

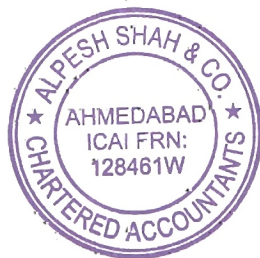
PRERNA INFRABUILD LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars		Note No.	As at 31 March, 2016	As at 31 March, 2015
			Rupees	Rupees
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	2	116,525,100	79,425,100
	(b) Reserves and surplus	3	174,077,189	123,063,613
			290,602,289	202,488,713
2	Non-current liabilities			
	(a) Deferred tax liabilities (net)	4	138,878	183,920
	(b) Other long-term liabilities	5	30,458,000	-
			30,596,878	183,920
3	Current liabilities			
	(a) Short-term borrowings	6	-	-
	(b) Other current liabilities	7	70,652,240	242,174
	(c) Short-term provisions	8	-	35,300
	(d) Share application money pending allotment		2,047,500	-
			72,699,740	277,474
	TOTAL		393,898,907	202,950,107
B	ASSETS			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	9	2,224,038	460,984
	(b) Non-current investments	10	348,500	348,500
	(c) Long-term loans and advances	11	2,987,247	4,023,231
	(d) Other non-current assets	12	40,000	40,000
			5,599,785	4,872,715
2	Current assets			
	(a) Current investments	13	-	-
	(b) Inventories	14	104,036,157	-
	(c) Trade receivables	15	-	-
	(d) Cash and cash equivalents	16	58,347,183	15,446,061
	(e) Short-term loans and advances	17	225,541,477	182,457,669
	(f) Other current assets	18	374,305	173,662
			388,299,122	198,077,392
	TOTAL		393,898,907	202,950,107
	Significant Accounting Policies	1		

See accompanying notes forming part of the financial
In terms of our report attached.

For ALPESH SHAH & CO
Chartered Accountants
ICAI Firm Reg No: 128461W

Proprietor
M.N. 105463
Place : Ahmedabad
Date : 30-05-2016



For and on behalf of the Board of Directors
Chairman & M.D.

(Vijay C Shah)
Managing Director
(Sanket V Shah)
Whole-Time Director
(Nalini V Shah)

Place : Ahmedabad
Date : 30-05-2016



Note	Particulars
1	Significant accounting policies: a Basis of accounting and preparation of financial statements The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. b Use of estimates The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise. c Inventories Inventories are valued at the lower of cost (on FIFO / weighted average basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty. d Cash and cash equivalents (for purposes of Cash Flow Statement) Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value. e Cash flow statement Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information. f Depreciation and amortisation Depreciation has been provided on the written down method as per the rates prescribed in Schedule XIV to the Companies Act, 1956 except in assets costing less than Rs.5,000 each are fully depreciated in the year of capitalisation g Revenue recognition i <u>Accounting of construction contracts</u> The company follows the percentage completion method based on the stage of completion at the balance sheet date, taking into account the contractual price and revision thereto by estimating total revenue and total cost till completion of the contract and the profit so determined has been accounted for proportionate to the percentage of actual work done. Project revenue is recognised at the percentage of work completed to total sales consideration as per agreements to sale/ allotments executed. Project costs which are recognised in the statement of profit and loss by reference to the stage of completion of the project activity are matched with the revenue recognised resulting in the reporting of revenue, expenses and profit which can be attributed to the proportion of work completed. ii <u>Income from services</u> Rent from Safe vault is recognised on accrual basis

h Other income

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

i Tangible fixed assets

Fixed assets, except land are carried at cost less accumulated depreciation and impairment losses, if any. The company capitalized all cost relating to acquisition and installation of fixed assets.

Borrowing costs are capitalised as part of qualifying fixed assets. Other borrowing costs are expensed.

