



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HAVELOCK PROPERTIES LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **HAVELOCK PROPERTIES LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the 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 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 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 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 financial statements are free from material misstatement.

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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal



financial controls system over financial reporting and the operating effectiveness of such controls. 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 31st March, 2015, and its loss and its cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements:

Note 32 in the financial statements which indicate that the Company has accumulated losses and its net worth has been fully eroded, the Company has incurred a net loss/net cash loss during the current and previous year(s) as at the balance sheet date. These conditions, along with other matters set forth in Note 32, indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said Note.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143 (3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes 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 Company's 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 and returns.
- (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) The going concern matter described in sub-paragraph (a) under the Emphasis of Matters paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
- (f) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **Abhishek Raja & Associates**
Chartered Accountants
(Firm's Registration No. 021630N)



Partner **LAVNISH KUMAR**
Membership No.: **M. No. 425844**
Place of Signature: Gurgaon
Date: 14.05.2015

Annexure to the Independent Auditors' Report to the members of HAVELOCK PROPERTIES LIMITED on the financial statements for the year ended 31st March 2015 referred to in Paragraph 1 of 'Report on Other Legal and Regulatory Requirements' of our report

In terms of information and explanations given to us and the books and records examined by us, we report that:

- (i) In respect of its fixed assets:
 - a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) According to the information and explanations given to us, the fixed assets were physically verified during the year by the management in accordance with the programme of verification, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. To the best of our knowledge, no material discrepancies were noticed on verification conducted during the year as compared with the book records.
- (ii) In respect of its inventories:
 - a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c) The company is maintaining proper records of Inventory. No discrepancy has been noticed on verification between the physical stocks and the book records.
- (iii) As per information and explanation provided to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business with regard to purchases of inventory, fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system of the company.
- (v) The company has not accepted any deposits from the public within the meaning of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under.



(vi) As per the information and explanations given to us, the Central Government has not prescribed the maintenance of cost record for any of the Company's products under Section 148(1) of the Companies Act.

(vii)

a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is not regular in depositing with appropriate authorities undisputed statutory dues including income-tax and other material statutory dues applicable to it. The provisions relating to provident fund, employees' state insurance, sales-tax, wealth-tax, service tax, duty of customs, duty of excise, value added tax and cess are not applicable to the company.

No undisputed amounts are outstanding in respect of statutory dues as at March 31st, 2015 for period of more than six months from the date they became payable.

b) According to the information and explanation given to us, there are no dues pending on account of any dispute.

c) According to the information and explanations given to us, there is no amount which is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under and has not been transferred to such fund within time.

(viii) *The Company has accumulated losses amounting to Rs. 120,900,305 which are more than fifty percent of its net worth as at the end of the financial year. It has incurred cash loss of Rs. 22,628,909 during the financial year covered by our audit. The company had incurred cash losses of Rs.139,964,442 in the immediately preceding financial year.*

(ix) According to the information and explanations given to us, the company has raised loan from Financial Institutions. On the basis of audit procedures performed by us and according to the information explanation and representations given to us by the management, *the company has outstanding delays as at balance sheet date in repayment of dues (including interest) to financial institutions as given in note 33 to the financial statements.*

(x) According to the information and explanation given to us, the company has given guarantee for loans taken by others from banks or financial institutions.



- (xi) According to the information and explanations given to us, the company has not raised any term loan.
- (xii) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For Abhishek Raja & Associates
Chartered Accountants
(Firm's Registration No: 021630N)



Partner **LAVNISH KUMAR**
Membership No.: **M. No. 425844**
Place of Signature: Gurgaon
Date: 14.05.2015

