



## INDEPENDENT AUDITOR'S REPORT

To the members of **Grandhi Enterprises Private Limited**

**Report on the Audit of the Standalone Financial Statements**

### Opinion

We have audited the standalone financial statements of **Grandhi Enterprises Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013 ("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 (financial position) of the Company as at March 31, 2019, and its Loss, and its cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. 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.



### **Responsibility of Management for 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 accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 the 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.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.



2. As required by section 143 (3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, 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 written representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, 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" to this report;
- (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 in its financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For B. PURUSHOTTAM & CO.**  
Chartered Accountants  
Reg. No. 002808S

*B. S. Purushottam*

**B.S. PURUSHOTHAM**  
Partner  
M.No. 26785

Place : Chennai

Date : 29<sup>th</sup> June 2019



**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT**

With reference to the Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of the Independent Auditor's report to the members of **Grandhi Enterprises Private Limited** on the Standalone financial statements for the year ended 31<sup>st</sup> March 2019, we report that:

**i. In respect of Fixed Assets**

- a. The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- b. We are informed that the management has physically verified the fixed assets of the company at reasonable intervals and no discrepancies have been noticed on such verification.
- c. The title deeds of immovable properties are held in the name of the company.

**ii. In respect of Inventories**

The company does not have any inventory during the year and hence reporting under this clause does not arise.

**iii. The company has granted loans, secured or unsecured to companies covered in the register maintained under section 189 of the Companies Act, 2013.**

- a. The terms and conditions of the grant of such loans are not prejudicial to the company's interest;
- b. The schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts of principal amounts and interest have been regular as per stipulations.
- c. There is no overdue amount for more than ninety days.

**iv. According to the information and explanations given by the management, the Company is registered under Sec 45IA of RBI Act, 1934 as NBFC. Hence the provisions of section 185 and 186 of the Companies Act, 2013 are not applicable.**





- v. The company has not accepted deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits Rules, 2015 with regard to the deposits accepted from the public) are not applicable.
- vi. Maintenance of cost records is not prescribed under sub-section (1) of section 148 of the Companies Act, 2013, hence reporting under this clause does not arise.
- vii. a. The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, duty of customs, cess and other material statutory dues applicable to it with the appropriate authorities.
- b. According to the information and explanations given by the management of the company, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, goods and service tax, duty of customs, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they become payable.
- c. No dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us and on our examination of records, the company has not defaulted in repayment of dues to a financial institution, bank, Government or debenture holders.
- ix. According to the books of the company and based on the information and explanations given by the management, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year under review and hence reporting under this clause does not arise.
- x. According to the information and explanations given to us no fraud by the company or no fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. The Company is a Private Limited Company and so the limits for payment of managerial remuneration specified in Section 197 and Schedule V are not applicable. Hence, we have no comments to offer.



- xii. The Company is not a Nidhi Company hence reporting under this clause is not applicable.
- xiii. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and the provisions of section 42 of companies act 2013 are not applicable.
- xv. According to the information and explanations given to us the company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi. The company is registered under section 45-IA of the Reserve Bank of India Act, 1934 as Non-Banking Financial Institution.

Place : Chennai

Date : 29<sup>th</sup> June 2019

For B. PURUSHOTTAM & CO.  
Chartered Accountants  
Reg. No. 002808S

*B. S. Purushottam*  
B.S. PURSHOTHAM  
Partner  
M.No. 26785



**Annexure B to Auditors' Report of even date**

**Report on the Internal Controls on 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 **Grandhi Enterprises Private Limited** ("the Company") as of 31st March 2019 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing

and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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, 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 31 March 2019, 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. PURUSHOTTAM & CO.**  
Chartered Accountants  
Reg. No. 002808S

*B. S. Purushottam*  
**B.S. PURUSHOTTAM**  
Partner  
M.No. 26785



Place : Chennai

Date : 29<sup>th</sup> June 2019

**GRANDHI ENTERPRISES PRIVATE LIMITED**

**CIN :U67120KA1993PTC032115**

Regd. Office :Skip House 25/1 Museum Road, Bengaluru - 560 025

**Balance Sheet as at March 31, 2019**

(Amount in Rs)

Particulars	Note No.	March 31, 2019		March 31, 2018	
<b>I. EQUITY AND LIABILITIES</b>					
(1) Shareholders' Funds					
(a) Share Capital	2	250,000,000		250,000,000	
(b) Reserves and Surplus	3	362,865,001		371,475,525	
			612,865,001		621,475,525
(2) Provision against Standard Assets (U/s 45 JA of RBI Act.)	4		322,560		790,167
(3) Non Current Liabilities					
(a) Long term borrowings	5	363,200,000		-	
(b) Other non current liabilities	6	12,436,680	375,636,680	-	-
(4) Current Liabilities					
(a) Short term borrowings	7	-		678,000,000	
(b) Trade Payables	8	42,338		1,512,701	
(c) Other current liabilities	9	4,049,115	4,091,453	9,203,616	688,716,317
<b>TOTAL</b>			<b>992,915,694</b>		<b>1,310,982,009</b>
<b>II. ASSETS</b>					
(1) Non - current assets					
(a) Fixed Assets					
Tangible assets	10	228,999,434		233,448,245	
(b) Non - current investments	11	557,441,734		620,308,591	
(c) Long term loans and advances	12	30,500,000	816,941,168	-	853,756,836
(2) Current Assets					
(a) Cash and Cash equivalents	13	587,757		137,936,771	
(b) Short term loans and advances	14	50,140,000		197,681,700	
(c) Trade Receivables	15	15,128,487		-	
(d) Other current assets	16	110,118,282		121,606,702	
			175,974,526		457,225,173
<b>TOTAL</b>			<b>992,915,694</b>		<b>1,310,982,009</b>
Summary of significant accounting policies	1				

