

**CIN: U45201GJ2002PTC041354**

**GATIL PROPERTIES PRIVATE LIMITED**  
**(Subsidiary of Ganesh Housing Corporation Limited)**

**15<sup>TH</sup> ANNUAL REPORT**  
**2016-2017**

## **GATIL PROPERTIES PRIVATE LIMITED**

**BOARD OF DIRECTORS :** Mr. Dipak G. Patel - Chairman (DIN: 00004766)  
Mr. Shekhar G. Patel - Managing Director (DIN: 00005091)  
Mr. Girish N. Kulkarni - Director (DIN: 00062382)  
Dr. Tarang M. Desai - Director (DIN: 00005100)

**CHIEF FINANCIAL OFFICER:** Mr. Rajendra Kantilal Shah

**COMPANY SECRETARY :** Mr. Harshank G. Shah - ACS34195

**AUDIT COMMITTEE :** Mr. Shekhar G. Patel  
Mr. Girish N. Kulkarni  
Dr. Tarang M. Desai

**NOMINATION AND  
REMUNERATION  
COMMITTEE :** Mr. Dipak G. Patel  
Mr. Girish N. Kulkarni  
Dr. Tarang M. Desai

**AUDITORS :** J. M. Parikh & Associates  
Chartered Accountants  
Ahmedabad

**REGISTERED OFFICE :** Ganesh Corporate House  
100 ft. Hebatpur – Thaltej Road,  
Nr. Sola Bridge, Off S. G. Highway,  
Ahmedabad – 380 054

**BANKERS :** Tamilnad Mercantile Bank Ltd, Ahmedabad  
HDFC Bank Limited  
State Bank of India

**GATIL PROPERTIES PRIVATE LIMITED**  
**[CIN: U45201GJ2002PTC041354]**

**DIRECTORS' REPORT**

To,  
The Members of  
Gatil Properties Private Limited

Dear Members,

Your Directors are pleased to present the Fifteenth Annual Report together with the Statement of Accounts for the year ended at 31<sup>st</sup> March, 2017.

**STATEMENT OF COMPANY'S AFFAIR:**

<b>PARTICULARS</b>	<b>(Rs. in Lakhs)</b>	
	<b>Year Ended 31/03/2017 Amount Rs.</b>	<b>Year Ended 31/03/2016 Amount Rs.</b>
Income/Revenue from operation	7.66	0.53
Other Income	5.99	5.59
Total Income	13.65	6.12
Total Expenditure	11.34	6.79
<b>Profit/ (loss) Before Tax</b>	<b>2.31</b>	<b>(0.67)</b>
<b>Tax Expenses:</b>		
Deferred Tax	0.72	0.10
Current Tax	0.50	0.0063
<b>Profit/(Loss) After Tax</b>	<b>1.08</b>	<b>(0.56)</b>

**NATURE OF BUSINESS:**

During the year under review, there was no change in the nature of the business of the Company. The Company is in process of establishing a township at village Godhavi and Garodia Tal: Sanand District Ahmedabad. For setting up township your company is acquiring the required land.

**REVIEW OF OPERATIONS**

The Ministry of Corporate Affairs (MCA), vide its notification in official gazette dated February 16, 2015 notified the Indian Accounting Standards (IND AS) applicable to certain classes of Companies. IND AS has replaced the existing Indian GAAP prescribed under Section 133 of Companies Act, 2013 read with Rule 7 of The Companies (Accounts) Rules, 2014. Accordingly, the Company adopted IND AS with effect from 1<sup>st</sup> April, 2016, with a transition date of 1<sup>st</sup> April, 2015. Previous year's figures have been restated and audited by the Statutory Auditors of the Company, namely, M/s. J. M. Parikh & Associates, Chartered Accountant, Ahmedabad. The reconciliation and description of effect of the transition from IGAAP to IND AS have been provided in Note No. 21 in the notes forming part of accounts in the standalone and consolidated financial statements respectively.

**EXTRACT OF ANNUAL RETURN**

Extract of Annual Return of the Company is annexed herewith as **Annexure A** to this Report.

## NUMBER OF BOARD MEETINGS

During the year under review, Eight (8) Board Meetings were held.

Sr.No.	Date of Board Meeting	No. of Directors who attended the meeting
1	01/04/2016	3
2	23/05/2016	4
3	20/08/2016	3
4	01/09/2016	3
5	26/09/2016	3
6	03/11/2016	4
7	14/12/2016	4
8	14/02/2017	4

## DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provision contained in Section 134(5) of the Companies Act, 2013, the Directors of your Company state that:

- a) in the preparation of the annual accounts for the financial year 31<sup>st</sup> March, 2017 the applicable accounting standards had been followed. There are no material departures in the adoption of the applicable Accounting Standards.
- b) the Directors have selected such appropriate accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the Directors had prepared the annual accounts on a “going concern” basis;
- e) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## HOLDING COMPANY

Ganesh Housing Corporation Limited is the holding company and holds 69.10% of the total paid up Equity share capital of the Company.

## PARTICULAR OF LOAN & INVESTMENT BY COMPANY

The Company has not made any Investments in the Securities of any body corporate and has also not provided any guarantee or security in connection with the loan to any body corporate or person. Further, particulars of loans given for business purpose are stated in financial statement. Please refer to note no. 5 and 34 of the Notes forming part of accounts for the same.

## **PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There were no Contracts or arrangements entered into by the company in accordance with the provisions of section 188 (1) of the Companies Act, 2013 with related parties.

Members may refer to the note No. 36 to the accounts for details of related party transactions as per Accounting Standards (AS) - 24.

## **DIVIDEND AND TRANSFER TO RESERVES**

In view of inadequate profit, your directors do not recommend any dividend for the financial year 2016-17. Further as the Company has not recommended any dividend for the year under review, no amount has been transferred to the General Reserves.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(2) of Companies (Accounts) Rules, 2014 do not apply to our Company as the Company has not carried out any activities relating to conservation of energy and technology absorption. The Particulars regarding foreign exchange earnings and outgo as required to be disclosed in this regard is NIL.

## **RISK MANAGEMENT POLICY**

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

## **INTERNAL FINANCIAL CONTROL**

The Company has put in place the requisite internal financial control system.

## **DEMATERIALISATION**

During the year under review the company made an application for availing ISIN for providing facility of demat of equity shares of the company to National Securities Depository Limited and the company has received approval from NSDL vide their circular no. NSDL/PI/2017/0323 dated 7th February, 2016.

## **DETAILS OF DIRECTOR AND KEY MANAGEMENT PERSONNEL:**

Mr. Shekhar G. Patel, Managing Director of the company will retire by rotation at the forthcoming Annual General Meeting and being eligible has offered himself for re-appointment.

During the year under review, Mr. Dipak G. Patel resigned as Director w.e.f. 1<sup>st</sup> August, 2016.

The Shareholders at their Extra Ordinary General Meeting held on 22<sup>nd</sup> October, 2016, appointed Mr. Dipak G. Patel as a Director of the company.

The company has received resignation from Nilesh Shah from the post of Chief Financial Officer of Gatil Properties Private Limited w.e.f. 10<sup>th</sup> April, 2017. Further Mr. Rajendra Shah has been appointed as the new Chief Financial Officer of the company w.e.f. 10<sup>th</sup> April, 2017.

The Company has received a declaration from the Independent Directors of the Company which was placed at the first meeting of Board of Directors of the Company held for the financial year 2017-2018.

## **NOMINATION AND REMUNERATION COMMITTEE AND ITS POLICY**

During the year under review, the Board of Directors of the Company re-constituted Nomination and Remuneration Committee at its meeting held on 10<sup>th</sup> November, 2016. The composition of Nomination and Remuneration Committee ("the Committee") is as follows:

1. Mr. Dipak G. Patel
2. Mr. Girish Kulkarni
3. Dr. Tarang M. Desai

The policy of the company on directors appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under Sub section (3) of Section 178 of the Companies Act, 2013, adopted by the Board, is appended as **Annexure B** to the Board's report. We affirm that remuneration paid, if any, to the directors and key managerial personnel is as per the terms laid out in the Nomination and Remuneration policy of the company.

## **AUDIT COMMITTEE**

The Audit committee comprises of total three members out of which two are Independent and Non-executive Directors. The constitution of Audit Committee ("the committee") comprises as follows:

1. Mr. Shekhar G. Patel
2. Mr. Girish N. Kulkarni
3. Dr. Tarang M. Desai

All the recommendations made by the Audit Committee were accepted by the Board.

## **AUDITORS**

As per the provisions of section 139 of the Companies Act, 2013, the appointment of M/S J. M. Parikh & Associates (FRN: 118007W), Chartered Accountants, Ahmedabad auditors have been appointed as Statutory Auditor of the Company under the provisions of Section 139 of Companies Act, 2013 and Rules made thereunder, by the members of the Company at the 12<sup>th</sup> Annual General Meeting held on 25<sup>th</sup> August, 2014 to hold office from the conclusion of the said Annual General Meeting (AGM) until the conclusion of the 15<sup>th</sup> AGM to be held in the year 2017 (subject to ratification of the appointment by the members at every AGM held after this AGM) i.e. for a period of three (3) years. The said appointment was ratified by the members in the subsequent Annual General Meetings held on 25<sup>th</sup> September, 2015 and 24<sup>th</sup> September, 2016 respectively. As required by law, the term of Auditor will be completed at the conclusion of the ensuing Annual General Meeting the Board and members recommended the appointment of M/s. Purnesh R Mehta & Co, Chartered Accountants, Ahmedabad (Firm Registration No. 142830W) as Auditors of the Company from the conclusion of the ensuing Annual General Meeting i.e. 15<sup>th</sup> Annual General Meeting till the conclusion of 20<sup>th</sup> Annual General Meeting, subject to ratification at every Annual General Meeting.

Further the auditors have confirmed their willingness and eligibility for appointment and have also confirmed that their appointment, if made, will be within the limits under section 141 (3) (g) of the Companies Act, 2013.

There is no qualification, reservation or adverse remark or disclaimer made by the auditors in their report. Hence, there is no need to offer any explanations or comments by your Board.

## **DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

As the Company is not having more than 10 employees, the disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules made there under or any other guidelines made there under is not Applicable.

### **GENERAL**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items or the same were not applicable to the Company during the year under review:

1. The provisions relating to submission of Secretarial Audit Report are not applicable to the Company.
2. No material changes and commitments affecting Financial Position of the Company have taken place after completion of the financial period up to the date of this report which may have substantial effect on business and finances of the company and which are required to be disclosed in this Report.
3. The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.
4. The Company does not have any Subsidiary, Joint venture or Associate Company.
5. The Company has neither accepted nor renewed any deposits during the year under review.
6. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
7. During the year under review, there was no employee in receipt of salary for whom information as per Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is required to be given in the Directors' Report.

