

NITESH PROPERTY MANAGEMENT PRIVATE LIMITED

CIN: U70102KA2010PTC056128

REGD. OFFICE: 7TH FLOOR, NITESH TIMESQUARE, # 8, M.G. ROAD, BANGALORE – 560 001

Tel: +91-80-4017 4000; Fax: +91-80-2555 0825; Email: ganapathi.joshy@niteshgroup.com

DIRECTORS' REPORT

The Board of Directors present their report for the financial year ended March 31, 2016 along with the Audited Accounts as on that date.

1. SUMMARISED FINANCIAL HIGHLIGHTS:

The performance of the Company for the financial year ended March 31, 2016 is given hereunder:

(Amount in Rs.)

Particulars	2015-16	2014-15
Revenue from Operations	58,518,595	62,993,823
Other Income	23,836	2,845,005
Total Income	58,542,431	65,838,828
Total Expenditure	69,141,607	58,808,275
Profit / (Loss) before Tax	(10,599,176)	7,030,553
Current Tax expense	-	2,500,000
Prior Year Tax	350,000	-
Deferred Tax (expense) / income	(175,040)	267,457
Profit / (Loss) after Tax	(10,774,136)	4,798,010
Earnings / (Loss) per Share – Basic	(35.91)	51
Earnings / (Loss) per Share – Diluted	(35.91)	51

2. DIVIDEND:

The Board has not recommended any dividend.

3. DIRECTORS:

Mr. P C Ashok (DIN: 05127304), Director will retire by rotation at the ensuing Annual General Meeting and is eligible for re-appointment. Necessary resolutions will be placed before the ensuing Annual General Meeting.

4. BOARD MEETING:

During the financial year under review, the Board of Directors of the Company met 7 times as detailed below:

- i. 14th May, 2015
- ii. 22nd May, 2015
- iii. 29th June, 2015
- iv. 8th August, 2015
- v. 4th Nov, 2015
- vi. 5th Feb, 2016
- vii. 26th February, 2016

5. STATUTORY AUDITORS:

At the fourth Annual General Meeting of the Company held on 27th June, 2014 M/s. B K Ramadhyani & Co. LLP, Chartered Accountants (Firm Registration No. 002878S / S200021) were appointed as the Statutory Auditors of the Company for a term of three consecutive years, i.e. up to the conclusion of Sixth Annual General Meeting.

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The Company has not received the willingness from M/s. B K Ramadhyani & Co. LLP for their reappointment as the Statutory Auditors of the Company. Accordingly the Board of Directors have recommended the appoint of M/s Ray and Ray, Chartered Accountants (Firm Registration No. 301072E), Bangalore as the Statutory Auditors of the Company for a period of 5 years from the conclusion of the ensuing Sixth Annual General Meeting in compliance with Section 139 of the Companies Act, 2013 and the rules made thereunder and the necessary resolutions will be placed at the ensuing Annual General Meeting.

6. INTERNAL FINANCIAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Company is taking necessary steps for implementing adequate Internal Financial Control systems commensurate with its size and nature of business, to safeguard and protect from loss, unauthorized use or disposition of its assets.

7. DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:—

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such 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 and loss 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; and
- (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.

8. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

The Company has not made any loans, guarantees and investments under Section 186 of the Companies Act, 2013 and the rules made thereunder during the period under review.

9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

There are no transactions to report under Section 188 of the Companies Act, 2013, and the Rules made thereunder. The related party transactions undertaken during the financial year 2015-16 are detailed in the Financial Statements.

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10. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The information stipulated under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is as follows:

Conservation of Energy

- i) The steps taken or impact on conservation of energy- As the Company is not engaged in manufacturing, the operations of the Company do not involve high-energy consumption.
- ii) The steps taken by the Company for utilizing alternate sources of energy- The Company is in the process of exploring use of alternate source of energy.
- iii) The capital investment on energy conservation equipment- None

Research & Development and Technology Absorption

Our operations are service oriented and hence do not involve any Research and Development or technology absorption.

- i) The efforts made towards technology absorption – Not applicable.
- ii) The benefits derived like product improvement, cost reduction, product development or import substitution – Not applicable.
- iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) Not Applicable.
 - a) The details of technology imported – Not applicable.
 - b) The year of import – Not applicable.
 - c) Whether the technology has been fully absorbed – Not applicable.
 - d) If not fully absorbed areas where absorption has not taken place and the reason thereof – Not applicable.
- (iv) The expenditure incurred on Research and Development – Not applicable.

Foreign Exchange Earnings and Outgo

During the year under review there was no foreign exchange inflow or outflow.

11. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has adopted the policy of the group on the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013, for prevention, prohibition and to redress complaints received regarding sexual harassment in the workplace. There were no complaints received by the Company during the year.