Havelock Properties Ltd.
Balance Sheet as at March 31, 2015

	Notes	As at March 31, 2015 Amount (In ₹)	As at March 31, 2014 Amount (In ₹)
EQUITY AND LIABILITIES			
Shareholders' funds			
Share Capital	2	4,99,97,600	4,99,97,600
Reserves and Surplus	3	(12,09,00,305)	(10,56,13,347)
		(7,09,02,705)	(5,56,15,747)
Non Current Liabilities			
Long term borrowings	4	54,50,00,000	10,62,50,000
		54,50,00,000	10,62,50,000
Current Liabilities			
Short term borrowings	5	2,41,81,80,112	93,51,47,501
Trade payables	6	5,36,72,855	8,27,68,593
Other Current Liabilities	7	14,29,10,733	1,75,00,59,987
		2,61,47,63,700	2,76,79,76,081
Total		3,08,88,60,995	2,81,86,10,334
Assets			
Non Current Assets			
Fixed Assets			
Tangible assets	8	26,82,927	31,40,776
Deferred tax assets (net)	9	7,97,09,089	7,23,67,139
Long Term loans and advances	10	82,74,949	78,73,034
		9,06,66,965	8,33,80,949
Current Assets			
Inventories	11	77,74,76,192	77,74,76,192
Trade receivables	12	4,92,47,530	5,89,24,076
Cash and Bank Balances	13	3,33,35,427	4,29,79,607
Short term loans and advances	14	10,24,57,741	10,63,55,347
Other current assets	15	2,03,56,77,140	1,74,94,94,163
		2,99,81,94,030	2,73,52,29,385
Total		3,08,88,60,995	2,81,86,10,334

Significant accounting policies 1

The accompanying notes are integral part of the financial statements

As per our report of even date

For Abhishek Raja & Associates

Chartered Accountants

FRN: 021630N

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Partner

LAVNISH KUMAR

Membership No:

M. No. 425844

Place: Gurgaon

Dated: 14.05.2015

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For and on behalf of the Board of Directors

[Signature]

Sameer Bahri
Director

(DIN: 00054020)

[Signature]

S. S. Bhowmick
Director

(DIN: 00033445)

Havelock Properties Ltd.**Statement of Profit and loss for the year ended March 31, 2015**

		For the year ended March 31, 2015 Amount (In ₹)	For the year ended March 31, 2014 Amount (In ₹)
	Notes		
Revenue			
Revenue from operations	16	7,38,74,681	3,98,60,307
Other Income	17	10,50,523	1,82,46,946
Total		7,49,25,204	5,81,07,253
Expenses			
Changes in inventories of land	18	-	-
Real Estate Project Expenditure	20	7,93,40,408	18,32,94,981
Finance Costs	21	43,24,370	1,15,78,602
Other Expenses	22	1,38,89,335	31,98,112
Total		9,75,54,113	19,80,71,695
Profit / (loss) before tax		(2,26,28,909)	(13,99,64,442)
Tax expenses			
Deferred tax	23	(73,41,950)	(4,54,11,463)
Profit / (loss) for the year		(1,52,86,959)	(9,45,52,979)
Earnings per equity share of face value of ₹ 10 each	31		
(i) Basic		(3.06)	(18.91)
(ii) Diluted		(3.06)	(18.91)
Significant accounting policies	1		

The accompanying notes are integral part of the financial statements

As per our report of even date

For Abhishek Raja & Associates

Chartered Accountants

FRN: 021630N



Partner

Membership No:

LAVNISH KUMAR
M. No. 425844

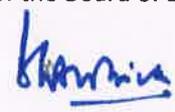
Place: Gurgaon

Dated: 14.05.2015

For and on behalf of the Board of Directors


Sameer Bahri
Director

(DIN: 00054020)


S. S. Bhowmick
Director

(DIN: 00033445)

Havelock Properties Ltd.