### **APPRECIATION**

Your Directors wish to place on record their appreciation for the co-operation and continued support extended to the Company by all Government Authorities, Bankers and Shareholders.

**ON BEHALF OF THE BOARD OF DIRECTORS**

**PLACE: AHMEDABAD  
DATE: 23/05/2017**

  
**DIPAK G. PATEL**

**CHAIRMAN  
[DIN: 00004766]**

ANNEXURE B

**GATIL PROPERTIES PRIVATE LIMITED**

**NOMINATION  
AND  
REMUNERATION  
POLICY**

Corporate Identification Number [CIN]: U45201GJ2002PTC041354  
Registered Office: Ganesh Corporate House, 100 Feet Hebatpur Thatltej Road,  
Near Sola Bridge, Off S. G. Highway, Ahmedabad 380 054



## 1. INTRODUCTION:

In pursuance of the Company's policy to consider human resources as its invaluable assets, to pay equitable remuneration to all Directors, Key Managerial Personnel (KMP) and senior management personnel of the Company, to harmonize the aspirations of human resources consistent with the goals of the Company and in terms of the provisions of the Companies Act, 2013, this policy on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated and recommended by the Committee and approved by the Board of Directors.

## 2. OBJECTIVE AND PURPOSE OF THE POLICY:

The objective and purpose of this policy are:

- To lay down criteria and terms and conditions with regard to identifying persons who are qualified to become Directors (Executive and Non-Executive) and persons who may be appointed in Senior Management and Key Managerial positions and to determine their remuneration.
- To determine remuneration based on the Company's size, financial position and trends and practices on remuneration prevailing in peer companies and also in the real estate industry.
- To carry out periodic evaluation of the performance of Directors, Key Managerial and Senior Management Personnel.
- To provide them reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.
- To attract, retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage. In the context of the aforesaid criteria the following policy has been formulated by the Nomination and Remuneration Committee and adopted by the Board of Directors at its meeting held on 24<sup>th</sup> January, 2015.

## 3. EFFECTIVE DATE:

This policy shall be effective from 24<sup>th</sup> January, 2015.

## CONSTITUTION OF NOMINATION AND REMUNERATION COMMITTEE:

The Board had constituted Nomination and Remuneration Committee at its meeting held on 30<sup>th</sup> September, 2014. The Nomination and Remuneration Committee comprises of following Directors:

Sr. No.	Name	Position	Category
1.	Mr. Shekhar G. Patel	Chairman	Managing Director
2.	Mr. Girish N. Kulkarni	Member	Independent Non – Executive Director
3.	Dr. Tarang M. Desai	Member	Independent Non – Executive Director

The Board has the power to reconstitute the Committee consistent with the Company's policy and applicable statutory requirement.

## 4. DEFINITIONS:

- “Act” means Companies Act, 2013
- “Board” means Board of Directors of the Company.
- “Director” means Directors of the Company.
- “Committee” means Nomination and Remuneration Committee of the Company as constituted or reconstituted by the Board from time to time.

- “Company” means GATIL PROPERTIES PRIVATE LIMITED
- “Independent Director” means a director referred to in Section 149(6) of the Companies Act, 2013.
- “Key Managerial Personnel” (KMP) means-
  - (i) Managing Director;
  - (ii) Chief Executive Officer;
  - (iii) Manager;
  - (iv) Whole-time Director;
  - (v) Company Secretary;
  - (vi) Chief Financial Officer
  - (vii) Such other officer as may be prescribed under the applicable statutory provisions / regulations.
- “Senior Management” means personnel’s of the Company occupying the position of one level below the Board. Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

## 5. APPLICABILITY:

The Policy is applicable to all:

- Directors (Executive and Non-Executive)
- Key Managerial Personnel
- Senior Management

## 6. GENERAL:

- This Policy is divided in three parts:
  - Part – A covers the matters to be dealt with and recommended by the Committee to the Board;
  - Part – B covers the appointment and nomination and
  - Part – C covers remuneration and perquisites etc.
- The key features of this Company’s policy shall be included in the Board’s Report.

### **PART – A:- Matters to be dealt with, perused and recommended to the Board by the Nomination and Remuneration Committee**

The Committee shall:

- Formulate the criteria for determining qualifications, positive attributes and independence of a director.
- Identify persons who are qualified to become Director and persons who may be appointed in Key Managerial Personnel and Senior Management positions in accordance with the criteria laid down in this policy.
- Recommend to the Board, appointment and removal of Director, KMP and Senior Management.

### **PART – B: - Policy for appointment and removal of Director, KMP and Senior Management**

#### **(a) Appointment criteria and Qualifications:**

1. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
2. A person should possess adequate qualification, expertise and experience for the position he/she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person are sufficient / satisfactory for the concerned position.
3. The Company shall not appoint or continue the employment of any person as Managing Director or Whole-time Director or Manager who has attained the age of seventy years.

Provided that where any person has attained the age of seventy years and where his appointment or reappointment is approved by passing a special resolution in the General Meeting based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years. In any other case the same shall be approved by Central Government.

**(b) Term / Tenure:**

1. Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Managing Director or Whole-time Director or Manager for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

2. Independent Director:

- An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a Special Resolution by the Company and disclosure of such appointment in the Board's report.
- No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years from cessation of Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

**(c) Evaluation:**

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly).

**(d) Removal:**

Due to reasons for any disqualification mentioned in the Companies Act, 2013, rules made thereunder or under any other applicable Act, rules and regulations, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

**(e) Retirement:**

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Companies Act, 2013 and the prevailing policy of the Company, if any. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

**PART – C: - Policy relating to the remuneration for the Whole-time Director, KMP and Senior Management**

**(a) General:**

1. The committee will determine and recommend to Board the remuneration / compensation / commission etc. to the Managing Director, Whole-time Director, KMP and Senior Management Personnel for approval. The remuneration/compensation/ commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.
2. The remuneration and commission to be paid to the Managing Director or Whole-time Director shall be in accordance with the limits or conditions laid down in the Articles of Association of the Company and as per the provisions of the Companies Act, 2013, and the rules made thereunder as amended from time to time.
3. Increments to the existing remuneration/compensation structure may be recommended by the Committee to the Board which should be within the limits approved by the Shareholders in the case of Managing Director or Whole-time Director. Increments will be effective from the date mentioned in the respective resolutions in case of a Managing Director and Whole-time Director and 1st April in respect of other employees of the Company.
4. Where any insurance is taken by the Company on behalf of its Managing Director, Whole-time Director, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

**(b) Remuneration to Whole-time Director, Managing Director, Manager, KMP and Senior Management:**

**1. Fixed pay:**

The Managing Director/Manager, Whole-time Director, KMP and Senior Management Personnel shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee. The breakup of the pay scale and quantum of perquisites including, employer's contribution to provident fund, superannuation or annuity fund, gratuity, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

**2. Minimum Remuneration:**

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managing Director or Whole-time Director or manager in accordance with the provisions of Section II of Part II of Schedule V of the Companies Act, 2013 and if it is not able to comply with such provisions, with the previous approval of the Central Government.

**3. Provisions for excess remuneration:**

If any Managing Director or Whole-time Director or manager draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Companies Act, 2013 or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government

4. Stock Options:

In case, Managing Director, Whole-time Director, Company Secretary and Chief Financial Officer, are not being Promoter Director or Director holding either himself or along with his relatives more than 10% of outstanding equity shares of the company or Independent Director, they shall be entitled to any stock option of the Company as qualified by the normal employees of the Company. Provided the same shall be subject to the companies Act, 2013 and rule 12 of Companies (Share capital and Debentures) Rules, 2014.

Senior Management Personnel shall be eligible for stock options as normal employees of the Company.

**(c) Remuneration to Non- Executive / Independent Director:**

1. Remuneration / Commission:

The remuneration / commission shall be fixed as per the limits and conditions mentioned in the Articles of Association of the Company and the Companies Act, 2013 and the rules made thereunder.

2. Sitting Fees:

The Non- Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof. The sitting fees shall be decided by the Board of Directors of the Company at its meeting where quorum consists of disinterested directors. In case all the directors are interested, the same shall be decided by the Resolution passed by the Members of the Company.

Provided that the amount of such fees shall not exceed Rupees One lakh per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.

3. Commission:

Commission may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the profits of the Company computed as per the applicable provisions of the Companies Act, 2013.

4. Stock Options:

An Independent Director shall not be entitled to any stock option of the Company

**ON BEHALF OF THE BOARD OF DIRECTORS**

**PLACE: AHMEDABAD**

**DATE: 23/05/2017**

*Dipak*

**DIPAK G. PATEL**

**CHAIRMAN**

**[DIN: 00004766]**

**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
as on financial year ended on 31.03.2017

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014

**I REGISTRATION & OTHER DETAILS:**

i	CIN	U45201GJ2002PTC041354
ii	Registration Date	01/10/2002
iii	Name of the Company	GATIL PROPERTIES PRIVATE LIMITED
iv	Category/Sub-category of the Company	Company Limited by shares/Indian Non-government Company
v	Address of the Registered office & contact details	Ganesh Corporate House, 100 Feet Hebatpur - Thaltej Road, Near Sola Bridge, off S.G. Highway, Ahmedabad- 380054, Gujarat
vi	Whether listed company	NO
vii	Name, Address & contact details of the Registrar & Transfer Agent, if any.	MCS Share Transfer Agent Limited 101 Shatdal Complex, Opp. Bata Sow Room, Ashram Road, Ahmedabad - 380 009 Phone : +91-79-26580461 E-mail: mcsahmd@gmail.com

**II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Construction of Buildings	4100	N.A

**III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES**

Sl No	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associates	% of Shares Held	Applicable Section
1	GANESH HOUSING CORPORATION LIMITED	L45200GJ1991PLC015817	HOLDING COMPANY	69.10%	Section 2(87) of Companies Act, 2013



Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	-	-	-	-	-	-	-	-	-
b) Central Govt. or State Govt.	-	-	-	-	-	-	-	-	-
c) Bodies Corporates	-	8,954,726	8,954,726	69.10	-	8,954,726	8,954,726	69.10	-
d) Bank/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
<b>SUB TOTAL:(A) (1)</b>	-	8,954,726	8,954,726	69.10	-	8,954,726	8,954,726	69.10	-
<b>(2) Foreign</b>									
a) NRI- Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other...	-	-	-	-	-	-	-	-	-
<b>SUB TOTAL (A) (2)</b>	-	-	-	-	-	-	-	-	-
<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	-	8,954,726	8,954,726	69.10	-	8,954,726	8,954,726	69.10	-
<b>B. PUBLIC SHAREHOLDING</b>									
<b>(1) Institutions</b>									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central govt	-	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>SUB TOTAL (B)(1):</b>	-	-	-	-	-	-	-	-	-
<b>(2) Non Institutions</b>									
a) Bodies corporates	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	4,004,357	4,004,357	30.90	-	4,004,357	4,004,357	30.90	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	-	-	-	-	-	-	-	-	-
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
<b>SUB TOTAL (B)(2):</b>	-	4,004,357	4,004,357	30.90	-	4,004,357	4,004,357	30.90	-



Total Public Shareholding (B)= (B)(1)+(B)(2)	-	4,004,357	4,004,357	30.90	-	4,004,357	4,004,357	30.90	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	12,959,083	12,959,083	100.00	-	12,959,083	12,959,083	100.00	-

(ii) SHARE HOLDING OF PROMOTERS

Name of Shareholders	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
	No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
Ganesh Housing Corporation Limited	8,954,726	69.10	-	8,954,726	69.10	-	-
<b>Total</b>	<b>8,954,726</b>	<b>69.10</b>	<b>-</b>	<b>8,954,726</b>	<b>69.10</b>	<b>-</b>	<b>-</b>





## (iii) CHANGE IN PROMOTERS' SHAREHOLDING ( SPECIFY IF THERE IS NO CHANGE)

Sl. No.		Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
1	<b>Ganesh Housing Corporation Limited</b>				
	At the beginning of the year	8,954,726	69.10	8,954,726	69.10
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	There was no change in shareholding of Promoters during the year.			
	At the end of the year	8,954,726	69.10	8,954,726	69.10

(iv)	Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)
------	---

Sl. No		Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	<b>For Each of the Top 10 Shareholders</b>				
1	<b>Monsoon India Infrastructure Direct II Limited</b>				
	At the beginning of the year	4,004,357	30.90	4,004,357	30.90
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	There was no change in shareholding during the year.			
	At the end of the year (or on the date of separation, if separated during the year)	4,004,357	30.90	4,004,357	30.90

(v)	Shareholding of Directors & KMP
-----	---------------------------------

		Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
1	<b>Mr. Shekhar G. Patel</b>				
	At the beginning of the year	0	0.00	0	0.00
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	There was no change shareholding during the year under review.			
	At the end of the year	0	0.00	0	0.00



2	Mr. Dipak G. Patel	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	0	0.00	0	0.00
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	There was no change shareholding during the year under review.			
	At the end of the year	0	0.00	0	0.00

3	Mr. Girish N. Kulkarni	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	0	0.00	0	0.00
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	There was no change shareholding during the year under review.			
	At the end of the year	0	0.00	0	0.00

4	Dr. Tarang M. Desai	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	0	0.00	0	0.00
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	There was no change shareholding during the year under review.			
	At the end of the year	0	0.00	0	0.00



V INDEBTEDNESS					
Indebtedness of the Company including interest outstanding/accrued but not due for payment					
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness	
<b>Indebtness at the beginning of the financial year</b>					
i) Principal Amount	-	23,449,999	-	23,449,999	
ii) Interest due but not paid	-	-	-	-	
iii) Interest accrued but not due	-	-	-	-	
<b>Total (i+ii+iii)</b>	-	<b>23,449,999</b>	-	<b>23,449,999</b>	
<b>Change in Indebtedness during the financial year</b>					
Additions	-	3,863,058	-	3,863,058	
Reduction	-	2,345,612	-	2,345,612	
<b>Net Change</b>	-	<b>1,517,446</b>	-	<b>1,517,446</b>	
<b>Indebtedness at the end of the financial year</b>					
i) Principal Amount	-	24,967,445	-	24,967,445	
ii) Interest due but not paid	-	-	-	-	
iii) Interest accrued but not due	-	-	-	-	
<b>Total (i+ii+iii)</b>	-	<b>24,967,445</b>	-	<b>24,967,445</b>	

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole time director and/or Manager:

Sl.No	Particulars of Remuneration	Name of the Managing Director	Total Amount
1	<b>Gross salary</b>	Mr. Shekhar G. Patel	NIL
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.		
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961		
2	Stock option		
3	Sweat Equity		
4	Commission		
	as % of profit		
	others (specify)		
5	Others, please specify		
	<b>Total (A)</b>		
	<b>Ceiling as per the Act</b>		



**B. Remuneration to other directors:**

Sl.No	Particulars of Remuneration	Name of the Directors	Total Amount
1	Independent Directors	Mr. Girish N. Kulkarni	NIL
2	Independent Directors	Dr. Tarang M. Desai	NIL
3	Directors	Mr. Dipak G. Patel	NIL
	(a) Fee for attending board committee meetings	NIL	
	(b) Commission		
	(c) Others, please specify		
	<b>Total (1)</b>		
2	Other Non Executive Directors		
	(a) Fee for attending board committee meetings		
	(b) Commission		
	(c) Others, please specify.		
	<b>Total (2)</b>		
	<b>Total (B)=(1+2)</b>		
	<b>Total Managerial Remuneration</b>		
	<b>Overall Ceiling as per the Act.</b>		

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel				Total
		CEO	Company Secretary	CFO	Total	
1	<b>Gross Salary</b>					
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	-	-	352,530	-	352,530
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission	-	-	-	-	-
	as % of profit	-	-	-	-	-
	others, specify	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
	<b>Total</b>	-	-	352,530	-	352,530



## VII

## PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment /Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made if any (give details)
<b>A. COMPANY</b>					
Penalty			NIL		
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty			NIL		
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty			NIL		
Punishment					
Compounding					

Place : Ahmedabad  
Date : 23/05/2017

On behalf of Board of Directors



*D. G. Patel*  
Dipak G. Patel  
Chairman  
DIN : 00004766

**GATIL PROPERTIES PRIVATE LIMITED**  
(SUBSIDIARY OF GANESH HOUSING CORPORATION LIMITED)

**CIN: U45201GJ2002PTC041354**

**15<sup>TH</sup> ANNUAL REPORT**

**2016-2017**

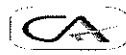
## GATIL PROPERTIES PRIVATE LIMITED

**BOARD OF DIRECTORS** : Mr. Dipak G. Patel - Chairman  
Mr. Shekhar G. Patel - Managing Director  
Mr. Girish N. Kulkarni - Director  
Dr. Tarang M. Desai - Director

**AUDITORS** : J. M. Parikh & Associates  
Chartered Accountants  
Ahmedabad

**REGISTERED OFFICE** : Ganesh Corporate House  
100 ft. Hebatpur – Thaltej Road,  
Nr. Sola Bridge, S. G. Highway,  
Ahmedabad – 380 054

**BANKER** : Tamilnad Mercantile Bank Ltd, Ahmedabad.  
HDFC Bank Limited, Ahmedabad.  
State Bank of India, Ahmedabad.



# J.M.PARIKH & ASSOCIATES

CHARTERED ACCOUNTANTS

B - 705, 8TH FLOOR, NIRMAN COMPLEX, OPP : HAVMOR RESTAURANT,  
NAVRANGPURA, AHMEDABAD-380 009. PHONE: 26563949, 26569093  
E-mail : [jmparikh@yahoo.com](mailto:jmparikh@yahoo.com)

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF:  
GATIL PROPERTIES PRIVATE LIMITED,

### REPORT ON THE IND AS FINANCIAL STATEMENTS

We have audited the accompanying Ind AS financial statements of GATIL PROPERTIES PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss (including other Comprehensive Income), the Cash Flow Statement and the statement of changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Ind AS financial statement").

### MANAGEMENT'S RESPONSIBILITY FOR THE 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 the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with relevant rules issued there under. 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

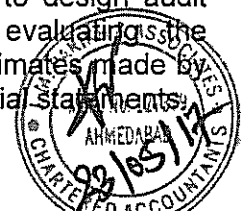
### AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these Ind AS 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 there under.

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 Ind AS financial statements are free from material misstatements.

An Audit involves performing procedures to obtain Audit Evidence about the amounts and Disclosures in the Ind AS Financial Statements. The procedures selected depend on the Auditor's judgments, including the assessment of risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to company's preparation of the Ind AS 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 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 Ind AS financial statements.





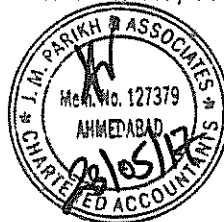
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

## OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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<sup>st</sup> March, 2017, and its profit, total comprehensive income, its cash flows and the changes in equity 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 beliefs were necessary for the purposes of our audit;
  - b. In our opinion proper books of accounts as required by Law have been kept by the Company so far as it appears from our examinations of those books;
  - c. The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this report are in agreement with the relevant books of account;
  - d. In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with relevant rules issued there under;
  - e. On the basis of written representations received from the directors as on 31st March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure – B.



- 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. There are no litigations by or against the company as at 31st March, 2017 and hence, shall have no effect on its financial position in its Ind AS financial statements.
  - ii. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to Investor Education and Protection Fund by the company.
  - iv. The company has provided requisite disclosures in the Ind As financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(e) dated the November 8, 2016 of the Ministry of Finance, during the period from November 8, 2016 to December 30, 2016. Based on the audit procedure performed and the representations provided to us by the management, we report that the disclosure are in accordance with the books of account maintained by the Company and as produced to us by the Management. Refer note no. 37 to the Ind AS financial statement.

PLACE:- AHMEDABAD  
DATE :- 23/05/2017



FOR, J.M.PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN:- 118007W

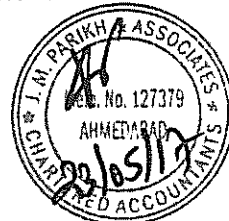
KAUSHAL SHAH  
PARTNER  
MEMBERSHIP NO.:- 127379

**J. M. PARIKH & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
7th Floor, B/705, Nirman Complex,  
Opp. Havmor Restaurant,  
Navrangpura, AHMEDABAD-9.

**ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF  
GATIL PROPERTIES PRIVATE LIMITED**

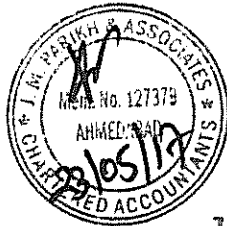
Referred to in paragraph (1) under the heading of "Report on Other Legal and Regulatory requirements" of our Report of even date to the Ind AS financial statements of the company for the year ended 31<sup>st</sup> March, 2017:

- (i) The Company does not have any fixed assets. Accordingly clauses 3(i)(a), 3(i)(b) & 3(i)(c) of the Order are not applicable to the Company.
- (ii) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. The inventory of the company consists of land which is held as stock in trade by the company. No discrepancies were noticed on verification between the physical stocks and book records.
- (iii) The company has not granted any loan to company, Limited Liability Partnership, firms, and other party covered in the Register maintained under section 189 of the Companies Act, 2013. Accordingly clauses 3(iii)(a), 3(iii)(b) & 3(iii)(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 complied with the provisions of Section 185 and 186 of the Companies Act, 2013 with respect to the loans, guaranties, securities and investments made.
- (v) The company has not accepted any deposit from public as per the provisions of sections 73 to 76 of the Companies Act, 2013. Accordingly, Clause 3(v) of the Order is not applicable to the Company.
- (vi) The company is not covered under the limit specified for the maintenance of cost records by the Central Government of India under sub-section (1) of section 148 of the Companies Act, 2013 read with the Companies (Cost records & Audit) Rules, 2014. Accordingly, Clause 3(vi) of the Order is not applicable to the Company.
- (vii)
  - (a) According to the records of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Cess and other statutory dues with the appropriate authorities have been generally regularly deposited.  
  
According to the information and explanations given to us no other undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31<sup>st</sup> March, 2017 for a period of more than six months from the date of becoming payable except Professional Tax of Rs. 1200/-.
  - (b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Valued Added Tax and Cess, which have not been deposited on account of any dispute.
- (viii) The company has not borrowed any money from a Financial Institution, Government or a bank. The company has not issued any Debentures. Accordingly, clause 3(viii) of the Order is not applicable.
- (ix) According to the information and explanations given to us, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3(ix) of the Order are not applicable to the Company.



- (x) According to the information and explanations given to us, no material fraud by the Company or on the company by its officers or employees has been noticed or reported during the year in course of our audit.
- (xi) According to the information and explanations given to us, The Company has not paid / provided for any managerial remuneration. Accordingly, the provisions of clause 3(xi) of the Order are 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. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.
- (xiii) According to the information and explanations given to us there is no transaction with the related parties under section 177 and 188 of the Companies Act 2013. Therefore, the provisions of clause 3(xiii) of the Order are not applicable to the Company.
- (xiv) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- (xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him. Hence the question of complying with provisions of section 192 of Companies Act, 2013 does not arise. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company.
- (xvi) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3(xvi) of the Order are not applicable to the Company.

PLACE:- AHMEDABAD  
DATE :- 23/05/2017



FOR J.M.PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN:- 118007W

*Kaushal Shah*  
KAUSHAL SHAH  
PARTNER  
MEM. NO. 127379.

**J. M. PARIKH & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
7th Floor, B/705, Nirman Complex,  
Opp. Havmor Restaurant,  
Navrangpura, AHMEDABAD-9.

**ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF  
GATIL PROPERTIES PRIVATE LIMITED,**

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 GATIL PROPERTIES PRIVATE LIMITED ("the Company") as of March 31, 2017 in conjunction with our audit of the Ind AS 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 Companies Act, 2013.

**Auditors' Responsibility**

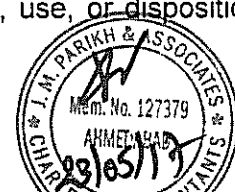
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 judgment, including the assessment of the risks of material misstatement of the Ind AS 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 controls system over financial reporting.

**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.



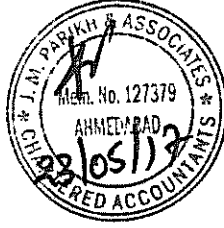
## Inherent Limitations of Internal Financial Controls Over Financial Reporting

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 March 31, 2017, 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.

PLACE:- AHMEDABAD  
DATE :- 23/05/2017



FOR J.M.PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN:- 118007W

*Kaushal Shah*  
KAUSHAL SHAH  
PARTNER  
MEM. NO. 127379.

**J. M. PARIKH & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
7th Floor, B/705, Nirman Complex,  
Opp. Havmor Restaurant,  
Navrangpura, AHMEDABAD-9.

**GATIL PROPERTIES PRIVATE LIMITED.**  
**BALANCE SHEET AS AT 31ST MARCH 2017**

[AMT. RS.]

PARTICULARS	NOTE	[AMT. RS.]		
		AS AT THE END OF CURRENT REPORTING PERIOD 31-03-2017	AS AT THE END OF PREVIOUS REPORTING PERIOD 31-03-2016	AS AT 01-04-2015
<b>ASSETS</b>				
<b>Non-current assets</b>				
Deferred tax assets (net)	1	3088497	3161046	3150831
		3088497	3161046	3150831
<b>Current assets</b>				
Inventories	2	1562014015	1561476473	1559779159
<b>Financial Assets</b>				
Cash and cash equivalents	3	143978	140258	150060
Bank balances other than above	4	7371217	6833111	6332349
Loans	5	1476233207	1477954356	1607411398
Other current assets	6	2421497	2363749	2322378
Current Tax Assets (Net)	7	9790	55636	47745
		3048193704	3048823583	3176043089
<b>TOTAL ASSETS</b>		<b>3051282201</b>	<b>3051984629</b>	<b>3179193920</b>
<b>Equity</b>				
Equity Share capital	8	129590830	129590830	129590830
Other Equity	9	2871821537	2871712774	2871769261
		3001412367	3001303604	3001360091
<b>Current liabilities</b>				
<b>Financial Liabilities</b>				
Borrowings	10	24967445	23449999	125360000
Trade payables	11	2777976	5110171	35359071
Other current liabilities	12	22124413	22120855	17114758
		49869834	50681025	177833829
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>3051282201</b>	<b>3051984629</b>	<b>3179193920</b>

Significant Accounting Policies &  
Notes Forming Part of Accounts

1 to 37

AS PER OUR REPORT OF EVEN DATE ON BEHALF OF THE BOARD OF DIRECTORS  
FOR J.M. PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN:- 118007W

*Kaushal Shah*

KAUSHAL SHAH  
PARTNER  
MEM. NO. 127379

J. M. PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
7th Floor, B/705, Nirmal, Ahmedabad  
Opp. Havmor Restaurant,  
Navrangpura, AHMEDABAD-9.



*D. Patel*

DIPAK G. PATEL  
CHAIRMAN  
[DIN: 00004766]

*Rajendra Shah*  
RAJENDRA SHAH  
CHIEF FINANCIAL OFFICER

PLACE : AHMEDABAD  
DATE : 23/05/2017

*S. Patel*

SHEKHAR PATEL  
MANAGING DIRECTOR  
[DIN: 00005091]

*Harshank Shah*  
HARSHANK SHAH  
COMPANY SECRETARY  
[ACS: 34195]

PLACE : AHMEDABAD  
DATE : 23/05/2017

## GATIL PROPERTIES PRIVATE LIMITED.

## STATEMENT OF PROFIT &amp; LOSS FOR THE YEAR ENDED ON 31ST MARCH 2017.

[AMT. RS.]

PARTICULARS	NOTE	FOR THE CURRENT	FOR THE PREVIOUS
		REPORTING PERIOD 2016-2017	REPORTING PERIOD 2015-2016
I INCOME:-			
Revenue from Operations	13	766430	52870
Other Income	14	599560	559720
<b>TOTAL</b>		<b>1365990</b>	<b>612590</b>
II EXPENSES :-			
Cost of Material Consumed	15	537542	1697314
Changes in Inventories	16	(537542)	(1697314)
Employee Benefit Expenses	17	551569	399867
Finance Cost	18	4392	16002
Other Expenses	19	578717	264058
<b>TOTAL</b>		<b>1134678</b>	<b>679927</b>
III Profit / (Loss) for the period Before Tax		231312	(67337)
IV Tax Expenses:			
Current Tax	(50000)		635
Deferred Tax	(72549)		10215
		(122549)	10850
V Profit / (Loss) for the period After Tax		108763	(56487)
VI Other Comprehensive Income		0	0
Total of Other Comprehensive Income		0	0
VII Total Comprehensive Income for the period		108763	(56487)
VIII Basic & Diluted Earning Per share [In Rs.]	27		
- Basic EPS Before & after extra ordinary items		0.008	(0.004)
- Diluted EPS Before & after extra ordinary items		0.008	(0.004)
IX Significant Accounting Policies & Notes Forming Part of Accounts	1 to 37		

AS PER OUR REPORT OF EVEN DATE  
FOR J.M. PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
AS PER OUR REPORT OF EVEN DATE

ON BEHALF OF THE BOARD OF DIRECTORS

*Kaushal Shah*

KAUSHAL SHAH  
PARTNER  
MEM. NO. 127379

J. M. PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
7th Floor, B/705, ... complex,  
Opp. Havmor Restaurant,  
Navrangpura, AHMEDABAD-9.



*Dalabi*

DIPAK G. PATEL  
CHAIRMAN  
[DIN: 00004766]

*Rajendra Shah*

RAJENDRA SHAH  
CHIEF FINANCIAL OFFICER

*Shekhar Patel*

SHEKHAR PATEL  
MANAGING DIRECTOR  
[DIN: 00005091]

*Harshank Shah*

HARSHANK SHAH  
COMPANY SECRETARY  
[ACS: 34195]

PLACE : AHMEDABAD  
DATE : 23/05/2017

PLACE : AHMEDABAD  
DATE : 23/05/2017



GATIL PROPERTIES PRIVATE LIMITED.  
CASH FLOW STATEMENT FOR THE YEAR 2016-2017

[AMT. RS.]

