. Basic			4.80	1.18
Significant Accounting Policies	02			

See accompanying notes forming part of the financial statements 1 to 36

As per our report of even date

For, B H MANGAROLIA & CO.
Chartered Accountants
(FRN 105972W)

(B H MANGAROLIA)
Partner
M. No. 032693
Place: Ahmedabad
Date: 04.09.2017

For, A. D. PARIKH & ASSOCIATES
Chartered Accountants
(FRN 127669W)

(Ankit Parikh)
Propreitor
M. No. 122482

For and on behalf of the Board

(Hanubhai R. Sangani)
Director

(Vyomesh V. Patel)
Director

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES M.No. 122482 CHARTERED ACCOUNTANTS

Satyam Developers Limited

Cash Flow Statement for the year 2016-17

Particulars	31.03.2017 Rs.	31.03.2016 Rs.
A. Cash flow from operating activities		
Net profit before taxation, and extraordinary items	24,524,864	6,011,044
Adjustments for:		
Depreciation	1,415,878	2,728,873
Loss on sale of fixed Assets	-	65,176
Interest income	(1,602,224)	(1,742,861)
Interest expense	22,300,775	33,176,957
Operating profit before working capital changes	43,865,393	40,239,189
Movements in working capital		
(Increase)/Decrease in Trade Receivables	(23,973,964)	(3,048,232)
(Increase)/Decrease in inventories	173,886,455	43,862,509
(Increase)/Decrease other Receivables	(204,191,138)	(26,052,374)
(Decrease)/Increase in current liabilities	(52,540,281)	51,357,380
Cash (used in)/generated from operations	(62,953,535)	106,358,472
Taxes paid (net of refunds)	(2,913,692)	5,554,653
Cash flow before extraordinary items	(65,867,227)	111,913,125
Extraordinary item		-
Net cash (used in)/ from operating activities (A)	(65,867,227)	111,913,125
B. Cash flows from investing activities		
Purchase of fixed assets	(41,370)	(160,450)
Proceeds from sale of fixed assets	4,750,000	1,000,950
Interest received	1,602,224	1,742,861
Net cash (used in)/ from investing activities (B)	(38,342,196)	2,583,361
C. Cash flows from financing activities		
Proceeds from long-term borrowings	110,187,409	-
Repayment of long-term borrowings	-	(95,738,625)
Interest paid	(22,300,775)	(33,176,957)
Net cash introduced from /(used in) financing activities (C)	87,886,634	(128,915,582)

B. N. MANGAROLIA & CO. AHMEDABAD FRN 10[illegible]72W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES M.No. 122432 CHARTERED ACCOUNTANTS

Satyam Developers Limited

Cash Flow Statement for the year 2016-17

Particulars	31.03.2017 Rs.	31.03.2016 Rs.
Net (decrease)/increase in cash & cash equiv. (A+B+C)	**(16,322,789)**	**(14,419,096)**
Cash and cash equivalents at the beginning of the year	24,646,407	39,065,503
Cash and cash equivalents at the end of the year	8,323,618	24,646,407
	(16,322,789)	**(14,419,096)**

As per our report of even date

For, B H MANGAROLIA & CO.
Chartered Accountants
(FRN 105972W)

(B H MANGAROLIA)
Partner
M. No. 032693
Place: Ahmedabad
Date: 04.09.2017

For, A. D. PARIKH & ASSOCIATES
Chartered Accountants
(FRN 127669W)

(Ankit Parikh)
Propreitor
M. No. 122482

For and on behalf of the Board

(Hanubhai R. Sangani)
Director

(Vyomesh V. Patel)
Director

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES M. No. 122482 CHARTERED ACCOUNTANTS

01. Company Overview

Satyam Developers Limited ('the company'), incorporated under the Companies Act, 1956 vide CIN -U45201GJ2007PLC050008 having its registered office at Satyam House, B/h Rajpath Club, S.G. Highway, Ahmedabad-380059 Gujarat and engaged in Real Estate Developers, Construction Activities, Consulting Engineers & Builders etc.