The accompanying notes are an integral part of Financial Statements

**As Per our report of even date attached**

**For B. Purushottam & Co.**

**Chartered Accountants**

Firm Registration No.002808S

**For and on behalf of the Board of Directors of**

**Grandhi Enterprises Private Limited**

*B. S. Purshottam*

**B.S.Purshottam**

**Partner**

**M.No.026785**



*Sreemannarayana K*

**Sreemannarayana K**

**Director**

**DIN.01876402**

*SIS Ahmed*

**SIS Ahmed**

**Independent Director**

**DIN.06498734**

**Place : New Delhi**

**Date : June 29, 2019**

*Aruna Kotturu*  
**Aruna Kotturu**  
**Company Secretary**  
**M.No. A38802**



**GRANDHI ENTERPRISES PRIVATE LIMITED**

**CIN :U67120KA1993PTC032115**

Regd. Office : Skip House 25/1 Museum Road, Bengaluru - 560 025

**Statement of profit and loss for the year ended March 31, 2019**

(Amount in Rs)

Particulars	Note No.	March 31, 2019		March 31, 2018	
I. Revenue from Operations	17		54,669,804		140,974,249
II Other Income	18		23,739,843		27,128,303
III <b>Total revenue (I + II)</b>			<b>78,409,647</b>		<b>168,102,552</b>
Finance costs	19		70,296,519		54,670,296
Depreciation and amortization expense	10		4,448,811		4,448,811
Other expenses	20		12,274,841		91,630,278
Provision for Standard Assets(U/s 45 JA of RBI Act 1934)			-		365,091
IV <b>Total Expenses</b>			<b>87,020,171</b>		<b>151,114,476</b>
V Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)			<b>(8,610,524)</b>		<b>16,988,076</b>
VI Exceptional Items			-		-
VII Profit/(Loss) before extraordinary items and tax (V-VI)			<b>(8,610,524)</b>		16,988,076
VIII Extraordinary Items			-		-
IX Profit before tax (VII-VIII)			<b>(8,610,524)</b>		16,988,076
X Provision for Taxation					
(1) Current year tax			-	3,556,619	-
(2) Deferred tax			-	-	-
(3) Earlier Years Tax			-	-	3,556,619
XI Profit/(Loss) for the period from continuing operations (IX-X)			<b>(8,610,524)</b>		<b>13,431,457</b>
Less :Special Reserve (U/s 45 IC of RBI Act 1934)			-		2,686,291
			<b>(8,610,524)</b>		<b>10,745,166</b>
XII Earning per equity share:					
(1) Basic			<b>(0.34)</b>		0.43
(2) Diluted			<b>(0.34)</b>		0.43
Summary of significant accounting policies	1				

The accompanying notes are an integral part of Financial Statements

**As Per our report of even date attached**

**For B Purushottam & Co.**

**Chartered Accountants**

Firm Registration No.002808S

**For and on behalf of the Board of Directors of**

**Grandhi Enterprises Private Limited**

*B. S. Purshotham*

**B.S.Purshotham**

**Partner**

**M.No.026785**

*Sreemannarayana K*

**Sreemannarayana K**

**Director**

**DIN.01876402**

*SIS Ahmed*

**SIS Ahmed**

**Independent Director**

**DIN.06498734**



*Aruna*  
**Aruna Kotturu**  
**Company Secretary**  
**M.No. A38802**



**Place : New Delhi**  
**Date : June 29, 2019**

**GRANDHI ENTERPRISES PRIVATE LIMITED**

**CIN :U67120KA1993PTC032115**

Regd. Office : Skip House 25/1 Museum Road, Bengaluru - 560 025

**Cash Flow Statement for the year ended March 31, 2019**

(Amount in Rs)