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12. EXTRACT OF THE ANNUAL RETURN:

The extracts of the Annual Return in the prescribed format MGT-9 pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in "Annexure 1" and is attached to this report.

13. PARTICULARS OF EMPLOYEES:

The Company being unlisted, the provisions of Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company.

There is no employee drawing remuneration exceeding the limits prescribed under Rule 5 (2) of the Companies Act, 2013 during the financial year or part thereof.

14. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company has adopted the Risk Management Policy of its 100% holding Company. The main objective of the Board is to ensure sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risks associated with the business.

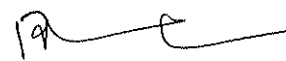
15. ACKNOWLEDGEMENTS:

The Company has been very well supported from all quarters and therefore your directors wish to place on record their sincere appreciation for the support and co-operation received from the clients, employees, Central and State Governments, Bankers, financial institutions and others associated with the Company.

Your Directors wish to thank the shareholders and business associates for their continued support and cooperation. We look forward to receive the continued patronage from all quarters to become a better and stronger Company.

**For and on behalf of the Board of Directors
of NITESH PROPERTY MANAGEMENT PRIVATE LIMITED**


Ganapathi M Joshy
Director
(DIN: 02763942)


P C Ashok
Director
(DIN: 05127304)

Place: Bangalore
Date: 25.05.2016

Form No. MGT-9

Extract of Annual Return as on the Financial Year ended on 31st March, 2016

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i. CIN U70102KA2010PTC056128
ii. Registration Date 3rd December, 2010
iii. Name of the Company Nitesh Property Management Private Limited
iv. Category Company limited by shares
Sub-Category of the Company Indian Non-Government Company
v. Address of the Registered office and contact details 7th Floor, Nitesh Timesquare,
8, M.G. Road,
Bangalore-560 001
Ph.No. : 080-40174000
Fax.: 080-25550825
Email: ganapathi.joshy@niteshgroup.com
vi. Whether listed company No
vii. Name, Address and Contact details of Registrar and Transfer Agent, if any Not Applicable

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 and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Services to buildings and landscape activities	811- Combined facilities support activities	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
I.	Nitesh Estates Limited 7 th Floor, Nitesh Timesquare, No.8, M.G. Road, Bangalore-560 001	L07010KA2004PLC033412	Holding	100%	2 (46)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

CATEGORY CODE	CATEGORY OF SHAREHOLDER	NO. OF SHARES HELD AT THE BEGINNING OF THE YEAR 31/03/2015			NO. OF SHARES HELD AT THE END OF THE YEAR 31/03/2016			% CHANGE DURING THE YEAR		
		DEMAT	PHYSICAL	TOTAL	% OF TOTAL SHARES	DEMAT	PHYSICAL		TOTAL	% OF TOTAL SHARES
(I)	(II)	(III)	(IV)	(V)	(VI)	(VII)	(VIII)	(IX)	(X)	(XI)
(A)	PROMOTER AND PROMOTER GROUP									
(1)	INDIAN									
(a)	Individual /HUF	0	1	1	0.00	0	1	1	0.00	0.00
	Central									
(b)	Government/State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
(c)	Bodies Corporate	0	2,99,999	2,99,999	100	0	2,99,999	2,99,999	100	0.00
(d)	Financial Institutions / Banks	0	0	0	0.00	0	0	0	0.00	0.00
(e)	Others –	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total A (1) :	0	3,00,000	3,00,000	100.00	0	3,00,000	3,00,000	0.00	0.00

(2)	NON-INSTITUTIONS																
(a)	Bodies Corporate	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
	i Indian	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
	ii Overseas	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
(b)	Individuals	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
	(i) Individuals holding nominal share capital upto Rs.1 lakh	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
	(ii) Individuals holding nominal share capital in excess of Rs.1 lakh	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
(c)	Others	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
	Sub-Total B(2) :	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
	Total B=B(1)+B(2) :	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
C.	Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
	Total (A+B) :	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00
	GRAND TOTAL (A+B+C) :	0	0	0	0.00	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0.00

(ii) Shareholding of Promoters

SHARE HOLDING OF PROMOTERS - COMPARISON REPORT BETWEEN 31/03/2015 AND 31/03/2016									
Sl. no	Name of the Share Holder	No of Shares held as on 01/04/2015	% of total Shares of the company	PLEDGE SHARES AS ON 1/04/2015	No of Shares Held As on 31/03/2016	% of total Shares of the company	PLEDGE SHARES AS ON 31/03/2016	Change in Shareholding	% Change in Shareholding During the Year
1	Nitesh Estates Limited	3,00,000*	100	0	3,00,000*	100	0	0	0.00
	Total	3,00,000	100	0	3,00,000	100	0	0	0.00

* 1 equity share of Rs.10/- each is held by Mr. L. S. Vaidyanathan as nominee shareholder on behalf of Nitesh Estates Limited, the beneficial owner.

