

V A T S S & Associates

CHARTERED ACCOUNTANTS

Regd. Office : 906, Block-A, 9th Floor, The Arcadia, South City-II, Gurgaon- 122018,
Haryana. Telfax. # 91 124 4016906

Report of the auditors of Kama Realty (Delhi) Limited to Thakur, Vaidyanath Aiyar & Co, auditors of Kama Holdings Limited

We have audited the attached balance sheet of Kama Realty (Delhi) Limited as at March 31, 2017 and also the statement of profit and loss and the cash flow statement of the company for the year then ended and other reconciliation and information (all collectively referred to as the Fit for Consolidation (FFC) Accounts. These FFC Accounts are the responsibility of the company's management. Our responsibility is to express an opinion on these FFC Accounts based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the FFC Accounts are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the FFC Accounts. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall FFC Accounts presentation. We believe that our audit provided a reasonable basis for our opinion.

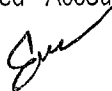
These FFC accounts have been prepared, in all material respects, on the basis of instructions received in this regard, from the Controller of Accounts of Kama Holdings Limited by the Company's management solely for use by Kama Holdings Limited in the preparation of its consolidated financial statements in accordance with the accounting policies of Kama Holdings Limited and requirements of Accounting Standard 21 "Consolidated Financial Statements" notified under Rule 3 of the Companies (Accounting Standard) Rules, 2006 and not to report on Kama Realty (Delhi) Limited as separate entity.

As requested by you and solely for your use for expressing an audit opinion on the consolidated financial statements of Kama Holdings Limited. We report that the attached FFC accounts are properly derived in accordance with the instructions referred to the above and the instructions received from the controller of accounts, from the consolidated statutory accounts of Kama Realty (Delhi) Limited, audited by us for the year ended March 31, 2017

We further state that in our judgment and for the purpose as mentioned above, there are no matters that need to be reported to you.

This report is intended solely for the use of Thakur, Vaidyanath Aiyar & Co in connection with the audit of the consolidated Financial Statements of Kama Holdings Limited and should not be used for any other purpose.

For VATSS & Associates,
Regn. No.017573N
Chartered Accountants


Suresh Arora
Partner (M/N: 90862)
Place: New Delhi
Dated: 27th April 2017



Branch Offices :

- C-10, 1st Floor, Hari Nagar, New Delhi- 110064 Telfax. # 91 11 25497623
- 30, Sector-15, Faridabad- 121007, Haryana

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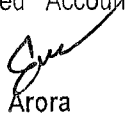
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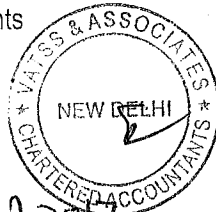
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This report is intended solely for the use of Thakur,Vaidyanath Aiyar & Co in connection with the audit of the consolidated Financial Statements of Kama Holdings Limited and should not be used for any other purpose.

For VATSS & Associates,
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Suresh Arora
Partner(M/N: 90862)
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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF

To the Members of Kama Realty (Delhi) Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Kama Realty (Delhi) Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss and 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 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 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 Accounting Standards prescribed under Section 133 of the Act, as applicable.

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.

Auditors' Responsibility

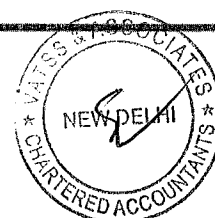
Our responsibility is to express an opinion on these financial statements based on our audit.

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 and the Order under section 143 (11) of the Act.

We conducted our audit of the financial statements 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 misstatements.

