

**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF NAMITHA REAL ESTATES PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of Namitha Real Estates Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss ( Including other comprehensive income), the Cash Flow Statement and the statement of changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information. ( here in after referred to as "Standalone Ind AS financial statements")

**Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other Comprehensive income, cash flows and changes in equity of the company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules 2015, as amended. 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 standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these Standalone Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS 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 Standalone Ind AS financial statements that give a true and fair view in



order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 Standalone Ind AS financial statements.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the financial position of the Company as at March 31, 2017 and its financial Performance including other comprehensive income, its cash flows and changes in equity for the year ended on that date.

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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and 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 including statement of Other Comprehensive Income, the Cash Flow Statement and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules 2015, as amended;
  - (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 B" to this report and





**GIRISH  
MURTHY & KUMAR**  
Chartered Accountants

(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:

- a. the Company does not have any pending litigations which would impact financial position in its Standalone Ind AS financial statements.
- b. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
- c. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company
- d. the company has provided requisite disclosures in its standalone Ind AS financial Statements as to holdings as well as dealings in Specified Bank Notes during the period from 8<sup>th</sup>, November, 2016 to 30<sup>th</sup>, December, 2016 and these are in accordance with the books of accounts maintained by the company.

PLACE: BANGALORE

DATE: April 25th, 2017

FOR GIRISH MURTHY & KUMAR  
Chartered Accountant



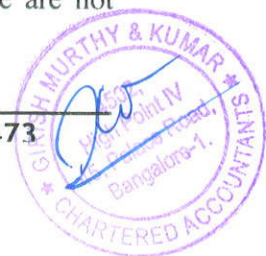
Girish Rao B  
Partner.  
Membership No: 085745  
FRN No.000934S



**“Annexure A” to the Independent Auditors’ Report referred to in clause 1 of paragraph on the ‘Report on Other Legal and Regulatory Requirements’ of our report of even date to the standalone financial statements of the Company for the year ended March 31, 2017:**

Re: Namitha Real Estates Private Limited

- I. a. The company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.  
  
b. The fixed assets have been physically verified during the year by the management and there were no material discrepancies between the book records and the physical fixed assets.  
  
c. According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties are held in the name of the Company.
- II. The company has not commenced its operations and therefore had no stocks of physical inventory during/ at the end of the year. Accordingly paragraph 3 (ii) of the Order is not applicable to the Company.
- III. In our opinion and according to the information and explanation given to us, the Company has not granted any loans, secured or unsecured to the companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under section 189 of the Companies Act, 2013.
- IV. In our opinion and according to the information and explanation given to us the company has not granted any loan, made any investments, gave any guarantee or provided security in connection with a loan to any other body corporate or person in contravention of section 185 and 186 of the Companies Act, 2013.
- V. According to the given explanation and information to us the company has not accepted deposits from the public during the year and as such this clause is not applicable.
- VI. According to the information and explanation given to us the Central Government has not prescribed the maintenance of cost records under section 148 of the Companies Act, 2013 for the activities carried out by the Company, and hence this clause is not applicable.
- VII. a. According to the information and explanations given to us and the records of the company examined by us, in our opinion, the Company is generally regular in payment of undisputed statutory dues including Provident Fund, income tax, sales tax, service tax, Value added tax and cess as applicable with appropriate authorities. We are informed by the company that the provisions of Employee state insurance scheme, , duty of customs, duty of excises are not applicable.  
  
b. According to the information and explanations given to us and the records of the company examined by us there are no disputed amounts payable in respect of income tax, , sales tax, service tax, value added tax, , as at 31st March 2017. We are informed by the company that the provisions of duty of customs, and duty of excise are not applicable.





**GIRISH  
MURTHY & KUMAR**  
Chartered Accountants

- VIII. Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that, the company has not taken any loan from a financial institution or bank or Government or are there any dues to debenture holders. Accordingly reporting requirement under this clause is not applicable.
- IX. The company did not raise any money by way of initial public offer or further public offer (Including debt instrument) or has taken term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.
- X. During the course of examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have not come across any instance of fraud by the company or on the company by its officers or employees of the company during the year.
- XI. According to the information and explanation given to us and the records of the company examined by us the Company has not paid or provided any managerial Remuneration. Accordingly, paragraph 3 (xi) of the order is not applicable.
- XII. In our opinion and according to the information and explanations given to us, the company is not a Nidhi Company. Accordingly, paragraph 3 (xii) of the order is not applicable.
- XIII. According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that all the transaction with the related parties are in compliance with section 177 and 188 of Companies Act.2013 and the details of the transactions have been disclosed in the Standalone Ind AS Financial Statements as per applicable accounting Standards.
- XIV. According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that the Company has not made any preferential allotment or private placement of shares or fully or partly debentures during the year under review.
- XV. According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that that the Company has not entered into any non cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the order is not applicable.
- XVI. According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that that the Company is not required to be registered under Section 45 -IA of the Reserve Bank of India.

PLACE: BANGALORE

DATE: April 25, 2017

FOR GIRISH MURTHY & KUMAR  
Chartered Accountants

  
Girish Rao B  
Partner.  
Membership No: 085745  
FRN No: 000934S



**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")**

Re: Namitha Real Estates Private Limited

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We have audited the internal financial controls over financial reporting of Advika Properties Private Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Ind AS financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

PLACE: Bangalore

DATE: April 25, 2017

FOR GIRISH MURTHY & KUMAR  
Chartered Accountants



Girish Rao B  
Partner.  
Membership No: 085745  
FRN No.000934S



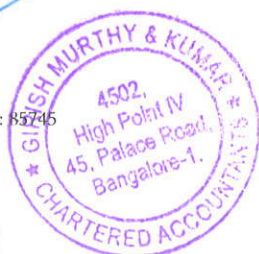
Namitha Realestates Private Limited

(In Rs)