(iii) Change in Promoters' Shareholding (please specify, if there is no change): No Change

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): Not applicable

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No	Name of the Shareholders	Shareholding at the beginning of the year		Date wise Increase / Decrease in the shareholding due to Market Action			Cumulative Shareholding during the year		Shareholding at the end of the year	
		No. of Shares	% of total shares of the company	Date	Bought	Sold	No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1	Mr. L. S. Vaidyanathan *	1	0.00	-	-	-	1	0.00	1	0.00

* holding 1 equity share of Rs.10/- each as nominee shareholder on behalf of Nitesh Estates Limited, the beneficial owner.

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

There is no indebtedness to report during the year under review.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
(Amount in Rs.)				
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
• Addition	-	-	-	-
• Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

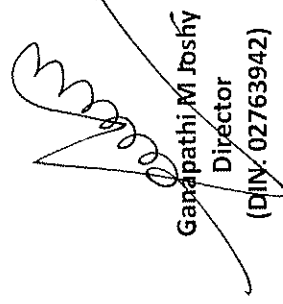
VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

- A. Remuneration to Managing Director, Whole-time Directors and/or Manager: **Not Applicable**
 B. Remuneration to other directors: **Not Applicable**
 C. Remuneration to key managerial personnel other than MD/Manager/WTD: **Not Applicable**

II. 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)
A. Company					
Penalty			Nil		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			Nil		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			Nil		
Punishment					
Compounding					

For and on behalf of the Board of Directors
of NITESH PROPERTY MANAGEMENT PRIVATE LIMITED


Ganapathi M Joshy
Director
(DIN: 02763942)



P C Ashok
Director
(DIN: 05127304)

Place: Bangalore
Date: 25.05.2016

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF NITESH PROPERTY MANAGEMENT PRIVATE LIMITED**

Report on the Standalone Financial Statements:

We have audited the accompanying standalone financial statements of Nitesh Property Management Private Limited ("the Company") which comprise of the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements:

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility 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 judgements 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 fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion:

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2016, and its loss and its cash flows for the year ended on that date

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by the section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The balance sheet, the statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.



- e. On the basis of the written representations received from the directors as on March 31, 2016 taken on the record by the Board of Directors, none of the directors is disqualified as on that date 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 other matters to be included in the Auditors report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us,
- i) The Company does not have any pending litigations which would impact its financial position;
- ii) The Company did not have any long-term contracts as required under the applicable law or accounting standards, for material foreseeable losses. The Company has not entered into any derivative contracts.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For B.K.RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

C.R. Deepak

(CA C R Deepak)

Partner

Membership No. 215398

BK RAMADHYANI & CO. LLP
CHARTERED ACCOUNTANTS
No. 68, # 4-B, Chitrapur Bhavan,
8th Main, 15th Cross, Malleswaram,
BANGALORE - 560 055.

Place: Bangalore
Date: May 25, 2016

ANNEXURE-A REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT TO THE MEMBERS OF NITESH PROPERTY MANAGEMENT PRIVATE LIMITED.

1. The Company doesn't have any fixed assets during the year, hence clause 3(i) of the Order is not applicable.
2. The Company doesn't have any Inventories during the year, hence clause 3(ii) of the Order is not applicable.
3. The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, hence clause 3(iii) (a) to (c) of the Order is not applicable.
4. In our opinion and according to information and explanation furnished to us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to loans and investment made during the year.
5. The Company has not accepted any deposits as applicable under the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other provisions of the Companies Act and rules framed under. Accordingly, the provisions of clause 3(v) of the said Order are not applicable.
6. To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 148 of the Companies Act, 2013 for the products of the company. Accordingly, the provisions of clause 3(vi) of the said Order are not applicable.
7. a) According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities as at March 31, 2016 concerned for a period of more than six months from the date they became payable except for the following.