Particulars	March 31, 2019		March 31, 2018	
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit Before Tax and Extraordinary Items		(8,610,524)		16,988,076
Add :				
Depreciation	4,448,811		4,448,811	
Provision for Standard Assets	(467,607)	3,981,204	365,091	4,813,902
Operating Cash Flow Before Working Capital Changes		(4,629,320)		21,801,978
Add :				
(Increase)/Decrease in Trade and other Receivables	101,913,213		(76,091,344)	
Increase / (Decrease) in Trade and other payables	(6,624,864)		4,473,045	
(Increase)/Decrease in Current Assets	16,562,182	111,850,531	112,194	(71,506,105)
<b>Cash generated from operations</b>		107,221,211		(49,704,127)
Add : Income Taxes refund/(paid) during the year		(5,073,762)		(5,073,762)
<b>Net Cash Flow from/(used in) Operating Activities</b>		102,147,449		(54,777,889)
<b>B) Cash Flow from/(used in) Investing Activities</b>				
(Purchase)/Sale of Investments(Net)	62,866,857		(13,249,325)	
<b>Net Cash Flow from/(used in) Investing Activities</b>		62,866,857		(13,249,325)
<b>C) Cash Flow from/(used in) Financing Activities</b>				
Proceeds / (Repayment) from Secured Loans	(302,363,320)		153,118,621	
Proceeds / (Repayment) from Un secured Loans	-		-	
<b>Net Cash from/(used in) Financing Activities</b>		(302,363,320)		153,118,621
Net Increase/(decrease) in Cash and Cash Equivalents		(137,349,014)		85,091,407
Cash and cash equivalents at the beginning of the year		137,936,771		52,845,364
Cash and cash equivalents at end of the year		587,757		137,936,771

As Per our report of even date attached

For B. Purushottam & Co

Chartered Accountants

Firm Registration No.002808S

For and on behalf of the Board of Directors of

Grandhi Enterprises Private Limited

*B.S. Purushottam*

B.S.Purshotham

Partner

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Independent Director

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Place : New Delhi

Date : June 29, 2019

*Aruna Kotturu*

Aruna Kotturu  
Company Secretary

M.No. A38802





# Grandhi Enterprises Pvt Ltd

CIN:U67120KA1993PTC032115

Regd. Office: Skip House, 25/1, Museum Road,  
Bengaluru – 560 025

## Note 1: Statement of Significant Accounting Policies and Notes to Accounts

### 1. Corporate information:

Grandhi Enterprises Private Limited ('GREPL' or 'the Company') is a private limited company domiciled in India incorporated on 07<sup>th</sup> April, 1993.

### A. Significant Accounting Policies

#### i) Basis of preparation of financial statements

The Financial Statements of the Company are prepared in accordance with the generally accepted accounting principles in India ('Indian GAAP'). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

#### ii) Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported amounts revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of the assets or liabilities in future periods.

#### iii) Revenue Recognition

The Company recognizes significant items of income and expenditure on accrual basis except in case of those with significant uncertainties.

#### Interest

Interest income is recognized on a time proportion basis taking into account the amount of outstanding and the rate applicable.

#### Dividends

Dividend income is recognized when the shareholders' right to receive payment is established by the Balance Sheet date

#### iv) Fixed Assets

Fixed Assets are stated at cost of acquisition less depreciation. Cost of acquisition is inclusive of fees paid for the services received towards acquisition, freight, duties, levies and all incidentals attributable to bringing the asset to its working condition.

All the fixed assets are assessed for any indication of impairment at the end of each financial year. On such indication, the impairment (being the excess of carrying value over the recoverable value of the asset) is charged to the Profit and Loss account in the respective financial year. The impairment loss recognized in the prior years is reversed where the recoverable value exceeds the carrying value of the asset upon re-assessment in the subsequent years.





# Grandhi Enterprises Pvt Ltd

CIN:U67120KA1993PTC032115

Regd. Office: Skip House, 25/1, Museum Road,  
Bengaluru – 560 025

## Note 1: Statement of Significant Accounting Policies and Notes to Accounts

### v) Depreciation

Depreciation on fixed assets is calculated on a straight line basis using the rates arrived at based on the useful lives estimated by the management or as per the rates prescribed under Schedule II of Companies Act, 2013 whichever is higher.

Leasehold improvements are amortized over the period of the lease or estimated useful life whichever is shorter.

### vi) Investments

Cost of acquisition is inclusive of expenditure incidental to acquisition.

Long term investments are valued at cost and provision for diminution in value is made for any decline, other than temporary, in the value of such investments for each category. The Current investments are valued at cost or market value whichever is lower. In case of Venture Capital Funds valued at book value of funds plus net current assets held by the fund.

Income from investments is recognized in the year in which it is accrued and stated at gross.

### vii) Earnings per Share

The earnings considered in ascertaining the company's earnings per Share (EPS) comprise the net profit after tax less dividend payable on preference shares, if any (including dividend distribution tax). The number of shares used for computing the basic EPS is the weighted average number of shares outstanding during the year.

### viii) Taxes on Income

Current tax is determined based on the amount of tax payable in respect of taxable income for the year. Deferred tax is recognized on timing differences; being the tax on difference between the taxable incomes and accounting income that originate in one year and are capable of reversal in one or more subsequent years. Deferred tax assets and liabilities are computed on the timing differences applying the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising on account of unabsorbed depreciation or carry forward of tax losses are recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.