Cash Flow Statement for the year ended March 31, 2015

Particulars	March 31, 2015	March 31, 2014
A. Cash flow from operating activities		
Net profit/ (loss) before tax and extraordinary items	(2,26,28,909)	(13,99,64,441)
Adjustments for:		
Interest Income	(10,36,478)	(1,32,21,285)
Borrowing Cost	43,24,370	1,15,78,602
Operating profit / (loss) before working capital changes	(1,93,41,017)	(14,16,07,124)
Adjustment for:		
Inventories	-	13,43,01,864
Trade and other receivables	(27,02,60,501)	(13,97,10,159)
Trade & Other Payable	(1,72,67,19,392)	1,71,19,86,425
Cash generated from operations	(2,01,63,20,910)	1,56,49,71,005
Direct taxes paid	(21,15,191)	(12,95,986)
Net cash flow from/ (used in) operating activities (A)	(2,01,84,36,101)	1,56,36,75,019
B. Cash flows from investing activities		
Purchase of Fixed Assets	(1,77,199)	(9,73,095)
Interest received	10,36,478	1,32,21,285
Net cash flow from/ (used in) investing activities (B)	8,59,279	1,22,48,190
C. Cash flows from financing activities		
Proceeds/ (repayments) of borrowings	1,93,30,32,611	(1,30,12,25,276)
Borrowing cost paid	7,49,00,030	(27,87,58,339)
Net cash flow from/ (used in) financing activities (C)	2,00,79,32,641	(1,57,99,83,615)
Net increase/ (decrease) in cash and cash equivalents (A + B + C)	(96,44,181)	(40,60,406)
Total cash and cash equivalents at the beginning of the year	4,29,79,607	4,70,40,013
Cash and cash equivalents at the end of the year	3,33,35,427	4,29,79,607
Components of cash and cash equivalents:		
Cash in hand	2,35,299	1,94,743
Balance with Banks	3,31,00,128	4,27,84,864
Total	3,33,35,427	4,29,79,607

Significant accounting policies

1

The accompanying notes are integral part of the financial statements .

As per our report of even date

For Abhishek Raja & Associates

Chartered Accountants

FRN: 021630N



Partner

LAVNISH KUMAR

Membership No:

M. No. 425844

For and on behalf of the Board of Directors

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Sameer Bahri

S. S. Bhowmick

Director

Director

(DIN: 00054020)

(DIN: 00033445)

Place: Gurgaon

Dated: 14.05.2015

1. SIGNIFICANT ACCOUNTING POLICIES

I. NATURE OF OPERATIONS

Havelock Properties Ltd. (The Company) was incorporated in 2005. The company's main business is development of real estate projects.

II. BASIS OF PREPARATION

The financial statements have been prepared under historical cost convention on an accrual basis in accordance with the requirements of schedule III and accounting standards prescribed in section 133 of the Companies Act, 2013 (The Act) read with the Rule 7 of the Companies (Accounts) Rules, 2014 as amended from time to time and the provisions of "The Act" to the extent notified.

III. FIXED ASSETS AND DEPRECIATION

Fixed assets including capital work in progress (optional) are stated at cost (gross block) less accumulated depreciation and impairment losses, if any. Cost comprises, the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. It excludes refundable taxes. Borrowing costs relating to acquisition of fixed assets which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use. Depreciation on fixed assets is provided based on useful lives of the assets assigned to each asset in accordance with Schedule II of the Companies Act, 2013.

IV. INVENTORIES

- a) The cost of inventories comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Inventories are valued at cost or net realizable value, whichever is lower on the basis of first in first out method.
- b) Finished stock of completed real estate projects, land and land development rights are valued at lower of cost or net realizable value on the basis of actual identified units.

V. PROJECTS IN PROGRESS

Project in progress disclosed as at reporting date in respect of real estate development and related activities includes aggregate amount of costs and recognized profit (less recognized losses) up to the reporting date less advances received from customers.

Costs generally include cost of land, land development rights, construction costs, job work, allocated borrowing costs and other costs that are attributable to project and such other costs as are specifically chargeable to the customer.

VI. BORROWING COST

Borrowing cost relating to acquisition/construction development of qualifying assets of the company are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use/sale. Borrowing cost that are attributable to the project in progress and qualifying land advances as well as any capital work in progress are charged to respective qualifying asset. All other borrowing costs, not eligible for inventorisation /capitalization, are charged to revenue.