PARTICULARS	NOTE	2016-2017	2015-2016
<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>			
NET PROFIT BEFORE TAX AND PERVIOUS YEAR 'S FIGURES		231312	(67337)
LESS: INTERIM DIVIDEND & DIVIDEND TAX		0	0
TOTAL		231312	(67337)
ADD:- PROVISION FOR INCOME TAX		(50000)	635
ADD: DEFERRED TAX		(72549)	10215
		(122549)	10850
NET PROFIT AFTER TAX		108763	(56487)
ADD/LESS ADJUSTMENTS FOR			
DEPRECIATION		0	0
PROFIT ON FIXED ASSETS		0	0
PROVISION FOR FBT		0	0
INTEREST EXPENSES		4392	16002
PRELIMINARY EXP.W/OFF		0	0
		4392	16002
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		113155	(40485)
ADD/LESS ADJUSTMENTS FOR			
INVENTORIES		(537542)	(1697314)
OTHER CURRENT ASSETS		(71692)	(104898)
TRADE PAYABLES		(2332195)	(30248900)
OTHER CURRENT LIABILITIES		3558	5006097
INCREASE IN DEFERRED TAX		72549	(10215)
		(2865322)	(27055230)
TAXES PAID (NET)		(59790)	(55636)
CASH GENERATED FROM OPERATIONS		(2805532)	(26999594)
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>			
PURCHASE OF FIXED ASSETS		0	0
CAPITAL WORK IN PROGRESS		0	0
SALE OF FIXED ASSETS		0	0
INVESTMENTS MADE		0	0
MOVEMENT IN LOANS & ADVANCES		1721149	129457042
INTEREST RECEIVED / EXPENSES		(4392)	(16002)
NET CASH USED IN INVESTING ACTIVITIES		1716757	129441040
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>			
PROCEED FROM SHORT TERM BORROWING		1517446	(101910001)
INCREASE OF SHARE CAPITAL		0	0
INCREASE OF SHARE APPLICATION MONEY		0	0
INCREASE OF SECURITY PREMIUM		0	0
NET CASH USED IN FINANCING ACTIVITIES		1517446	(101910001)
NET INCREASE IN CASH AND CASH EQUIVALENTS		541826	490860
OPENING BALANCE OF CASH AND CASH EQUIVALENTS		6973369	6482409
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS		7515195	6973369
<b>Components of Cash and Cash Equivalents</b>			
Cash on hand		47399	6075
Balances with a Banks		7467796	6967294
Total		7515195	6973369
Significant Accounting Policies	20		

AS PER OUR REPORT OF EVEN DATE  
FOR J.M. PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN:- 118007W

ON BEHALF OF THE BOARD OF DIRECTORS

*Kaushal Shah*

KAUSHAL SHAH  
PARTNER  
MEM. NO. 127379

J. M. PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
7th Floor, B/7, Complex,  
Opp. Havmor Restaurant,  
Narva, AHMEDABAD-9.

PLACE : AHMEDABAD  
DATE : 23/05/2017

*Dipak G. Patel*

DIPAK G. PATEL  
CHAIRMAN  
[DIN: 00004766]

*Rajendra Shah*

RAJENDRA SHAH  
CHIEF FINANCIAL OFFICER

PLACE : AHMEDABAD  
DATE : 23/05/2017

*Shekhar Patel*

SHEKHAR PATEL  
MANAGING DIRECTOR  
[DIN: 00005091]

*Harshank Shah*

HARSHANK SHAH  
COMPANY SECRETARY  
[ACS: 34195]

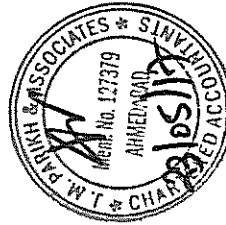
GATIL PROPERTIES PRIVATE LIMITED.  
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED ON 31/03/2017

A. EQUITY SHARE CAPITAL

	[AMT. RS.]	
BALANCE AT THE BEGINNING OF 1.04.2015	CHANGES IN EQUITY SHARE CAPITAL DURING 2015-16	BALANCE AT THE END OF REPORTING PERIOD 31.03.2016
129590830	0	129590830
BALANCE AT THE END OF REPORTING PERIOD 2016-17	CHANGES IN EQUITY SHARE CAPITAL DURING 2016-17	BALANCE AT THE END OF REPORTING PERIOD 31.03.2017
	0	129590830

B. OTHER EQUITY

PARTICULARS	Share application money pending allotment	Equity component of compound financial	Reserves and Surplus		Total
			Securities Premium Reserve	Retained Earnings/ profit	
Balance as at 1.04.2015			2878564755	(6795494)	2871769261
Total Comprehensive income for the year				(56487)	-56487
Dividends					0
Tax on Dividends					0
Transfer from profit & loss					0
Employee Stock Options (Net)					0
Balance as at 31.03.2016			2878564755	(6851981)	2871712774
Total Comprehensive Income for the year				108763	108763
Dividends					0
Tax on Dividends					0
Employee Stock Options (Net)					0
Transfer from Debenture Redemption Reserve to General Reserve					0
Bonus Issue			0		0
Balance as at 31.03.2017			2878564755	(6743218)	2871821537



GATIL PROPERTIES PRIVATE LIMITED.  
NOTES FORMING PART OF ACCOUNTS

[AMT. RS.]

PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016	AS AT 01/04/2015
<b>NOTE - 1</b>			
<b>DEFERRED TAX ASSETS (NET)</b>			
<u>Deferred Tax Assets:-</u>			
Timing Difference :-			
Unabsorbed loss	3088497	3126496	3066281
Preliminary Expenses	0	34550	84550
<b>Total - A</b>	<b>3088497</b>	<b>3161046</b>	<b>3150831</b>
<u>Deferred Tax Liabilities:-</u>			
Timing Difference	0	0	0
<b>Total - B</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total A - B = Net Deferred Tax Assets</b>	<b>3088497</b>	<b>3161046</b>	<b>3150831</b>

**NOTE - 2**  
**INVENTORIES**

INVENTORIES (As taken, valued & certified by Management)

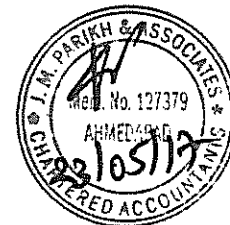
Stock of R.M. - Land	1548088610	1548088610	1546746910
Stock of WIP	13925405	13387863	13032249
<b>TOTAL</b>	<b>1562014015</b>	<b>1561476473</b>	<b>1559779159</b>

**NOTE - 3**  
**CASH & CASH EQUIVALENTS**

Cash on hand	47399	6075	16803
<u>Balances with Banks:</u>			
In Current Account	0	96579	134183
<b>TOTAL</b>	<b>143978</b>	<b>140258</b>	<b>150060</b>

**NOTE - 4**  
**BANK BALANCES**

Balances with Banks :			
Balances in FD Accounts with Bank	7371217	6833111	6332349
<b>TOTAL</b>	<b>7371217</b>	<b>6833111</b>	<b>6332349</b>



GATIL PROPERTIES PRIVATE LIMITED.  
NOTES FORMING PART OF ACCOUNTS

[AMT. RS.]

PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016	AS AT 01/04/2015
<b>NOTE - 5</b>			
<b>LOANS</b>			
<b>[UNSECURED, CONSIDERED GOOD]</b>			
<b>SHORT TERM LOANS &amp; ADVANCES:-</b>			
<b>Advance for purchase of land to :-</b>			
<b>-Related parties:-</b>			
Dipak G. Patel	1501670	1501670	1501670
Lalitaben G Patel	592385	592385	592385
Archanaben S. Patel	2044112	2044112	2044112
	<u>4138167</u>	<u>4138167</u>	<u>4138167</u>
Loans to others	1472095040	1473816189	1603273231
[Refer Note No. 34]			
<b>TOTAL</b>	<u><b>1476233207</b></u>	<u><b>1477954356</b></u>	<u><b>1607411398</b></u>

**NOTE - 6**

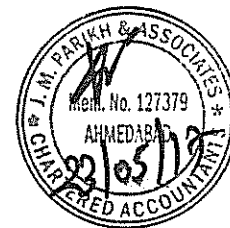
**OTHER CURRENT ASSETS**

Income Tax & TDS	0	0	51558
Less:- Provision for Income Tax	<u>0</u>	<u>0</u>	<u>(25000)</u>
	0	0	26558
Advance for Auda, Electric & Legal Charges	1671786	1671786	1671786
Cenvat Credit of Service Tax	749711	691963	624034
<b>TOTAL</b>	<u><b>2421497</b></u>	<u><b>2363749</b></u>	<u><b>2322378</b></u>

**NOTE - 7**

**CURRENT TAX ASSETS [NET]**

Advance payment of Income Tax, TDS & WT	59790	55636	47745
Less:-			
Provision for Income Tax	<u>50000</u>	<u>0</u>	<u>0</u>
<b>TOTAL</b>	<u><b>9790</b></u>	<u><b>55636</b></u>	<u><b>47745</b></u>



**GATIL PROPERTIES PRIVATE LIMITED.**  
**NOTES FORMING PART OF BALANCE SHEET**

[AMT. RS.]

PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016	AS AT 01/04/2015
<b>NOTE - 8</b>			
<b>EQUITY SHARE CAPITAL :</b>			
<b>AUTHORISED:-</b>			
20000000 ( Previous Year 20000000 ) Equity Shares of Rs 10/- each	200000000	200000000	200000000
	<u>200000000</u>	<u>200000000</u>	<u>200000000</u>
<b>ISSUED, SUBSCRIBED AND PAID UP CAPITAL:-</b>			
12959083 ( Previous year 12959083) Equity Shares of Rs. 10/- each.	129590830	129590830	129590830
<b>TOTAL</b>	<u>129590830</u>	<u>129590830</u>	<u>129590830</u>

7.1.The reconciliation of number of shares at the beginning of the year and at the close of the year is not given as there is no change in the paid up capital.

7.2. The Statement of Shareholders Holding More Than 5% Equity Shares of The Company:-

PARTICULARS	AS AT 31/03/2017		AS AT 31/03/2016		AS AT 01/04/2015	
	NO. OF SHARES	% OF HOLDING	NO. OF SHARES	% OF HOLDING	NO. OF SHARES	% OF HOLDING
Ganesh Housing Corporation Limited. - Holding Company	8954726	69.10%	8954726	69.10%	8954726	69.10%
Monsoon India Infrastructure Direct II Limited	4004357	30.90%	4004357	30.90%	4004357	30.90%

7.3. Right, Preferences and Restrictions attached to shares:

The company has one class of equity shares having a par value of Rs. 10/- each. Each shareholder is eligible for one vote per share held. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

**NOTE - 9**  
**OTHER EQUITY**

**RESERVES & SURPLUS:**

Security Premium			
Opening Balance	2878564755	2878564755	
Addition during year	0	0	
<b>TOTAL - A</b>	<u>2878564755</u>	<u>2878564755</u>	<u>2878564755</u>
Profit and Loss A/c			
Opening Balance	(6851981)	(6795494)	
Add : Profit / (Loss) during the year	108763	(56487)	
<b>TOTAL - B</b>	<u>(6743218)</u>	<u>(6851981)</u>	<u>(6795494)</u>
<b>TOTAL - (A+B)</b>	<u>2871821537</u>	<u>2871712774</u>	<u>2871769261</u>

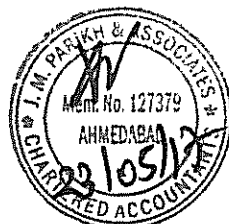
**NOTE - 10**  
**CURRENT BORROWINGS**

**Unsecured Business Advances From Inter Corporate Deposit:-**

-Related Parties	1409388	185000	125360000
-Others	23558057	23264999	0
[Refer Note No. 35]			
<b>TOTAL</b>	<u>24967445</u>	<u>23449999</u>	<u>125360000</u>

NOTE :-

Note:- All unsecured business advances are interest free and repayable on demand. As they are repayable on demand, they are shown as current borrowing.