Name of the Statute	Nature of the dues	Amount (Rs.)	Period for which the amount relates	Due Date	Date of Payment
Income Tax Act, 1961	Income Tax *	1,990,872	Financial year 2014 – 2015	30.09.2015	Not yet paid
<ul style="list-style-type: none"> Return of income has not been filed by the Company for the Assessment year 2015 - 2016 					

- b) According to the records of the Company and according to the information and explanation given to us, there are no dues outstanding on account of any disputes in respect of income tax or service tax or duty of customs or duty of excise or value added tax.
8. The Company has not borrowed any amount from banks, financial institution and government or has issued debentures. Accordingly, the provisions of clause 3(viii) of the said Order are not applicable.
 9. In our opinion based on the information and explanation given to us, the Company, it has not raised any moneys by way of initial public offer or further public offer (including debt instruments and term loans. Accordingly, the provisions of clause 3(vi) of the said Order are not applicable.
 10. According to the information and explanation given to us, there are no frauds reported by the Company or any fraud on the company by its officers or employees has been noticed or reported during the year. Accordingly, the provisions of clause 3(x) of the said Order are not applicable.
 11. According to the information and explanation given to us, the Company has not paid any managerial remuneration. Accordingly, the provisions of clause 3(xi) of the said Order are not applicable.
 12. The Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the said Order are not applicable.



13. In our opinion and according to the information and explanation given to us and as represented to us by the management, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. 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 said Order are not applicable.
15. As represented to us by the management and according to the information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the said Order are not applicable.
16. According to the information and explanation given, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly clause 3(xvi) of the Order is not applicable to the Company.

For B.K.RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

C.R. Deepak
(CA C R Deepak)
Partner

Membership No. 215398
B K RAMADHYANI & CO. LLP
CHARTERED ACCOUNTANTS
No. 68, # 4-B, Chitrapur Bhavan,
8th Main, 15th Cross, Malleswaram,
BANGALORE - 560 055.

Place: Bangalore
Date: May 25, 2016

ANNEXURE-B REFERRED TO IN PARAGRAPH 2 (f) UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR REPORT TO THE MEMBERS OF NITESH PROPERTY MANAGEMENT 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 Nitesh Property Management Private Limited (“the Company”) as of March 31, 2016 in conjunction with our audit of the standalone 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”. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial 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, 2016, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For B.K.RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 0028785/S200021

C.R. Deepak

(CA C R Deepak)

Partner

Membership No. 215398

BK RAMADHYANI & CO. LLP
CHARTERED ACCOUNTANTS
No. 68, # 4-B, Chitrapur Bhavan,
8th Main, 15th Cross, Malleswaram,
BANGALORE - 560 055.

Place: Bangalore

Date: May 25, 2016

NITESH PROPERTY MANAGEMENT PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2016

in Rupees

Particulars	Note	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	3	3,000,000	3,000,000
Reserves and surplus	4	(6,153,964)	4,620,172
		(3,153,964)	7,620,172
Non-current liabilities			
Other liabilities	5	44,736,911	8,297,252
Provisions	6	1,909,907	1,391,277
		46,646,818	9,688,529
Current Liabilities			
Trade Payables	7	-	-
-Payable towards Micro, Small and Medium Enterprises		-	-
-others		12,279,787	7,273,204
Other liabilities	8	17,540,263	19,873,904
Provisions	9	2,043,297	1,703,221
		31,863,347	28,850,329
TOTAL		75,356,201	46,159,030
ASSETS			
Non-Current Assets			
Deferred Tax asset	10	725,639	550,599
		725,639	550,599
Current Assets			
Trade Receivables	11	29,288,871	29,991,209
Cash and bank balances	12	5,306,911	12,593,592
Loans and advances	13	40,034,780	3,023,630
		74,630,562	45,608,431
TOTAL		75,356,201	46,159,030

1 to 25

Summary of significant accounting policies and other explanatory notes forming part of the financial statements

As per our report attached
 For B.K Ramadhyani & Co LLP
 Chartered Accountants
 Firm Registration No. 002878S/S200021

C.R. Deepak
 (C R Deepak)
 Partner
 Membership No.: 215398



For and on Behalf of Board of Directors of
 Nitesh Property Management Private Limited

Ashok P C
 Ashok P C
 Director

Ganapathi Joshy
 Ganapathi Joshy
 Director

Bangalore
 Date: May 25, 2016

B K RAMADHYANI & CO. LLP
CHARTERED ACCOUNTANTS
 No. 68, # 4-B, Chitrapur Bhavan,
 8th Main, 15th Cross, Malleswaram,
 BANGALORE - 560 055.

NITESH PROPERTY MANAGEMENT PRIVATE LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2016

Particulars	Note	<i>in Rupees</i>	
		Current Year	Previous Year
Revenue			
Income from Operations	14	58,518,595	62,993,823
Other Income	15	23,836	2,845,005
Total Revenue		58,542,431	65,838,828
Expenses			
Sub-Contracting Expenses	16	39,070,956	34,448,054
Employee related expenses	17	17,781,550	14,295,844
Finance Cost	18	-	1,106,501
Other Expenses	19	12,289,101	8,957,875
Total Expenses		69,141,607	58,808,274
Profit before tax		(10,599,176)	7,030,554
Less: Current tax		-	2,500,000
Prior year tax		350,000	
Deferred tax		(175,040)	(267,457)
Profit after tax for the year		(10,774,136)	4,798,011
Earnings Per Equity Share			
Equity Shares of par value of Rs.10 each			
Basic & Diluted		(35.91)	50.73
Number of shares used in computing earnings per share			
Basic & Diluted		300,000	94,583