**GRANDHI ENTERPRISES PRIVATE LIMITED**

**CIN :U67120KA1993PTC032115**

Regd. Office : Skip House 25/1 Museum Road, Bengaluru - 560 025

**Notes to the Financial Statements for the year ended March 31, 2019**

**2 Share Capital:**

**(Amount in Rs)**

Particulars	March 31, 2019		March 31, 2018	
	No. of Shares	Amount	No. of Shares	Amount
<b>Authorized:</b>				
Equity shares of Rs.10/- each	25,000,000	250,000,000	25,000,000	250,000,000
		250,000,000		250,000,000
<b>Issued, subscribed and fully paid up:</b>				
<i>Equity shares of Rs.10 /- each</i>				
At the beginning of the reporting period	25,000,000	250,000,000	25,000,000	250,000,000
Issued during the reporting period	-	-	-	-
Bought back during the reporting period	-	-	-	-
Outstanding at the end of the year	25,000,000	250,000,000	25,000,000	250,000,000
<b>Details of Equity Share Holders more than 5% shares in the Company</b>				
Name of the Share Holders	March 31, 2019		March 31, 2018	
	No. of Shares	Amount	No. of Shares	Amount
a. GMR Enterprises Pvt Ltd	24,999,990	99.99996%	24,999,990	99.99996%

**Terms / rights attached to equity shares**

The Company has only one class of equity shares having a par value of Rs.10 per share. Every member holding equity shares therein shall have voting rights in proportion to the member's share of the paid up equity share capital. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares would 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 equity shareholders.



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**Notes to the Financial Statements for the year ended March 31, 2019**

<b>3 Reserve and Surplus:</b>			<b>(Amount in Rs)</b>	
Particulars	March 31, 2019	March 31, 2018		
Special Reserve U/s 45 IC of RBI Act				
Opening Balance	112,824,437	110,138,146		
Transferred from P&L account during the year	-	2,686,291		
Utilised During the Year	-	-		
(A)	112,824,437	112,824,437		
Surplus i.e. balance in Statement of Profit & Loss				
Opening Balance	258,651,088	247,905,922		
Transferred from/to Profit & Loss Account	(8,610,524)	10,745,166		
(B)	250,040,564	258,651,088		
<b>Total (A+B)</b>	<b>362,865,001</b>	<b>371,475,525</b>		

**4 Provisions:**

Provision against Standard Assets (U/s 45 JA of RBI Act.)

			<b>(Amount in Rs)</b>	
Particulars	March 31, 2019	March 31, 2018		
Opening Balance	790,167	425,076		
Additions (Deletions) during the year	-	365,091		
Less : Reversal during the year	467,607	-		
<b>Closing balance</b>	<b>322,560</b>	<b>790,167</b>		

**5 Long term Borrowings**

			<b>(Amount in Rs)</b>	
Particulars	March 31, 2019	March, 31 2018		
1) Unsecured Loans:				
a) Loan from Holding Company	363,200,000	-		
<b>Total</b>	<b>363,200,000</b>	<b>-</b>		

**Additional Information:- March'2019**

Unsecured loan availed from the holding company (GMR Enterprises Pvt Ltd) with 10.50% rate of interest and the loan is repayable in March' 2022

**6 Other current liabilities**

			<b>(Amount in Rs)</b>	
Particulars	March 31, 2019	March, 31 2018		
Rental Deposit	12,436,680	-		
<b>Total</b>	<b>12,436,680</b>	<b>-</b>		

**7 Short term Borrowings**

			<b>(Amount in Rs)</b>	
Particulars	March 31, 2019	March, 31 2018		
Unsecured Loans				
Loan from financial institution	-	678,000,000		
<b>Total Short Term Borrowings</b>	<b>-</b>	<b>678,000,000</b>		

**Additional Information:**

Information relating to FY 2017-18

Details of Loan Taken	Loan Outstanding	Details of Security
Loan from SREI Infrastructure Finance Limited	678,000,000	-

**8 Trade Payables**

			<b>(Amount in Rs)</b>	
Particulars	March 31, 2019	March, 31 2018		
Due to Small, Micro & Medium Enterprises				
Due to undertakings other than Small, Micro & Medium Enterprises	42,338	1,512,701		
<b>Total</b>	<b>42,338</b>	<b>1,512,701</b>		

**9 Other current liabilities**

			<b>(Amount in Rs)</b>	
Particulars	March 31, 2019	March, 31 2018		
TDS Payable	3,399,180	3,359,403		
Audit Fee Payable	54,000	45,000		
Interest Payable	473,613	7,323		
Rental Deposit	-	5,766,600		
Outstanding Expenses	26,550	25,290		
GST Payable	95,772	-		
<b>Total</b>	<b>4,049,115</b>	<b>9,203,616</b>		



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## Notes to the Financial Statements for the year ended March 31, 2019

### 10 Fixed Assets:

Fixed Assets:	Particulars	Depn. Rate	Gross Block				Depreciation Block			Net Block	
			As at 01-Apr-18	Additions during the year	Deletions during the year	As at 31-Mar-2019	As at 01-Apr-18	For the year	As at 31-Mar-2019	As at 31-Mar-2019	As at 01-Apr-18
	<b>Buildings</b>	1.667%	266,928,671	-	-	266,928,671	33,480,426	4,448,811	37,929,237	228,999,434	233,448,245
	<b>Total</b>		266,928,671	-	-	266,928,671	33,480,426	4,448,811	37,929,237	228,999,434	233,448,245

The company offered the building as security vide an Agreement entered on 27th March'2018 for the loan availed by one of the group company.