02. Significant accounting policies

2.01 Basis for Preparation of Financial Statements

These financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2.02 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.03 Inventories

Related to contractual and real estate activity: Direct expenditure relating to construction activity is inventorised. Indirect expenditure (including borrowing costs) during construction period is inventorised to the extent the expenditure is indirectly related to construction or is incidental thereto. Other indirect expenditure (including borrowing costs) incurred during the construction period which is neither related to the construction activity nor is incidental thereto is charged to the statement of profit and loss.

Work-in-progress - Real estate projects (including land inventory):: Represents cost incurred in respect of unsold area of the real estate development projects or cost incurred on projects where the revenue is yet to be recognized. Real estate work-inprogress is valued at lower of cost and net realisable value.

Finished goods - Flats: Valued at lower of cost and net realisable Value

Land inventory: Valued at lower of cost and net realisable value. Land inventory which is under development or held for development/ sale in near future is classified as current asset and included in total work in progress.

Construction materials are valued at cost.

2.04 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

2.05 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.06 Depreciation and amortisation

Depreciation, on fixed assets, based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013, on Written Down Value (WDV) method. Depreciation on additions during the year is provided on prorata time basis.

2.07 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Recognition of revenue from real estate projects

Revenue from real estate under development/ sale of developed property is recognized upon transfer of all significant risks and rewards of ownership of such real estate/ property, as per the terms of the contracts entered into with buyers, which generally coincides with the confirming of the sales contracts/ agreements.

Revenue from real estate projects is recognized when it is reasonably certain that the ultimate collection will be made and that there is buyer's commitment to make the complete payment.

2.08 Tangible fixed assets

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

2.09 Employee benefits

Short Term Employee Benefits
All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and short term compensated absences, etc. are recognized in the period in which the employee renders the related services.

Post- Employment Benefits

Defined contribution plans
The Company's contribution to provident fund is considered as defined contribution plans and is charged as an expense as they fall due based on the amount of contribution required to be made.

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2.10 Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

2.11 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.

2.12 Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

2.13 Impairment of assets

The carrying values of assets at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.

2.14 Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. PARIKH & ASSOCIATES M.No. 124382 CHARTERED ACCOUNTANTS

Satyam Developers Limited

Notes forming part of the financial statements (2016-17)

03. Share Capital

Particulars	As at 31.03.2017		As at 31.03.2016	
	Number	Rs.	Number	Rs.
Authorised				
Equity shares of Rs. 10 each	5,000,000	50,000,000	5,000,000	50,000,000
Issued				
Equity shares of Rs. 10 each	3,493,125	34,931,250	3,493,125	34,931,250
Subscribed and fully paid up				
Equity shares of Rs. 10 each	3,493,125	34,931,250	3,493,125	34,931,250
Subscribed but not fully paid up				
Equity shares of Rs. 10 each	-	-	-	-
Total Share Capital	3,493,125	34,931,250	3,493,125	34,931,250

Reconciliation of Share Capital

	Particulars	Number	Rs.	Number	Rs.
	Equity shares of Rs. 10 each				
i	outstanding at the beginning of the year	3,493,125	34,931,250	3,493,125	34,931,250
ii	Issued during the year	-	-	-	-
iii	bought back during the year	-	-	-	-
iv	outstanding at the end of the year	3,493,125	34,931,250	3,493,125	34,931,250

Details of shares held by each shareholder holding more than 5% shares

Equity shares of Rs. 10 each

Sr. No.	Name of Shareholder	As at 31.03.2017		As at 31.03.2016	
		Number	%	Number	%
1	Hanubhai R. Sangani	908,124	26.00	908,124	26.00
2	Vyomesh V. Patel	681,262	19.50	681,262	19.50
3	Shital C. Desai	681,262	19.50	681,262	19.50
4	Thirdeye Mercantile LLP	611,750	17.51	611,750	17.51
5	Nilmani Merchants LLP	609,375	17.44	609,375	17.44

