**Pacifica India Projects Private Limited**
*(formerly known as Pacifica (Chennai – Old Mahabalipuram Road Project) Infrastructure Company Private Limited)*

# Financial statements together with the Independent Auditors' Report for the year ended 31 March 2016

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai - Old Mahabalipuram Road Project) Infrastructure Company Private Limited)*

## Financial statements together with Independent Auditors' Report

*for the year ended 31 March 2016*

Contents

# B S R & Associates LLP

Chartered Accountants

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**Independent Auditors' Report**

## To the Members of
## Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai – OMR Mahabalipuram Road Project) Infrastructure Company Private Limited)*

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Pacifica India Projects Private Limited (formerly known as Pacifica (Chennai – OMR Mahabalipuram Road Project) Infrastructure Company Private Limited) ("the Company"), which comprise the Balance Sheet as at 31 March 2016, 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.

### Management's Responsibility for the Standalone 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 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 standalone 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 standalone 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 thereunder.

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 standalone financial statements are free from material misstatement.


B S R & Associates (a partnership firm with Registration No. BA61223) converted into B S R & Associates LLP (a Limited Liability Partnership with LLP Registration No. AAB-8182) with effect from October 14, 2013

Registered Office:
5th Floor, Lodha Excelus
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai - 400 011

## Independent Auditors' Report – 31 March 2016 *(Continued)*

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai – Old Mahabalipuram Road Project) Infrastructure Company Private Limited)*

**Auditor's Responsibility *(Continued)***

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 judgement, including the assessment of the risks of material misstatement of the standalone 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 standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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 standalone financial statements.

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

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31 March 2016, and its profit and its cash flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

1. 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, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.

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 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, the 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 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 31 March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164(2) of the Act;

   (f) with respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"; and

## Independent Auditors' Report – 31 March 2016 *(Continued)*

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai – Old Mahabalipuram Road) Project Infrastructure Company Private Limited)*

**Report on Other Legal and Regulatory Requirements** *(Continued)*

(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 did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and

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

For B S R & Associates LLP
*Chartered Accountants*
Firm's Registration No: 116231W/W-100024

Sukrut Mehta
*Partner*
Membership No: 101974

Ahmedabad
Date : 19 August 2016

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai) – Old Mahabalipuram Road Project Infrastructure Company Private Limited)*

## Annexure A to the Independent Auditors' Report – 31 March 2016

With reference to the Annexure A referred to in our report of even date, we report that:

i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified annually. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No discrepancies were noticed on such verification.

(c) As there are no immovable properties with the company, paragraph 3(i)(c) of the Order is not applicable to the Company.

ii. The inventory of the Company represents construction in progress of real estate property which includes land and development related cost, consumption of material and labour cost, legal and professional fees and other incidental direct cost. The company does not hold any physical inventory other than as mentioned above. Thus paragraph 3(ii) of the Order is not applicable to the Company.

iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 ('the Act'). Accordingly, paragraphs 3 (iii) (a), (b) and (c) of the Order are not applicable to the Company.

iv. In our opinion and according to the information and explanations given to us, the Company has not given any loan, made any investment, given any guarantee, or provided any security under Section 185 and 186 of the Act. Accordingly, paragraph 3(iv) of the Order is not applicable to the Company.

v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits as per the directives issued by the Reserve Bank of India under the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.

vi. According to information and explanations given to us, the Central government has not prescribed the maintenance of cost records under Section 148(1) of the Act for any of the services rendered by the Company. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.

vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Income tax, Service tax, Value Added Tax, Provident Fund, Professional Tax, Cess and other material statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Employees state insurance, Sales tax, Duty of Excise and Duty of Customs.

# Pacifica India Projects Private Limited

*(formerly known as Pacifica Chennai – Old Mahabalipuram Road Project Infrastructure Company Private Limited)*

## Annexure to the Independent Auditors' Report – 31 March 2016 *(Continued)*

According to the information and explanations given to us, no undisputed amounts payable in respect of Income tax, Service tax, Value Added Tax, Professional tax, Cess and other material statutory dues were in arrears as at 31 March 2016 for more than six months from the date they became payable.

(iii) According to the information and explanations given to us, there are no dues of Income tax, Service tax, Value Added Tax and other material statutory dues which have not been deposited with the appropriate authorities on account of any dispute.

viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to any banks, financial institutions and debenture holders. The Company does not have any loans or borrowings from government.

ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments). In our opinion and according to the information and explanations given to us, money raised by way of the term loans have been applied for the purposes for which they were obtained.

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

xi. The Company is not a public limited company and hence the provisions of Section 197 of the Act are not applicable to the company. Accordingly, paragraph 3(xi) of the Order is not applicable to the Company.

xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.

xiii. According to the information and explanations given to us, the Company has entered into transactions with related parties in compliance with the provisions of section 188 of the Act where applicable and the details of such related party transactions have been disclosed in the financial statements as required by applicable accounting standards. Section 177 of the Act is not applicable to the Company.

xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable to the Company.

xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai – Old Mahabalipuram Road Project) Infrastructure Company Private Limited)*

## Annexure to the Independent Auditors' Report – 31 March 2016 *(Continued)*

(xvi) According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

For B S R & Associates LLP
*Chartered Accountants*
Firm's Registration No: 116231W/W-100024

Sukrut Mehta
Partner
Membership No: 101974

Ahmedabad
Date : 29 August 2016

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai – [illegible] Road Project) Infrastructure Company Private Limited)*

## Annexure B to the Independent Auditors' Report of even date on the Financial statements of Pacifica India Projects Private Limited– 31 March 2016

**Report on the Internal Financial Controls 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 Pacifica India Projects Private Limited ("the Company") as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended 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 ('ICAI'). 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 Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. Those Standards and the Guidance Note require that we comply with 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 auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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 control system over financial reporting.