Advances paid towards the acquisition of fixed assets outstanding at each balance sheet date are disclosed as "Capital Advances" under short term advances and cost of fixed assets not ready to use before such dates are disclosed under "Capital work in progress".

j Impairment of Assets

At each Balance Sheet date, the management makes an assessment of any indicator that may lead to impairment of assets. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value, which is higher of net selling price and value in use. Any impairment loss is charged to statement of profit and loss in the year in which it is identified as impaired.

k Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current Investments are stated at lower of cost and fair value. Long term investments are stated at cost of acquisition. Provision for diminution is made when such diminution is considered other than temporary in nature. Valuation is determined on the basis of each category of investments.

l Retirement Benefits to Employees:

The law relating to retirement benefits of employees are not followed by the company and the retirement benefits are accounted for on cash basis.

m Taxation

a. Current tax is determined on the profit for the year in accordance with the provisions of the Income tax Act, 1961.

b. Deferred tax is calculated at the rates and laws that have been enacted or substantively enacted as of the Balance Sheet date and is recognized on timing difference that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence are recognized and carried forward only to the extent that they can be realized.

n Provisions, Contingent Liabilities and Contingent Assets

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

o Expenses relating to amalgamation:

The expense relating to amalgamation is carried as an asset and is amortised over a period of 5 years from the date of the amalgamation.

PRERNA INFRABUILD LIMITED

Notes forming part of the financial statements

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares	Rupees	Number of shares	Rupees
Note: Share Capital				
a) Authorised				
3000000 (P.Y. 8000000) Equity shares of Rs.10/- each with voting rights	13,000,000	130,000,000	8,000,000	80,000,000
b) Issued, Subscribed and fully paid up				
1652510 (P.Y.7942510) Equity shares of Rs.10/- each with voting rights	11,652,510	116,525,100	7,942,510	79,425,100
Refer Notes (i) to (viii) below		116,525,100		79,425,100

a) Reconciliation of number of shares

Shares outstanding as at 1st April, 2015/1st April 2014	7942510	7942510
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Shares outstanding as at 31st March, 16/31st March 15	11652510	7942510
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b) List of shareholding more than 5% of the total number of shares issued by the company:**Name of the shareholders**

Class of shares / Name of shareholder	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Vijay C Shah	1139999	9.78	1140000	14.35
Sanket Vijay Shah	998500	8.57	998500	12.57
Swetal Chintan Parikh	700000	6.01	700000	8.81
Vijay Chandulal Shah-HUF	922000	7.91	340000	4.28
Alkesh Shah	990000	8.50	-	-
Grishma Shah	990000	8.50	-	-
Varsha Shah	990000	8.50	-	-

The company has issued only one class of shares having a par value of Rs.10/- each. Each shareholder of equity share is entitled to one vote per share.

PRERNA INFRABUILD LIMITED
Notes forming part of the financial statements

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Rupees	Rupees
Note 3 Reserves and surplus		
(a) Securities Premium Account:	98,935,000	58,125,000
(b) Revaluation Reserve:	53,778	53,778
(c) General Reserve:		
Opening balance	23,246,029	23,246,029
Closing balance	23,246,029	23,246,029
(d) Surplus / (Deficit) in Statement of Profit and Loss:		
Opening balance	41,638,806	37,256,662
Add: Profit / (Loss) for the year	10,203,576	4,382,144
Closing balance	51,842,382	41,638,806
Total	174,077,189	123,063,613
Note 4 Deferred Tax Liabilities (Net):		
(a) Deferred Tax Liabilities		
-Depreciation on fixed assets	138,878	183,920
(Net of assets raised during the year Rs.45042/-)		
Total	138,878	183,920
Note 5 Other long-term liabilities :		
(a) Trade Payables	-	-
(b) Others:		
(i) Advance against Development Agreement	30,458,000	-
Total	30,458,000	-
Note 6 Short-term borrowings:	-	-
Note 7 Other current liabilities		
(a) Unpaid Dividends *	237,756	237,756
(b) Other payables:		
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, TDS etc.)	974,186	3,794
(ii) Advances from customers		
Perna Rajvijay Tirth	58,786,872	-
Perna Artika	9,339,447	-
(iii) Others (specify nature)		
Liability for Expenses	1,313,979	624
Total	70,652,240	242,174
* These amount represent warrants issued to the shareholders which remained unrepresented as on 31st March 2016		
Note 08 Short-term provisions		
(i) Provision for Reg. of FA		35,300
Total	-	35,300