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**11 Non-Current Investments:**

(Amount in Rs)

Details of Investments	No of Shares	Face Value	March 31, 2019	No of Shares	Face Value	March 31, 2018
<b>a) Quoted Fully paid equity shares</b>						
Bharat Road Network Ltd - Rs.10/- each	237,000	10	43,808,569	537,000	10	98,728,129
Karnataka Bank Limited - Rs. 10/- each	-	10	-	141,000	10	11,280,000
EID Parry (India) Ltd - Rs. 1/- each	67,038	1	9,159,179	67,038	1	9,159,179
<b>b) Un-Quoted Fully paid equity shares of Group Companies of Rs 10/- each</b>						
GMR Energy Trading Ltd	1	10	10	1	10	10
GMR Bannerghatta Properties Pvt Ltd	24,990,000	10	463,760,060	24,990,000	10	463,760,060
<b>c) Un-Quoted Fully paid equity shares of Rs 10/- each-Others</b>						
Lexicon Finance Limited	65,000	10	650,000	65,000	10	650,000
Sri Varalakshmi Motors Private Limited	250,000	10	2,500,000	250,000	10	2,500,000
Medicon Marketing Pvt Ltd	327,500	10	1	-	-	-
Vasavi Prosoft Transcription Ltd	50,000	10	1	-	-	-
Vemagiri Power Services Ltd	22,000	10	220,000	-	-	-
<b>d) Unquoted-Fully paid Preference shares</b>						
Lexicon Finance Limited	2,500	100	250,000	2,500	100	250,000
<b>e) Un-Quoted 0.001% Compulsory Convertible Debenture Rs.10,000/- each</b>						
Basanth Investments Pvt Ltd *	-	-	-	1,500	10,000	15,000,000
<b>f) Investment in Venture Capital</b>						
Faering Capital Evolving Fund	45,380 (in units)	-	37,993,914	25,000 (in units)	-	19,881,213
<b>Grand Total - (a to f)</b>			<b>558,341,734</b>			<b>621,208,591</b>
<b>Less:</b>						
Provision for diminution in value of investments						
Lexicon Finance Limited			(900,000)			(900,000)
<b>Net Value of Investments</b>			<b>557,441,734</b>			<b>620,308,591</b>

**Additional Information:**

**\* Terms/ Rights attached to Compulsory Convertible Debentures (CCD's)**

During the year 2015, the Company subscribed Basanth Investments Private Limited 1,500 (One Thousand Five Hundred Only) 0.001% Compulsorily Convertible Debentures (Non-Marketable Unsecured Debentures with an compulsorily to convert into Equity Shares) of face value of Rs. 10,000 (Rupees Ten Thousand Only) each amounting to Rs. 1,50,00,000 for a tenure of 5 years .

The Compulsorily Convertible Debentures scheduled to be converted on January, 2020. However, the same can be prematurely converted at any time upon the discretion of the Company and allottee as mutually agreed in accordance with the applicable law. However, the same sold during the year.

<b>1) Aggregate value of quoted investments :</b>	<b>March 31, 2019</b>	<b>March 31, 2018</b>
Cost	52,967,748	119,167,308
Market Value	35,487,777	138,297,601
Provision for diminution in value of investments	-	-

<b>2) Aggregate value of unquoted investments:</b>	<b>March 31, 2019</b>	<b>March 31, 2018</b>
Cost	505,373,986	502,041,283

<b>3) Aggregate amount of provision for diminution in value of investment</b>	<b>March 31, 2019</b>	<b>March 31, 2018</b>
	900,000	900,000





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**12 Long term loans and advances:**

Particulars	March 31, 2019	March 31, 2018
i) Loans and advances to related parties	30,500,000	-
<b>Total</b>	<b>30,500,000</b>	<b>-</b>
Additional information: Breakup of above:		
i) Secured, considered good	-	-
ii) Unsecured, considered good	30,500,000	-
iii) Doubtful	-	-
<b>Total</b>	<b>30,500,000</b>	<b>-</b>
Less: Provision for doubtful amounts	-	-
<b>Total</b>	<b>30,500,000</b>	<b>-</b>

**Additional Information:- March'2019**

Unsecured long term given to GMR Infratech Pvt Pvt Ltd at 9.50% rate of interest which is receivable in April' 2020

**13 Cash and cash equivalents:**

(Amount in Rs)

Particulars	March 31, 2019	March 31, 2018
i) Balances with banks	587,757	137,936,771
<b>Total</b>	<b>587,757</b>	<b>137,936,771</b>

**14 Short term loans and advances:**

Particulars	March 31, 2019	March 31, 2018
i) Loans and advances to related parties	50,000,000	195,041,700
ii) Others	6,140,000	8,640,000
<b>Total</b>	<b>56,140,000</b>	<b>203,681,700</b>
<b>Less: Provision for Doubtful debts</b>	<b>6,000,000</b>	<b>6,000,000</b>
<b>Total</b>	<b>50,140,000</b>	<b>197,681,700</b>
Additional information: Breakup of above:		
i) Secured, considered good	-	-
ii) Unsecured, considered good	50,140,000	197,681,700
iii) Doubtful	6,000,000	6,000,000
<b>Total</b>	<b>56,140,000</b>	<b>203,681,700</b>
Less: Provision for doubtful amounts	6,000,000	6,000,000
<b>Total</b>	<b>50,140,000</b>	<b>197,681,700</b>