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai – Old Mahabalipuram Road Project) Infrastructure Company Private Limited)*

## Annexure B to the Independent Auditors' Report of even date on the Financial statements of Pacifica India Projects Private Limited – 31 March 2016 *(Continued)*

**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 control 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, 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 31 March 2016, 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 ICAI.

For B S R & Associates LLP
*Chartered Accountants*
Firm's Registration No.: [illegible]

Sukrut Mehta
*Partner*
Membership No: [illegible]

Ahmedabad
Date: [illegible] August 2016

Pacifica India Projects Private Limited

[illegible]

**Balance sheet**

as at 31 March 2016

(Currency: Indian Rupees)

| | Note | 2016 | 2015 |
|---|---|---|---|
| **Equity and liabilities** | | | |
| *Shareholders' funds* | | | |
| Share capital | 3 | [illegible] | [illegible] |
| Share application money pending allotment | 4 | - | [illegible] |
| Reserves and surplus | 5 | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| *Non-current liabilities* | | | |
| Long-term borrowings | 6 | [illegible] | [illegible] |
| Other long-term liabilities | 7 | [illegible] | [illegible] |
| Long-term provisions | 8 | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| *Current liabilities* | | | |
| Trade payables | 9 | | |
| - total outstanding dues of micro and small enterprises | | - | - |
| - total outstanding dues of creditors other than micro and small enterprises | | [illegible] | [illegible] |
| Other current liabilities | 10 | [illegible] | [illegible] |
| Short-term provisions | 11 | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| **Assets** | | | |
| *Non-current assets* | | | |
| Fixed assets | | | |
| Tangible assets | [illegible] | [illegible] | [illegible] |
| Capital work-in-progress | [illegible] | [illegible] | [illegible] |
| Non-current investments | [illegible] | [illegible] | [illegible] |
| Deferred tax assets | [illegible] | [illegible] | [illegible] |
| Long-term loans and advances | [illegible] | [illegible] | [illegible] |
| Other non-current assets | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| *Current assets* | | | |
| Inventories | [illegible] | [illegible] | [illegible] |
| Cash and bank balances | [illegible] | [illegible] | [illegible] |
| Short-term loans and advances | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| | | [illegible] | [illegible] |

Significant accounting policies [illegible]

The notes referred to above form an integral part of the financial statements.

As per our report of even date attached.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: [illegible]

For and on behalf of the Board of Directors of

Pacifica India Projects Private Limited

CIN: [illegible]

[illegible]

Partner

Membership No: [illegible]

[illegible]

Director

DIN: [illegible]

[illegible]

Director

DIN: [illegible]

[illegible]

[illegible] 2016

[illegible]

[illegible] 2016

# Pacifica India Projects Private Limited

*[illegible]*

**Statement of profit and loss**

*For the year ended [illegible]*

(Currency: Indian Rupees)

| | Note | [illegible] | [illegible] |
|---|---|---|---|
| **Revenue** | | | |
| Revenue from operations | 20 | [illegible] | [illegible] |
| Other income | 21 | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| **Expenses** | | | |
| [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | [illegible] |
| Other expenses | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| **Profit before tax** | | [illegible] | [illegible] |
| Tax expense | | | |
| Current tax | | [illegible] | [illegible] |
| MAT credit | | [illegible] | [illegible] |
| [illegible] earlier years | | [illegible] | [illegible] |
| Deferred tax charge/(credit) | | [illegible] | [illegible] |
| **Profit for the year** | | [illegible] | [illegible] |
| **Earning per share** | [illegible] | | |
| [illegible] | | [illegible] | [illegible] |
| [illegible] | | [illegible] | [illegible] |
| Significant accounting policies | 2 | | |

[illegible]

[illegible]

For [illegible] LLP
*Chartered Accountants*
Firm Registration No: [illegible]

[illegible]
Partner
Membership No: [illegible]

[illegible]
[illegible]

For and on behalf of the Board of Directors of
Pacifica India Projects Private Limited
CIN: [illegible]

[illegible]
*Director*
DIN No: [illegible]

[illegible]
Director
DIN No: [illegible]

[illegible]
[illegible]

## Pacifica India Projects Private Limited

[illegible]

Cash flow statement

for the year ended 31 March 2024

(Currency: Indian Rupees)

| | | | [illegible] | [illegible] |
|---|---|---|---|---|
| A | Cash flow from operating activities | | | |
| | Profit before tax | | [illegible] | [illegible] |
| | Adjustments | | | |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | Operating cash flow before working capital changes | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | Net changes in working capital | | [illegible] | [illegible] |
| | Cash generated from operations | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | Net cash generated from operating activities | A | [illegible] | [illegible] |
| B | Cash flow from investing activities | | | |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | Purchase of tangible fixed assets | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | Net cash (used in)/generated from investing activities | B | [illegible] | [illegible] |
| C | Cash flow from financing activities | | | |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | [illegible] |
| | [illegible] | | [illegible] | - |
| | Net cash (used in)/generated from financing activities | C | [illegible] | [illegible] |
| | Net increase in cash and cash equivalents | (A+B+C) | [illegible] | [illegible] |
| | Cash and cash equivalents at the beginning of the year | | [illegible] | [illegible] |
| | [illegible] | | - | [illegible] |
| | Cash and cash equivalents at the end of the year | | [illegible] | [illegible] |