Statement of Standalone Unaudited / Audited Financial Results for the Year Ended 31/03/2017			
	Particulars  (Refer Notes Below)	Year ended	
		31-03-2017	31-03-2016
		Audited	Audited
1	<b>Income from operations</b>		
	(a) Sales/income from operations	-	-
	(b) Other operating income	-	-
	<b>Total income from operations</b>	-	-
2	<b>Expenses</b>		
	(g) Other expenses	12,35,033	3,35,515
	<b>Total expenses</b>	<b>12,35,033</b>	<b>3,35,515</b>
3	<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	(12,35,033)	(3,35,515)
4	Other income	-	-
5	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)</b>	(12,35,033)	(3,35,515)
6	Finance costs	1,190	14,626
7	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)</b>	(12,36,223)	(3,50,141)
8	Exceptional items	-	-
9	<b>Profit / (Loss) from ordinary activities before tax (7 ± 8)</b>	(12,36,223)	(3,50,141)
10	Tax expense / (credit)	-	-
11	<b>Net Profit / (Loss) from ordinary activities after tax (9 ± 10)</b>	(12,36,223)	(3,50,141)
12	Share of profit / (loss) of associates*	-	-
13	Minority interest *	-	-
14	<b>Net Profit / (Loss) after taxes minority interest and share of profit / (loss) of associates (11 ± 12 ± 13)</b>	(12,36,223)	(3,50,141)
15	Other Comprehensive Income/ (expenses) (net of tax)	-	-
16	<b>Total Comprehensive income for the period (14 + 15)</b>	(12,36,223)	(3,50,141)

For Girish Murthy & Kumar  
Firm registration number: 000934S  
Chartered Accountants

B Girish Rao  
Partner  
Membership no.: 85745



Place: Bangalore  
Date: 25.04.2017

For and on behalf of the board of directors

Ravi Reddi  
Director  
DIN no: 03546630

Vasudeva Rao Yanduri  
Director  
DIN no: 05337020





**Namitha Realestates Private Limited**  
Statement of standalone assets and liabilities

( in Rs)

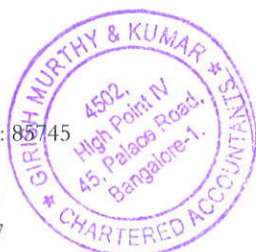
Particulars	As at March 31, 2017 (Audited)	As at March 31, 2016 (Audited)
<b>1 ASSETS</b>		
<b>a) Non-current assets</b>		
Property, plant and equipment	12,77,12,592	11,00,31,402
Investment property	29,938	3,781
Long-term loans and advances		
<b>a</b>	<b>12,77,42,530</b>	<b>11,00,35,183</b>
<b>b) Current assets</b>		
Cash and cash equivalents	46,03,714	1,18,836
Short-term loans and advances	50,000	-
<b>b</b>	<b>46,53,714</b>	<b>1,18,836</b>
<b>TOTAL ASSETS (a+b)</b>	<b>13,23,96,244</b>	<b>11,01,54,019</b>
<b>2 EQUITY AND LIABILITIES</b>		
<b>a) Equity</b>		
Equity share capital	1,00,000	1,00,000
Other equity	(1,24,89,564)	(1,12,53,340)
<b>Total equity (a)</b>	<b>(1,23,89,564)</b>	<b>(1,11,53,340)</b>
<b>b) Non-current liabilities</b>		
Financial liabilities		
Borrowings	13,46,00,000	11,87,02,750
<b>b</b>	<b>13,46,00,000</b>	<b>11,87,02,750</b>
<b>c) Current liabilities</b>		
Financial liabilities		
Borrowings		
Trade payables		
Other financial liabilities	97,81,848	23,24,102
Other current liabilities	3,76,360	2,53,077
Provisions	27,600	27,430
<b>c</b>	<b>1,01,85,808</b>	<b>26,04,609</b>
<b>TOTAL EQUITY AND LIABILITIES (a+b+c)</b>	<b>13,23,96,244</b>	<b>11,01,54,019</b>

For Girish Murthy & Kumar  
Firm registration number: 000934S  
Chartered Accountants



**B Girish Rao**  
Partner  
Membership no.: 85745

Place: Bangalore  
Date: 25.04.2017



For and on behalf of the board of directors



**Ravi Reddi**  
Director  
DIN no: 03546630



**Vasudeva Rao Yanduri**  
Director  
DIN no: 05337020



**Namitha Realestates Private Limited**

**Balance sheet as at March 31, 2017**

**Amt in Rs.**

Particulars	Notes	Ind AS	Ind AS	Ind AS
		31st March, 2017	31st March, 2016	1st April '2015
<b>ASSETS</b>				
<b>Non-current assets</b>				
Investment Property	3	12,77,12,592	11,00,31,402	7,05,26,265
<b>Other non-current assets</b>				
Long-term loans and advances	4	29,938	3,781	-
Capital advances	5	-	-	68,73,561
		<b>12,77,42,530</b>	<b>11,00,35,183</b>	<b>7,73,99,825</b>
Cash and cash equivalents	6	46,03,714	1,18,836	5,29,788
Short-term loans and advances	7	50,000	-	47,95,370
		<b>46,53,714</b>	<b>1,18,836</b>	<b>53,25,158</b>
<b>Total Assets</b>		<b>13,23,96,244</b>	<b>11,01,54,019</b>	<b>8,27,24,983</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity Share capital	8	1,00,000	1,00,000	1,00,000
Other Equity	9	(1,24,89,564)	(1,12,53,340)	(1,09,03,199)
<b>Total equity</b>		<b>(1,23,89,564)</b>	<b>(1,11,53,340)</b>	<b>(1,08,03,199)</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Long-term borrowings	10	13,46,00,000	11,87,02,750	8,34,59,941
		<b>13,46,00,000</b>	<b>11,87,02,750</b>	<b>8,34,59,941</b>
<b>Current liabilities</b>				
<b>Financial Liabilities</b>				
Other financial liabilities	11	97,81,848	23,24,102	96,95,647
Other current liabilities	12	3,76,360	2,53,077	3,72,594
Short-term Provisions	13	27,600	27,430	-
		<b>1,01,85,808</b>	<b>26,04,609</b>	<b>1,00,68,241</b>
<b>Total Equity and Liabilities</b>		<b>13,23,96,244</b>	<b>11,01,54,019</b>	<b>8,27,24,983</b>
Significant Accounting Policies & Disclosures	1&2			

For Girish Murthy & Kumar

Firm registration number: 000934S

Chartered Accountants



**B Girish Rao**

Partner

Membership no.: 85745



Place: Bangalore

Date: 25.04.2017

For and on behalf of the board of directors



**Ravi Reddi**

Director

DIN no: 03546630



**Vasudeva Rao Yanduri**

Director

DIN no: 05337020





**Namitha Realestates Private Limited**

Statement of profit and loss for the year ended March 31, 2017

Amount in Rs.