**15 Trade Receivables**

Particulars	March 31, 2019	March 31, 2018
Others	15,128,487	-
<b>Total</b>	<b>15,128,487</b>	<b>-</b>

**16 Other Current Assets**

Particulars	March 31, 2019	March 31, 2018
Advance Payment of Income Tax (Net of Provision)	15,334,736	8,549,666
MAT credit entitlement	85,929,922	85,929,922
GST Receivable	-	14,890
Interest Receivable	4,911,084	22,348,464
Other receivables	3,942,540	4,763,760
<b>Total</b>	<b>110,118,282</b>	<b>121,606,702</b>



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**17 Revenue from operations:****(Amount in Rs)**

Particulars	March 31, 2019	March 31, 2018
i) Interest on Loans	46,071,390	25,211,426
ii) Dividend and other income from venture investment	142,764	-
iii) Dividend Income	876,690	564,000
iv) Profit on Sale of MF Units	555,999	443,386
v) Profit on Sale of Shares	7,022,961	114,755,437
<b>Total</b>	<b>54,669,804</b>	<b>140,974,249</b>
<b>18 Other Income:</b>		
i) Rental Income	22,454,911	25,526,333
ii) Interest on IT Refunds	14,028	714,297
iii) Other Income	733,187	887,673
iv) Property Tax Recovery	70,110	-
Reversal Provision for Standard Assets(U/s 45 JA of	467,607	-
v) RBI Act 1934)		
<b>Total</b>	<b>23,739,843</b>	<b>27,128,303</b>

**19 Finance Costs**

Particulars	March 31, 2019	March 31, 2018
i) Interest on borrowings from Banks	-	14,287,116
ii) Interest on borrowings from Others	70,201,363	40,377,099
iii) Interest on delayed remittance of tax	94,306	2,887
iv) Bank charges	850	3,194
<b>Total</b>	<b>70,296,519</b>	<b>54,670,296</b>

**20 Other expenses**

Particulars	March 31, 2019	March 31, 2018
<b>Administrative Expense</b>		
i) Advertisement Expenses	24,310	-
ii) Bad Debts Written off	490,398	83,961,863
iii) Conveyance Expenses	24,261	48,445
iv) Director Sitting Fee	60,000	70,000
v) Demat expenses	12,991	87,887
vi) Fund Management fee	2,267,299	2,206,842
vii) Insurance Charges	132,213	61,098
viii) Loss on sale of investments	7,090,918	-
ix) Membership Registration Expenses	42,500	-
x) Other expenses	50	13,697
xi) Office Maintenance	1,094,294	3,917,944
xii) Other Consultancy	345,600	627,680
xiii) Payment to Auditors ( Refer Note no.26)	60,000	85,000
xiv) Printing & Stationery	-	26,190
xv) Professional Charges	53,640	13,000
xvi) Property Tax	37,161	198,179
xvii) Rates & Taxes	473,017	15,331
xviii) STT Paid	66,189	297,122
<b>Total</b>	<b>12,274,841</b>	<b>91,630,278</b>



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## Notes to the financial statements for the year ended March 31, 2019

### 21. Contingent Liabilities:

The company offered its property (building) worth Rs.26.70 Cr as security for the loan availed by one of the group companies (2018 : Rs.26.70 Cr)

22. The Company operates in single segment i.e. Non-banking financial activity and hence there are no reportable segments as per the requirements of Accounting Standard 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India.

23. Additional Information pursuant to Paragraph 13 of Non-Banking Financial (Non- Deposit accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 is enclosed.

### 24. Related Party Transactions

#### a) Name of Related Parties and description of relationship:

(i)	Holding Company	GMR Enterprises Pvt. Ltd.
(ii)	Subsidiary Company	GMR Bannerghatta Properties Pvt Ltd
(iii)	Key Management Personnel	Mr. Sreemannarayana K – Director Mr. P.Ramakrishna - Independent Director ( upto April11, 2018) Mr. SIS Ahmed -Independent Director Ms. Aruna Kotturu-Company Secretary
(iv)	Enterprises under common control (where transactions taken place)	GMR Infrastructure Limited GMR League Games Private Limited GMR Airports Ltd GMR Highways Ltd Dhruvi Securities Pvt Ltd GMR Infratech Pvt.Ltd

#### b) .Summary of transactions with the above related parties is as follows:

(Amount in Rs)

Nature of Transaction	Holding Company	Enterprises under common control
<b>Rental Income received</b> GMR Infrastructure Limited		<b>Nil</b> (1,22,63,152)
GMR Airports Ltd		<b>1,31,18,688</b> (Nil)
GMR Highways Ltd		<b>4,94,100</b> (Nil)
<b>Interest Received</b> GMR Enterprises Private Limited	<b>3,96,31,918</b> (2,05,46,289)	
GMR Bannerghatta Properties Pvt Ltd		<b>9,19,496</b> (26,22,000)
GMR League Games Private Limited		<b>Nil</b> (15,49,151)