# [illegible] India Projects Private Limited

[illegible]

## Cash Flow Statement (Continued)

*for the year ended 31 March 2016*

(Currency: Indian Rupees)

| | 2016 | 2015 |
|---|---|---|
| **Notes:** | | |
| 1. Cash and cash equivalents [illegible] | | |
| Cash on hand | [illegible] | [illegible] |
| Balance with banks | | |
| - On current accounts | [illegible] | [illegible] |
| - [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] |
| 2. [illegible] | | |
| [illegible] 1 April 2013 | - | [illegible] |
| [illegible] 2013-14 | - | [illegible] |
| [illegible] | - | [illegible] |
| [illegible] 2013-14 | - | [illegible] |
| | - | [illegible] |

3. The Cash Flow Statement [illegible] Accounting Standard [illegible] Cash Flow Statements.

[illegible]

As per our report of even date attached.

For B S R & Associates LLP
Chartered Accountants
Firm's Registration No: [illegible]

[illegible]
Partner
Membership No: [illegible]

[illegible]
[illegible] 2016

For and on behalf of the Board of Directors
[illegible] India Projects Private Limited
[illegible]

[illegible]
Director
DIN No: [illegible]

[illegible]
[illegible] 2016

[illegible]
Director
DIN No: [illegible]

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai Old Mahabalipuram) Road Project Infrastructure Company Private Limited)*

## Notes to the financial statements

*for the year ended 31 March 2016*

(Currency: Indian Rupees)

## 1 Background

Pacifica India Projects Private Limited [formerly known as Pacifica (Chennai Old Mahabalipuram) Road Project Infrastructure Company Private Limited] ('the Company') was incorporated on 9 December 2005. The name of the Company has changed pursuant to approval by ROC dated 23 June 2015. The Company is engaged in the business of real estate development as a builder, developer and is primarily engaged in construction and sale of residential and commercial premises including bungalows, houses, flats, apartments, row houses, development of industrial parks and leasing out the same, either directly or through its subsidiaries.

## 2. Significant accounting policies

### 2.1 *Basis of preparation of financial statements*

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting and in accordance with the provisions of the Companies Act, 2013 ('the Act') and the accounting principles generally accepted in India and comply with the accounting standards notified under Section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 to the extent applicable.

All assets and liabilities have been classified as current or non-current as per Companies normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. Project related assets and liabilities are classified into current and non-current on the basis of time between the acquisition of assets for processing and their realisation in cash or cash and cash equivalents relating to that project. For other assets and liabilities operating cycle is considered as 12 months for the purpose of classification into current and non-current.

### 2.2 *Use of estimates*

The preparation of financial statements in conformity with generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements which in management's opinion are prudent and reasonable. Actual results may differ from the estimates used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods.

### 2.3 *Revenue recognition*

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

## 2. Significant accounting policies *(Continued)*

### 2.3 *Revenue recognition (Continued)*

As per the Guidance Note on Accounting for Real Estate Transactions (Revised 2012) issued by the Institute of Chartered Accountants of India Effective 1st April, 2012, revenue is recognised upon the transfer of significant risk and rewards of such properties to buyers/customers. Such transfer occurs when the Company enters into Agreement for Sale and it is not unreasonable to expect ultimate collection of revenue from buyers/customers. Revenue is recognized by applying percentage of completion method only if following thresholds have been met:

a) All critical approvals necessary for the commencement of the project have been obtained;

b) The expenditure incurred on construction and development costs (excluding land cost) is not less than 25% of the total estimated construction and development costs;

c) At least 25% of the saleable project area is secured by contracts/agreements with buyers; and

d) At least 10% of the contracts/agreement value are realised at the reporting date in respect of such contracts/agreements.

Interest income is recognized using the time proportion method, based on the underlying interest rates.

### 2.4 *Inventories and project work in progress*

Direct expenses like cost of land, purchase of joint development rights, site labour cost, material used for project construction, project management consultancy, costs for moving the plant and machinery to the site and general expenses incurred specifically for the respective project like insurance, design and technical assistance, and construction overheads are taken as the cost of the inventories.

Net realisable value is the estimated selling price in the ordinary course of business less estimated costs of completion and estimated costs necessary to make the sale.

### 2.5 *Fixed assets and depreciation*

*Tangible assets*

Tangible assets are carried at cost of acquisition or construction less accumulated depreciation and impairment loss, if any. Cost includes inward freight, duties & taxes (to the extent not recoverable from tax authorities) and expenses incidental to acquisition and installation of the fixed assets up to the time the assets are ready for intended use.

## 2. Significant accounting policies *(Continued)*

### 2.5 *Fixed assets and depreciation (Continued)*

*Tangible assets (Continued)*

Depreciation is provided on written down value method based on the useful lives as prescribed under Schedule II of the Act.