04. Reserves and surplus

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Securities premium account		
Opening balance	291,768,750	291,768,750
Add : Premium on shares issued during the year	-	-
Less : Utilised during the year		-
Closing balance	291,768,750	291,768,750

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Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	34,452,774	30,321,404
Add: Profit / (Loss) for the year	16,770,380	4,131,370
Less:		
Proposed Dividend	-	-
Tax on dividend	-	-
Transferred to:		
General reserve	-	-
Closing balance	51,223,154	34,452,774
Total Reserves and surplus	342,991,904	326,221,524

05. Long-term borrowings

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Secured		
Working Capital Demand Loan(WCDL)		
a. From ICICI bank	-	41,296,472
Security *All the piece & parcel of land located at Block no. 256 paiki of mouje Changodar, Sub district Sanand, District Ahmedabad, ad measuring approx. 8,014 sq. mtrs., including all the structures thereon both present & future.* *Guarantee:- Personal Guarantee of Mr. Hanubhai Sangani, Mr. Shital Desai and Mr. Vyomesh Patel* *Repayment: To repay to the Lender the principal amounts of the RTL II in 10 monthly installments commencing from April 15, 2017* *Interest rate : To repay to the Lender the principal amounts of the RTL II in 10 monthly installments with interest @ 13.75 % p.a. commencing from April 15, 2017*		
b. From ICICI bank	204,799,764	130,326,182
All the piece & parcel of land located at survey no. 274/1, town planning scheme no 28, final plot no 64, sola, Ahmedabad-8 (sola), District Ahmedabad ad measuring approximately 3,048 sq. mtrs., including all the structures thereon both present & future. *Unconditional and irrevocable personal guarantee of Mr Hanu Sangani, Mr Vyomesh Patel and Mr Shital Desai* *Principal amounts of the RTL in 24 monthly installments commencing from December 15, 2017.* *Interest rate : To repay to the Lender the principal amounts of the RTL II in 10 monthly installments with interest @ 13.75 % p.a. commencing from April 15, 2017*		

c. From Kotak Mahindra bank *Loan against Property situated at Satyam House, B/h Rajpath Club, S.G. Highway, Ahmedabad (Property in the name of Mr Hanubhai Sangani, Mr Vyomesh Patel and Mr Shital Desai)* *Personal guarantee of Mr Hanubhai Sangani, Mr Vyomesh Patel and Mr Shital Desai.* *The loan (TL I) is repayable, in monthly instalments, amounting to Rs. 23,57,571/- by March, 2021* *Interest rate : To repay to the Lender the principal amounts of the RTL II in 10 monthly installments with interest @ 12.50 % p.a. commencing from April 15, 2017* *The loan (TL II) is repayable, in monthly instalments, amounting to Rs. 10,29,744/- by May, 2021* *Interest rate : To repay to the Lender the principal amounts of the RTL II in 10 monthly installments with interest @ 12.85 % p.a. commencing from April 15, 2017*	104,302,585		129,886,061
d. From State Bank of India *EM over land & building of Satyam Mall situated at Block No. 256/P/A & 258, Satyam Mall, b/s Sarjan Appts.,Sarkhej bavla Highway, Changodar, Ahmedabad* *EM over land & building of Sarjan-I situated at Block No. 256/P/B , Sarjan-1, b/s Satyam Mall.,Sarkhej bavla Highway, Changodar, Ahmedabad* *EM over land & building of Sarjan-II situated at Block No. 261 , Sarjan-1, b/s Satyam Mall.,Sarkhej bavla Highway, Changodar, Ahmedabad* *Personal guarantee of Mr Hanubhai Sangani, Mr Vyomesh Patel and Mr Shital Desai.* *Interest rate : To repay to the Lender the principal amounts of the RTL II in 10 monthly installments with interest @ 11.75% p.a. commencing from April 15, 2017*	150,063,896		-
		459,166,245	301,508,715
Other loans and advances		-	-
Total Secured Long Term Borrowings		459,166,245	301,508,715
Unsecured			
Loans and advances from related parties		15,931,235	63,401,356
Other loans and advances		-	-
Total unsecured Long Term Borrowings		15,931,235	63,401,356
Total Long-term borrowings		475,097,480	364,910,071