PRERNA INFRABUILD LIMITED

Notes forming part of the financial statements

Note 9. Fixed assets

Amount in Rupees

	Gross block					Depreciation				Net Block	
Description of Assets	As at 1st April, 2015	Additions	Disposals	Other adjustments	As at 31st March, 2016	As at 1st April, 2015	Adjustment s on account of change in dep rate	For the year	Deletion during the year	As at 31st March, 2016	As at 31st March, 2015
Buildings	575424			0	575424	114440	0	23049	0	137489	460984
Vehicles	0	2263959	0	0	2263959	0	0	477856	0	477856	1786103
Total	575424	2263959	0	0	2839383	114440	0	500905	0	615345	2224038
Previous year	55838071	0	55262647	0	575424	7251691	157828	121355	7258606	114440	460984
											48586380

PRERNA INFRABUILD LIMITED**Notes forming part of the financial statements**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Rupees	Rupees
Note 10 Non-current investments:		
(d) Terrace Rights at A-1103 Prerna Shikhar	50,000	50,000
(e) Property at Cellar-Prerna Arbour	298,500	298,500
Total	348,500	348,500
Note 11 Long-term loans and advances:		
(a) Advance income tax (net of provisions 5050000/- (As at 31 March, 2015 Rs.2625000) - Unsecured, considered good	1,776,247	2,812,231
(b) Advance for purchase of land	1,211,000	1,211,000
Total	2,987,247	4,023,231
Note 12 Other non-current assets:		
(a) Deposit with :		
VAT department	25,000	25,000
UGVCL - P AKRUTI - DEPOSIT	15,000	15,000
Total	40,000	40,000
Note 13 Current Investment:		
Total	-	-
Note 14 Inventories:		
(At lower of cost and net realisable value)		
Prerna Aura	1,491,700	-
Prerna Rajvijay Tirth -WIP	41,546,298	-
Prerna Artica-WIP	60,998,159	-
Total	104,036,157	-

PRERNA INFRABUILD LIMITED
Notes forming part of the financial statements

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Rupees	Rupees
Note 15 Trade Receivables:		
(a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment #		
Unsecured, considered good	-	-
(b) Other Trade receivables		
Unsecured, considered good	-	-
Total	-	-
Note 16 (a) Cash and cash equivalents:		
(a) Cash on hand	500	6,790
(b) Balances with banks		
(i) In current accounts	1,108,927	151,515
Note 16 (b) Other Bank Balance:		
(i) Term deposits	57,000,000	15,050,000
(ii) In earmarked accounts		
- Unpaid dividend accounts	237,756	237,756
Total	58,347,183	15,446,061
Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 <i>Cash Flow Statements</i> is	300,000	0
Note 17 Short-term loans and advances:		
(a) Loans and advances to employees		
Unsecured, considered good	991	-
(b) Prepaid expenses - Unsecured, considered good	30,603	7,669
(c) Balances with government authorities		
Unsecured, considered good		
Service Tax Paid receivable	41,426	-
(d) Other Advances - Unsecured, considered good		
Laxmi Jewellery Exports Pvt. Ltd. for purchase of land	-	46,950,000
Prerna Infrabuild (Firm in which company holds 50% share)	108,961,466	135,500,000
Sivam Prerna Infrabuild (Firm in which company holds 50%	116,506,991	-
Total	225,541,477	182,457,669
Note 18 Other current assets		
(a) Accruals:		
(i) Interest accrued on Bank Deposits	235,322	34,679
(b) Others:		
(i) Rent receivable	138,983	138,983
Total	374,305	173,662