Depreciation on additions is provided on prorata basis from the date of capitalisation. Depreciation on deletion during the year is provided up to the date on which the asset is sold / discarded.

Assets costing up to rupees five thousand are fully depreciated in the year of purchase.

### 2.6 *Impairment of assets*

In accordance with AS 28 on 'Impairment of assets', 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 asset. The recoverable amount is the greater of the net selling price and value in use. Value in use is the present value of the estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. In assessing the value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss.

If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

### 2.7 *Borrowing costs*

Borrowing costs that are attributable to acquisition, construction or production of qualifying assets are capitalised as part of such assets. A qualifying asset is an asset that

necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred.

Capitalisation of borrowing costs is suspended during the extended period in which active development is interrupted. Capitalisation of borrowing costs is ceased when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

### 2.8 *Foreign currency transactions*

Foreign currency transactions are recorded at the exchange rates prevailing on the dates of the transactions. Exchange differences arising on foreign currency transactions settled during the year are recognised in the statement of profit and loss of that year.

# Pacifica India Projects Private Limited

*(Formerly known as Pacifica [illegible] Road Project) Infrastructure Company Private Limited)*

## Notes to the financial statements *(Continued)*

*for the year ended 31 March 2016*

(Currency: Indian Rupees)

**2. Significant accounting policies *(Continued)***

2.8 *Foreign currency transactions (Continued)*

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the closing exchange rates. The resultant exchange differences are recognised in the statement of profit and loss.

2.9 *Employee Benefits*

**(a) Short term employee benefits:**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include compensated absences such as paid annual leave and sickness leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the year.

**(b) Long term employee benefits:**

**(i) Defined benefit plan**

*Post-employment benefits*

The Company's gratuity benefit scheme is an unfunded defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value and the fair value of any plan assets is deducted to arrive at the net obligation.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to an additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan are based on the market yields on Government securities as at the balance sheet date. When the calculation results in a benefit to the Company, the recognized asset is limited to the net total of any unrecognized actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan.

Actuarial gains and losses are recognized immediately in the statement of profit and loss.

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai-Old Mahabalipuram Road Project) Infrastructure Company Private Limited)*

## Notes to the financial statements *(Continued)*

*for the year ended 31 March 2015*

(Currency: Indian Rupees)

**2. Significant accounting policies *(Continued)***

*2.9 Employee Benefits (Continued)*

(b) Long term employee benefits: *(Continued)*

a) Defined benefit plan *(Continued)*

Other long-term employment benefits:

The Employees can carry-forward a portion of the unutilized accrued compensated absences and utilize it in future service periods or receive cash compensation on termination of employment. Since the compensated absences do not fall due wholly within twelve months after the end of the period in which the employees render the related service and are also not expected to be utilized wholly within twelve months after the end of such period, the benefit is classified as a long term employee benefit. The Company records an obligation for such compensated absences in the period in which the employee renders the services that increase this entitlement. The obligation is measured on the basis of independent actuarial valuation using the projected unit credit method.

*2.10 Taxes on income*

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). Income tax expense is recognised in profit or loss except that tax expense related to items recognised directly in reserves is also recognised in those reserves.

Current tax is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the applicable tax rates and tax laws. Deferred tax is recognised in respect of timing differences between taxable income and accounting income i.e. differences that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

*Minimum Alternative Tax (MAT)*

Minimum Alternative Tax (MAT) under the provisions of the Income-tax Act, 1961 is recognised as current tax in the Statement of Profit and loss. The credit available under the Act in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability.

## 2. Significant accounting policies *(Continued)*

### 2.10 *Taxes on income (Continued)*

MAT credit recognised as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

### 2.11 *Earnings per share ('EPS')*

Basic EPS is computed by dividing the net profit attributable to shareholders by the weighted average number of equity shares outstanding during the year.

Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the period, except where the results would be anti dilutive.

### 2.12 *Provisions and contingencies*

*Provisions*

A provision is recognised if, as a result of past event, the Company has present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognised at the best estimate of the expenditure required to settle the present obligation at the balance sheet date. The provisions are measured on an undiscounted basis.

*Contingencies*

Provision in respect of loss contingencies relating to claims, litigation, assessment, fines, penalties, etc. are recognised when it is probable that a liability has been incurred, and the amount can be estimated reliably.

### 2.13 *Contingent liabilities and contingent assets*

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the assets and related income are recognised in the period in which the change occurs.

### 2.14 *Investments*

Long term investments are stated at cost. Provision for diminution in value is made only when, in the opinion of the management, there is a diminution other than temporary in the carrying value of such investments. Current investments are valued at lower of cost or market value whichever is lower.