Particulars	Notes	01-Apr-16 to	01-Apr-15 to	31-
		31-Mar-17	Mar-16	
		Ind AS	Ind AS	
<b>Expenses</b>				
Finance costs	14	1,190		14,626
Other expenses	15	12,35,033		3,35,515
<b>Total Expenses</b>		<b>12,36,223</b>		<b>3,50,141</b>
<b>Profit/(loss) before exceptional items and tax from continuing operations</b>		<b>(12,36,223)</b>		<b>(3,50,141)</b>
<b>Profit/(loss) for the year from continuing operations</b>		<b>(12,36,223)</b>		<b>(3,50,141)</b>
<b>Net other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>		-		-
<b>Other comprehensive income for the year, net of tax</b>		-		-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX</b>		<b>(12,36,223)</b>		<b>(3,50,141)</b>
<b>Earnings per share for continuing operations</b>				
Basic, profit from continuing operations attributable to equity holders of the parent		(123.62)		(35.01)
Diluted, profit from continuing operations attributable to equity holders of the parent		(123.62)		(35.01)

**For Girish Murthy & Kumar**

Firm registration number: 000934S

Chartered Accountants



**B Girish Rao**

Partner

Membership no.: 85745



Place: Bangalore

Date: 25.04.2017


**For and on behalf of the board of directors**



**Ravi Reddi**

Director

DIN no: 03546630



**Vasudeva Rao Yanduri**

Director

DIN no: 05337020



Namitha Real Estates Private Limited

AUDITED CASH FLOW STATEMENT FOR THE PERIOD 1ST APRIL 2016 TO 31ST MARCH 2017

	31st Mar 2017 Amount in `	31st March 2016 Amount in `
<b>Cash flow from operating activities</b>		
Profit before tax from continuing operations	(12,36,223)	(3,50,141)
Profit before tax from discontinuing operations	-	-
Profit before tax	(12,36,223)	(3,50,141)
Non-cash adjustment to reconcile profit before tax to net cash flows		
Operating profit before working capital changes	(12,36,223)	(3,50,141)
Movements in working capital :		
Decrease / (increase) short term loans and advances	(50,000)	47,95,370
Increase / (decrease) in short-term provisions	170	-
Cash generated from / (used in) operations	(12,86,053)	44,45,230
Direct taxes paid (net of refunds)	-	-
Net cash flow from/ (used in) operating activities (A)	(12,86,053)	44,45,230
<b>Cash flows from investing activities</b>		
Decrease / (Increase) long term loans and advances	(26,157)	(3,781)
Purchase of investment Properties	(1,76,81,190)	(3,95,05,138)
Capital Advances	-	68,73,561
Increase/ (decrease) in other current liabilities	75,81,029	(74,63,631)
Net cash flow from/ (used in) investing activities (B)	(1,01,26,318)	(4,00,98,989)
<b>Cash flows from financing activities</b>		
Proceeds from long-term borrowings	13,46,00,000	3,52,42,809
Repayment of long-term borrowings	(11,87,02,750)	-
Net cash flow from/ (used in) in financing activities (C)	1,58,97,250	3,52,42,809
Net increase/(decrease) in cash and cash equivalents (A + B + C)	44,84,879	(4,10,950)
Effect of exchange differences on cash & cash equivalents held in foreign currency	-	-
Cash and cash equivalents at the beginning of the year	1,18,836	5,29,788
Cash and cash equivalents at the end of the year	46,03,715	1,18,838
<b>Components of cash and cash equivalents</b>		
With banks- on current account	5,44,522	1,18,836
- on deposit account	40,59,192	-
Total cash and cash equivalents (note 18)	46,03,715	1,18,836

Corporate Information about the Company	1
Summary of significant accounting policies	2
The accompanying notes are an integral part of the financial statements.	3-14

Notes:

1. "The above cashflow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on cashflow statements as referred to in section 133 of the Companies Act, 2013.

As per our report of even date

For Girish Murthy & Kumar

Firm registration number: 000934S

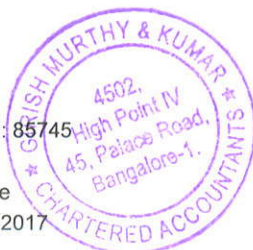
Chartered Accountants



B Girish Rao

Partner

Membership no.: 85745



Place: Bangalore

Date: 25th April 2017

For and on behalf of the board of directors



Vasudeva Rao Yanduri

Director

DIN no: 05337020



Ravi Reddi

Director

DIN no: 03546630





# Namitha Real Estates Private Limited

Notes to IND AS Accounts

## Note : 1

### 1. Corporate Information

Namitha Real Estates Private Limited domiciled in India and incorporated on 22nd September 2008. The company to carry on the business of Real Estate & Property Development and Construction of all kinds of infrastructure and super structures. The company's Holding company is GMR SEZ and Port Holding Limited and ultimate holding company is GMR Infrastructure Limited/GMR Enterprises Private Limited.

The registered office of the company is located in Bangalore in Karnataka, India.

Information on other related party relationships of the Company is provided in Note 7.