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Dhruvi Securities Pvt Ltd		20,43,904 (Nil)
GMR Infratech Pvt. Ltd		19,80,137 (Nil)
<b>Interest Paid</b>		
GMR Enterprises Private Limited	5,26,237 (73,73,482)	
<b>Loan Given to:</b>		
GMR Enterprises Private Limited	43,74,08,300 (68,18,51,700)	
GMR Bannerghatta Properties Pvt Ltd		Nil (2,76,00,000)
Dhruvi Securities Pvt Ltd		19,00,00,000 (Nil)
GMR Infratech Pvt Ltd		3,70,00,000 (Nil)
<b><u>Rental Deposit</u></b>		
Received from GMR Airports Ltd		1,24,36,680 (Nil)
<b>Repayment received From:</b>	60,48,50,000 (51,44,10,000)	
GMR League Games Pvt Ltd		Nil (1,75,00,000)
GMR Bannerghatta Properties Pvt Ltd		2,76,00,000 (Nil)
Dhruvi Securities Pvt Ltd		14,00,00,000 (Nil)
GMR Infratech Pvt Ltd		65,00,000 (Nil)
<b>Loan Received From:</b>		
GMR Enterprises Private Limited	37,92,00,000 (48,83,61,000)	
<b>Loan Repaid to :</b>		
GMR Enterprises Private Limited	1,60,00,000 (48,83,61,000)	



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<b>Period end balances Receivable From</b>		
GMR Enterprises Pvt Ltd	<b>Nil</b> (16,74,41,700)	
GMR Bannerghatta Properties Pvt Ltd		<b>Nil</b> (2,76,00,000)
Dhruvi Securities Pvt Ltd		<b>5,00,00,000</b> (Nil)
GMR Infratech Pvt Ltd		<b>3,05,00,000</b> (Nil)
<b>Accrued Interest Receivable</b>		
GMR Enterprises Pvt Ltd	<b>Nil</b> (1,62,82,468)	
GMR League Games Private Limited		<b>Nil</b> (13,94,236)
GMR Bannerghatta Properties Pvt Ltd		<b>Nil</b> (41,44,220)
Dhruvi Securities Pvt Ltd		<b>17,82,123</b> (Nil)
GMR Infratech Pvt Ltd		<b>31,28,363</b> (Nil)
<b>Payable to</b>		
GMR Enterprises Pvt Ltd	<b>36,32,00,000</b> (Nil)	
<b>Accrued Interest Payable</b>		
GMR Enterprises Pvt Ltd	<b>4,73,613</b> (Nil)	
Rental Deposit to GMR Airports Ltd	<b>1,24,36,680</b> (Nil)	

Previous year figures are mentioned in brackets.





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## Notes to the financial statements for the year ended March 31, 2019

### 25. Earnings Per Share (EPS)

Calculation of EPS – (Basic and Diluted)

(Amount in Rs)

Particulars	March 31, 2019	March 31, 2018
Nominal Value of Equity Shares (Rs. per Share)	10	10
Total number of Equity Shares outstanding at the beginning of the year	2,50,00,000	2,50,00,000
Add: Equity Shares issued during the year	-	-
Total number of Equity Shares outstanding at the end of the year	2,50,00,000	2,50,00,000
Weighted average number of Equity Shares outstanding at the end of the year	2,50,00,000	2,50,00,000
Net Profit (loss) after tax for the purpose of EPS	(86,10,524)	1,07,45,166
EPS – Basic	(0.34)	0.43
EPS – Diluted	(0.34)	0.43

### 26. Remuneration to Auditors:

(Amount in Rs)

Particulars	March 31, 2019	March 31, 2018
Audit fees	60,000	50,000
Tax Audit fee	-	35,000*
<b>Total</b>	<b>60,000</b>	<b>85,000</b>

\* Tax audit fee of previous years

### 27. Additional disclosure

#### A. Asset Classification and Provisioning:

Classification of Loans and provision made for standard/substandard/doubtful/loss assets are as given below:

Classification of Assets	March 31, 2019	March 31, 2018
Standard assets (A)	8,06,40,000	19,74,41,700
Sub-standard assets	-	-
Doubtful assets (B)	60,00,000	60,00,000
<b>Total</b>	<b>8,66,40,000</b>	<b>20,35,41,700</b>
(A) Please refer Note:4		
(B) Please refer Note :14		

Provision	March 31, 2019	March 31, 2018
Standard assets	3,22,560	7,90,167
Sub-standard assets	-	-
Doubtful assets	60,00,000	60,00,000
<b>Total</b>	<b>63,22,560</b>	<b>67,90,167</b>
Provision against Standard Assets Note : 4		
Short term Provision Note : 14		



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## Notes to the financial statements for the year ended March 31, 2019

### B. Disclosure pursuant to Reserve Bank of India Notification DNBS.200/CGM (PK)-2008 dated 01<sup>st</sup> August, 2008