GATIL PROPERTIES PRIVATE LIMITED.  
 NOTES FORMING PART OF ACCOUNTS

[AMT. RS.]

PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016	AS AT 01/04/2015
<b>NOTE - 11</b>			
<b>TRADE PAYABLES</b>			
Micro, Small & Medium Enterprise	0	0	0
Others	2777976	5110171	35359071
<b>TOTAL</b>	<b>2777976</b>	<b>5110171</b>	<b>35359071</b>
<b>NOTE - 12</b>			
<b>OTHER CURRENT LIABILITIES</b>			
Statutory Liabilities	24413	20855	214758
Advance From Customers for sale of land	22100000	22100000	16900000
<b>TOTAL</b>	<b>22124413</b>	<b>22120855</b>	<b>17114758</b>



GATIL PROPERTIES PRIVATE LIMITED.  
NOTES FORMING PART OF ACCOUNTS

[AMT. RS.]

YEAR ENDED 31/03/2017 YEAR ENDED 31/03/2016

**PARTICULARS**

**NOTE:- 13**

**REVENUE FROM OPERATIONS**

Excess Provision of Bonus of Earlier Yr. W/off.	0	5998
Sundry Bal. W/off	766430	46872
<b>TOTAL</b>	<b>766430</b>	<b>52870</b>

**NOTE:- 14**

**OTHER INCOME**

Interest income from:		
- Bank	597896	556398
- Income Tax Refund	1664	3322
	599560	559720
<b>TOTAL</b>	<b>599560</b>	<b>559720</b>

**NOTE:- 15**

**COST OF MATERIAL CONSUMED**

Purchase of Land	0	1341700
Labour Expenses	225990	0
Professional Fees	0	30000
Security Expenses	310266	273171
Site Office Expenses	1286	52443
<b>TOTAL</b>	<b>537542</b>	<b>1697314</b>

**NOTE:- 16**

**CHANGES IN INVENTORIES**

**CLOSING STOCK:-**

Rawmaterial - Land	1548088610	1548088610
WIP	13925405	13387863
	1562014015	1561476473

**LESS: OPENING STOCK:-**

Rawmaterial - Land	1548088610	1546746910
WIP	13387863	13032249
	1561476473	1559779159
(Increase) / Decrease in stock	(537542)	(1697314)

**TOTAL**

<b>(537542)</b>	<b>(1697314)</b>
-----------------	------------------

**NOTE - 17**

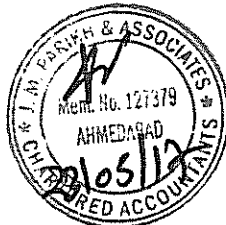
**EMPLOYEE BENEFIT EXPENSES**

Salary, Petrol & Mobile Allowances & Bonus	551569	399867
Staff Welfare Expenses		
<b>TOTAL</b>	<b>551569</b>	<b>399867</b>

**NOTE - 18**

**FINANCE COST**

Bank Charges	922	1583
Interest on Late Payment of Taxes	3470	14419
<b>TOTAL</b>	<b>4392</b>	<b>16002</b>



GATIL PROPERTIES PRIVATE LIMITED.  
NOTES FORMING PART OF ACCOUNTS

[AMT. RS.]

PARTICULARS

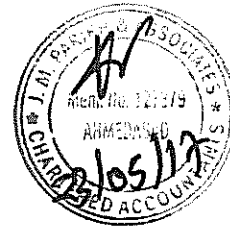
YEAR ENDED 31/03/2017 YEAR ENDED 31/03/2016

NOTE - 19

OTHER EXPENSES

ADMINISTRATIVE & OTHER EXPENSES:-

Advertisement Expenses	59760	0
Audit Fee	25000	19500
Electricity Exp.	40300	31650
Land Revenue Exp.	109592	0
Miscellaneous Expenses	23306	10628
Penalty on Taxes	0	12620
Professional Fees	259750	142250
Professional Tax	2400	2400
Roc Filing Fees	12100	16200
Site Maintenance Exp.	31691	9904
Swachchh Bharat Cess on Service Tax Exp.	11848	1027
Sundry Debit Balance W/off.	1270	3734
Travelling Exp.	1700	14145
	<hr/>	<hr/>
	578717	264058
	<hr/>	<hr/>
<b>TOTAL</b>	<b>578717</b>	<b>264058</b>





**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS**

**20. SIGNIFICANT ACCOUNTING POLICIES:**

**1.1 NATURE OF OPERATIONS:**

The Company was incorporated in 2002. The company is a private limited company incorporated and domiciled in India. And has its registered office at Ahmedabad, Gujarat, India. The company's main business is real estate promotion and development in residential and commercial segment.

**1.2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS:**

These financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as specified under section 133 of the Companies Act 2013 read together with the Rule 4 of Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Amendment Rules 2016 to the extent applicable and the other relevant provisions of the Act, pronouncements of the regulatory bodies applicable to the company.

The financial statements for the year ended 31st March, 2016 and the opening Balance Sheet as at 1st April, 2015 have been restated in accordance with Ind AS for comparative information. The financial statements for the year ended on 31st March, 2017 are the first financial statement of the Company under Ind AS. In accordance of Ind AS 101, First time Adoption of Indian Accounting Standard, the Company has given an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows (Refer note 21).

The financial statements have been prepared on going concern and accrual basis. The accounting policies are applied consistently to all the periods presented in the financial statements, including the preparation of the opening Ind AS Balance Sheet as at 1st April, 2015 being the 'date of transition to Ind AS'.

The financial statements of the Company for the year ended March 31, 2017 were approved by the Board of Directors on 23/05/2017.

**1.3. BASIS OF MEASUREMENT:**

The Ind AS Financial Statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting, except for certain financial assets and liabilities as specified and defined benefit plans which have been measured at actuarial valuation as required by relevant Ind AS.

**1.4 BASIS FOR CLASSIFICATION OF ASSETS & LIABILITIES:**

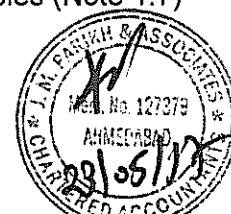
All the assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets or processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be 12 months for the purpose of current – non current classification of assets and liabilities.

**1.5 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS:**

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Revisions to accounting estimates are recognised prospectively.

The areas involving critical estimates or judgments are:

- Estimation of defined benefit obligation (Note 1.13)
- Estimation of Useful life of Property, plant and equipment and intangibles (Note 1.7)
- Estimation of taxes (Note 1.11)
- Estimation of impairment (Note 1.10, 1.14)
- Estimation of provision and contingent liabilities (Note 1.17)



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

**1.6. RECENT ACCOUNTING DEVELOPMENTS**

Standards issued but not yet effective:-

In March 2017, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) (Amendments) Rules, 2017, notifying amendments to Ind AS 7, 'Statement of Cash Flows' and Ind AS 102, 'Share-based payment.' These amendments are in accordance with the recent amendments made by International Accounting Standards Board (IASB) to IAS 7, 'Statement of Cash Flows' and IFRS 2, 'Share based payment,' respectively. The amendments are applicable to the Company from April 1, 2017.

Amendment to Ind AS 7:-

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement.

The Company is evaluating the requirements of the amendment and the effect on the financial statements is being evaluated.

Amendment to Ind AS 102:-

The amendment to Ind AS 102 provides specific guidance to measurement of cash-settled awards, modification of cash-settled awards and awards that include a net settlement feature in respect of withholding taxes.

It clarifies that the fair value of cash-settled awards is determined on a basis consistent with that used for equity-settled awards. Market based performance conditions and non-vesting conditions are reflected in the 'fair values', but non-market performance conditions and service vesting conditions are reflected in the estimate of the number of awards expected to vest. Also, the amendment clarifies that if the terms and conditions of a cash-settled share-based payment transaction are modified with the result that it becomes an equity-settled share-based payment transaction, the transaction is accounted for as such from the date of the modification. Further, the amendment requires the award that includes a net settlement feature in respect of withholding taxes to be treated as equity-settled in its entirety.

The cash payment to the tax authority is treated as if it was part of an equity settlement. The Company is evaluating the requirements of the amendment and the impact on the financial statements is being evaluated.

**1.7. PROPERTY, PLANT & EQUIPMENT:**

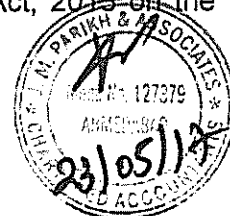
A. Property, Plant & Equipment are stated at cost of acquisition or construction net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises the purchase price and other directly attributable costs. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Transition to Ind AS:-

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at April 1, 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

B. Depreciation on fixed assets:

Depreciation is provided based on a pro-rata basis on the useful life of the assets as prescribed in Schedule II of the Companies Act, 2013 on the "Written down value" method in respect of all assets.



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

**1.8 INTANGIBLE ASSET**

Intangible Assets are recognized when it is probable that the future economic benefits that are attributable to the assets will flow to the company and the cost of asset can be measured reliably.

Intangible Assets are stated at cost, net of accumulated amortization and accumulated impairment loss, if any. Cost includes any expenditure directly attributable on making the asset ready for its intended use.

Transition to Ind AS:-

On transition to Ind AS, the Company has elected to continue with the carrying value of all of intangible assets recognised as at April 1, 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of intangible assets.

Intangible assets with finite lives are amortized over their useful economic life. The amortisation period and the amortisation method for finite-life intangible assets is reviewed at each financial year end and adjusted prospectively, if appropriate.

**1.9. BORROWING COST:**

Borrowing costs attributable to the acquisition, construction or production of qualifying assets (i.e. assets that necessarily take substantial period of time to get ready for their intended use or sale) are capitalised as part of the cost of such asset up to the date when such asset is ready for its intended use or sale. Other borrowing costs are recognised as an expense in the period in which they are incurred. Further, interest earned out of borrowed funds from temporary investments is reduced from the borrowing cost.

**1.10 FINANCIAL INSTRUMENT:**

A financial instrument is any contract that gives rise to a financial asset of one entity and financial liability or equity instrument of another entity.

I) Financial Asset:-

Initial recognition and measurement:

All financial instruments are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through P&L, transaction costs that are attributable to the acquisition of the financial asset, purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place are recognized on the trade date i.e. the date that the company commits to purchase or sell the asset.

Subsequent Measurement:

For the purpose of subsequent measurement financial assets are classified as measured at:

- Amortised cost
- Fair value through profit and loss (FVTPL)
- Fair value through other comprehensive income (FVOCI).

