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

Particulars	Notes	Year ended 31-Mar-16 ₹	Year ended 31-Mar-15 ₹
INCOME :			
Sale of Units		181,687,774	183,392,220
Other Income	7	6,647,571	4,183,008
Increase/ (Decrease) in Work in Progress	8	(4,338,560)	82,273,199
Prior Period Adjustments		263,224	493,232
Total		**184,260,009**	**270,341,659**
EXPENDITURE :			
Cost of Land, Plots & Construction Expenses	9	108,025,560	197,364,366
Financial Charges	10	1,855,671	8,570,349
Payment to and Provision for Employees	11	37,037,435	29,583,576
Selling & Administration Expenses	12	18,541,832	14,924,761
Depreciation	4	4,405,266	5,110,652
Total		**169,865,764**	**255,553,704**
Profit Before Tax		**14,394,246**	**14,787,955**
Income Tax (Including Provision)		3,100,000	-
Deferred Tax Adjustments		1,152,265	4,399,540
Profit/(Loss) After Tax		**10,141,981**	**10,388,415**
Profit/(Loss) For the year Transferred to Capital A/c as under:-	%		
Pratham Realty Pvt. Ltd.	51%	5,172,410	5,298,091
Shri Jayant S Sanghvi	25%	2,535,495	2,597,104
Smt. Vishakha J Sanghvi	14%	1,419,877	1,454,378
Shri Chandrakant J Doshi	5%	507,099	519,421
Shri Jayant S Sanghvi (HUF)	5%	507,099	519,421
Total		**10,141,981**	**10,388,415**

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, 29th August 2016

For Pratham Properties

Partner **Partner**

Vadodara, 29th August 2016

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

Particulars		Year ended 31-Mar-16 ₹	Year ended 31-Mar-15 ₹
Note 7 - Other Income			
Other Project Recovery		875,491	346,411
Other Miscellaneous Income		1,151,492	359,636
Property Rent		4,620,589	3,476,961
	Total	**6,647,571**	**4,183,008**
Note 8 - Increase (Decrease) in Work in progress			
Opening Stock of Work In Progress		1,283,379,179	1,201,105,980
Less: Closing Stock of Work In Progress		1,279,040,619	1,283,379,179
	Total	**(4,338,560)**	**82,273,199**
Note 9 - Cost of Land, Plots & Construction Expenses			
Raw Materials		24,763,914	49,932,462
Construction Materials		59,224	316,429
Contract for Construction Works		9,340,719	17,441,706
Labour Charges		19,388,787	27,423,544
Other Project Cost		54,472,917	102,250,225
	Total	**108,025,560**	**197,364,366**
Note 10 - Financial Charges			
Interest Paid		1,855,671	8,570,349
	Total	**1,855,671**	**8,570,349**
Note 11 - Payment to and Provisions For Employees			
Payment to Employees		37,037,435	29,583,576
	Total	**37,037,435**	**29,583,576**
Note 12 - Selling & Administration Expenses			
Administration Expenses		1,933,940	2,185,606
Selling & Marketing Expenses		5,827,183	8,367,309
Communication Expenses		803,888	838,795
Electricity Expenses		841,870	743,478
Financial Charges		22,244	10,928
Interest & Penalty		4,168	27,043
Legal & Professional Expenses		7,585,077	978,225
Rent & Rates & Taxes		842,400	1,055,656
Repairs & Maintenance		331,534	340,417
Vehicle Running and Maintenance Expenses		349,527	377,304
	Total	**18,541,832**	**14,924,761**

S.G. BHAGWAT & CO. VADODARA CHARTERED ACCOUNTANTS

Pratham Properties
Notes forming part of the financial statements -31st March, 2016
Note 4: Fixed Assets