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VII. REVENUE RECOGNITION

A) Real Estate Projects

Revenue from real estate under development/sale of developed property is recognized upon transfer of all significant risks and rewards of ownership of such real estate/ property, as per the terms of the contracts entered into with buyers, which generally coincides with the firming of the sales contracts/ agreements, except for contracts where the company still has obligations to perform substantial acts even after the transfer of all significant risks and rewards. Accordingly, revenue is recognized revenue from real estate projects is recognized on the 'percentage of completion method' (POC) of accounting.

Revenue under the POC method is recognized on the basis of percentage of actual costs incurred including construction and development cost of projects under execution and proportionate land subject to such actual cost incurred being twenty percent or more of the total estimated cost of projects.

The stage of completion under the POC method is measured on the basis of percentage that actual costs incurred on real estate projects including construction and development cost and proportionate land bears to the total estimated cost of the project. The estimates including those of technical nature in respect of the projected revenues, projected profits, projected costs, cost to completion and the foreseeable loss are reviewed periodically by the management and any effect of changes in estimates is recognized in the period such changes are determined. Revenue is recognized by reference to the stage of completion as explained above attributed to the work completed during the year. When it is probable that total costs will exceed total project revenue, this expected loss is recognized as an expenses immediately.

B) Revenue from lease rentals and related income

Lease income is recognized in the statement of profit and loss on straight line basis over the lease term unless there is another systematic basis which is more representative of the time pattern of the lease. Revenue from lease rental is disclosed net of indirect taxes, if any

C) Interest income

Interest income is recognized only when no significant uncertainty as to measurability or collectability exists. Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

VIII. TAXES ON INCOME

Tax expense comprises both current and deferred tax.

Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates and tax laws that are enacted or substantially enacted.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. The tax effect is calculated on the accumulated timing difference at the year-end based on the tax rates and laws enacted or substantially enacted on the balance sheet date. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if



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there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits. At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

IX. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognized in respect of liabilities which can be measured only by using a substantial degree of estimates when

- a) the company has a present obligation as a result of a past event;
- b) a probable outflow of resources embodying economic benefits will be required to settle the obligation; and
- c) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent liability is disclosed in the case of:

- a) a present obligation arising from a past event, when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation;
- b) a possible obligation, that arises out of past events and the existence of which will be confirmed only by one or more uncertain future events unless the probability of outflow of resources is remote.

Contingent assets are neither recognized nor disclosed. However, when realization of income is virtually certain, related asset is recognized.

X. CASH & CASH EQUIVALENT

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less. Cash flow statement is prepared using the indirect method.

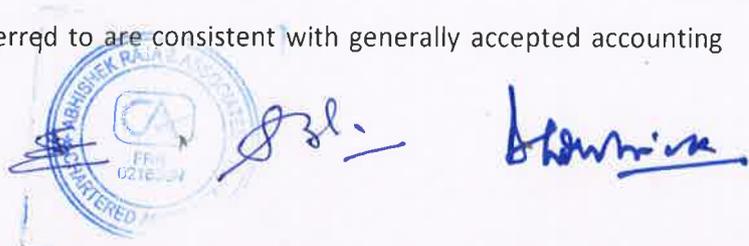
XI. EARNING PER SHARE

Basic earning 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. The weighted average numbers of equity shares outstanding during the period are adjusted for events of bonus issue, a share split and share warrants conversion.

Diluted earnings per share is calculated by adjusting net profit or loss for the period attributable to equity shareholders and the weighted number of shares outstanding during the period for the effect of all dilutive potential equity shares.

XII. GENERAL

Accounting policies not specifically referred to are consistent with generally accepted accounting practice.

A circular blue stamp from the Registrar of Companies, Punjab, India, is located at the bottom center. The stamp contains the text 'REGISTRAR OF COMPANIES, PUNJAB, INDIA' and 'REGISTERED'. To the right of the stamp, there are two handwritten signatures in blue ink.