# [illegible] India Projects Private Limited

[illegible]

**Notes to the financial statements (Continued)**

*[illegible]*

[illegible]

| | [illegible] | [illegible] |
|---|---|---|

3 **Share capital**

| | | |
|---|---|---|
| [illegible] | | |
| [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] |
| [illegible] | | |
| [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] |

a. [illegible]

| | [illegible] | | [illegible] | |
|---|---|---|---|---|
| | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | | | | |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | | |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | | | | |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | - | - |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |

b. [illegible]

[illegible]

[illegible]

c. **Shares held by holding company**

| | [illegible] | | [illegible] | |
|---|---|---|---|---|
| | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |

d. [illegible]

| | [illegible] | | [illegible] | |
|---|---|---|---|---|
| | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | | | | |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | | | | |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |

e. [illegible]

4 **Shares pending allotment**

[illegible]

| | |
|---|---|
| [illegible] | |
| [illegible] | |
| [illegible] | |

# Pacific India Projects Private Limited

[illegible]

**Notes to the financial statements (Continued)**

[illegible]

[illegible]

| | 2016 | [illegible] |
|---|---|---|
| **5 Reserves and surplus** | | |
| Capital Reserve: | | |
| [illegible] | [illegible] | |
| [illegible] | - | [illegible] |
| | [illegible] | [illegible] |
| [illegible] | | |
| At the beginning of the year | [illegible] | [illegible] |
| Add: Profit/(Loss) for the year | [illegible] | [illegible] |
| Add: [illegible] | - | [illegible] |
| Balance at the end of the year | [illegible] | [illegible] |
| Total reserves and surplus | [illegible] | [illegible] |

**6 Long-term borrowings**

| | Non-current portion | | Current maturities | |
|---|---|---|---|---|
| | 2016 | [illegible] | 2016 | [illegible] |
| **Unsecured** | | | | |
| Debentures | | | | |
| [illegible] convertible debentures [illegible] (refer note [illegible] below) | [illegible] | [illegible] | - | - |
| [illegible] convertible debentures [illegible] (refer note [illegible] below) | [illegible] | [illegible] | - | - |
| [illegible] convertible debentures [illegible] (refer note [illegible] below) | [illegible] | [illegible] | - | - |
| [illegible] convertible debentures [illegible] (refer note [illegible] below) | [illegible] | [illegible] | - | - |
| [illegible] convertible debentures [illegible] (refer note [illegible] below) | [illegible] | [illegible] | - | - |
| [illegible] convertible debentures [illegible] (refer note [illegible] below) | [illegible] | [illegible] | - | - |
| [illegible] convertible debentures [illegible] (refer note [illegible] below) | [illegible] | [illegible] | - | - |
| [illegible] convertible debentures [illegible] (refer note [illegible] below) | [illegible] | - | - | - |
| | [illegible] | [illegible] | - | - |
| **Secured** | | | | |
| Term loan | | | | |
| [illegible] | - | [illegible] | [illegible] | - |
| [illegible] | - | - | - | [illegible] |
| [illegible] (refer note [illegible] below) | [illegible] | - | - | - |
| | [illegible] | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] | [illegible] |

[illegible]

Notes to the financial statements (Continued)

[illegible]

[illegible]

4 Long-term borrowings (Continued)

(a) Debentures (Continued)

[illegible]

[illegible] India Projects Private Limited

[illegible]

**Notes to the financial statements (Continued)**

[illegible]

[illegible]

[illegible] Long term borrowings (Continued)

[illegible] *(Continued)*

[illegible] Fully and Compulsorily Convertible Debentures [illegible]

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible] March [illegible] 31 March every year.
4. [illegible] March every year.
5. [illegible] March [illegible] 31 March every year.
6. [illegible] March [illegible] 31 March every year.
7. [illegible] March [illegible] 31 March every year.
8. [illegible] 31 March every year.

[illegible] Fully and Compulsorily Convertible Debentures [illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible] 31 March every year.
4. [illegible] 31 March every year.
5. [illegible] 31 March every year.
6. [illegible] 31 March every year.
7. [illegible] 31 March every year.
8. [illegible] 31 March every year.

Pacifica India Projects Private Limited

[illegible]

Notes to the financial statements *(Continued)*

[illegible]

(Currency: Indian rupees)

6 Long-term borrowings (Continued)

(a) Debentures (Continued)

[illegible] Mandatorily Convertible Debentures [illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]
7. [illegible]
8. [illegible]
9. [illegible]

# Pacifica India Projects Private Limited

[illegible]

## Notes to the financial statements (Continued)

[illegible]

[illegible]

6 Long-term borrowings (Continued)

(d) [illegible]

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible] 31 March every year.
4. [illegible]
5. [illegible] 31 March every year.
6. [illegible]
7. [illegible]

(e) [illegible]

The [illegible] debentures [illegible] 28 February 2018 [illegible]

1. [illegible]
2. [illegible]
3. The rate of interest on the amount of Debentures outstanding from [illegible] 31 March every year.
4. [illegible] 31 March every year.
5. [illegible]
6. [illegible]

Pacifica India Projects Private Limited

[illegible]

Notes to the financial statements (Continued)

[illegible]

[illegible]

6 Long-term borrowings (Continued)

(a) Debentures (Continued)

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]
7. [illegible]
8. [illegible]

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]
7. [illegible]
8. [illegible]

(Currency: Indian rupees)

4 Long-term borrowings (Continued)

(a) Debentures (Continued)

(v) [illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

# [illegible] India Projects Private Limited

[illegible]

**Notes to the financial statements (Continued)**

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]
7. [illegible]
8. [illegible]

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]
7. [illegible]

# Pacifica India Projects Private Limited

[illegible]

## Notes to the financial statements (Continued)

*[illegible]*

[illegible]

### 6 Long term borrowings (Continued)

[illegible] *(Continued)*

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]

[illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]

## Pacifica India Projects Private Limited

[illegible]

### Notes to the financial statements (Continued)

[illegible]

[illegible]