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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 financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, 2017, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. 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 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 financial statements comply with the Accounting Standards prescribed under section 133 of the Act, as applicable.
- e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- 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



- iv. The Company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November to 30th December'2016 and these are in accordance with the books of accounts maintained by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **VATSS & ASSOCIATES**

Chartered Accountants

Firm Regn. No. : 017573N



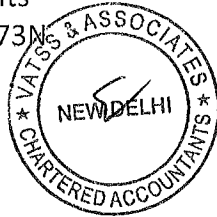
Suresh Kumar Arora

Partner

Membership No. 090862

Place: New Delhi

Dated: 27th April 2017



ANNEXURE "A"

TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' of our Report of even date)

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 **Kama Realty (Delhi) Limited** ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

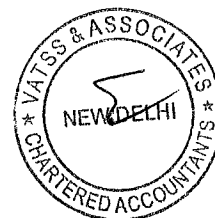
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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, to the best of our information and according to the explanation given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **V A T S S & ASSOCIATES**

Chartered Accountants

Firm Regn. No. : 017573N



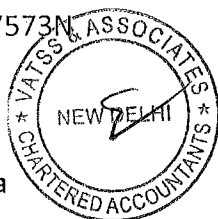
Suresh Kumar Arora

Partner

Membership No. 090862

Place: New Delhi

Dated: 27th April 2017



ANNEXURE "B"

TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' of our Report of even date)

The Annexure referred to in our Independent Auditors' Report of even date to the members of Kama Realty (Delhi) Limited on the accounts of the company for the year ended 31st March, 2017

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets ;

(b) As explained to us, fixed assets have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification;

(c) In our opinion and according to the information and explanations given to us, the title deeds of immovable property are held in the name of the company;

(ii) The nature of business of the Company does not require it to have any inventory. Hence, the requirement of clause (ii) of paragraph 3 of the said Order is not applicable to the Company;

(iii) As informed to us, the Company has not granted loans, secured or unsecured, to companies, firms or other parties covered in companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence clauses 3(iii) (a) to (c) of the order are not applicable to the Company.

(iv) In our opinion, and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.

(v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

(vi) As informed to us, the maintenance of cost records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

(vii) (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value added Tax, Cess and any other statutory dues, as applicable, with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on when they become payable;

(b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes.



(viii) According to the records of the company examined by us and as per the information and explanations given to us, the company has not defaulted in repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

(ix) According to the records of the company examined by us and as per the information and explanations given to us, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

(x) According to the records of the company examined by us and as per the information and explanations given to us, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

(xi) In our opinion, the Company has not paid any managerial remuneration. Therefore, the provisions of clause 4 (xi) of the Order are not applicable to the Company.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

(xiii) According to the records of the company examined by us and as per the information and explanations given to us, all transactions with the related parties are in compliance with section 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards. As informed to us, the provisions of Section 177 of Companies Act, 2013 in regard to Audit Committee are not applicable to the Company.

(xiv) According to the records of the company examined by us and as per the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

(xv) According to the records of the company examined by us and as per the information and explanations 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 Order are not applicable to the Company and hence not commented upon.

(xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For **V A T S S & ASSOCIATES**

Chartered Accountants

Firm Regn. No. : 017573M



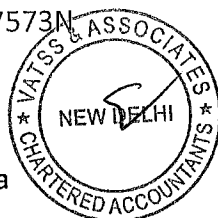
Suresh Kumar Arora

Partner

Membership No. 090862

Place: New Delhi

Dated: 27th April 2017



KAMA REALTY (DELHI) LIMITED

Regd. Address: C-8, Commerical Complex, Safdarjung Development Area, New Delhi-110016
CIN:U70101DL2007PLC160735

**BALANCE SHEET AS AT MARCH 31, 2017**

Particulars	Note No.	As at March 31, 2017 Rs./lakhs	As at March 31, 2016 Rs./lakhs
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	2	6.00	6.00
Reserves and surplus	3	<u>3,485.03</u>	<u>3,033.67</u>
		3,491.03	3,039.67
Non-current liabilities			
Long-term borrowings	4	<u>1,531.11</u>	<u>1,920.12</u>
		1,531.11	1,920.12
Current liabilities			
Short-term borrowings	4	378.05	765.10
Other current liabilities	5	<u>350.56</u>	<u>354.10</u>
		728.61	1,119.20
TOTAL EQUITY AND LIABILITIES		<u>5,750.75</u>	<u>6,078.99</u>
ASSETS			
Non-current assets			
Fixed assets	6		
Tangible assets		3,267.70	3,328.06
Capital Work-in-progress	7	-	1,063.68
Non-current investments	8	<u>1,300.82</u>	<u>637.03</u>
		4,568.52	5,028.77
Current assets			
Current investments	8	234.28	-
Cash and bank balances	9	50.90	47.71
Short-term loans and advances	10	897.43	998.43
Other current assets	11	<u>(0.38)</u>	<u>4.08</u>
		1,182.23	1,050.22
TOTAL ASSETS		<u>5,750.75</u>	<u>6,078.99</u>