Havelock Properties Ltd.

Notes to the Financial Statement for the year ended March 31, 2015

	As at March 31, 2015 Amount (In ₹)	As at March 31, 2014 Amount (In ₹)
2 Share Capital		
Authorised		
50,00,000 (50,00,000) Equity shares of ₹ 10/- each	5,00,00,000	5,00,00,000
Issued, subscribed and fully paid up		
49,99,760 (49,99,760) Equity shares of ₹ 10/- each with voting rights	4,99,97,600	4,99,97,600
Total	<u>4,99,97,600</u>	<u>4,99,97,600</u>

Reconciliation of the number of number of shares outstanding at the beginning and end of the reporting year

	March 31, 2015		March 31, 2014	
	Number	Value (In ₹)	Number	Value (In ₹)
At the beginning of the year	49,99,760	4,99,97,600	49,99,760	4,99,97,600
Issued during the year	-	-	-	-
Outstanding at the end of the year	49,99,760	4,99,97,600	49,99,760	4,99,97,600

Shares (in aggregate) of each class held by:-

Name of Shareholder	March 31, 2015	March 31, 2014
	Number	Number
Holding company - Unitech Limited	48,99,760	48,99,760
Total	48,99,760	48,99,760

Details of shareholder holding more than 5% Shares

Name of Shareholder	March 31, 2015		March 31, 2014	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Holding company - Unitech Limited	48,99,760	98	48,99,760	98
Total	48,99,760	98	48,99,760	98



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Havelock Properties Ltd.

Notes to the Financial Statement for the year ended March 31, 2015

	As at March 31, 2015 Amount (In ₹)	As at March 31, 2014 Amount (In ₹)
3 Reserves and Surplus		
Surplus/(deficit) in the statement of profit and loss		
As per last financial statement	(10,56,13,346)	(1,10,60,368)
Add: Profit / (loss) for the period	(1,52,86,959)	(9,45,52,979)
Total	(12,09,00,305)	(10,56,13,347)
4 Long term borrowings		
Term Loan		
Secured		
From financial institution	54,50,00,000	10,62,50,000
Total	54,50,00,000	10,62,50,000
5 Short term borrowings		
Unsecured		
Loans and advances from related parties		
from holding company - Unitech Limited	1,87,08,63,032	46,68,73,955
from others - Bengal Unitech Universal Infrastructure Pvt. Ltd.	54,73,17,080	46,82,73,546
Total	2,41,81,80,112	93,51,47,501
6 Trade payables		
Others	5,36,72,855	8,27,68,593
Total	5,36,72,855	8,27,68,593
7 Other Current Liabilities		
Interest accrued but not due	46,02,740	-
Interest accrued and due	7,46,21,660	-
Statutory taxes and dues	71,72,614	80,55,019
Expenses payable	13,19,848	9,71,900
Security deposits	1,48,67,531	1,05,97,466
Others payables	2,53,26,340	1,72,66,85,602
Current maturity of Long Term Borrowings (refer note 4)	1,50,00,000	37,50,000
Total	14,29,10,733	1,75,00,59,987
9 Deferred tax assets (net)		
Deferred tax assets on account of		
Business losses and unabsorbed depreciation	7,97,09,089	7,23,67,139
Total	7,97,09,089	7,23,67,139
10 Long Term loans and advances (Unsecured, considered good)		
Security deposits	82,74,949	78,73,034
Total	82,74,949	78,73,034



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Havelock Properties Ltd.

