Pratham Properties
Statement of Profit and Loss for the year ended as on 31st March, 2015

Particulars	Notes	Year ended 31-Mar-15 ₹	Year ended 31-Mar-14 ₹
INCOME :			
Sale of Units		183,392,220	135,183,000
Other Income	**7**	4,183,008	4,905,945
Increase/ (Decrease) in Work in Progress	**8**	82,273,199	187,049,722
Total		**269,848,427**	**327,138,667**
EXPENDITURE :			
Cost of Land, Plots & Construction Expenses	**9**	205,714,793	281,438,520
Financial Charges	**10**	8,570,349	4,931,135
Payment to and Provision for Employees	**11**	28,887,297	28,540,974
Selling & Administration Expenses	**12**	7,270,613	9,479,718
Depreciation	**4**	5,110,652	4,282,278
Total		**255,553,704**	**328,672,624**
Profit Before Tax		**14,294,723**	**(1,533,957)**
Prior Period Adjustments		(493,232)	(124,183)
Deferred Tax Adjustments		4,399,540	536,776
Profit/(Loss) After Tax		**10,388,415**	**(1,946,550)**
Profit/(Loss) For the year Transferred to Capital A/c as under:-	**%**		
Pratham Realty Pvt. Ltd.	51%	5,298,091	(992,740)
Shri Jayant S Sanghvi	25%	2,597,104	(583,965)
Smt. Vishakha J Sanghvi	14%	1,454,378	(272,517)
Shri Jayant S Sanghvi (HUF)	5%	519,421	(97,327)
Shri Chandrakant J Doshi	5%	519,421	-
Total		**10,388,415**	**(1,946,550)**

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, 20th June 2015

For Pratham Properties

Partner **Partner**

Vadodara, 20th June 2015

Pratham Properties
Notes forming part of the financial statements -31st March, 2015

Particulars		Year ended 31-Mar-15 ₹	Year ended 31-Mar-14 ₹
Note 7 - Other Income			
Miscellaneous Income		706,047	843,147
Property Rent		3,476,961	4,062,798
	Total	**4,183,008**	**4,905,945**
Note 8 - Increase (Decrease) in Work in progress			
Opening Stock of Work In Progress		1,201,105,980	1,014,056,258
Less: Closing Stock of Work In Progress		1,283,379,179	1,201,105,980
	Total	**82,273,199**	**187,049,722**
Note 9 - Cost of Land, Plots & Construction Expenses			
Raw Materials		49,932,462	95,332,744
Construction Materials		316,429	307,663
Contract for Construction Works		17,441,706	3,072,894
Labour Charges		27,423,544	42,693,273
Other Project Costs		110,600,652	140,031,945
	Total	**205,714,793**	**281,438,520**
Note 10 - Financial Charges			
Interest Paid		8,570,349	4,931,135
	Total	**8,570,349**	**4,931,135**
Note 11 - Payment to and Provisions For Employees			
Payment to Employees		28,887,297	28,540,974
	Total	**28,887,297**	**28,540,974**
Note 12 - Selling & Administration Expenses			
Administration Expenses		2,983,037	5,679,894
Communication Expenses		838,795	904,402
Electricity Expenses		743,478	642,834
Financial Charges		10,928	10,093
Interest & Penalty		27,043	46,815
Legal & Professional Expenses		893,955	727,336
Rent & Rates & Taxes		1,055,656	901,318
Repairs & Maintenance		340,417	208,677
Vehicle Running and Maintenance Expenses		377,304	358,349
	Total	**7,270,613**	**9,479,718**

S.G. BHAGWAT & CO. VADODARA CHARTERED ACCOUNTANTS

Pratham Properties
Notes forming part of the financial statements -31st March, 2015
Note 4: Fixed Assets

In ₹

Particulars	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
	WDV As at 01-Apr-14	Additions during the year	Adjustments during the year	As at 31-Mar-15	As at 01-Apr-14	Addition	Adjustments	As at 31-Mar-15	WDV As at 31-Mar-15	WDV As at 31-Mar-14
Building	4,190,198	-	-	4,190,198	2,074,697	211,550	-	2,286,247	1,903,951	2,115,501
Computer Software	12,093,533	2,351,528	-	14,445,061	10,725,172	1,833,808	-	12,558,980	1,886,082	1,368,362
Construction Equipments	12,894,020	32,000	77,283	12,848,737	5,983,622	1,067,355	-	7,050,977	5,797,760	6,910,398
Furniture & Fixtures	3,511,831	188,362	-	3,700,193	1,472,283	332,877	-	1,805,160	1,895,033	2,039,548
Office Euipments	1,701,212	112,217	-	1,813,429	570,307	309,562	-	879,869	933,560	1,130,905
Temporary Structure	223,493	1,181,807	-	1,405,300	223,493	1,181,807	-	1,405,300	-	-
Vehicles	5,206,658	-	333,619	4,873,039	4,004,574	173,693	-	4,178,267	694,772	1,202,084
Total ₹	**39,820,945**	**3,865,914**	**410,902**	**43,275,957**	**25,054,147**	**5,110,652**	**-**	**30,164,799**	**13,111,158**	**14,766,798**
Previous Year ₹	**44,432,676**	**3,081,934**	**7,693,665**	**39,820,945**	**23,468,507**	**4,282,278**	**2,506,600**	**25,054,147**	**14,766,798**	**20,964,171**

Pratham Properties
Notes Forming Part of the Financial Statements - 31st March 2015

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 bring 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**:

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.

Pratham Properties

Notes Forming Part of the Financial Statements - 31st March 2015

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.

Pratham Properties

Notes Forming Part of the Financial Statements - 31st March 2015

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.

4. In the current year, the projects Pratham Bluets and Pratham Paradise MUS which were commenced after 1st April 2012 have met the criteria for recognition of revenue as stated in significant accounting policy regarding recognition of revenue from sale of residential units stated above.

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

CA S.G.Bhagwat
Partner
Membership No.30849
Vadodara 20th June 2015

For Pratham Properties

Partner Partner

Vadodara 20th June 2015