Summary of significant accounting policies and other explanatory notes forming part of the financial statements 1 to 25

As per our report attached
For B.K Ramadhyani & Co LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

C.R. Deepak
(C R Deepak)
Partner
Membership No.: 215398

Bangalore
Date: May 25, 2016

BK RAMADHYANI & CO. LLP
CHARTERED ACCOUNTANTS
No. 68, # 4-B, Chitrapur Bhavan,
8th Main, 15th Cross, Malleswaram,
BANGALORE - 560 055.



For and on Behalf of Board of Directors of
Nitesh Property Management Private Limited

Ashok P C

Ashok P C
Director

Ganapathi Joshy

Ganapathi Joshy
Director

NITESH PROPERTY MANAGEMENT PRIVATE LIMITED
CASHFLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

Particulars	(Amount in Rs)	
	Current Year	Previous Year
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/ (loss) before tax		
Non-cash adjustment to reconcile profit before tax to net cash flows	-10,599,176	7,030,554
Provision for employee benefits	566,474	872,744
Interest on borrowings	-	1,106,501
Interest on fixed deposits	-	-978,170
Operating profit before working capital changes	-10,032,702	8,031,629
<i>Movements in working capital:</i>		
Increase / (decrease) in trade payables	5,006,583	-3,640,363
Increase / (decrease) in other liabilities	-2,333,641	13,666,054
(Increase) / decrease in trade receivables	702,338	-14,151,555
(Increase) / decrease in short term loans and advances	-37,011,150	1,832,886
Cash (used in) / generated from operations	-43,668,572	5,738,651
Income Tax Paid	57,768	734,442
Net cash (used in)/ generated from operating activities - (A)	-43,726,340	5,004,209
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
Withdrawal from/(Investment) in Fixed Deposit	3,000,000	9,000,000
Proceeds from sinking fund collected from customers	36,439,659	-4,679,452
Income from fixed deposits	-	1,174,614
Net cash (used in) investing activities - (B)	39,439,659	5,495,162
B. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds/(Repayment) from short term borrowings	-	-5,000,000
Proceeds from issue of share capital	-	2,900,000
Interest paid	-	-2,057,870
Net cash from/ (used in) financing activities - (C)	-	-4,157,870
Net increase in cash and cash equivalents - (A+B+C)	-4,286,681	6,341,501
Cash and cash equivalents as at beginning of the year	9,593,592	3,252,091
Cash and cash equivalents as at the end of the year	5,306,911	9,593,592
Components of cash and cash equivalents:		
Cash on hand	61,587	55,553
Balances with scheduled banks:		
In Current accounts	5,245,324	9,538,039
Cash and cash equivalents in cash flow statement	5,306,911	9,593,592

As per our report attached
For B.K Ramadhyani & Co LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

C.R. Deepak

(C R Deepak)
Partner
Membership No.: 215398



For and on Behalf of Board of Directors of
Nitesh Property Management Private Limited

Ashok P C

Ashok P C
Director

Ganapathi Joshy

Ganapathi Joshy
Director

Bangalore
Date: May 25, 2016

BK RAMADHYANI & CO. LLP
CHARTERED ACCOUNTANTS
No. 68, # 4-B, Chitrapur Bazaar,
8th Main, 15th Cross, Malleswaram,
BANGALORE - 560 055.

Nitesh Property Management Private Limited
Notes forming part of the financial statements

1. Background

The Nitesh Property Management Private Limited ("the Company") was incorporated on December 3, 2010, to carry on the business of the Property management. The Company has become a wholly owned subsidiary of Nitesh Estates Limited with effect from February 10, 2011.

2. Significant Accounting Policies:

a) Basis of Preparation:

The financial accounts are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles and in accordance with the Accounting Standards referred to in the Companies Act, 2013. All income and expenditure, having a material bearing on financial statements, are recognized on an accrual basis.

b) Use of Estimates:

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 financial statements. Although these estimates are based upon management's best knowledge of current events and actions, actual could differ from these estimates.

c) Revenue Recognition:

- a. Property Management fees has been accounted on accrual basis based on the agreements entered with the tenants.
- b. Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

d) Employee Benefits:

(i) Short term Employee Benefits:

The employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, leave travel allowance etc. and the expected cost of bonus are recognized in the period in which the employee renders the related service.