Notes to the Financial Statement for the year ended March 31, 2015

Note no. 4

Term loan from financial institutions / Secured

Particulars	Particulars	March 31, 2015		March 31, 2014		
		Interest Rate	Non Current	Current	Non Current	Current
Security and guarantee details (i) Secured by way of charge on movable / current assets of company and charge on holding companys project escrow accounts.	Repayment terms 54 ballooning monthly installments after expiry of moretorium period of 6 months from initial disbursment	18.75%	54,50,00,000	1,50,00,000	10,62,50,000	37,50,000
(ii) Equitable mortgage of certain land at Gurgaon , Haryana by holding company, fellow subsidiaries and collaborators						
(iii) Pledge of shares of holding company by its promoters						
(iv) Personal guarantee of Directors and Chairman of holding company and corporate guarantee of collaborators.						
Total			54,50,00,000	1,50,00,000	10,62,50,000	37,50,000



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Havelock Properties Ltd.

Notes to the Financial Statement for the year ended March 31, 2015

8 Tangible assets

Particulars	Owned		Owned		Total
	Equipments	Furniture and fixtures	Office equipments	Computers	
Gross Block					
Opening	13,65,994	13,24,634	3,31,240	2,69,308	32,91,176
Additions	8,21,303		78,450	73,342	9,73,095
Disposals/adjustments					-
As At March 31, 2014	21,87,297	13,24,634	4,09,690	3,42,650	42,64,271
Additions			1,77,199		1,77,199
Disposals/adjustments					-
As At March 31, 2015	21,87,297	13,24,634	5,86,889	3,42,650	44,41,470
Depreciation					
Opening	1,52,808	4,25,675	74,377	2,22,446	8,75,306
Charge for the year	97,377	83,850	16,989	49,973	2,48,189
Impairment					-
Disposals/adjustments					-
Depreciation as at March 31, 2014	2,50,185	5,09,525	91,367	2,72,419	11,23,495
Charge for the year	1,56,495	2,12,077	51,321	43,012	4,62,904
Impairment					-
Disposals/adjustments			(1,87,624)	15,480	(1,72,144)
Depreciation as at March 31, 2015	4,06,680	7,21,602	3,30,312	2,99,951	17,58,543
Net Block as at March 31, 2014	19,37,112	8,15,109	3,18,323	70,231	31,40,776
Net Block as at March 31, 2015	17,80,617	6,03,032	2,56,577	42,699	26,82,927



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Havelock Properties Ltd.

Notes to the Financial Statement for the year ended March 31, 2015

	As at March 31, 2015 Amount (In ₹)	As at March 31, 2014 Amount (In ₹)
11 Inventories		
Land	77,74,76,192	77,74,76,192
Total	77,74,76,192	77,74,76,192
12 Trade receivables (Unsecured, considered good)		
Due over six months	4,14,56,739	4,94,71,544
Other Trade receivables	77,90,791	94,52,532
Total	4,92,47,530	5,89,24,076
13 Cash and Bank Balances Cash and cash equivalents		
Cash on hand	2,35,299	1,94,743
Balance with Banks	3,31,00,128	4,27,84,864
Total	3,33,35,427	4,29,79,607
14 Short term loans and advances (Unsecured, considered good)		
Loans & advances to related parties		
Unitech High Tech Developers Pvt. Ltd.	25,39,866	1,65,94,023
Loans & advances to others		
Advance Income Tax	45,84,616	24,69,425
Advance Other taxes	88,34,304	63,36,360
Advances to Vendors	40,45,078	51,62,946
Inter Corporate Deposits	1,79,00,000	1,12,00,000
Advance for purchase of land and project pending commencement	6,45,27,593	6,45,27,593
Other Loans & advances	26,284	65,000
Total	10,24,57,741	10,63,55,347
15 Other current assets (Unsecured, considered good)		
Project in Progress On which revenue is not recognised		
Project in Progress	1,83,49,96,588	1,55,89,08,714
Project in Progress On which revenue is recognised		
Project in Progress	1,77,39,59,344	1,69,92,67,299
Estimated profit recognised	(28,20,30,968)	(24,28,63,028)
Less: Advance received from customers	1,29,12,47,824	1,26,58,18,822
	20,06,80,552	19,05,85,449
Total	2,03,56,77,140	1,74,94,94,163



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Havelock Properties Ltd.