(a) Financial Asset measured at amortized cost:

Financial Assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortized cost using effective interest rate (EIR) method. The EIR amortization is recognized as finance income in the statement of Profit & Loss. The company while applying above criteria has classified the following at amortized cost:

- (a) Trade receivables
- (b) Loans
- (c) Other financial assets



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

- (b) **Financial Assets Measured at fair value through other comprehensive income:**  
Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognized in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to 'other income' in the Statement of Profit and Loss.
- (c) **Financial Assets at fair value through profit or loss (FVTPL):**  
Financial Asset are measured at Fair value through Profit & Loss if it does not meet the criteria for classification as measured at amortized cost or at FVTOCI. All fair value changes are recognized in the statement of Profit & Loss.

**Equity Instruments:-**

All investments in equity instruments classified under financial assets are initially measured at fair value , the group may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL.

**De-recognition of Financial Assets:-**

Financial assets are derecognized when the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred and the transfer qualifies for Derecognition. On Derecognition of a financial asset in its entirety, the difference between the carrying amount (measured on the date of recognition) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognized in the statement of Profit & Loss.

**Impairment of Financial Assets:-**

In accordance with Ind AS 109, the company applies expected credit loss (ECL) model by adopting the simplified approach using a provision matrix reflecting current condition and forecasts of future economic conditions for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- (a) Financial Assets that are debt instruments, and are measured at amortized cost e.g. loans, debt securities, deposits, trade receivables and bank balance
- (b) Financial Assets that are debt instruments and are measured at FVTOCI.
- (c) Lease receivables under Ind AS 17.
- (d) Trade receivables or any contractual right to receive cash or another financial asset
- (e) Loan commitments which are not measured at FVTPL
- (f) Financial guarantee contracts which are not measured at FVTPL

**(II) Financial Liability**

**Initial recognition and measurement:**

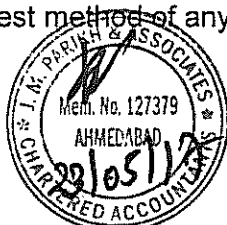
Financial liabilities are recognized initially at fair value plus any transaction cost that are attributable to the acquisition of the financial liability except financial liabilities at FVTPL that are measured at fair value.

**Subsequent measurement:**

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

**Financial Liabilities at amortized cost:**

Amortized cost for financial liabilities represents amount at which financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount and the maturity amount.



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

The company is classifying the following under amortized cost

- Borrowings from banks
- Borrowings from others
- Trade payables
- Other Financial Liabilities

Derecognition:

A financial liability shall be derecognized when, and only when, it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expires.

**1.11. INCOME TAXES:**

Income tax expense for the year comprises of current tax and deferred tax.

Provision for Current Tax is computed as per Total Income Returnable under the Income Tax Act, 1961 taking into account available deductions and exemptions.

Deferred tax is recognised in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

**1.12. REVENUE RECOGNITION:**

The company is following the 'Percentage of Completion Method' of accounting. As per this method, revenue from sale of properties is recognized in Statement of Profit & Loss in proportion to the actual cost incurred as against the total estimated cost of projects under execution with the Company on transfer of significant risk and reward to the buyer.

The Company records revenue on all its Real Estate Development Projects in accordance with 'Guidance note on Accounting for Real Estate Transactions' issued by the Institute of Chartered Accountants of India.

The full revenue is recognized on sale of property when the Company has transferred to the buyer all significant risks & rewards of ownership and when the seller has not to perform any substantial acts to complete the contract.

However, when the Company is obliged to perform any substantial acts after transfer of all significant risks & rewards of ownership on sale of property, the revenue is recognized on proportionate basis as the acts are performed i.e. by applying the percentage completion method.

Interest income is recognized using the effective interest rate (EIR) method.

**1.13. RETIREMENT & OTHER EMPLOYEE BENEFITS:-**

**A. Defined Contribution Plans:-**

The company's contribution paid / payable for the year to Provident Fund are recognized in the Profit & Loss Statement. The company has no obligation other than the contribution payable to the Government.

**1.14. IMPAIRMENT OF ASSETS:**

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. Recoverable value being higher of value in use and net selling price. Value in use is computed at net present value of cash flow expected over the balance useful life of the assets. An impairment loss is recognized in the year in which an asset is identified as impaired as an expense in the Profit and Loss Account.



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

**1.15. INVENTORY:**

Inventories are valued at the lower of cost and net realisable value.

- A. In case of the inventory of Raw-materials, they are valued at cost using FIFO method.
- B. The Closing stock of WIP has been valued at cost.

**1.16. TRANSACTIONS IN FOREIGN CURRENCY:**

- A. Foreign currency transactions are translated into the functional currency using exchange rates at the date of the transaction.
- B. Monetary items denominated in foreign currencies at the period end are restated at year end rates.
- C. Non monetary foreign currency items are carried at cost.
- D. Any income or expense on account of exchange difference either on settlement or on transaction is recognised in the statement of profit and loss.

**1.17. 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, it is probable that there will be an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date. If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation.

Contingent liabilities are disclosed when there is a possible obligation arising from past event, the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arise from past event where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount can not be made.

**1.19. EARNINGS PER SHARE:**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

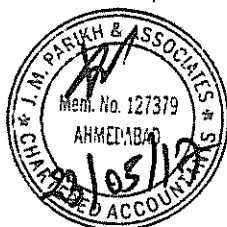
For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all potential dilutive equity shares.

**1.20. CASH FLOW STATEMENT:**

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payment and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

**21. First-time adoption of Ind AS**

These financial statements, for the year ended 31 March 2017, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended 31 March 2016, the company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

Accordingly, the company has prepared financial statements which comply with Ind AS applicable for periods ending on 31 March 2017, together with the comparative period data as at and for the year ended 31 March 2016, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at 1 April 2015, the Company's date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at 1 April 2015 and the financial statements as at and for the year ended 31 March 2016.

In preparing these Ind AS financial statements, the Company has availed certain exemptions and exceptions in accordance with Ind AS 101, as explained below.

**A. Mandatory Exceptions from retrospective application:-**

**Estimates:**

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after accounting policies), unless there is an objective evidence that those estimates were in error.

Ind AS estimates as at 1 April, 2015 are consistent with the estimates as at same date made in conformity with previous GAAP. The company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP.

- Investments in equity instruments carried at FVTPL or FVTOCI
- Investments in debt instruments carried at FVTPL
- Impairment of financial assets based on expected credit loss model.

**Classification and measurement of financial assets:**

Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

**B. Optional Exemptions from retrospective application:-**

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

**Deemed cost:**

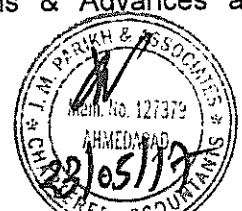
Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets and investment property covered by Ind AS 40 Investment Properties.

Accordingly, the company has elected to measure all of its property, plant and equipment, intangible assets and investment property at their previous GAAP carrying value.

**C. Transition to Ind AS – Reconciliations:-**

There were no significant reconciliation items between Equity, Profit & Loss and cash flows prepared under Indian GAAP and those prepared under Ind AS.

22. Corresponding figures of the previous year have been regrouped to confirm with this year's classification wherever necessary.
23. Balances of Short term borrowings, Trade payables, Other current liabilities, Loans & Advances and Other current assets are subject to confirmation.
24. In the opinion of the Board of Directors, the Current Assets and Loans & Advances are approximately of the value stated, if realised in the ordinary course of business.



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

25. Details of Auditors' Remuneration are as follows: [AMT. RS.]

PARTICULARS	2016-2017	2015-2016
Audit fees	25000	22328
For Certification & Other Work	64414	64317
<b>Total</b>	<b>89414</b>	<b>86645</b>

26. Based on the information available with the company, there are no suppliers who are registered under the Micro, Small and Medium Enterprises Development Act, 2006 as at March 31<sup>st</sup> 2017. Hence, the information as required under the Micro, Small and Medium Enterprises Development Act, 2006 is not disclosed.

27. Earnings per share:-

SR. NO.	PARTICULARS	2016-2017	2015-2016
A	<b>Basic &amp; Diluted EPS (IN Rs.) From Continuing Operations attributable to equity share holders</b>		
	-Basic	0.008	(0.004)
	-Diluted	0.008	(0.004)
B	<b>Reconciliation of earnings used in calculation of Basic &amp; Diluted EPS</b>		
	Profit attributable to equity shareholders used in calculation of Basic EPS from continuing operations	108763	(56487)
C	<b>Weighted Average number of shares as denominator</b>		
	Weighted average number of shares used in calculation of Basic EPS	12959083	12959083
	Weighted average number of equity shares and potential equity shares used as denominator in calculation of Diluted EPS	12959083	12959083

28. Financial Instrument by Category: [AMT. RS.]

PARTICULARS	2016-2017			2015-2016		
	FVTPL	FVTOCI	AMORTISED COST	FVTPL	FVTOCI	AMORTISED COST
<b>Financial Assets</b>						
-Loans			1476233207			1477954356
-Cash & cash equivalents			143978			140258
-Bank balances other than above			7371217			6833111
<b>Financial Liabilities</b>						
-Borrowings			24967445			23449999
-Trade Payables			2777976			5110171

\*Since all the financial Assets and Financial liabilities are measured at amortised cost, disclosure of fair value hierarchy is not being made





**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

29. Fair Value of Financial Assets & Liabilities measured at amortized cost: [AMT. RS.]

Particulars	2016-2017		2015-2016	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial Assets</b>				
-Loans	1476233207	1476233207	1477954356	1477954356
-Cash & cash equivalents	143978	143978	140258	140258
-Bank balances other than above	7371217	7371217	6833111	6833111
<b>Financial Liabilities</b>				
-Borrowings	24967445	24967445	23449999	23449999
-Trade Payables	2777976	2777976	5110171	5110171

- A. The carrying amounts of trade receivables, trade payables, current loans, capital creditors and cash and cash equivalents, other financial liabilities are considered to be the same as their fair values, due to their short-term nature.
- B. The fair values of non-current borrowings and non current Loans are same as their amortised cost since the borrowings are interest bearing at the prevalent market rate.

30. Financial Risk Management:-

The Company's activities expose it to market risk, liquidity risk and credit risk. In order to minimize any adverse effects on the financial performance of the company, derivative financial instruments, such as foreign exchange forward contracts, foreign currency option contracts are entered to hedge certain foreign currency risk exposures and interest rate swaps to hedge variable interest rate exposures. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements

Risk	Exposure	Measurement	Management
Credit Risk	Financial Assets measured at amortised cost	-Ageing Analysis -Credit Ratings	Diversification, Credit Limits
Liquidity Risk	Borrowing and other liabilities	Rolling Cash flow forecasts	Availability of committed borrowing facilities

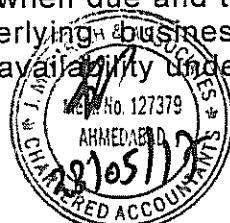
**Credit Risk Management**

Credit risk is managed on a company basis. For banks and financial institutions, only high rated banks/institutions are accepted.