PRERNA INFRABUILD LIMITED			
Notes forming part of the financial statements			
Additional information to the financial statements			
Note 27	Note (*) : Some of the land being agriculture in nature was purchased in the name of directors. Recently the company has received communication to the effect that the said agriculture land would not be converted into non agriculture in foreseeable future period. There being no commercial value to the company it has been revert back to the said directors at an acquisition price and is reflected in other adjustment in above.		
	Particulars	As at 31 March, 2016 Rupees	As at 31 March, 2015 Rupees
Note 28	Contingent liabilities and commitments (to the extent not provided for)		
(i)	Contingent liabilities		
(a)	Order of the Superintendent of Stamps, Gandhinagar is received by the company regarding stamp duty payable on amalgamation and transfer of ownership, which the company has not agreed to and want to challenge. Total amount as per order Rs.1331015/-. Company has provided Rs.400000/-.	931,015	931,015
(b)	Company has received the bill of Rs.1168852/- from Uttar Gujarat Vij Company Ltd towards use of electricity at site of Prerna Aura, Andej, Ta: Sanad, Dist: Ahmedabad. Company has went into appeal after paying Rs.350655/-.	818,197	818,197
Note 29 Additional information pursuant to the provisions of Schedule VI to the companies Act 1956			
	Particulars		
a	Value of imports calculated on CIF basis:	As at 31 March, 2016 Rupees	As at 31 March, 2015 Rupees
	Raw materials, Components, Spare parts	NIL	NIL
b	Expenditure in foreign currency:	As at 31 March, 2016 Rupees	As at 31 March, 2015 Rupees
	Since expenditure involves foreign currency but the original payment by the Company itself is in Rupees, no disclosure is made.	NIL	NIL
c	Details of consumption of imported and indigenous items *	For the year ended 31st March, 2016	
		Rupees	%
	Raw materials	-	-
	Imported	-	-
	Indigineous	104,036,157	100.00
d	Earning in foreign currencies (on accrual basis)	As at 31 March, 2016 Rupees	As at 31 March, 2015 Rupees
		NIL	NIL
Note 30 Disclosures under Accounting Standards 7 (Revised)			
	Particulars	As at 31 March, 2016 Rupees	As at 31 March, 2015 Rupees
	Details of contract revenue and costs		
a	Contract Revenue	-	20192065
b	Contract cost incurred	-	18445500
c	Recognised profit and losses	-	1746565
d	Advance received	-	-
e	Retention money	-	-
f	Gross amount due from Customers for contract work	-	-
g	Gross amount due to Customers for contract work	-	-

PRERNA INFRABUILD LIMITED**Notes forming part of the financial statements contd****Note 31: Segment Reporting:**

Company has been carrying out construction activity and providing services of safe deposit vault. Since the business segment of safe deposit vault does not meet the basis criteria of treating the same as reportable segment, the management has decided to prepare the consolidated financial statement.

Note 32(a): Related party transactions**Details of related parties:**

Description of relationship	Names of related parties
Key Management Personal-Chairman & Managing Dir.	Vijay C Shah
Key Management Personal-Managing Director	Sanket Vijay Shah
Key Management Personal-Whole Time Director	Nalini V. Shah

Note: Related parties have been identified by the Management.

Details of related party transactions during the year ended 31 March, 2016 and balances outstanding as at 31 March, 2016

	KMP	Relatives of KMP	Total
Managerial Remuneration:			
Vijay C Shah	1200000	-	1200000
Sanket V Shah	1200000	-	1200000
Nalini V Shah	1200000	-	1200000

PRERNA INFRABUILD LIMITED**Notes forming part of the financial statements contd****Note 33 Earnings Per Share**

Net Profit after tax for the year has been used as the numerator and number of shares has been used as denominator for calculating the basic & diluted earning per share

PARTICULARS	31-Mar-2016	31-Mar-2015
	Rupees	Rupees
Face Value Per Share	10	10
Net Profit after Tax	10203576	4382144
Cl. Number of shares	11635410	7925410
Weighted average Number of Shares	8155962	7925410
Basic Earnings per Share	0.88	0.55
Diluted Earnings per Share	1.25	0.55

Note 34 Micro, Small and Medium Enterprises Development Act, 2006

In accordance with the Notification No. GSR 719 (E) dt 16.11.2007, issued by the Ministry of Corporate Affairs, certain disclosures are required to be made relating to Micro and Small Enterprises as defined under the Micro, Small and Medium Development Act 2006. The Company is in the process of compiling relevant information from its suppliers about their coverage under the said Act. Since the relevant information is still not available, no disclosures have been made in the accounts.

In terms of our report attached.

For **ALPESH SHAH & CO**
Chartered Accountants
ICAI Firm Reg No: 128461W



Proprietor
M.N. 105463

Place : Ahmedabad

Date : 30-05-2016

For and on behalf of the Board of Directors
Chairman & M.D.
(Vijay C Shah)

Managing Director
(Sanket V Shah)

Whole-Time Director
(Nalini V Shah)

Place : Ahmedabad

Date : 30-05-2016