Notes to the Financial Statement for the year ended March 31, 2015

	For the year ended March 31, 2015 Amount (In ₹)	For the year ended March 31, 2014 Amount (In ₹)
16 Revenue from operations		
Income recognised on percentage of completion method	4,01,72,467	48,50,089
	4,01,72,467	48,50,089
Income from rent receipts	1,80,55,129	1,04,40,633
Income from maintenance and parking charges	22,20,000	19,76,000
Income from Building maintenance fee	65,33,270	93,85,273
Interest & Other charges from customers	68,93,815	1,32,08,312
	3,37,02,214	3,50,10,218
Total	7,38,74,681	3,98,60,307
17 Other Income		
Current investments		
Interest Income from		
Related party	10,36,478	8,26,686
Other Investments	-	1,91,140
	10,36,478	10,17,826
Miscellaneous income	14,045	1,72,29,120
Total	10,50,523	1,82,46,946
18 Changes in inventories		
Change in Land		
Opening stock	77,74,76,192	91,17,78,056
Less: Transfer to project in progress	-	13,43,01,864
Less: Closing stock	77,74,76,192	77,74,76,192
Total	-	-
20 Real Estate Project Expenditure		
Project cost - percentage of completion method	7,93,40,408	18,32,94,981
Total	7,93,40,408	18,32,94,981
21 Finance Costs		
Other borrowing costs	43,24,370	1,15,78,602
Total	43,24,370	1,15,78,602

*J.S.B.**K. K. K.*

22 Other Expenses		
Legal and professional charges	8,44,174	85,636
Rates & taxes	2,980	3,735
Registration and filling fee	23,934	7,000
Auditors remuneration		
Audit fee	60,000	60,000
for taxation matter	-	30,000
Brokerage and commission	15,06,889	-
Donation	4,000	-
Repairs and Maintenance expenses - Buildings	1,11,03,580	30,00,241
Security charges	3,43,778	-
Other administrative general expenses	-	11,500
Total	<u>1,38,89,335</u>	<u>31,98,112</u>
23 Deferred tax		
Deferred tax expenses	(73,41,950)	(4,54,11,463)
Total	<u>(73,41,950)</u>	<u>(4,54,11,463)</u>



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24. "SEGMENT REPORTING: Segment wise revenue, results & other information

The company is primarily in the business of real estate development. Further majority of the business conducted is within the geographical boundaries of India.

In view of the above, in the opinion of the management and based on the organizational and internal reporting structure, the company's business activities as described above are subject to similar risks and returns. Further, since the business activities undertaken by the company are within India, in the opinion of the management, the environment in India is considered to have similar risks and returns. Consequently, the company's business activities primarily represent a single business segment. Similarly this company's operations in India represent a single geographical segment."

25. CONTINGENT LIABILITIES NOT PROVIDED FOR:

The company has given Corporate Guarantees of ₹ 2,99,40,10,102 (₹ 2,75,25,45,817) for securing loan from ICICI Home Finance Company Ltd. and ICICI Bank Ltd. raised by fellow subsidiary companies and the holding company – Unitech Limited.

26. In the opinion of management there is no item which is required to be considered for ascertaining the amount of deferred tax assets / liability, therefore, the same is taken at nil.

27. In the opinion of the Board of Directors and to the best of their knowledge and belief, the aggregate value of current assets and loans and advances on realization in the ordinary course of business will not be less than the amount at which these are stated in the balance sheet.

28. The company has mortgaged certain project land, building & structure there on along with project receivables to secure credit facilities availed by holding company and its subsidiaries.

29. As per information available with the company, the sundry creditors do not include any amount due to Micro, Small and Medium Enterprises registered under "The Micro, Small and Medium Enterprises Development Act, 2006" as at 31st March 2015.