Installments falling due in respect of all the above secured term loans upto 31.03.2018 have been grouped under "Current maturities of long-term debt" (Refer Note 08.)

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Satyam Developers Limited

Notes forming part of the financial statements (2016-17)

06. Deferred tax liability/ Asset

	Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
a	*Tax effect of items constituting deferred tax liability*		
i	Fixed assets:Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	-	-
	Deferred tax liability	-	-
b	*Tax effect of items constituting deferred tax Assets*		
i	Fixed assets:Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	2,613,101	2,467,474
	Deferred tax asset	2,613,101	2,467,474
	Net Deferred Tax Liability/ Asset	(2,613,101)	(2,467,474)

07. Trade payables

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Trade payables	16,515,657	23,640,962
Total Trade payables	16,515,657	23,640,962

Micro and small enterprises

The Company is in the process of compiling relevant information from its suppliers about their coverage under the Micro, Small and Medium Enterprises Development Act, 2006. Since the relevant information is not readily available, no disclosures have been made in the Accounts.

08. Other current liabilities

Particulars		As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Current maturities of long-term debt		26,428,295	139,897,766
Interest accrued but not due on borrowings		994,974	1,558,032
Other payables			
Statutory remittances	1,779,189		276,988
Payables for Expenses	9,879,207		407,027
Advances from customers	199,333,554		141,690,383
		210,991,950	142,374,398
Total Other current liabilities		238,415,219	283,830,196

Satyam Developers Limited

Notes forming part of the financial statements (2016-17)

09. Short-term provisions

Particulars		As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Provision for employee benefits		-	-
Provision - Others			
Provision for tax (net of advance tax)	4,659,673		-
Provision for proposed equity dividend	-		-
Provision for tax on proposed dividends	-		-
		4,659,673	-
Total Short-term provisions		4,659,673	-

10. Tangible assets

Particulars	Gross block			
	Balance as at 01.04.2016 Rs.	Additions Rs.	Disposals Rs.	Balance as at 31.03.2017 Rs.
Plant and Equipment	1,423,209	41,370	-	1,464,579
Furniture and Fixtures	16,042,596	-	-	16,042,596
Vehicles	9,705,602	-	9,705,602	-
Computer	3,164,439	-	-	3,164,439
Total	30,335,846	41,370	9,705,602	20,671,614
Previous year	31,933,150	160,450	1,757,754	30,335,846

Particulars	Accumulated Depreciation			
	Balance as at 01.04.2016 Rs.	Depreciation for the year Rs.	Eliminated on disposal of assets Rs.	Balance as at 31.03.2017 Rs.
Plant and Equipment	864,537	115,072	-	979,609
Furniture and Fixtures	13,343,502	883,588	-	14,227,090
Vehicles	7,379,528	349,973	7,729,501	-
Computer	2,907,248	67,245	-	2,974,493
Total	24,494,815	1,415,878	7,729,501	18,181,192
Previous year	22,457,570	2,728,873	691,628	24,494,815

Particulars	Net Block	
	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Plant and Equipment	484,970	558,672
Furniture and Fixtures	1,815,506	2,699,094
Vehicles	-	2,326,074
Computer	189,946	257,191
Total Tangible assets	2,490,422	5,841,031
Previous year	5,841,031	9,475,580