For other financial assets, the company assesses and manages credit risk based on internal credit rating system. The finance function consists of a separate team who assess and maintain an internal credit rating system. Internal credit rating is performed on a company basis for each class of financial instruments with different characteristics.

**Liquidity Risk**

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, company treasury maintains flexibility in funding by maintaining availability under committed credit lines.



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

Management monitors rolling forecasts of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in the operating companies of the company in accordance with practice and limits set by the company. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

Maturities of financial liabilities (except current maturity of long term debts) as on 31.03.2017 & 31.03.2016 [AMT. RS.]

Financial Liabilities	2016-2017			2015-2016		
	<3 month	3 to 6 month	Total	<3 month	3 to 6 month	Total
Non Derivative						
Trade Payable	2777976		2777976	5110171		5110171

**Market Risk Management**

**Cash flow and fair value interest rate risk**

The Company's main interest rate risk arises from borrowings with variable rates, which expose the Company to cash flow interest rate risk.

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

31. **Capital Management:**

The Company's objectives when managing capital are to

- A. safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- B. Maintain an optimal capital structure to reduce the cost of capital.

Consistent with others in the industry, the Company monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by Total 'equity' [AMT. RS.]

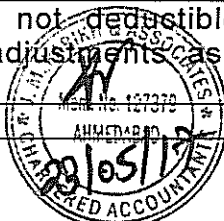
Particulars	2016-2017	2015-2016
Net Debt	24823467	23309741
Total Equity	3001412367	3001303604
Debt Equity Ratio	0.008	0.008

32. **Income Taxes: [AMT. RS.]**

Particulars	2016-2017	2015-2016
Current Tax	50000	635
Deferred Tax	72549	10215
Total Income Tax Expenses	122549	10850

Reconciliation of tax expenses and the accounting profit multiplied by Tax Rate [AMT. RS.]

Particulars	2016-2017	2015-2016
Profit Before Tax	231312	(67337)
Statutory Tax Rate (%)	34.61%	34.61%
Tax at statutory tax rate	80052	0
Tax effects of amounts which are not deductible in calculating taxable income due to adjustments as per income tax act	42496	10850
Income Tax Expense	122549	10850



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

**Current Tax Asset/ (Liability) [AMT. RS.]**

Particulars	2016-2017	2015-2016
Income Tax asset/(liability) at the beginning of the reporting period	55636	47745
Increase in liability as per income tax adjustment	0	0
Income Tax paid/(refund)	(55636)	(47745)
Current income tax payable for the year	(122549)	0
Net Current Income Tax Asset/(liability) at the end of the period	9790	55636
Income Tax Asset	9790	55636
Income Tax Liability	0	0

**Deferred Tax Assets/ (Liabilities) [AMT. RS.]**

Particulars	2016-2017	2015-2016
The balances comprises temporary differences attributable to :	3161046	3150831
Deferred Tax Assets		
Unabsorbed Loss	(37999)	60215
Preliminary Expenses	(34550)	(50000)
Deferred Tax Liabilities		
Disallowance of expenses u/s 43B		
Amortisation of Transaction Cost as per EIR Method	0	
Difference of WDV of fixed assets		0
Net Deferred Tax Asset/(liability)	3088497	3161046

33. Segment information:

In line with Ind AS 108 operating segments and basis of the review of operations being done by the senior management , the operations of the group falls under real estate business which is considered to be the only reportable segment by the management.

1. Information about Products and Services:

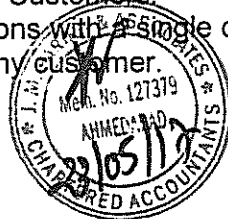
Product/Service	Revenue from the product [AMT. RS.]	
	2016-2017	2015-2016
Real Estate Promotion & Development	766430	52870

2. Information about Geographical Areas:

Geographical Information	Within India [AMT. RS.]	
	2016-2017	2015-2016
Revenues	766430	52870
Non Current Assets	3088497	3161046

3. Information about Major Customers:

Revenue from transactions with a single customer does not amount to 10 percent or more of entity's revenues with any customer.



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

34. The details of loans given to others are as follows:-

NAME OF COMPANY	[AMT. RS.]	
	BALANCE AS ON 31/03/2017	BALANCE AS ON 31/03/2016
Alkaben V. Matadar	3500000	3500000
Haresh Kothari	0	225000
Purna Arcade Pvt.Ltd	42537970	42537970
Rajnikant Kanubhai Patel	37500000	37500000
Redrose Tradelink P. Ltd	26075273	26075273
Rich Arcade P. Ltd	64312695	64312695
Royal Arcade Pvt.Ltd	23098150	23098150
Samirbhai C. Patel	7000000	7000000
Sandip Kanubhai Patel	32750000	32750000
Vaghela Priyanka Rajendrasinh	5230000	5230000
Vinodbhai P. Matadar	4000000	4000000
Mukur Real Estate Private Limited	0	1492554
Tathya Complex Private Limited	111971056	206849340
Ganesh Plantations Limited	1114119896	1019245207
<b>TOTAL</b>	<b>1472095040</b>	<b>1473816189</b>

35. The details of unsecured business advances taken are as follows:-

NAME OF COMPANY	[AMT. RS.]	
	BALANCE AS ON 31/03/2017	BALANCE AS ON 31/03/2016
<b>From Related Parties:-</b>		
Ganesh Housing Corporation Limited	1409388	125000
Gaven Construction Private Limited	0	15000
Gitanjali Infrastructure Private Limited	0	15000
Shardul Buildcon Private Limited	0	15000
Sulabh Realty Private Limited	0	15000
<b>TOTAL</b>	<b>1409388</b>	<b>185000</b>
<b>From Others:-</b>		
Shakil Buildwell Private Limited	23264999	0
Mukur Real Estaste Private Limited	293058	0
<b>TOTAL</b>	<b>23558057</b>	<b>0</b>

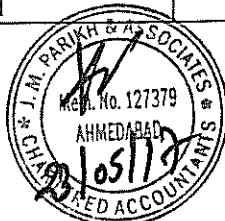
36. Related party disclosures:-

**1. HOLDING COMPANY**

Ganesh Housing Corporation Limited

**2. ENTITIES OVER WHICH THE COMPANY OR SUBSIDIARY COMPANY OR KEY MANAGERIAL PERSONNEL OR THEIR RELATIVES EXERCISE SIGNIFICANT INFLUENCE:-**

PARTICULARS	
Ganesh Housing Corporation Limited	Shardul Buildcon Private Limited
Gaven Construction Private Limited	Sulabh Realty Private Limited
Gitanjali Infrastructure Private Limited	



**GATIL PROPERTIES PRIVATE LIMITED  
NOTES FORMING PART OF ACCOUNTS:**

**3. KEY MANAGEMENT PERSONNEL**

PARTICULARS
Shri Dipak G. Patel
Shri Shekhar G. Patel

**4. RELATIVE OF KEY MANAGEMENT PERSONNEL**

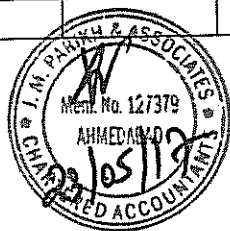
Smt Lalitaben G. Patel
Smt Archanaben S. Patel

Nature of transactions with related parties and aggregate amount of such transactions for each class of related party balance outstanding as on 31/03/2017.

(Related Party relationship is as identified by the Company and relied upon by the auditors.)

Transactions with Related Parties:- [AMT. RS.]

PARTICULARS	2016-2017			2015-2016		
	HOLDING COMPANY	OTHER RELATED PARTY	KEY MANAGERIAL PERSON	HOLDING COMPANY	OTHER RELATED PARTY	KEY MANAGERIAL PERSON
<b>Advances For Purchase Of Land:-</b>						
Dipak G. Patel			1501670			1501670
Lalitaben G. Patel		592385			592385	
Archnaben S. Patel		2044112			2044112	
<b>Loan Taken By Company</b>						
Ganesh Housing Corporation Limited	1409388			125000		
Gaven Construction Private Limited					15000	
Gitanjali Infrastructure Private Limited					15000	
Shardul Buildcon Private Limited					15000	
Sulabh Realty Private Limited					15000	
<b>Reimbursement Of Expenses</b>						
Reimbursement Of Expenses - LGP					1785612	
<b>Trade Payables Of The Company</b>						
Shekhar G. Patel			0			82509



**GATIL PROPERTIES PRIVATE LIMITED**  
**NOTES FORMING PART OF ACCOUNTS:**

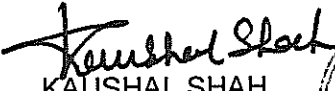
**37. DISCLOSURE ON SPECIFIED BANK NOTES (SBNs)**

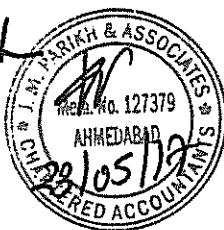
The details of Specified Bank Notes (SBN) held and transacted during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 is as follows. [AMT. Rs.]


PARTICULARS	SBNs	OTHER DENOMINATION NOTES	TOTAL
Closing cash in hand as on 08.11.2016	0	2287	2287
(+) Permitted receipts	0	80000	80000
(-) Permitted payments	0	(30688)	(30688)
(-) Amount deposited in Banks	0	0	0
Closing cash in hand as on 30.12.2016	0	51599	51599

As per our report of even date  
For J.M.PARIKH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN:- 118007W


On behalf of the  
Board of Directors


  
KAUSHAL SHAH  
PARTNER  
MEM. NO.127379



  
DIPAK G. PATEL  
CHAIRMAN  
[DIN: 00004766]

  
RAJENDRA SHAH  
CHIEF FINANCIAL OFFICER

  
HARSHANK G. SHAH  
COMPANY SECRETARY  
[ACS: 34195]

  
SHEKHAR G. PATEL  
MANAGING DIRECTOR  
[DIN: 00005091]  
PLACE: AHMEDABAD  
DATE : 23/05/2017

PLACE: AHMEDABAD  
DATE : 23/05/2017

**J. M. PARIKH & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
7th Floor, B/705, Nirman Complex,  
Opp. Hazimor Restaurant,  
Navrangpura, AHMEDABAD-9.