In ₹

Particulars	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
	WDV As at 01-Apr-15	Additions during the year	Adjustments during the year	As at 31-Mar-16	As at 01-Apr-15	Addition	Adjustments	As at 31-Mar-16	WDV As at 31-Mar-16	WDV As at 31-Mar-15
Building	4,190,198	-	-	4,190,198	2,286,247	190,395	-	2,476,642	1,713,556	1,903,951
Computer Software	14,445,061	1,626,911	-	16,071,972	12,558,980	1,652,319	-	14,211,299	1,860,674	1,886,082
Construction Equipments	12,848,737	22,216	2,978,958	9,891,995	7,050,977	903,410	1,855,445	6,098,942	3,793,054	5,797,760
Furniture & Fixtures	3,700,193	57,636	-	3,757,829	1,805,160	294,341	-	2,099,501	1,658,329	1,895,033
Office Euipments	1,813,429	390,720	-	2,204,149	879,869	310,522	-	1,190,391	1,013,757	933,560
Temporary Structure	1,405,300	66,409	-	1,471,709	1,405,300	64,829	-	1,470,129	1,580	-
Vehicles	4,873,039	5,958,363	1,161,910	9,669,492	4,178,267	734,791	1,017,657	3,895,400	5,774,092	694,773
Domain Intangible Assets	-	508,636	-	508,636	-	127,159	-	127,159	381,477	-
SAP	-	425,000	-	425,000	-	127,500	-	127,500	297,500	-
Total ₹	**43,275,957**	**9,055,891**	**4,140,868**	**48,190,980**	**30,164,799**	**4,405,266**	**2,873,102**	**31,696,963**	**16,494,019**	**13,111,158**
Previous Year ₹	**39,820,945**	**3,865,914**	**410,902**	**43,275,957**	**25,054,148**	**5,110,652**	**-**	**30,164,799**	**13,111,158**	**14,766,798**
	-	-	-	-	-	-	-	-	-	-

Pratham Properties

Notes Forming Part of the Financial Statements – 31st March 2016

Note 13

1] Significant Accounting Policies

A. Basis of Preparation of Financial Statements

The financial Statements are prepared under the mercantile system of accounting on historical cost convention basis.

B. Fixed Assets

Fixed Assets are stated at cost and including all taxes, less accumulated depreciation. Cost comprises of purchase price and any directly attributable expenditure on making the assets ready for its intended use.

C. Depreciation

The firm provides depreciation on assets on written down value method.

D. Inventories

Items of inventories are measured at lower of cost and net realizable value after providing for obsolescence.

Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred to in bringing them to their respective present location and condition. Cost of raw materials is determined on First in First out basis [FIFO].

E. Revenue Recognition

I. Revenue from Sale of Residential Units

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

Inconsistence 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 project 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 project commenced after 1st April 2012.

Pratham Properties

Notes Forming Part of the Financial Statements – 31st March, 2016

II. Income from interest

Income from interest is accounted for on time proportion basis, taking into account the amount outstanding and rates applicable.

F. Advance Payments

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.

H. Employee Cost

I. Short-term employee benefits are recognized as an expense, at the undiscounted amount in the Statement of profit & Loss of the year in which the related service is rendered.

II. Post Employment and other long term employee benefits are recognized as an expense in the Statement of profit & loss for the year in which the employee has rendered services. The expenses is recognized at the present value of the amounts payable determined using actuarial valuation techniques, for which certificate from Registered Valuer has been obtained. Actuarial gains and losses in respect of the post employment and other long term benefits are charged to the statement of Profit & Loss.

I. Taxation

Provision for current income tax is made in accordance with the Income Tax Act, 1961. Deferred tax liabilities and assets are recognized at subsequently enacted tax rates, subject to the consideration of prudence, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

2] Notes to financial statements

1. Previous year's figure have been re-grouped and re-arranged wherever found necessary to make them comparable to those of the current year.

S. G. BHAGWAT & CO. VADODARA CHARTERED ACCOUNTANTS

Pratham Properties

Notes Forming Part of the Financial Statements – 31st March, 2016

2. Balance standing to the debit/credit of the 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.

3. In Opinion of the firm, 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.

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

CA S.G.Bhagwat
Partner
Membership No.30849
Vadodara 29th August, 2016

For Pratham Properties

Partner   Partner

Vadodara 29th August, 2016