Satyam Developers Limited

Notes forming part of the financial statements (2016-17)

11. Non-current investments

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Trade Investments- Unquoted (At cost):		
Investment in equity instruments		
(i) of subsidiaries		
15,300 shares of Accurate Engineering, Inc. (USA)	44,653,050	-
Total Non-current investments	44,653,050	-

12. Long-term loans and advances

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
(Unsecured, considered good)		
Capital advances	-	-
Security deposits	156,266	156,266
Total Long-term loans and advances	156,266	156,266

13. Inventories

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
(At lower of cost and net realisable value)		
[As per inventory taken, valued and certified by the management]		
Construction materials	178,063	2,940
Work-in-progress (Project under Progress)	783,586,747	944,939,975
Stock in Trade (finished property)	9,856,100	22,564,450
Total Inventories	793,620,910	967,507,365

14. Trade receivables

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
(Unsecured, considered good)		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	1,272,196	-
Other Trade receivables	25,750,000	3,048,232
Total Trade receivables	27,022,196	3,048,232

15. Cash and bank balances

Particulars		As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Cash and cash equivalents			
Balances with banks			
In current accounts	1,566,317		766,203
In Overdraft accounts	6,227,483		23,597,361
Cash on hand	529,818		282,843
		8,323,618	24,646,407
Total Cash and bank balances		8,323,618	24,646,407

16. Short-term loans and advances

Particulars		As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
(Unsecured, considered good)			
Loans and advances to related parties		21,028,873	-
Prepaid expenses		211,631	283,461
Balances with government authorities			
CENVAT credit receivable	625,691		1,264,576
		625,691	1,264,576
Advance income tax (net of provisions)		-	326,746
Others		211,865,425	27,992,445
Total Short-term loans and advances		233,731,620	29,867,228

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Notes forming part of the financial statements (2016-17)

17. Revenue from operations

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Gross		
Sale of Real estate property	351,794,628	304,703,400
Sale of services	-	-
Other operating revenues	-	-
	351,794,628	304,703,400
Less:		
Excise duty	-	-
Total Revenue from operations	351,794,628	304,703,400

18. Other income

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Interest income	1,602,224	1,742,861
Other non-operating income (net of expenses directly attributable to such income)	2,773,900	-
Total Other income	4,376,124	1,742,861
Interest income comprises:		
Interest from banks on Deposits	861,402	1,742,861
Other interest	740,822	-
Total	1,602,224	1,742,861

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Other non-operating income comprises:		
Profit on sale of fixed assets (net of expenses directly attributable)	2,773,900	-
Total	2,773,900	-

19. Cost of construction materials consumed

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Opening stock	2,940	750,909
Add: Purchases	45,165,208	45,793,790
	45,168,148	46,544,699
Less: Closing stock	178,063	2,940
	44,990,085	46,541,759
Total Cost of construction materials consumed	44,990,085	46,541,759

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A. D. PARIKH & ASSOCIATES

20. Land cost & Expenses related with project

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Land & Land Development Exps.	264,200	60,200,558
Expenses related with project (Direct)		
Plan Passing /AMC / BU Exps.	3,801,808	17,213,676
Labour Charges & Welfare	21,641,962	21,030,551
Electric Burning & Connection Exps.	967,052	1,029,983
Freight Exps.	3,834,888	2,389,239
Gardening Exps.	20,000	255,753
Machinery Hire Charges	143,700	584,895
Professional Fees (Site)	1,971,542	995,804
Security Charges	676,997	691,192
Site Misc. Exps.	30,359	42,264
Brokerage	1,238,000	666,000
	34,326,308	44,899,357
Expenses related with project (Indirect)		
Advertisement Expenses	3,091,468	6,749,148
Bank Charges	9,462	7,305
Internet Expenses	50,434	75,650
Bank Loan Interest	28,274,396	32,662,779
Bank Loan Processing Charges	-	2,750,000
Legal Expenses	-	1,152,600
Insurance Exps.	123,881	198,677
House Keeping Exps.	-	51,412
Office and other Misc. Exps.	1,250	-
	31,550,891	43,647,571
Total Land cost & Expenses related with project	66,141,399	148,747,486

21. Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Inventories at the end of the year:		
Work-in-progress (Project under Progress)	783,586,747	944,939,975
Stock in Trade (finished property)	9,856,100	22,564,450
	793,442,847	967,504,425
Inventories at the beginning of the year:		
Work-in-progress (Project under Progress)	944,939,976	988,054,515
Stock in Trade (finished property)	22,564,450	22,564,450
	967,504,426	1,010,618,965
Net (increase) / decrease in inventories	174,061,579	43,114,540

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A. D. PARIKH & ASSOCIATES M.No. 122482 CHARTERED ACCOUNTANTS

Satyam Developers Limited

Notes forming part of the financial statements (2016-17)

22. Employee benefits expense

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Salaries	9,753,396	10,592,961
Contributions to Provident Fund & ESIC	311,252	356,015
Staff welfare expenses	94,472	107,816
Total Employee benefits expense	10,159,120	11,056,792

23. Finance costs

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Interest expense on		
Borrowings	22,267,390	32,090,941
Others		
Interest on delayed / deferred payment of Income Tax	-	-
Others	15,178	128,147
	15,178	128,147
Other borrowing costs	18,207	957,869
Total Finance costs	22,300,775	33,176,957

24. Depreciation and amortisation expense

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Depreciation and amortisation for the year on tangible assets	1,415,878	2,728,873
Depreciation and amortisation for the year on intangible assets	-	-
Total Depreciation and amortisation expense	1,415,878	2,728,873

25. Other expenses

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Administrative & Other Expenses		
Office Rent	8,280,000	8,244,000
Repairs and maintenance - Buildings	-	21,174
Repairs and maintenance - Others	391,491	608,985
Insurance	116,304	128,388
Rates and taxes	887,954	2,170,907
Communication Exps.	257,054	229,365
Printing and stationery	72,654	74,072
Vehicle Running & Maintenance Exps.	13,753	310,825
Electricity Exps.	820,307	1,056,814
Advertisement Exps.	-	209,652
Business promotion	63,055	64,322
Legal and professional	1,063,042	1,331,794
Payments to auditors	86,250	85,875
Loss on fixed assets sold / scrapped / written off	-	65,176
Other Miscellaneous expenses	525,188	467,461
Total Other expenses	12,577,052	15,068,810

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Satyam Developers Limited

Notes forming part of the financial statements (2016-17)

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Payments to the auditors comprises		
As auditors	57,500	57,250
For taxation matters	28,750	28,625
Total	86,250	85,875

26. Value of imports calculated on CIF basis

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Material	-	-
Capital goods	-	-
Total	-	-

27. Earning Per Share

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Earnings per share		
Basic		
Continuing operations		
Net profit / (loss) for the year/ period from continuing operations	16,770,380	4,131,370
Less: Preference dividend and tax thereon	-	-
Net profit / (loss) for the year /period from continuing operations attributable to the equity shareholders	16,770,380	4,131,370
Weighted average number of equity shares	3,493,125	3,493,125
Par value per share	10	10
Basic Earnings Per Share	4.80	1.18

The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and dilutive earning per share of the Company remain the same.

28. Contingent liabilities and commitments

Particulars	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
Contingent liabilities		
Claims against the Company not acknowledged as debt	-	-
Total	-	-
Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for	-	-
Total	-	-

29. The registered sale deed in respect of Land on which the ongoing project undertaken by the company known as "Satyam Mall" at Changodar is yet to be executed.

30. Related party transactions

a Names of related parties and related party relationship

Key management personnel

Hanubhai R Sangani, Shitalkumar C Desai, Vyomeshbhai V patel

Relatives of key management personnel

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. D. PARIKH & CO.