30. RELATED PARTIES DISCLOSURES:

i. Name of related parties and description of relationship, where transaction exists:

Holding company	Unitech Limited
Fellow subsidiary company	Bengal Unitech Universal Infrastructure P. Ltd.
Fellow subsidiary company	Unitech Hi-Tech Developers Ltd.

ii. Summary of significant related parties transactions carried out in ordinary course of business are as under:

(Amount in ₹)				
Sl No.	Description	Holding Company	Fellow Subsidiary Company	Total
1.	Advances received	1,72,70,56,185 (4,04,71,000)	5,74,50,000 (15,45,00,000)	1,78,45,06,185 (19,49,71,000)
2.	Advances paid	47,34,19,676 (1,83,42,00,000)	1,54,84,812 (3,96,25,015)	48,89,04,488 (1,87,38,25,015)
3.	Interest paid	16,70,58,410 (23,74,46,043)	5,78,50,370 (4,64,74,770)	22,49,08,780 (28,39,20,813)
4.	Interest received	- (-)	10,36,478 (8,26,686)	10,36,478 (8,26,686)
5.	Project management fee	20,21,113 (53,45,747)	- (-)	20,21,113 (53,45,747)



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iii. Balance as at 31-03-2015:

(Amount in ₹)

Sl No.	Description	Maximum balance during the year 2015	Net Balance	Dr. / Cr.
1	Unitech Limited (Short term borrowing)	1,87,08,63,032 (2,06,73,72,516)	1,87,08,63,032 (46,68,73,662)	Cr. Cr.
2.	Unitech Limited (Trade payable)	2,57,02,129 (2,38,60,894)	2,57,02,129 (2,38,60,894)	Cr. Cr.
3.	Bengal Unitech Universal Infrastructure Pvt. Ltd. (Short term borrowing)	54,73,17,080 (46,82,73,546)	54,73,17,080 (46,82,73,546)	Cr. Cr.
4.	Unitech Hi-tech Developers Ltd. (Short Term Loans & advances)	1,40,68,667 (1,65,94,023)	25,39,866 (1,65,94,023)	Dr. Dr.

31. EARNING PER SHARE

	Particulars	As at 31-03-2015	As at 31-03-2014
a)	Weighted average number of equity shares at the beginning and end of the year.	49,99,760	49,99,760
b)	Net profit / (Loss) after tax (₹)	(1,52,86,959)	(9,45,52,979)
c)	Basic earnings per share (₹)	(3.06)	(18.91)
d)	Diluted earnings per share (₹)	(3.06)	(18.91)
e)	Nominal value of a equity share (₹)	10	10

32. ADDITIONAL INFORMATION:

(Amount in ₹)

	Particulars	31.03.2015	31.03.2014
a)	Value of Imports on CIF basis	Nil	Nil
b)	Expenditure in foreign currency	Nil	Nil
c)	Consumption of imported raw material, components and spare parts	Nil	Nil
d)	Amount remitted in foreign currency towards dividend	Nil	Nil
e)	Earnings in foreign currency	Nil	Nil

33. The company has certain outstanding delays as at balance sheet date with respect of long term loans from financial institution which are as follows:

The amount with respect to term loan from financial institutions with respect to Principal & interest is ₹ 2,74,60,480 (previous year - Nil) for 1-90 days, ₹ 2,77,91,301 (previous year - Nil) for 91-180 days & ₹ 2,31,19,879 (previous year - Nil) for > 181 days,

34. PREVIOUS YEAR FIGURES

Prior year figures have been regrouped, rearranged and reclassified wherever considered necessary.

As per our report of even date

For Abhishek Raja & Associates
Chartered Accountants
FRN: 021630N



Partner
Membership No.: **LAVNISH KUMAR**
M. No. 425844

For and on behalf of the Board of directors

[Signature] *[Signature]*

Sameer Bahri
Director
(DIN: 00054020)

S. S. Bhowmick
Director
(DIN: 00033445)

Place: Gurgaon
Dated: 14.05.2015