Accounting Policies contained in Note 1 & Notes 2 to 11 form part of financial statements

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As per our report of even date

For VATSS & Associates

Regn. No. 017573N

Chartered Accountants

Suresh Arora

Partner

M.No. 90862

Place: New Delhi

Date: 27th April 2017



Rajat Lakhanpal

(Director)

(DIN No. 00005664)

Viney Kumar Dua

(Director)

(DIN No. 01892182)

8

KAMA REALTY (DELHI) LIMITED

Regd. Address: C-8, Commerical Complex, Safdarjung Development Area, New Delhi-110016

CIN:U70101DL2007PLC160735

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2017**

Particulars	Note No.	Year ended March 31, 2017 Rs./lakhs	Year ended March 31, 2016 Rs./lakhs
Revenue from Operations			
Rent received		661.51	650.04
Other Income			
Interest Income	12	134.96	178.69
Dividend Income		5.82	4.27
Profit on sale of Property		(10.58)	362.61
Profit on sale of Investments		10.11	89.56
TOTAL REVENUE		801.82	1,285.17
EXPENSES			
Finance costs	13	143.40	172.29
Other expenses	14	26.49	67.15
Depreciation and amortization expenses	15	60.36	56.11
TOTAL EXPENSES		230.25	295.55
Profit before tax		571.57	989.62
Tax expense			
Current tax		145.00	201.10
Relating to earlier years		(24.80)	31.96
		120.20	233.06
Profit after tax		451.37	756.56
Earnings per share	16		
Basic (Rs.)		752.03	1,260.50
Diluted (Rs.)		752.03	1,260.50

Accounting Policies contained in Note 1 & Notes 12 to 16 form part of financial statements

As per our report of even date

For VATSS & Associates**Regn. No. 017573N**

Chartered Accountants

Suresh Arora

Partner

M.No. 90862

Place: New Delhi

Date: 27th April 2017



Rajat Lakhanpal

(Director)

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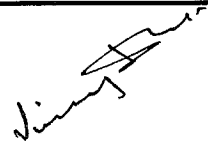
CIN:U70101DL2007PLC160735

**CASH FLOW STATEMENT FOR THE YEAR ENDED ON MARCH 31, 2017**

		Amount (Rs./lakhs)	
		Year Ended March 31, 2017	Year Ended March 31, 2016
A	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit before tax	571.57	989.62
	Adjustments for		
	Interest & Finance Charges	143.40	172.29
	Depreciation	60.36	56.11
	Profit on sale of Investments	(10.11)	(89.56)
	Dividend Income	(5.82)	(4.27)
	Interest Income	(134.96)	(178.69)
	Operating Profit before working capital changes	624.44	945.50
	Adjustments for		
	Trade and Other Receivables	105.46	(41.14)
	Trade Payables and Provisions	(3.55)	(2.10)
	Cash Generated from operations before tax	726.35	902.26
	Taxation	(120.20)	(233.06)
	Net Cash from operating activities (A)	606.15	669.20
B	CASH FLOW FROM INVESTING ACTIVITIES:		
	Investment in work-in-progress	-	(288.34)
	Sale of work-in-progress	1,063.68	535.50
	Purchase of Fixed Assets	-	(697.20)
	Purchase of Investments	(2,006.41)	(1,129.81)
	Sale of Investments	1,118.45	1,401.79
	Dividend Income	5.82	4.27
	Interest Income	134.96	178.69
	Net Cash from Investment Activities (B)	316.50	4.90
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds (Repayment) of long term borrowings	(389.01)	(339.40)
	Proceeds (Repayment) of Short term borrowings (net)	(387.05)	(138.81)
	Interest & Finance Charges	(143.40)	(172.29)
	Net cash used in/ from financing activities (C)	(919.46)	(650.50)
	Net increase in Cash and Cash Equivalents D=(A+B+C)	3.19	23.60
	Cash & Cash equivalents at the beginning of the year (E)	47.71	24.11
	Cash & Cash equivalents at the close of the year F =(D+E)	50.90	47.71