Enterprises owned or significantly influenced by key management personnel or their relatives
Satyam Corporation, Satyam Import Export LLP, Sangani Infrastructure India Pvt Ltd

Note : Related party relationship is as identified by the management and relied upon by the auditors.

b Related party transactions

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year

Particulars		As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
- Key management personnel			
- *Salary*			
Hanubhai R Sangani		1,440,000	1,440,000
Vyomeshbhai V patel		1,440,000	1,440,000
Shitalkumar C Desai		1,440,000	1,440,000
	Total	4,320,000	4,320,000
- *Interest expense*			
Hanubhai R Sangani		2,213,156	5,034,500
Vyomeshbhai V patel		778,369	3,081,888
Shitalkumar C Desai		1,191,675	4,142,324
	Total	4,183,200	12,258,712
- *Office Rent Expense*			
Hanubhai R Sangani		3,312,000	3,297,600
Vyomeshbhai V patel		2,484,000	2,473,200
Shitalkumar C Desai		2,484,000	2,473,200
	Total	8,280,000	8,244,000
- Enterprises owned or significantly influenced by key management personnel or their relatives			
- *Purchases (Construction Material)*			
Satyam Import Export LLP		27,500	102,000
Satyam Corporation		163,525	306,700
	Total	191,025	408,700
- *Sale of Machinery*			
Sangani Infrastructure India Pvt Ltd		-	1,051,000

c Balance as at the year end

Particulars		As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
- Key management personnel			
- *Long-term borrowings(unsecured)*			
Hanubhai R Sangani		14,927,585	37,185,745
Shitalkumar C Desai		695,226	16,522,720
Vyomeshbhai V patel		308,424	9,692,891
	Total	15,931,235	63,401,356
- Enterprises owned or significantly influenced by key management personnel or their relatives			
- *Trade payables*			
Satyam Import Export LLP		379,500	352,000
	Total	379,500	352,000

B. H. MANGAROLIA & CO. CHARTERED ACCOUNTANTS AHMEDABAD FRN 106972W

A. D. PARIKH & ASSO. CHARTERED ACCOUNTANTS

Satyam Developers Limited

Notes forming part of the financial statements (2016-17)

31. Disclsoure On Specified Bank Notes (SBNs)

During the year, the Company had specified bank notes or other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, the denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs*	Other Denomination Notes	Total
Closing cash in hand as on November 8, 2016	-	1,572	1,572
(+) Permitted receipts	-	155,000	155,000
(-) Permitted payments	-	(50,000)	(50,000)
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on December 30, 2016	**-**	**106,572**	**106,572**

*For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.

32. Figures have been rounded off to nearest of rupee.

33. In the opinion of the Board, the Current Assets, Loans and Advances are approximately of the value, if realized, during the ordinary course of business.

34. The management has certified that there are no other matters and/or claims involving the Company and for which liability may arise at present or in future and/or which may otherwise require any disclosure on the face of the accounts and/or in Auditor's Report etc. or otherwise.

35. The Company's business activity falls within a single primary segment. As such there are no separate reportable segments as envisaged under Accounting Standard - 17.

36. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date

For, B H MANGAROLIA & CO.
Chartered Accountants
(FRN 105972W)

(B H MANGAROLIA)
Partner
M. No. 032693
Place: Ahmedabad
Date: 04.09.2017

For, A. D. PARIKH & ASSOCIATES
Chartered Accountants
(FRN 127669W)

(Ankit Parikh)
Propreitor
M. No. 122482

For and on behalf of the Board

(Hanubhai R. Sangani)
Director

(Vyomesh V. Patel)
Director

B. H. MANGAROLIA & CO. AHMEDABAD FRN 105972W CHARTERED ACCOUNTANTS

A. D. PARIKH & ASSOCIATES M.No. 122482 CHARTERED