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

Particulars	Notes	Year ended 31st March, 2015 ₹	Year ended 31st March, 2014 ₹
Income :			
Sales	6	175,531,704	129,667,566
Other Income	7	2,844,608	287,688
Increase/(Decrease) in Work in Progress	8	2,176,080	23,151,481
Total		**180,552,392**	**153,106,735**
Expenditure :			
Cost of Land & Construction Expenses	9	122,285,152	113,607,068
Payment to and Provision for Employees	10	17,794,991	17,879,270
Administrative & Selling Expenses	11	5,020,540	6,639,318
Finance charges		-	737,199
Depreciation		2,211,942	2,367,051
Total		**147,312,625**	**141,229,905**
Profit Before Tax		33,239,767	11,876,830
Income Tax (Including Provision)		8,867,025	1,061,180
Profit after tax		24,372,742	10,815,650
Prior Period Adjustments		360,423	(221,088)
Net Profit / (Loss)		**24,012,319**	**11,036,738**
Profit For the year Transferred to Capital A/c as under:-			
Pratham Realty Pvt. Ltd.		12,246,283	5,628,736
Shri Jayant S Sanghvi		8,164,188	3,752,491
Smt. Vishakha J Sanghvi		2,401,232	1,103,674
Shri Chandrakant J Doshi		1,200,616	551,837
Total		**24,012,319**	**11,036,738**

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, 22nd June 2015

For Pratham Developers

Partner **Partner**

Vadodara, 22nd June 2015

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

PRATHAM SHAPING YOUR DREAMS

In ₹

Sr. No.	Block of Assets	WDV As on 1st April, 2014	Additions during the year	Deduction during the year	Total as on 31st March, 2015	Rate in %	Depreciation	WDV As on 31st March, 2015
A	**PLANT & MACHINERY**							
	- Used for 180 days or more	333,619	-	-	333,619	20.00	66,724	266,895
	-Used for less than 180 days	-	-	-	-	10.00	-	-
	- Used for 180 days or more	3,127,439	-	-	3,127,439	15.00	469,116	2,658,323
	-Used for less than 180 days	-	89,989	-	89,989	7.50	6,749	83,240
	- Used for 180 days or more	4,626,456	83,317	258,235	4,451,539	25.00	1,112,884	3,338,655
	-Used for less than 180 days	-	20,600	-	20,600	12.50	2,575	18,025
	- Used for 180 days or more	-	274,722	-	274,722	100.00	274,722	-
	-Used for less than 180 days	-	22,561	-	22,561	50.00	11,281	11,280
		8,087,515	**491,189**	**258,235**	**8,320,469**		**1,944,051**	**6,376,418**
B	**COMPUTER**							
	- Used for 180 days or more	58,950	175,970	-	234,920	60.00	140,952	93,968
	-Used for less than 180 days	-	-	-	-	30.00	-	-
		58,950	**175,970**	**-**	**234,920**		**140,952**	**93,968**
C	**FURNITURE & FIXTURE**							
	- Used for 180 days or more	871,907	-	-	871,907	15.00	126,939	719,319
	-Used for less than 180 days	-	-	-	-	7.50	-	-
		871,907	**-**	**-**	**871,907**		**126,939**	**719,319**
	TOTAL ₹	**9,018,372**	**667,159**	**258,235**	**9,427,297**		**2,211,942**	**7,189,706**
	Previous Year ₹ 2013-14	**13,174,876**	**739,599**	**2,529,052**	**11,385,423**	**-**	**2,367,051**	**9,018,372**