#### i. Capital to Risk asset ratio

Particular	2019	2018
Tier I Capital (as computed as per NBFC regulations)	12,98,91,331	2,48,21,308
Tier II Capital	3,22,560	7,90,167
<b>Total</b>	<b>13,02,13,891</b>	<b>2,56,11,475</b>
Total Risk Weighted Assets	67,50,17,918	48,19,11,466
Tier I Capital as a percentage of Total Risk weighted Assets (%)	19.24%	5.15%
Tier II Capital as a percentage of Total Risk weighted Assets (%)	0.05%	0.16%
Total Capital (%)	19.29%	5.31%

### C. Exposure to Real Estate Sector, Both Direct & Indirect

The Company does not have any direct or indirect exposure to the Real Estate Sector as at March 31, 2019

### D. Maturity Pattern of Assets and Liabilities

Maturity pattern of certain items of assets and liabilities as on March 31, 2019

SL No.	Particulars	Liabilities		Assets	
		Borrowings from Banks and others	Market Borrowings	Advances	Investments
1	Upto one month	-	-	-	-
2	Over one month to 2 months	-	-	-	-
3	Over 2 months upto 3 months	-	-	-	-
4	Over 3 months upto 6 months	-	-	-	-
5	Over 6 months upto 1 year	-	-	5,01,40,000	-
6	Over 1 years upto 3 years	36,32,00,000	-	3,05,00,000	5,29,67,748
7	Over 3 years upto 5 years	1,24,36,680	-	-	50,44,73,986
8	Over 5 years	-	-	-	-
	<b>Total</b>	<b>37,56,36,680</b>	<b>-</b>	<b>8,06,40,000</b>	<b>55,74,41,734</b>

#### Notes :

- The above borrowing exclude interest accrued but not due.
- The above information has been considered as per the Assets Liability Management (ALM) Report compiled by the Management and reviewed by the ALM committee.
- Loan from Group entities will be renewed for further period in case of need.

### E. Provisions and Contingencies Balance as on March, 31

(Amount in Rupees)

Provisions and Contingencies	2019	2018
Provisions for depreciation on Investment	-	-
Provision towards NPA	-	-
Provision made towards Income tax	-	-
Other Provision and Contingencies	60,00,000	60,00,000
Provision for Standard Assets	3,22,560	7,90,167



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## Notes to the financial statements for the year ended March 31, 2019

### F. Disclosure of frauds reported during the year vide DNBS PD.CCNO.256/03.10.042 2012-13 dated March 02, 2012

March 31, 2019 (Rupees in Lakhs)

Particulars	Less than Rs.1 lakh		Rs.1 to Rs.5 lakh		Rs.5 to Rs.25 lakh		Total	
	No. of Accounts	Value	No. of Accounts	Value	No. of Accounts	Value	No. of Accounts	Value
A) Person involved								
Staff	-	-	-	-	-	-	-	-
Customer	-	-	-	-	-	-	-	-
Staff and customer	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-
B) Type of fraud								
Misappropriation and criminal breach of trust Fraudulent encashment/ Manipulation of books of accounts unauthorized credit facility extended Cheating and forgery	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-
C) Person involved								
Staff	-	-	-	-	-	-	-	-
Customer	-	-	-	-	-	-	-	-
Staff and customer	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-
D) Type of fraud								
Misappropriation and criminal breach of trust Fraudulent encashment/ Manipulation of books of accounts unauthorized credit facility extended Cheating and forgery	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-

28. There are no timing difference between the taxable income and accounting income. Hence deferred tax does not arise.

29. The company does not have any employees on its rolls and hence no disclosures as per AS-15.



# Grandhi Enterprises Pvt Ltd

CIN:U67120KA1993PTC032115

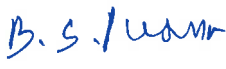
Regd. Office: Skip House, 25/1, Museum Road,  
Bengaluru – 560 025


## Notes to the financial statements for the year ended March 31, 2019


30. During the financial year under review, the Company has initiated the process to amalgamate another group company, Rajam Enterprises Private Limited, with the Company and the application for the same was admitted. The Company had further filed a joint petition with the Bengaluru Bench of National Company Law Tribunal (NCLT) for sanctioning the Composite Scheme of Arrangement amongst Rajam Enterprises Private Limited (Transferor Company) and Grandhi Enterprises Private Limited (Transferee Company) and their respective shareholders and creditors as was presented by the Companies on April 29, 2019.
31. The company does not have any Lease transaction.
32. Expenditure in Foreign Currency: Nil (2018: Nil).
33. There are no dues to creditors under Micro Small Medium Enterprises Development (MSMED) Act 2006.
34. Previous year figures have been regrouped and reclassified, wherever necessary, to conform to those of the current year.

As per our report of even date  
For B. Purushottam & Co  
Chartered Accountants  
Firm Registration No : 002808S

For and on behalf of the Board of Directors of  
Grandhi Enterprises Private Limited

  
B.S. Purushottam  
Partner  
M.No.026785

  
Sreemannarayana K  
Director  
DIN No. 01876402

  
SIS Ahmed  
Independent Director  
DIN No. 06498734

Place : New Delhi  
Date : June 29, 2019



  
Aruna Kotturu  
Company Secretary  
M.No.A38802