(ii) Long term Employee Benefits:

(a) Defined Contribution Plan:

The Company has contributed to state governed provident fund scheme, employee's state insurance scheme and employee pension scheme which are defined contribution plans. The contribution paid/ payable under the schemes is recognised during the year in which employee renders the related service.



(b) Defined Benefit Plan:

Gratuity (unfunded) is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the balance sheet date.

Short term compensated absences are provided for based on estimates. Long term compensated absences are provided based on the actuarial valuation performed at the balance sheet date. The actuarial valuation is done as per the projected unit credit method.

Actuarial gains/ losses are immediately taken to profit and loss account.

e) Income Taxes:

Provision for income tax is made for both current and deferred taxes. Provision for current income tax is made on estimated basis on current year profit at the rate applicable to the relevant assessment year. Deferred tax is accounted for by computing the tax effect of the timing difference, which arise during the year and reverse out in the subsequent periods. It is calculated on the accumulated timing differences at the end of an accounting period based on prevailing enacted or substantively enacted regulations. Deferred tax assets are recognized only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

f) Provisions:

A provision is recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resource to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

g) Impairment of Assets:

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/ external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. The assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.



NITESH PROPERTY MANAGEMENT PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
3. Share capital		
Authorised		
5,00,000 (As at March 31, 2016 - 10,000) Equity Shares Rs. 10/- each	5,000,000	5,000,000
	<u>5,000,000</u>	<u>5,000,000</u>
Issued, subscribed and paid up		
3,00,000 (As at March 31, 2016 - 10,000) Equity Shares Rs. 10/- each	3,000,000	3,000,000
	<u>3,000,000</u>	<u>3,000,000</u>

(a) Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(b) Details of shareholders holding more than 5% shares in the Company

	As at March 31, 2016		As at March 31, 2015	
	No of shares	% of holding in the class	No of shares	% of holding in the class
Equity shares of Rs.10 each fully paid Nitesh Estates Limited (Holding Company)	299,999	99.99	299,999	99.99

The above shareholding information is as per the records of the Company

(c) Reconciliation of the equity shares outstanding at the beginning and at the end of the year

	As at March 31, 2016		As at March 31, 2015	
	No of Shares	Amount in Rupees	No of Shares	Amount in Rupees
At the beginning of the year	300,000	3,000,000	10,000	100,000
Issued during the period	-	-	290,000	2,900,000
Bought back during the year	-	-	-	-
Outstanding at the end of the year	<u>300,000</u>	<u>3,000,000</u>	<u>300,000</u>	<u>3,000,000</u>

4. Reserves and Surplus

Surplus i.e. Statement of Profit & Loss

At the beginning of the year
Add: transferred from Statement of Profit and Loss
At the end of the year

	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
	4,620,172	(177,839)
	(10,774,136)	4,798,011
	<u>(6,153,964)</u>	<u>4,620,172</u>

5. Other Non Current Liabilities

Sinking fund
Less: amount transferred to loans and advances

	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
	44,736,911	30,797,252
		22,500,000
	<u>44,736,911</u>	<u>8,297,252</u>

Note:

The Company does not have any earmarked investment made against the sinking fund.

6. Provisions

Provision for employee benefits:

Provision for gratuity
Provision for compensated absences

	Non Current		Current	
	As at March 31, 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
	1,049,101	743,395	-	25,728
	860,806	647,882	431,251	357,679
	<u>1,909,907</u>	<u>1,391,277</u>	<u>431,251</u>	<u>383,407</u>



NITESH PROPERTY MANAGEMENT PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
7. Trade Payables:		
Trade Payables	12,279,787	7,273,204
Note:	12,279,787	7,273,204

As at March 31, 2016, the Company is in the process of collecting confirmation regarding its status as micro or small enterprises, or its registration, with the appropriate authority under the Micro, Small and Medium Enterprises Development Act, 2006. Since no supplier has intimated the company about its status or registration, the amount due to such suppliers has not been identified.

Particulars	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
8. Other Current Liabilities		
Advance from customers	15,929,191	16,089,059
Security Deposit	10,000	10,000
Interest accrued and not due	-	-
Other Liabilities	1,106,268	3,395,582
Withholding taxes payable	220,357	79,665
Other Statutory Liabilities	274,447	299,598
	17,540,263	19,873,904

Particulars	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
9. Short term provisions		
Provision for employee benefits	431,251	383,407
Provision for income tax (Net of advance payment of tax)	1,612,046	1,319,814
	2,043,297	1,703,221

Particulars	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
10. Deferred Tax Assets		
On account of timing differences in recognition of expenses	725,639	550,599
Note:	725,639	550,599

(a) Deferred tax asset is recognised only to the extent arising from provision made for employee benefits.
(b) Deferred tax assets arising from the brought forward business losses/unabsorbed depreciation under applicable tax laws which are in excess of the amount recognised above have not been recognised in the financial statements in the absence of virtual certainty of realization of such assets.