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

PRATHAM
SHAPING YOUR DREAMS

Particulars	Year ended 31st March, 2015 ₹	Year ended 31st March, 2014 ₹
Note 6 - SALES		
Income from Sales of Residential Units	175,531,704	129,667,566
Total	**175,531,704**	**129,667,566**
Note 7 - OTHER INCOME		
Other Project Recovery	769,090	67,270
Miscellaneous Income	2,075,517	220,418
Total	**2,844,608**	**287,688**
Note 8 - INCREASE/(DECREASE) IN WORK IN PROGRESS		
Opening Stock of Work In Progress	791,570,824	772,202,664
Less: Other Adjustments	5,253,834	3,783,320
Less: Closing Stock of Work In Progress	788,493,070	791,570,824
Total	**2,176,080**	**23,151,481**
Note 9 - COST OF LAND & CONSTRUCTION EXPENSES		
Carting Charges	260,360	351,806
Purchase	52,907,091	55,126,439
Construction & Other Material Purchase	128,507	166,701
Construction Labor Charges	32,930,005	32,393,261
Contract for Civil Work	550,944	-
Contract for Doors & Windows	1,880,799	615,123
Contract for Electrical Work	818,350	(1,050)
Contract for Fabrication Material	970,260	145,120
Contract for False ceiling Work	452,819	112,895
Contract for Painting Work	4,227,532	788,504
Contract for Plumbing Material	31,342	38,985
Contract for Water Proofing Work	91,378	32,895
Contract For Borewell With Material	63,400	208,100
Corporation & Other Approval Expenses	419,637	4,066,193
Elevators	5,600,000	998,500
Electricity Connection Charges Customer	362,224	94,307
Electricity Connection Charges Project	1,921,903	770
Electricity Expenses	570,202	416,740
Interest on Borrowings	14,171,304	14,708,032
Professional Charges	1,108,231	627,477
Rent, Rates & Taxes	110,871	266,733
Repairs & Maintenance Expenses	217,545	45,040
Road Expenses	464,628	965,296
Security Charges	475,019	370,374
Site Expenses	1,550,801	1,068,827
Total	**122,285,152**	**113,607,068**
Note 10 - PAYMENT TO AND PROVISION FOR EMPLOYEES		
Administrative Salary	10,908,592	11,688,185
Project Salary Expenses	6,886,399	6,191,085
Total	**17,794,991**	**17,879,270**

S.G. BHAGWAT & CO.
VADODARA
CHARTERED ACCOUNTANTS

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

Particulars	Year ended 31st March, 2015 ₹	Year ended 31st March, 2014 ₹
Note 11 - ADMINISTRATION AND SELLING EXPENSES		
Administrative Expenses	2,927,135	5,753,977
Marketing & Selling Expenses	1,558,905	468,837
Value Added Tax	534,500	416,504
Total	**5,020,540**	**6,639,318**

PRATHAM DEVELOPERS

NOTES FORMING A PART OF THE FINANCIAL STATEMENTS – 31-3-2015

NOTE 12: NOTES TO FINANCIAL STATEMENTS

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

A] **METHOD OF ACCOUNTING**

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

B] **FIXED ASSETS & DEPRECIATION**

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

C] **INVENTORIES**

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

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

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

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

E] **REVENUE RECOGNITION AND PURCHASES**

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

Revenue Recognition

I. Revenue from Sale of Residential Units

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

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

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

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

F] **ADVANCE PAYMENT**

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

G] **BORROWING COST**

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

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

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

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

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

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

   -At Cost of Acquisition

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

a) Revaluation of land of Rs. 32,50,80,469/- at the time of admission of Partner in the year 2008,by credit to the capital account of those partners who were partners before the admission of partners. Where properties comprised in such work in process were sold during the year, the proportion of the amounts attributable to the revaluation made in 2008 has been transferred to the accounts of the respective partners whose capital accounts were credited on account of such revaluation in the same ratio in which the same was credited to their accounts. Such amount aggregates to Rs.52,53,834/-for the current year, The Value of Closing Stocks of such lands of Rs 63,576,622/- as at 31st March 2015 includes revaluation amount of Rs 38,426,936/-

b) The difference in Valuation of Closing Stocks of lands after the year 2008 on account of revaluation of land is added to the value of closing stocks of such lands. The value of land in the inventory of work in progress in respect of projects except for the lands as stated in a. above as at 31st March 2015 (Which are not contractually committed) are assessed at the market value at Rs 21,61,93,663/-

c) Aggregate Values of Lands stated in 1, above in the Closing Stocks as at 31st March 2015 is Rs 27,97,65,675./-(Previous Year Rs 32,13,25,674/-)Aggregate Values of Lands stated in 2 above in the Closing Stocks as at 31st March 2015is Rs 3,19,42,545./- (PY Rs. 3,56,47,986/-)

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

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

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

PRATHAM
SHAPING YOUR DREAMS

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

F. In the current year, the project Pratham Rivera which commenced after 1st April 2012 has 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: 22nd June 2015

For Pratham Developers

Partner Partner

Vadodara: 22nd June 2015