Rajat Lakhnupal
(Director)

(DIN No. 00005664)


Viney Kumar Dua
(Director)

(DIN No. 01892182)

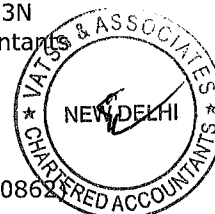
For **VATSS & Associates**

Regn. No. 017573N

Chartered Accountants


Suresh Arora

Partner (M.No. 90862)



Place: New Delhi

Date: 27th April 2017

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1. Significant Accounting Policies & Notes to the financial statements for the year ended March 31, 2017

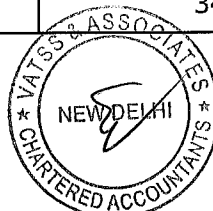
A. Accounting Policies:

- (i) Revenue items are recognized in accordance with the Accounting Standard referred under section 133 of the Companies Act, 2013 and have been adopted by the Company and disclosures made in accordance with the requirements of Schedule III to the Companies Act, 2013 and the Indian Accounting Standards.
- (ii) Fixed assets are shown at cost. All expenses including interest incurred upto the date of completion/possession are capitalized.
- (iii) Depreciation has been provided on Straight-Line method in accordance with Schedule II of the Companies Act, 2013.
- (iv) Non-current/Long term quoted investments are valued at cost unless there is a permanent fall in their value as at the date of Balance Sheet.
- (v) Current investments are valued at lower of cost or market value.
- (vi) Unquoted investments are valued at cost and no loss is recognized for the fall in their net worth, if any, unless there is a permanent fall in their value.
- (vii) Contingent liabilities, barring frivolous claims, not acknowledged as debts are disclosed by way of note.

B. Notes

- (i) The borrowings of the company are secured by first charge by way of an equitable mortgage by deposit of title deeds of the immovable property of the company situated at Gurgaon, Haryana and Corporate Guarantee executed by M/s KAMA Holdings Limited, holding company.
- (ii) In terms of notification dated 30th March 2017 issued by Ministry of Corporate Affairs, The company is require to disclose the details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016. The said information is provided in the table below:

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	-	464.00	464.00
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	464.00	119.00
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	345.00	345.00





(iii) Capital Commitments

The estimated amount of contracts remaining to be executed on capital account and not provided for amounts of Rs. NIL (previous year Rs. 1163.02 lakhs).

(iv) Operating Lease:

The Company has entered into operating lease agreements with M/s SRF Limited and Shri Educare Limited for two office premises owned by it in Gurgaon and one office premises owned by it in Mumbai. In terms of Accounting Standard 19 (AS-19) on "Leases" issued by the Institute of Chartered Accountants of India, the arrangement is non-cancellable in nature for office premises in Mumbai and two office premises in Gurgaon for the respective tenure of the leases. The disclosures required by AS-19 are set out below:

- a) The disclosures relating to gross carrying amount, the accumulated depreciation at the balance sheet date have been made in Note no. 6 titled "Fixed Assets" to the balance sheet. There has been no impairment and hence the question of reversal does not arise.
- b) The future minimum lease payments under non-cancellable operating leases in the aggregate and for each of the following periods:

Particulars	As at March 31, 2017 Rs/lakhs	As at March 31, 2016 Rs/lakhs
• not later than one year	699.59	661.51
• later than one year and not later than five years@	595.79	1110.78
• later than five years @#	-	-
Lease Rent recognized in profit and loss account	661.51	650.04

@ Assuming rent for lease, if any, which is due for review during the aforesaid period, is fixed at the existing level.

Lease rent considered upto the period of existing contract.

- (v) During the financial year 2016-17, the Company has incurred Rs. 12.40 lakhs (previous year Rs. 10.60 lakhs) being the amount required to be spent on corporate social responsibility activities under Section 135 of the Companies Act, 2013."