The financial statements were approved for issue in accordance with a resolution of the directors on 25<sup>th</sup> April 2017.

### 2. Significant Accounting Policies

#### A. Basis of preparation

"The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015.

For all periods up to and including the year ended 31 March 2016, the Company prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). These financial statements for the year ended 31 March 2017 are the first financials the Company prepared in accordance with Ind AS. Refer to note 25 for information on how the Company adopted Ind AS.

The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities (refer accounting policy regarding financial instruments) which have been measured at fair value.

The financial statements are presented in Indian Rupees ("INR")

#### B. Summary of significant accounting policies

##### a. Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:



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## Notes to IND AS Accounts

- i) Expected to be realised or intended to be sold or consumed in normal operating cycle
- ii) Held primarily for the purpose of trading
- iii) Expected to be realised within twelve months after the reporting period, or
- iv) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current. A liability is current when it is:

- i) It is expected to be settled in normal operating cycle
- ii) It is held primarily for the purpose of trading
- iii) It is due to be settled within twelve months after the reporting period, or
- iv) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

### **b. Property, plant and equipment**

On transition to Ind AS, the company has elected to continue with the carrying value of all of its property, plant and equipment as at 31 March 2015, measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment as on 1 April 2015.

Land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Capital work in progress includes cost of property, plant and equipment under installation/under development as at the balance sheet date.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset are derecognised when replaced. Further, when each major inspection is performed, its cost is recognised in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.





# Namitha Real Estates Private Limited

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The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

### c. Depreciation on Property, plant and equipment

Depreciation on the Property plant and equipment is calculated on a straight-line basis using the rates arrived at, based on useful lives estimated by the management, which coincides with the lives prescribed under Schedule II of the Companies Act, 2013 except for assets individually costing less than Rs. 5,000 which are fully depreciated in the year of acquisition and certain items of building, plant and equipment, the Company, based on technical assessment made by technical expert and management estimate, believes that the useful lives of such assets are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

The Property, plant and equipment acquired under finance lease is depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the Company will obtain ownership at the end of lease term.

### d. Investment properties

Since there is no change in the functional currency, the Company has elected to continue with the carrying value for all of its investment property as recognised in its Indian GAAP financial statements as deemed cost at the transition date, viz., 1<sup>st</sup> April 2015.

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

The cost includes the cost of replacing parts and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of the investment property are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. All other repair and maintenance costs are recognised in profit or loss as incurred.

Though the Company measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer applying a valuation model recommended by the International Valuation Standards Committee.

Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal.

The difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of derecognition.



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## Notes to IND AS Accounts

### e. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

Intangible assets include software and their useful lives are assessed as either finite or indefinite.

#### Research and development cost:

Research costs are expensed as incurred. Development expenditure incurred on an individual project is recognised as an 'intangible asset' when all of the below conditions are met:

- i. The technical feasibility of completing the intangible asset so that it will be available for use or sale
- ii. The Company's intention to complete the asset and use or sell it
- iii. The Company has ability to use or sell the asset
- iv. It can be demonstrated how the asset will generate probable future economic benefits
- v. Adequate technical, financial and other resources to complete the development and to use or sell the asset are available, and
- vi. The ability to measure reliably the expenditure attributable to the intangible asset during development.

### f. Amortisation of intangible assets

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Intangible assets like the Software licence are amortised over the useful life of 6 years as estimated by the management.

### g. Borrowing cost

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing





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## Notes to IND AS Accounts

of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

### **h. Leases**

#### **Company as a lessee:**

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease.

Finance leases are capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in finance costs in the statement of profit and loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on the borrowing costs.

Contingent rentals are recognised as expenses in the periods in which they are incurred.

A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term unless either:

- i) another systematic basis is more representative of the time pattern of the user's benefit even if the payments to the lessors are not on that basis; or
- ii) the payments to the lessor are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. If payments to the lessor vary because of factors other than general inflation, then this condition is not met.

#### **Company as a lessor:**

Leases in which the Group does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

Contingent rents are recognised as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Group to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.



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### i. Inventories

Inventories are valued as follows:

#### **Raw materials, components, stores and spares:**

Raw materials, components, stores and spares are valued at lower of cost and net realisable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a weighted average basis and includes all applicable costs in bringing goods to their present locations and condition.

#### **Contract work-in-progress:**

Costs incurred that relate to future activities on the contract are recognised as contract work-in-progress. Contract work-in-progress comprises of construction cost and other directly attributable overheads and are measured at lower of cost and net realisable value.

#### **Traded / Finished goods:**

Traded goods are valued at lower of cost and net realisable value. Cost is determined on a weighted average basis and includes all applicable costs incurred in bringing goods to their present location and condition.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

### j. Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating units' (CGUs) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Company of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used

Impairment losses of continuing operations, including impairment on inventories, are recognised in the statement of profit and loss, except for properties previously revalued with the revaluation surplus taken to OCI. For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation surplus. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to





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determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

### k. Provisions, Contingent liabilities, Contingent assets, and Commitments

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost."

Contingent liability is disclosed in the case of:

- A present obligation arising from past events, when it is not probable that an outflow of resources will not be required to settle the obligation
- A present obligation arising from past events, when no reliable estimate is possible
- A possible obligation arising from past events, unless the probability of outflow of resources is remote

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date

### l. Retirement and other Employee Benefits

As there are no employees, the company has not determined the liability for gratuity and long term compensated absences in accordance with revised Ind AS-19

### m. Identification of segments:

The Company's operating businesses are organised and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Company operate.



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## Notes to IND AS Accounts

### Inter segment Transfers:

The Company accounts for intersegment sales/ transfers as if the sales or transfers were to third parties at current market prices.

### Allocation of common costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

### Unallocated Items:

Includes income tax, deferred tax charge or credit and the related tax liabilities and tax assets. Also includes interest expense or interest income and related interest generating assets, interest bearing liabilities, which are not allocated to any business segment.