**6 Long-term borrowings (Continued)**

(b) Term loan from ICICI BANK

Nature of security

[illegible]

a) [illegible]
b) [illegible]
c) [illegible]
d) [illegible]

Terms of repayment

[illegible]

(c) Term loan from NBFC

Nature of security

[illegible]

a) [illegible]
b) [illegible]
c) [illegible]
d) [illegible]
e) [illegible]
f) [illegible]

(d) [illegible]

Nature of security

[illegible]

a) [illegible]
b) [illegible]

Terms of repayment

[illegible]

| | | 2016 | 2015 |
|---|---|---|---|
| **7** | **Other long-term liabilities** | | |
| | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| **8** | **Long term provisions** | | |
| | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |

Pacifica India Projects Private Limited

[illegible]

Notes to the financial statements *(Continued)*

*for the year ended 31 March 2016*

(Currency: Indian rupees)

| | | 2016 | 2015 |
|---|---|---|---|
| 9 | **Trade payables** | | |
| | [illegible] | - | |
| | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| | [illegible] | | |
| 10 | **Other current liabilities** | | |
| | Current maturities of long-term borrowings [illegible] | [illegible] | [illegible] |
| | Interest accrued but not due on borrowings | [illegible] | [illegible] |
| | Interest accrued and due on borrowings | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | Retention money payable | [illegible] | [illegible] |
| | Statutory dues payable | | |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | VAT | - | [illegible] |
| | Salary payable | [illegible] | [illegible] |
| | Security deposits | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | Expenses payable | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| 11 | **Short term provisions** | | |
| | Provision for gratuity [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |

Pacific… India Projects Private Limited

[illegible]

## Notes to the financial statements (Continued)

[illegible]

[illegible]

12 Fixed assets

| | Tangible assets | | | Total |
|---|---|---|---|---|
| | [illegible] | [illegible] | Computers | |
| [illegible] | | | | |
| [illegible] | [illegible] | | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | | [illegible] | [illegible] |
| [illegible] | - | - | - | - |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | - | [illegible] | [illegible] |
| [illegible] | - | - | - | - |
| As at 31 March 2016 | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | | | | |
| [illegible] | [illegible] | - | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | - | - | - | - |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | - | - | - | - |
| As at 31 March 2016 | [illegible] | [illegible] | [illegible] | [illegible] |
| [illegible] | | | | |
| As at 31 March 2015 | [illegible] | [illegible] | [illegible] | [illegible] |
| As at 31 March 2016 | [illegible] | [illegible] | [illegible] | [illegible] |

| | |
|---|---|
| [illegible] | |
| [illegible] | - |
| [illegible] | [illegible] |
| [illegible] | [illegible] |
| [illegible] | |
| As at 31 March 2015 | [illegible] |
| [illegible] | [illegible] |
| [illegible] | |
| As at 31 March 2016 | [illegible] |

[illegible]

## Notes to the financial statements (Continued)

*for the year ended 31 March [illegible]*

(Currency: Indian rupees)

| | | 2020 | [illegible] |
|---|---|---|---|
| 13 | Non-current investments | | |
| | Non-trade, unquoted investments | | |
| | Government and trust securities | | |
| | [illegible] | [illegible] | [illegible] |
| | Trade investments (at cost) | | |
| | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| 14 | Deferred tax assets | | |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| 15 | Long-term loans and advances | | |
| | (Unsecured, considered good) | | |
| | [illegible] | [illegible] | [illegible] |
| | Capital advances [illegible] | [illegible] | [illegible] |
| | MAT credit entitlement | [illegible] | [illegible] |
| | Security deposits | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| 16 | Other non-current assets | | |
| | [illegible] | [illegible] | |
| | [illegible] | [illegible] | |
| | | [illegible] | |

## Pavilion India Projects Private Limited

*[illegible]*

*Notes to the financial statements (Continued)*
*[illegible]*

(Currency: Indian rupees)

| | | [illegible] | [illegible] |
|---|---|---|---|
| 17 | **Inventories** | | |
| | Opening [illegible] | [illegible] | - |
| | [illegible] | - | [illegible] |
| | [illegible] | | |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | | |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | - |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | Closing [illegible] | [illegible] | [illegible] |
| 18 | **Cash and bank balance** | | |
| | Cash on hand | [illegible] | [illegible] |
| | Balances with banks | | |
| | - [illegible] | [illegible] | [illegible] |
| | - [illegible] | [illegible] | [illegible] |
| | Other bank balances | | |
| | - [illegible] | - | [illegible] |
| | | [illegible] | [illegible] |
| 19 | **Short-term loans and advances** | | |
| | (Unsecured, considered good) | | |
| | [illegible] | | |
| | [illegible] * | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | - |
| | | [illegible] | [illegible] |

* [illegible]

# Pacifica India Projects Private Limited

[illegible]

## Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency: Indian rupees)

| | | 2016 | 2015 |
|---|---|---|---|
| 20 | **Revenue from operations** | | |
| | Sale of properties | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| 21 | **Other income** | | |
| | Interest on fixed deposits with banks | [illegible] | [illegible] |
| | [illegible] | - | [illegible] |
| | Miscellaneous income | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| 22 | **Cost of sales and services** | | |
| | Opening [illegible] work in progress | [illegible] | - |
| | [illegible] | - | [illegible] |
| | [illegible] | | |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | Employee benefit expenses | [illegible] | [illegible] |
| | [illegible] | | |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | - |
| | [illegible] | [illegible] | [illegible] |
| | Rent | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| 23 | **Employee benefits** | | |
| | Salaries, wages and bonus | [illegible] | [illegible] |
| | | [illegible] | [illegible] |
| 24 | **Other expenses** | | |
| | [illegible] | [illegible] | [illegible] |
| | Rates and taxes | [illegible] | [illegible] |
| | Legal and professional charges | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | [illegible] | [illegible] |
| | [illegible] | | |
| | | [illegible] | [illegible] |

# Pacifica India Projects Private Limited

*(formerly known as Pacifica (Chennai OMR Mahindra...) Private Limited)* [illegible]

## Notes to the financial statements *(Continued)*

*for the year ended 31 March 2016*

(Currency: Indian Rupees)

### 25. Contingent liabilities

| | 2016 | 2015 |
|---|---|---|
| Corporate guarantee: | | |
| Corporate guarantee given to [illegible] Limited [illegible] | [illegible] | [illegible] |

### 26. Auditors' remuneration (excluding service tax)

| Particulars | 2016 | 2015 |
|---|---|---|
| Audit fees | [illegible] | [illegible] |
| Out of pocket expenses | [illegible] | [illegible] |
| | [illegible] | [illegible] |

### 27. Dues to Micro and Small Enterprises

Under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came in to force from 2 October, 2006, certain disclosures are required to be made relating to micro and small enterprises. On the basis of the information and records available with the management, the following disclosures are made for the amounts due to the Micro and small enterprises:

| | 2016 | 2015 |
|---|---|---|
| Principal amount remaining unpaid to any supplier as at the year end | - | - |
| Interest due thereon remaining unpaid to any supplier as at the year end | - | - |
| Amount of interest paid by the Company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year | - | - |
| Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED | - | - |
| Amount of interest accrued and remaining unpaid at the end of the accounting year | - | - |
| Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure | - | - |

On the basis of the information and records available with the Company, the above disclosures are made in respect of amounts due to the micro and small enterprises, who have registered with the relevant competent authorities. This has been relied upon by the auditors.

(Currency: Indian Rupees)

### 28. Related party disclosure

List of related parties

Parties (where control exists)

- PAC (OMR) Ventures Limited (holding company)
- E-Light Techno Park Private Limited (wholly owned subsidiary)

| Particulars | 2016 | | | 2015 | | |
|---|---|---|---|---|---|---|
| | PAC (OMR) Ventures Limited | E-light Techno Park Private Limited | Total | PAC (OMR) Ventures Limited | E-light Techno Park Private Limited | Total |
| Purchase of professional services | - | 42,496,604 | 42,496,604 | - | 224,566 | 224,566 |
| Guarantees given | - | - | - | - | - | - |
| Outstanding at the year end | | | | | | |
| Advances outstanding | 1,114,780,000 | - | 1,114,780,000 | 1,114,781,022 | - | 1,114,781,022 |
| Trade receivable | - | 923,758,[illegible] | 923,758,[illegible] | - | 886,837,[illegible] | 886,837,[illegible] |
| Corporate guarantee outstanding | - | 372,[illegible] | 372,[illegible] | - | 410,5[illegible] | 410,5[illegible] |

### 29. Employee benefits

Gratuity

A. Changes in the present value of obligation

| Particulars | 2016 | 2015 |
|---|---|---|
| Present value of obligation at the beginning of the year | 419,844 | |
| Transfer in obligation | - | 214,[illegible] |
| Interest Cost | 29,943 | 16,[illegible]43 |
| Current Service Cost | 131,686 | 144,149 |
| Benefits paid | - | - |
| Past service cost | | - |
| Actuarial (Gain)/loss on obligations | (15,[illegible]00) | [illegible] |
| Present value of obligation at end of year | 526,403 | 419,844 |

B. Amount recognised in the balance sheet

| Particulars | 2016 | 2015 |
|---|---|---|
| Present value of obligation at the end of the year | 526,403 | 419,844 |
| Fair value of plan assets at the end of the year | - | - |
| Net liability recognised in balance sheet | 526,403 | 419,844 |

# Pacifica India Projects Private Limited

*(formerly known as Pacifica [illegible] Private Limited)*

## Notes to the Financial statements *(Continued)*

*for the year ended 31 March 2016*

(Currency: Indian Rupees)

### 29. Employee benefits *(Continued)*

Gratuity *(Continued)*

C. Amount recognised in the statement of profit and loss

| Particulars | 2016 | 2015 |
|---|---|---|
| Current service cost | [illegible] | [illegible] |
| Interest cost | [illegible] | [illegible] |
| Expected return on plan assets | - | - |
| Past service cost | - | - |
| Actuarial (gain)/loss recognised in the year | [illegible] | [illegible] |
| Total expense recognised | [illegible] | [illegible] |

D. Experience adjustment

| Particulars | 2016 | 2015 |
|---|---|---|
| Defined benefit obligation | [illegible] | [illegible] |
| Plan assets | - | - |
| Surplus / (deficit) | [illegible] | [illegible] |
| Experience adjustment on plan liabilities (Gain)/Loss | [illegible] | [illegible] |
| Experience adjustment on plan assets (gain)/loss | - | - |
| Actuarial (gain)/loss due to change in assumptions | [illegible] | [illegible] |

Experience adjustment is on account of addition in the number of employees as compared to the previous year and change in actuarial assumptions.