(vi) Related Party Transactions:

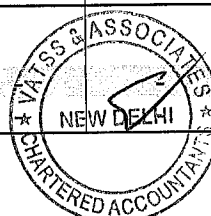
As per AS-18 issued by the Institute of Chartered Accountants of India, the related parties of the company and transactions with them as disclosed as under:





Enterprises that directly, or indirectly through one or more intermediaries, control or are controlled by, or are under common control with, the reporting enterprise	Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise, and relatives of any such individual	Enterprises over which any person described in (b) is able to exercise significant influence
(a)	(b)	(c)
1) KAMA Holdings Ltd. 2) Shri Educare Ltd. 3) SRF Ltd. 4) SRF Transnational Holdings Ltd. 5) KAMA Real Estate Holdings LLP.	6) Arun Bharat Ram 7) Ashish Bharat Ram 8) Kartik Bharat Ram	None

Nature of Transaction	Amount in Rs/lakhs with related parties referred to above								Total
	(a)					(b)			
	1	2	3	4	5	6	7	8	
Rent received:									
Current year	-	-	661.51	-	-	-	-	-	661.51
Previous year	-	-	650.04	-	-	-	-	-	650.04
Loans/ICD given to:									
Current year	-	94.00	-	276.00	-	-	-	-	370.00
Previous year	-	207.00	-	-	-	-	-	-	207.00
Loan/ICD refund received from:									
Current year	-	195.00	-	276.00	-	-	-	-	471.00
Previous year	-	155.00	-	-	-	-	-	-	155.00
Loan/ICD taken from:									
Current year	21.00	-	-	-	-	-	-	-	21.00
Previous year	600.00	-	-	-	-	-	-	-	600.00
Loan/ICD refund to:									
Current year	451.00	-	-	-	-	-	-	-	451.00
Previous year	783.00	-	-	-	-	-	-	-	783.00
Investment made:									
Current year	-	-	-	-	1,106.12	-	-	-	1,106.12
Previous year	-	-	-	-	-	-	-	-	-
Security Deposit received									
Current year	-	-	-	-	-	-	-	-	-
Previous year	-	-	4.67	-	-	-	-	-	4.67
Interest received on loan /ICD from:									
Current year	-	93.73	-	5.18	-	-	-	-	98.91
Previous year	-	105.99	-	-	-	-	-	-	105.99
Year end payables to:									
Current year	-	-	334.67	-	-	-	-	-	334.67
Previous year	430.00	-	334.67	-	-	-	-	-	764.67
Year end receivables from:									
Current year	-	867.00	-	-	-	-	-	-	867.00
Previous year	-	968.00	-	-	-	-	-	-	968.00





2. Share Capital

a) Details of share capital

	As at March 31, 2017 Rs./lakhs	As at March 31, 2016 Rs./lakhs
AUTHORISED		
20,00,000 (Previous Year - 20,00,000) Equity shares of Rs. 10 each	200.00	200.00
Total Authorised Capital	200.00	200.00
ISSUED, SUBSCRIBED AND PAID UP		
60,020 (Previous Year - 60,020) Equity Shares of Rs. 10 each fully paid up*	6.00	6.00
Total Issued, Subscribed and Paid up capital	6.00	6.00

* Entire capital held by KAMA Holdings Limited, the Holding Company and its nominees.

There is no change in the shareholding as compared to previous year.

b) Shareholders holding more than 5% shares in the Company

Name of the shareholder	As at March 31, 2017 (No. of shares)	As at March 31, 2016 (No. of shares)
KAMA Holdings Limited and its nominees	60,020	60,020

In the period of immediately preceding five years, the Company has: -

- Not issued any shares and
- No shares were bought back.