### Segment Policies:

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

## n. Financial Instruments

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

### Financial assets

#### Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

#### Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- i) Debt instruments at amortised cost
- ii) Debt instruments at fair value through other comprehensive income (FVTOCI)
- iii) Debt instruments, derivatives and equity instruments at fair value through profit or loss (FVTPL)
- iv) Equity instruments measured at fair value through other comprehensive income (FVTOCI)

Debt instruments at amortised cost: A 'debt instrument' is measured at the amortised cost if both the following conditions are met:





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## Notes to IND AS Accounts

- i) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- ii) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

This category is the most relevant to the Company. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade and other receivables.

Debt instrument at FVTOCI: A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- i) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- ii) The asset's contractual cash flows represent SPPI

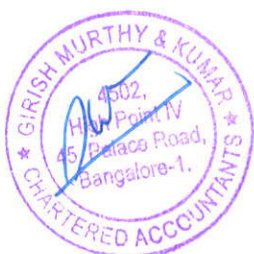
Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

Debt instrument at FVTPL: FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The Company has not designated any debt instrument as at FVTPL. Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

Equity investments: All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI



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to P&L, even on sale of investment. However, the company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

### Impairment of financial assets

In accordance with Ind AS 109, the company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- i) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance
- ii) Financial assets that are debt instruments and are measured as at FVTOCI
- iii) Lease receivables under Ind AS 17
- iv) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18
- v) Loan commitments which are not measured as at FVTPL
- vi) Financial guarantee contracts which are not measured as at FVTPL

The company follows 'simplified approach' for recognition of impairment loss allowance on;

- i. Trade receivables or contract revenue receivables; and
- ii. All lease receivables resulting from transactions within the scope of Ind AS 17

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:





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- i) All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument
- ii) Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed. On that basis, the Company estimates the following provision matrix at the reporting date:

- a) ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the statement of profit and loss (P&L). This amount is reflected under the head 'other expenses' in the P&L. The balance sheet presentation for various financial instruments is described below:
- b) Financial assets measured as at amortised cost, contractual revenue receivables and lease receivables: ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the company does not reduce impairment allowance from the gross carrying amount.
- c) Loan commitments and financial guarantee contracts: ECL is presented as a provision in the balance sheet, i.e. as a liability.
- d) Debt instruments measured at FVTOCI: Since financial assets are already reflected at fair value, impairment allowance is not further reduced from its value. Rather, ECL amount is presented as 'accumulated impairment amount' in the OCI.

For assessing increase in credit risk and impairment loss, the company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

### Financial liabilities

#### Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments."



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## Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

### Financial liabilities at fair value through profit or loss:

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss. The company has not designated any financial liability as at fair value through profit and loss.

### Loans and borrowings:

This is the category most relevant to the company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

### Financial guarantee contracts:

Financial guarantee contracts issued by the company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less cumulative amortisation.

### Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or





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modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

### Reclassification of financial assets

The company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The company's senior management determines change in the business model as a result of external or internal changes which are significant to the company's operations. Such changes are evident to external parties. A change in the business model occurs when the company either begins or ceases to perform an activity that is significant to its operations. If the company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest."

### Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

#### **o. Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

#### **p. Fair value measurement**

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i) In the principal market for the asset or liability, or
- ii) In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the company.



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The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period."

The Company determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring measurement, such as assets held for distribution in discontinued operations. The Valuation Committee comprises of the head of the investment properties segment, heads of the Company's internal mergers and acquisitions team, the head of the risk management department, financial controllers and chief finance officer.

External valuers are involved for valuation of significant assets, such as properties and unquoted financial assets, and significant liabilities, such as contingent consideration. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. Valuers are normally rotated every three years.

At each reporting date, the Company analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Company's accounting policies. For this analysis, the Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.





# Namitha Real Estates Private Limited

## Notes to IND AS Accounts

The Company, in conjunction with the Company's external valuers, also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value.

### q. Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. The Company has concluded that it is the principal in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.

Sales tax/ value added tax (VAT) is not received by the Company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue.

The specific recognition criteria described below must also be met before revenue is recognised.

- i. Income from management / technical services is recognised as per the terms of the agreement on the basis of services rendered.
- ii. On disposal of current investments, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss. Such income is included under the head 'other operating income' for companies engaged in investing activities and under the head 'other income' for other companies in the statement of profit and loss.
- iii. Insurance claim is recognised on acceptance of the claims by the insurance company.

Revenue earned in excess of billings has been included under 'other assets' as unbilled revenue and billings in excess of revenue has been disclosed under 'other liabilities' as unearned revenue.

Expenditure including pre-operative and other incidental expenses incurred by the Group on projects that are in the process of commissioning, being recoverable from the respective SPVs / subsidiaries incorporated for carrying out these projects, are not charged to the statement of profit and loss and are treated as advances to the respective entities.

### Interest income

For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial



# Namitha Real Estates Private Limited

## Notes to IND AS Accounts

instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in finance income in the statement of profit and loss.

Other interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable

### Dividends

Revenue is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

### r. Taxes

Tax expense comprises current and deferred tax.

#### Current income tax

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate."

#### Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- i) When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss





# Namitha Real Estates Private Limited

## Notes to IND AS Accounts

- ii) In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

- a. When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- b. In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Tax benefits acquired as part of a business combination, but not satisfying the criteria for separate recognition at that date, are recognised subsequently if new information about facts and circumstances change. Acquired deferred tax benefits recognised within the measurement period reduce goodwill related to that acquisition if they result from new information obtained about facts and circumstances existing at the acquisition date. If the carrying amount of goodwill is zero, any remaining deferred tax



# Namitha Real Estates Private Limited

## Notes to IND AS Accounts

benefits are recognised in OCI/ capital reserve depending on the principle explained for bargain purchase gains. All other acquired tax benefits realised are recognised in profit or loss.