NITESH PROPERTY MANAGEMENT PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
11. Trade Receivables:		
Outstanding for a period exceeding 6 months from the date they are due for payment	-	-
Other receivables	29,923,063	30,741,209
	<u>29,923,063</u>	<u>30,741,209</u>
Less: Provision for doubtful debts	634,192	750,000
	<u>29,288,871</u>	<u>29,991,209</u>
<i>Additional Information:</i>		
i) Unsecured considered good	29,288,871	29,991,209
ii) Doubtful	634,192	750,000
	<u>29,923,063</u>	<u>30,741,209</u>
Less: Provision for doubtful debts	634,192	750,000
	<u>29,288,871</u>	<u>29,991,209</u>
Note:		
Amount due from a firm in which directors are interested	328,068	253,394
Amount due from private limited company in which directors are interested		43,040

Particulars	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
13. Cash and Bank Balances		
<i>i) Cash and cash equivalents:</i>		
Balances with Bank		
- On Current accounts	5,245,324	9,538,039
Cash on Hand	61,587	55,553
	<u>5,306,911</u>	<u>9,593,592</u>
<i>ii) Other Bank Balances:</i>		
Deposits with maturity of more than 3 months & not exceeding 12 months	-	3,000,000
	-	<u>3,000,000</u>

Particulars	<i>in Rupees</i>	
	As at March 31, 2016	As at March 31, 2015
14. Loans and advances (unsecured and considered good)		
Vendor Advances	2,050,458	155,655
Advance to related party	36,736,000	22,500,000
Service tax input credit receivable	810,268	2,304,506
Interest accrued	-	242,195
Other receivables	438,054	321,274
Less: Transfer to Sinking Fund		(22,500,000)
	<u>40,034,780</u>	<u>3,023,630</u>
Note:		
Amount due from a firm in which directors are interested	36,736,000	22,500,000



NITESH PROPERTY MANAGEMENT PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

15. Revenue from operations:

Building Maintenance income
Other operating Income

<i>in Rupees</i>	
Current Year	Previous Year
56,999,599	61,752,562
1,518,996	1,241,261
58,518,595	62,993,823

16. Other Income:

Interest on bank deposits
Provision no longer required withdrawn
Miscellaneous Income

<i>in Rupees</i>	
Current Year	Previous Year
-	978,170
-	1,842,446
23,836	24,389
23,836	2,845,005

17. Subcontracting Charges:

Security Charges
Housekeeping expenses
Building maintenance expenses
Repairs & maintenance

<i>in Rupees</i>	
Current Year	Previous Year
17,716,282	14,072,465
5,590,023	4,942,041
7,625,184	8,644,934
8,139,467	6,788,614
39,070,956	34,448,054

Particulars	<i>in Rupees</i>	
	Current Year	Previous Year
18. Employee related expenses:		
Salaries, wages and bonus	16,397,834	12,858,623
Contribution to provident and other funds	974,631	1,054,489
Staff welfare expenses	409,085	382,732
	17,781,550	14,295,844

19. Finance Cost:

Interest on borrowings

<i>in Rupees</i>	
Current Year	Previous Year
-	1,106,501
-	1,106,501

20. Other expenses

Power and fuel
Bank Charges
Maintenance expenses
Insurance charges
Rates and taxes
Professional and consultancy charges
Payment to auditor (Refer details below)
Travelling and conveyance
Bad debts written off
Less: Provision for doubtful debts withdrawn

Communication expenses
Printing and stationery
Miscellaneous expenses

<i>in Rupees</i>	
Current Year	Previous Year
7,911,481	6,146,634
70,530	26,864
1,115,554	519,149
314,075	301,403
628,789	162,987
135,750	593,333
350,000	212,500
692,770	578,063
115,808	-
115,808	-
-	-
424,096	260,310
239,001	125,646
407,055	30,986
12,289,101	8,957,875

Payment to auditor

As auditor:

- Audit fee
- Fees for limited reviews
- Tax audit fee

180,000	100,000
150,000	112,500
20,000	-
330,000	212,500



Nitesh Property Management Private Limited
Notes forming part of the financial statements

20. The Company has accounted the provision for gratuity based on the actuarial valuation computed on projected unit credit method.

Disclosures as per Accounting Standard 15 "Employee Benefits":

(a) Defined Contribution Plan:

Contribution to Defined Contribution, recognized as expense for the year are as under:

	Current Year (Rs.)	Previous Year (Rs.)
Employer's Contribution to Provident Fund & Pension Scheme	6,01,304	5,96,791

(b) Defined Benefit Plan:

Gratuity: The Present value of obligation is determined based on actuarial valuation using the projected unit credit method and provided for. The same is unfunded hence disclosure in respect of plan assets as per AS – 15 are not applicable to the Company.