3. Reserves and Surplus

	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
Capital redemption reserve	0.02	0.02
Surplus in statement of profit and loss	<u>3,485.01</u>	<u>3,033.64</u>
Total Reserves and Surplus	<u>3,485.03</u>	<u>3,033.67</u>

There is no change in the balances of Reserves as compared to Previous year.

i) Surplus

	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
As at the beginning of the year	3,033.64	2,277.08
Profit after tax	451.37	756.56
As at the end of the year	<u>3,485.01</u>	<u>3,033.64</u>



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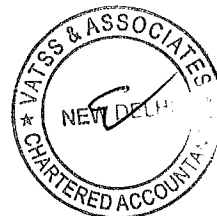


4. Borrowings

	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
LONG TERM BORROWINGS		
Secured		
Term loans from banks	1,909.16	2,255.22
Less: Current Maturities of long term borrowings*	378.05	335.10
Total Long term borrowings	1,531.11	1,920.12
SHORT TERM BORROWINGS		
Secured		
Current maturities of long term borrowings*	378.05	335.10
	378.05	335.10
Unsecured		
From related parties (interest free)	-	430.00
	-	430.00
Total Short term borrowings	378.05	765.10
Total borrowings	1,909.16	2,685.22

*Payable in next 12 months on prevailing terms and conditions.

Name of the related party	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
KAMA Holdings Limited	-	430.00
Total Loans and advances to related parties	-	430.00



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5. Other current liabilities

	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
Interest accrued but not due on borrowings	15.57	19.11
Security Deposit	334.67	334.67
Audit fee payable	0.32	0.32
Total Other current liabilities	350.56	354.10

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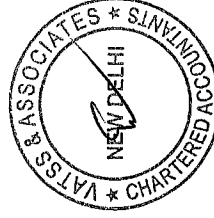
KAMA REALTY (DELHI) LIMITED



6 : Fixed Assets

Description	Gross Block		Depreciation			Net Block	
	As at April 1, 2016	As at March 31, 2017	Upto March 31, 2015	For the year additions	Upto March 31, 2017	As at March 31, 2017	As at March 31, 2016
Rs./lakhs							
Tangible assets							
Building at Gurgaon-1	2,402.61	2,402.61	406.08	38.29	444.37	1,958.24	1,996.53
Building at Gurgaon-2	697.20	697.20	6.79	11.04	17.83	679.37	690.41
Building at Mumbai	353.02	353.02	32.32	5.61	37.93	315.09	320.70
Building at Ultrakhand	341.35	341.35	20.93	5.42	26.35	315.00	320.42
Total Fixed assets	3,794.18	3,794.18	466.12	60.36	526.48	3,267.70	3,328.06
Previous year	3,096.98	3,794.18	410.01	56.11	466.12	3,328.06	2,686.97

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7. Capital Work in Progress

	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
Advance for purchase	-	961.25
Interest on borrowings	-	102.43
Total Other current liabilities	-	1,063.68



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8. Current Investments

Long term investments are valued at cost unless there is a decline in value, other than temporary. Current investments are valued at lower of cost or market value.

Scrip	Par Value (Rs.)	As at March 31, 2017		As at March 31, 2016	
		Qty. (Nos.)	Amount (Rs./lakhs)	Qty. (Nos.)	Amount (Rs./lakhs)
(a) NON-CURRENT INVESTMENTS- Others					
Investments in Equity Instruments					
<u>Unquoted investment</u>					
Share in KAMA Real Estate Holdings LLP		90%	1,106.12	-	-
			<u>1,106.12</u>		<u>-</u>
Total Investments in Equity Instruments (A)					
Investments in Non-Convertible Debentures					
<u>Unquoted</u>					
Alliance Infrastructure Projects P Ltd	18,166	-	-	1,564	287.08
Nirmal Lifestyle Ltd	999,500	-	-	10	99.95
					<u>387.03</u>
Total Investments in Non-Convertible Debentures(B)					
Investments in Other Instruments					
<u>Unquoted-Private Equity Fund</u>					
TVS Shriram Growth Fund 1B	1,000	19,470	194.70	25,000	250.00
			<u>194.70</u>		<u>250.00</u>
Total Investments in Other Instruments (C)					
Total Non-current Investments (A+B+C)			<u>1,300.82</u>		<u>637.03</u>

(b) CURRENT INVESTMENTS

Quoted
DSP Black Rock Mutual Fund-Regular Plan-WDR
Less: Diminution in Value of Investment