### s. Sales/ Value added taxes paid on acquisition of assets or on incurring expenses

Expenses and assets are recognised net of the amount of sales/ value added taxes paid, except:

- I. When the tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable
- II. When receivables and payables are stated with the amount of tax included

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

### t. Corporate Social Responsibility ('CSR') expenditure

The Company charges its CSR expenditure during the year to the statement of profit and loss.

### u. Fair Value

The carrying amount of all financial assets and liabilities (except for those instruments carried at fair value) appearing in the financial statements is reasonable approximation of fair values.

- v. Previous year's figures have been restated and reclassified, wherever required to confirm to the IND AS requirement

#### For Girish Murthy & Kumar

Firm registration number: 000934S

Chartered Accountants



B Girish Rao

Partner

Membership no.: 85745

Place: Bangalore

Date: 25th April 2017



#### For and on behalf of the board of directors



Vasudeva Rao Yanduri

Director

DIN no: 05337020



Ravi Reddi

Director

DIN no: 03546630





**Note : 2**

**1. Segment Reporting**

The company is engaged primarily in the business of procurement of land. Accordingly separate primary and secondary segment reporting disclosures as envisaged in Accounting Standard (AS-17) on Segmental Reporting issued by the ICAI are not applicable to the present activities of the company.

The Central Government in consultation with National Advisory Committee on Accounting Standards has amended Companies (Accounting Standards) Rules, 2006 ( 'principal rules'), vide notification issued by Ministry of Corporate Affairs dated March 30, 2016. The Companies (Accounting Standards) Rules, 2016 is effective March 30, 2016. The Company believes that the Rule 3(2) of the principal rules has not been withdrawn or replaced and accordingly, the Companies (Accounting Standards) Rule, 2016 will apply for the accounting periods commencing on or after March 30, 2016. Therefore the company has not considered the amendments made vide MCA notification dated March 30, 2016 in the financial statements.

**2. Capital Commitments:**

Estimated amount of contracts remaining to be executed on capital account not provided for, net of advances Rs.NIL (Mar'16 - Rs.NIL).

**(a) Pending litigations:**

The Company does not have any pending litigations which would impact its financial position.

Foreseeable losses: The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses

**(b) MSME Dues:**

There are no micro and small enterprises to which the company owes dues which are outstanding for more than 45 days as at March 31, 2016. This information, as required to be disclosed under the Micro Small and Medium Enterprises Development Act 2006, has been determined to the extent such parties have been identified on the basis of information available with the company.

**3. First Time Adoption of Ind AS**

These financial statements, for the year ended 31 March 2017, are the first, the company has prepared in accordance with Ind AS. For periods up to and including the year ended 31 March 2015, the company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

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

**4. Exemptions applied:-**

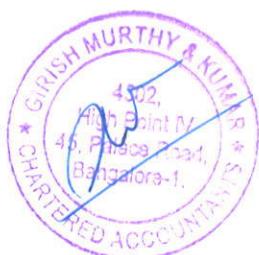
**I Mandatory exemptions:**

**Estimates**

The estimates at 1 April 2015 and at 31 March 2016 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies) apart from the following items where application of Indian GAAP did not require estimation:

- Impairment of financial assets based on expected credit loss model

The estimates used by the company to present these amounts in accordance with Ind AS reflect conditions at 1 April 2015, the date of transition to Ind AS, as of 31 March 2016.



#### Derecognition of financial assets and financial liabilities

The company has elected to apply the derecognition requirements for financial assets and financial liabilities in Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS.

#### Classification and measurement of financial assets

The company has classified the financial assets in accordance with Ind AS 109 on the basis of facts and circumstances that exist at the date of transition to Ind AS.

## II Optional exemptions:

#### Deemed cost-Previous GAAP carrying amount: (PPE)

Since there is no change in the functional currency, the Company has elected to continue with the carrying value for all of its PPE as recognised in its Indian GAAP financial as deemed cost at the transition date after making necessary adjustments for de-commissioning liabilities.

Deemed cost-Previous GAAP carrying amount: (Investment property) (Ind AS 101.D7AA)

Since there is no change in the functional currency, the Company has elected to continue with the carrying value of land which has been classified under PPE in its Indian GAAP financial as deemed cost for investment property at the transition date

#### Fair value measurement of financial assets or financial liabilities (Ind AS 101.D20)

First-time adopters may apply Ind AS 109 to day one gain or loss provisions prospectively to transactions occurring on or after the date of transition to Ind AS. Therefore, unless a first-time adopter elects to apply Ind AS 109 retrospectively to day one gain or loss transactions, transactions that occurred prior to the date of transition to Ind AS do not need to be retrospectively restated.

#### Statement of cash flows

The transition from Indian GAAP to Ind AS has not had a material impact on the statement of cash flows





## 5. Statement of Changes in Equity

Particulars	Equity share capital	Reserve and surplus	Items of OCI	Total equity
		Retained earnings		
As at 1 April 2015	1,00,000	(1,09,03,199)	-	(1,08,03,199)
Profit for the period/movement	-	(3,50,141)	-	(3,50,141)
Other comprehensive income	-	-	-	-
At 31 March 2016	1,00,000	(1,12,53,340)	-	(1,11,53,340)
Profit for the period	-	(12,36,224)	-	(12,36,224)
Other comprehensive income	-	-	-	-
At 31 March 2017	1,00,000	(1,24,89,564)	-	(1,23,89,564)

### Consolidated Statement of Changes in Equity for the year ended 31-March-2017

Particulars	Amount in Rs.
<b>Surplus in the statement of profit and loss</b>	
At 1 April 2015	(1,09,03,199)
Add: Net profit for the year	(3,50,141)
Other items of Comprehensive Income	-
At 31 March 2016	(1,12,53,340)
Add: Net profit for the year	(12,36,224)
Other items of Comprehensive Income	-
At 31 March 2017	(1,24,89,564)

### Disclosure On Specified Bank Notes (SBNs):

During the year the company had specified bank notes or other denomination note as defined in the MCA notification G.S.R.308(E)

Particulars	SBN's*	Other denomination	Total
Closing Balance as on 8th November 2016	-	-	-
(+) Permitted Receipts	-	-	-
(+) Withdrawal from bank	-	-	-
(-) Permitted Payments	-	-	-
(-) Permitted Deposits in the bank	-	-	-
<b>Closing Balance as on 30th December 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* For the purposes of this clause, the term SBNs shall have the same meaning provided under notification of the Government of India, in the Ministry of Finance, Dept of Economic Affairs number S.O.3407(E), Dt.08.11.2016.