I. Reconciliation of opening and closing balances of Defined Benefit obligation:	As at March 31, 2016 (Rs.)	As at March 31, 2015 (Rs.)
Defined Benefit obligation at beginning of the year	987,043	573,647
Taken over from the holding company	Nil	Nil
Current Service Cost	171,993	106,186
Interest Cost	81,940	51,329
Actuarial (gain)/ loss	44,483	255,881
Benefits Paid		-
Defined Benefit obligation at end of the year	1,285,459	987,043

II. Reconciliation of fair value of assets and obligations:

Fair value of plan assets	(236,358)	(217,920)
Present value of obligation	1,285,459	987,043
Amount recognized in Balance Sheet	1,049,101	769,123

**III. Expense recognized during the year: (under "Note 18"
Employee Related Expenses in Statement of the Profit and Loss)**

Taken over from holding company		
Current Service Cost	171,993	106,861
Interest Cost	81,940	51,329
Expected return on plan assets	(15,688)	16,623
Actuarial (gain)/ loss	41,732	278,146
	279,977	419,038



Nitesh Property Management Private Limited
Notes forming part of the financial statements

IV. Experience adjustments:

	Period ended March 31, 2012	Period ended March 31, 2013	Period ended March 31, 2014	Period ended March 31, 2015	Period ended March 31, 2016
Defined Benefit obligation	241,347	476,422	573,647	987,043	1,285,459
Plan Assets	Nil	Nil	223,562	217,920	236,358
Surplus/ (Deficit)	(241,347)	(476,422)	(350,085)	(769,123)	(1,049,101)
Experience adjustments on plan liabilities	(162,690)	122,113	(35,406)	197,113	23,388
Experience adjustments on plan assets	Nil	Nil	16,560	(22,265)	2,751

V. Actuarial assumptions:

Mortality Table (Indian Assured Lives)	Current Year	Previous Year
Discount rate (per annum)	7.60%	7.90%
Expected return on assets	8.00%	8.00%
Rate of escalation in salary (per annum)	6.00%	6.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

21. The Company is engaged in the business of property management in India. Since the Company's business activity primarily falls within single business and geographical segment, no further disclosures required other than those given in the financial statements.

22. Related Party Transactions:

a) List of related Parties:

Name of the Related Parties

Mr. Nitesh Shetty
 Mr. Ashwini Kumar
 Mr. Ganapathy Joshy
 Mr. Ashok P C

Nitesh Estates Limited

Nature of relationship

Key Managerial Personnel ("KMP")

Holding Company



Nitesh Property Management Private Limited
Notes forming part of the financial statements

Nitesh Indiranagar Retail Private Limited
 Nitesh Housing Developers Private Limited
 Nitesh Urban Development Private Limited
 Kakanad Enterprises Private Limited
 Nitesh Infrastructure and Construction
 Nitesh Estates Whitefield
 Nitesh Residency Hotels Private Limited

Fellow Subsidiaries

Enterprises owned and significantly influenced by KMP

b) Transactions with related parties: (Amount in Rupees)

	Current Year	Previous Year
Maintenance Charges Received from:		
Nitesh Estates Limited (net)	1,267,010	1,194,086
Nitesh Shetty	253,296	1,035,536
Nitesh Infrastructure and Construction	723,133	284,540
Nitesh Urban Development Private Limited	468,000	525,845

c) Balances outstanding with Related parties:

Amount receivable from:	As at March 31, 2016	As at March 31, 2015
Nitesh Estates Limited	Nil	814,252
Nitesh Infrastructure and Construction	433,096	253,394
Mr. Nitesh Shetty	34,642	519,824
Nitesh Urban Development Private Limited	89,310	43,820
Nitesh Housing Developers Private Limited	626,746	Nil
Nitesh Estates Whitefield	36,736,000	22,500,000
Amount payable to Nitesh Estates Limited	2,474,624	Nil

23. During the year, the Company has made provision towards Compensated absences of the employees, the details are as under:

Particulars		As at March 31, 2016 (Rs.)	As at March 31, 2015 (Rs.)
i)	Carrying amount as at beginning of the year	1,005,561	551,855
ii)	Provision made during the year	286,496	453,706
iii)	Amount utilized during the year	Nil	Nil
iv)	Carrying amount as at the end of the year	1,292,057	1,005,561

24. Prior period items:

Expenditure (wrong recognition of building maintenance in previous year) Rs.4,087,218

25 Previous year's figures have been regrouped wherever necessary to conform to the current year's presentation.