10 2,327,364
234.30
(0.02)

Total of Investments in Mutual Funds

234.28
234.28

Total current Investments

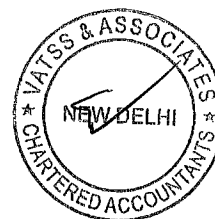
[Market value of current investments Rs. 234.28 lakhs (previous year Nil)]





9. Cash and bank balances

	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
Cash and cash equivalents		
Cash in hand	0.04	0.01
Balance with banks on Current accounts	50.86	47.70
Total Cash and bank balances	50.90	47.71



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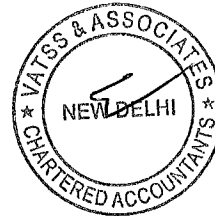


10. Short-term loans and advances
(Unsecured considered good, unless otherwise stated)

	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
Security Deposit	30.43	30.43
Short term loans and advances*		
Unsecured - considered goods from Related Party	867.00	968.00
Total Short-term loans and advances	897.43	998.43

***Details of Related Parties**

Name of the Party	Nature of borrowing	Relationship	Amount	
			March 31, 2017 Rs./lakhs	March 31, 2016 Rs./lakhs
Shri Educare Limited	Unsecured	Related Party	867.00	968.00
		Total	867.00	968.00

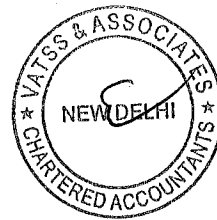


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11. Other current assets

	As at March 31, 2017 (Rs./lakhs)	As at March 31, 2016 (Rs./lakhs)
Income Receivable	-	0.10
MAT credit available	16.68	15.76
Maintenance deposit	8.25	8.25
Advance Tax (net of provisions)	(29.62)	(24.32)
Other current assets	4.31	4.29
Total Other current assets	(0.38)	4.08

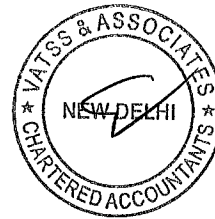


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12. Interest Income

	Year ended March 31, 2017 (Rs./lakhs)	Year ended March 31, 2016 (Rs./lakhs)
Interest Income		
▪ On loan to related party	98.91	105.99
▪ On Investments	36.05	72.70
Total Interest income	134.96	178.69



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13. Finance Costs

	Year ended March 31, 2017 (Rs./lakhs)	Year ended March 31, 2016 (Rs./lakhs)
Interest expenses and upfront fee		
▪ On term loans from banks	143.40	172.29
Total Finance costs	143.40	172.29

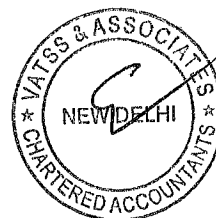


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14. Other expenses

	Year ended March 31, 2017 (Rs./lakhs)	Year ended March 31, 2016 (Rs./lakhs)
Insurance	0.51	0.98
Rates and taxes	0.11	0.21
Property Tax	10.79	50.22
Corporate Social Responsibility Activities	12.40	10.60
Auditors' Remuneration		
- Audit Fees	0.35	0.35
- Tax audit fees	0.15	0.15
- Reimbursement of expenses	0.04	0.04
Diminution in Value of Investment	0.02	-
Miscellaneous expenses	2.12	4.60
Total Other expenses	26.49	67.15





15. Depreciation and amortization expenses

	Year ended March 31, 2017 (Rs./lakhs)	Year ended March 31, 2016 (Rs./lakhs)
Depreciation on tangible assets	60.36	56.11
Net Depreciation and amortization expenses	60.36	56.11

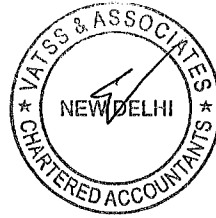


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16. Earnings Per Share

	Year ended March 31, 2017 (Rs./lakhs)	Year ended March 31, 2016 (Rs./lakhs)
Profit after tax	451.37	756.56
Weighted average number of equity shares outstanding	60,020	60,020
Basic and diluted earnings per share in rupees (face value- Rs. 10 per share)	752.03	1,260.51



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