## 2. 6. Earnings Per Share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares  
Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	Amounts in INR	
	31-Mar-17	31-Mar-16
Ind-AS 33.70		
(a)		
Profit attributable to equity holders of the parent		
Continuing operations	-12,36,223	-3,50,141
Discontinued operation	-	-
<b>Profit attributable to equity holders of the parent for basic earnings</b>		
Interest on convertible preference shares	-	-
<b>Profit attributable to equity holders of the parent adjusted for the effect of dilution</b>		
Weighted Average number of equity shares used for computing Earning Per Share (Basic)	10,000	10,000
Effect of dilution:		
Convertible preference shares	-	-
<b>Weighted average number of Equity shares adjusted for the effect of dilution *</b>	10,000	10,000
Earning Per Share (Basic) (Rs)	-123.62	-35.01
Earning Per Share (Diluted) (Rs)	-123.62	-35.01
Face value per share (Rs)	10	10
Ind-AS 33.70		
(b)		





## 7. Related Party Transactions

### (A) List of Related Party with whom transactions has taken place

Disclosures in respect of related parties as defined in Accounting Standard 18, with whom transactions

#### List of Related Parties

Name of the Company	Nature of Relationship
GMR Holdings Pvt. Ltd. (GHPL)	Ultimate Holding Company
GMR SEZ and Port Holding Pvt. Ltd. (GSPHPL)	Holding Company
GMR Infrastructure Limited (GIL)	Holding Company's Holding Company
GMR Highways Ltd (GHL)	Fellow Subsidiary
GMR Krishnagiri SEZ Limited	Fellow Subsidiary
Kakinada SEZ Limited	Fellow Subsidiary

I. Transactions with Related Parties		Rs.	
Sl. No.	Particulars	2016-17	2015-16
<b>A)</b>	<b>Transactions during the year</b>		
1	Loan from Group companies		
	- GMR Infrastructure Limited	12,46,00,000	-
	-GMR Highways Limited	1,00,00,000	-
	- GMR SEZ and Port Holding Pvt. Ltd	7,00,000	3,52,42,809
2	Loan to Group companies		
	- Kakinada SEZ Limited	50,00,000	-
3	Loan repaid to group companies		
	- GMR SEZ and Port Holding Pvt. Ltd	11,94,02,750	-
	- GMR Infrastructure Limited	-	-
4	Loan repaid from group companies		
	- Kakinada SEZ Limited	50,00,000	-
5	Interest on group company loans		
	- GMR SEZ and Port Holding Pvt. Ltd	36,23,512	1,05,84,978
	- GMR Infrastructure Limited	93,94,038	-
	-GMR Highways Limited	12,08,219	-
6	Reimbursement of Expenses		
	- GMR Krishnagiri SEZ Limited	-	12,29,413
<b>B)</b>	<b>Outstanding Balances at the year end</b>		
1	Issued Capital		
	- GMR SEZ and Port Holding Pvt. Ltd	1,00,000	1,00,000
2	Loan from Group companies		
	- GMR Infrastructure Limited	12,46,00,000	-
	-GMR Highways Limited	1,00,00,000	-
	- GMR SEZ and Port Holding Pvt. Ltd	-	11,87,02,750
3	Creditors/Payable		
	-GMR Infrastructure Limited	84,54,634	-
	- GMR Highways Limited	12,08,219	-
	- GMR SEZ and Port Holding Pvt. Ltd	-	22,18,154

Sl. No.	Counter Party Group Company	Nature of Transaction	2016-17	2015-16
1	GMR Infrastructure Limited	Interest on Loan	36,23,512	-
2	GMR SEZ & Port Holdings Private Limited	Interest on Loan	93,94,038	1,05,84,978
3	GMR HIGHWAYS LTD	Interest on Loan	12,08,219	-
4	Kakinada SEZ Limited	Interest Received on Loans	-2,03,048	-
	<b>Total</b>		<b>1,40,22,721</b>	<b>1,05,84,978</b>



## 8. Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. Company's senior management ensures that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

### Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk. Financial instruments affected by market risk include loans and borrowings, deposits, and derivative financial instruments.

The sensitivity analyses in the following sections relate to the position as at 31 March 2017 and 31 March 2016.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations, provisions.

The following assumptions have been made in calculating the sensitivity analyses:

► The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at 31 March 2017 and 31 March 2016.

### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have fluctuating interest rate borrowings, thus company does not have any interest rate risk.

### Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company does not have exposure to foreign currency payable or receivable balances and hence it does not have any foreign currency risk.





## 9. Liquidity Risk

Maturity profile of the Group's financial liabilities based on contractual undiscounted payments as on 31st March 2017

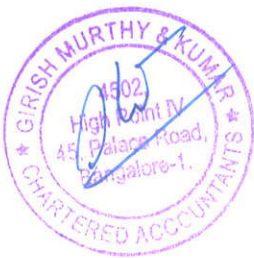
	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
	INR	INR	INR	INR	INR	INR
<b>Year ended</b>						
<b>31<sup>st</sup> March 17</b>						
Other financial liabilities	97,81,848					97,81,848
Borrowings	13,46,00,000					13,46,00,000
<b>Total</b>	<b>14,43,81,848</b>	-	-	-	-	<b>14,43,81,848</b>

Maturity profile of the Group's financial liabilities based on contractual undiscounted payments as on 31st March 2016

	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
	INR	INR	INR	INR	INR	INR
<b>Year ended</b>						
<b>31<sup>st</sup> March 2016</b>						
Other financial liabilities	23,24,102					23,24,102
Borrowings	11,87,02,750					11,87,02,750
<b>Total</b>	<b>12,10,26,852</b>	-	-	-	-	<b>12,10,26,852</b>

Maturity profile of the Group's financial liabilities based on contractual undiscounted payments as on 1st April 2015.