E. Principal actuarial assumptions at the Balance Sheet date are as follows:

| Financial assumptions | 2016 | 2015 |
|---|---|---|
| Discount rate | 7.81% | [illegible] |
| Expected rate of return on plan assets | Not Applicable | Not Applicable |
| Salary growth rate | 6.00% | 6.00% |
| Demographic assumptions | | |
| Retirement age | 60 years | 60 years |
| Attrition rates | 25% at younger ages reducing to 5% at older ages | 25% at younger ages reducing to 5% at older ages |
| Mortality | Indian Assured Lives (2006-08) | Indian Assured Lives (2006-08) |

**Economic assumptions**

The principal assumptions are the discount rate and salary growth rate. The discount rate is based upon the prevailing market yields of government bonds as at the Balance Sheet date for the estimated term of the obligation and the estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

General description of defined benefit plan/other long term benefit plans

(Currency: Indian Rupees)

### 29. Employee benefits *(Continued)*

Gratuity plan

The Company operates gratuity plan wherein every employee is entitled to the benefit equivalent to 15 days salary (including dearness allowance) last drawn for each completed year of service. The same is payable on resignation, termination of services or retirement, or death whichever is earlier. The limit of gratuity is restricted to Rs 1,000,000 per employee. The benefit vests after five years of continuous service. Gratuity benefits valued were in accordance with the payment of Gratuity Act, 1972.

Projected unit credit method was used for valuation.

### 30. Expenditures in foreign currency

| Particulars | 2016 | 2015 |
|---|---|---|
| Purchase of [illegible] | [illegible] | - |
| | [illegible] | - |

### 31. Earnings per share ('EPS')

| Particulars | 2016 | 2015 |
|---|---|---|
| Net loss/(profit) for the year | 10,5[illegible],604 | [illegible] |
| Weighted average number of equity shares outstanding during the year (Nos.) (Refer note 4 and 5) | [illegible] | [illegible] |
| Weighted average number of equity shares outstanding during the year (Class B Equity shares) (refer note 4 and 5) | [illegible] | [illegible] |
| Earnings per share: Equity shares: | | |
| - Basic and diluted earnings per share (Face value of Rs 10 per share) | [illegible] | [illegible] |
| Basic and diluted earnings per share (Class B Equity shares) | [illegible] | [illegible] |

Since the potential equity shares arising out of the convertible debentures are to be determined on its maturity at a rate as may be agreed between the parties at the time of conversion, they have been ignored in computation of diluted earnings per share.

### 32. Disclosure in respect of projects under the revised guidance note issued by Institute of Chartered Accountants of India on "Accounting for Real Estate Transactions (revised 2012)"

| Particulars | 2016 | 2015 |
|---|---|---|
| Revenue recognised during the reporting period | 226,[illegible] | [illegible] |
| Cost incurred and profit recognised up to the reporting period | [illegible] | [illegible] |
| Amount of advance received | [illegible] | [illegible] |
| Amount of work in progress and inventory | 1,023,[illegible] | [illegible] |

# Pacifica India Projects Private Limited

*(Formerly known as Pacifica (Chennai Old Mahabalipuram Road Project, [illegible]) Private Limited)*

## Notes to the financial statements *(Continued)*

*for the year ended 31 March 2016*

(Currency: Indian Rupees)

**33. Segment reporting**

In accordance with the requirements of Accounting Standard 17 – Segment Reporting, the Company has determined its business segment as Real Estate Development. Since 100% of the Company's business is from Real Estate Development, there are no other primary reportable segments. Thus, the segment revenue, segment result, total carrying amount of segment assets, total carrying amount of segment liabilities, total cost incurred to acquire segment assets, the total amount of charge for depreciation and amortization during the year are all as reflected in the financial statements for the year ended 31 March 2016 and as on that date. There is no geographical segment to be reported since all the operations are undertaken in India.

**34.** The Company has entered into Joint Development Agreements (JDA) for the project with various land owners and the Company will share revenue / area as per the terms of JDA.

**35. Other matters**

Information with regard to other matters specified in revised Schedule III to the Act is either nil or not applicable to the Company for the period under consideration.

**36. Prior year comparatives**

Previous figures have been regrouped / reclassified as below:

1. Inter-corporate loans of Rs. 50,505,870 has been reclassified to Short-term loans and advances from Long-term loans and advances.
2. Retention money payable of Rs. 3,605,204 has been reclassified to Other long-term liabilities from Trade payables.
3. Retention money payable of Rs. 14,310,547 has been reclassified to Other current liabilities from Trade payables.
4. Balances with government authorities of Rs. 9,420,58[illegible] has been reclassified to Short-term loans and advances from Long-term loans and advances.

As per our report of even date attached.

For B S R & Associates LLP
*Chartered Accountants*
Firm's Registration No: 116231W/W-100024

Sukrut Mehta
*Partner*
Membership No: 101974

Ahmedabad
18 August 2016

For and on behalf of the Board of Directors of
**Pacifica India Projects Private Limited**
CIN No: U45200GJ2005PTC[illegible]

Rakesh Israni
*Director*
DIN No: 00012487

Ahmedabad
18 August 2016

Gunjan Israni
*Director*
DIN No: 00117633