	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
	INR	INR	INR	INR	INR	INR
<b>Year ended</b>						
<b>1<sup>st</sup> April 2015</b>						
Other financial liabilities	96,95,647					96,95,647
Borrowings	8,34,59,941					8,34,59,941
<b>Total</b>	<b>9,31,55,588</b>	-	-	-	-	<b>9,31,55,588</b>



## 2.10. Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is total debt divided by total capital plus total debt.

	At 31 March 2017	At 31 March 2016
Borrowings	13,46,00,000	11,87,02,750
<b>Total debt</b>	<b>13,46,00,000</b>	<b>11,87,02,750</b>
<b>Capital Components</b>		
share Capital	1,00,000	1,00,000
Other equity	(1,24,89,564)	(1,12,53,340)
<b>Total Capital</b>	<b>(1,23,89,564)</b>	<b>(1,11,53,340)</b>
<b>Capital and net debt</b>	<b>12,22,10,436</b>	<b>10,75,49,410</b>
<b>Gearing ratio (%)</b>	<b>110%</b>	<b>110%</b>

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2017 and 31 March 2016.

For Girish Murthy & Kumar  
Firm registration number: 000934S  
Chartered Accountants

B Girish Rao

Partner

Membership no.: 85745

Place: Bangalore

Date: 25th April, 2017



For and on behalf of the board of directors

Ravi Reddi

Director

DIN no: 03546630

Vasudeva Rao Yanduri

Director

DIN no: 05337020





Related Party Transaction Details  
For the period ended March 31, 2017

Balance Sheet

Namitha Real Estates Private Limited (NREPL)  
Code : CS530

A. Payable / Sundry Creditors / Deposits Received / Interest Payable

SI No	Inter Company	IC Code	Transaction Description	Main Head	Sub Head	Show in Financials		Total ( IGAAP + IND AS Adjustments)	DTL/(DTA) on Ind AS Adjustments
						Transaction GL	IGAAP Amount		
1	GMR Infrastructure Limited (GIL)	IC6100	Interest payable on Loan taken	Other current liabilities	Non Trade payable	2050203102	84,54,634.00	84,54,634.00	-
2	GMR Highways Limited (GMRHL)	IC3300	Interest payable on Loan taken	Other current liabilities	Non Trade payable	2050203102	12,08,219.00	12,08,219.00	-

B. Loan taken from Group Companies / Share Application money refundable / Other Loans

SI No	Inter Company	IC Code	Transaction Description	Main Head	Sub Head	Show in Financials		Total ( IGAAP + IND AS Adjustments)	DTL/(DTA) on Ind AS Adjustments
						Transaction GL	IGAAP Amount		
1	GMR Infrastructure Limited (GIL)	IC6100	Loan taken	Long term borrowings	LT- Term loans --Rupee Term Loans-Secure	2030800003	12,46,00,000.00	12,46,00,000.00	-
2	GMR Highways Limited (GMRHL)	IC3300	Loan taken	Long term borrowings	LT- Term loans --Rupee Term Loans-Secure	2030800003	1,00,00,000.00	1,00,00,000.00	-

C. Share Capital

SI No	Inter Company	IC Code	Transaction Description	Main Head	Sub Head	Show in Financials		Total ( IGAAP + IND AS Adjustments)	DTL/(DTA) on Ind AS Adjustments
						Transaction GL	IGAAP Amount		
1	GMR SEZ and Port Holdings Private Limited (GSPHPL)	IC6121	Share Capital	Share Capital	Equity issued and Subscribed-fully paid-up	2010101002	1,00,000.00	1,00,000.00	-

For Girish Murthy & Kumar  
Firm registration number: 000934S  
Chartered Accountants

Girish Murthy  
Partner  
Membership no.: 85745

Place: Bangalore  
Date: 25-Apr-2017



For and on behalf of the Board of Directors

Vasudeva Rao Yanduri  
Director  
DIN: 5337020

0  
Company Secretary



Related Party Transaction Details  
For the period ended March 31, 2017

Profit & Loss

Namitha Real Estates Private Limited (NREPL)  
Code : C5530

A. Capital Work in Progress

Sl No	Inter Company	IC Code	Transaction Description	Main Head	Sub Head	Show in Financials			(Rs. in Units)	
						Transaction CL	ICAAP Amount	Ind AS adjustment Amount	Total ( ICAAP + IND AS Adjustments)	DTL/(DTA) on Ind AS Adjustments
1	GMR SEZ and Port Holdings Private Limited (GSPHPL)	IC6121	Interest on Loan	CWIP	CWIP - Others	1010300009	36,23,512.00	-	36,23,512.00	-
2	GMR Highways Limited (GMRHL)	IC3300	Interest on Loan	CWIP	CWIP - Others	1010300009	12,08,219.00	-	12,08,219.00	-
3	GMR Infrastructure Limited (GIL)	IC6100	Interest on Loan	CWIP	CWIP - Others	1010300009	93,94,038.00	-	93,94,038.00	-
4	Kakinada SEZ Limited (Formerly Known as Kakinada)	IC5600	Interest on Loan	CWIP	CWIP - Others	1010300009	(2,03,048.00)	-	(2,03,048.00)	-

For Girish Murthy & Kumar  
Firm registration number: 0009345  
Chartered Accountants

*Girish Murthy*

B Girish Rao  
Partner  
Membership no.: 85745

Place: Bangalore  
Date: 25-Apr-2017



For and on behalf of the Board of Directors

*Vasudeva Rao Yanduri*

Vasudeva Rao Yanduri  
Director  
DIN: 5337020

Company Secretary

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## Note 3

Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
<b>Investment Property</b>			
Freehold Land	9,76,87,425	9,76,87,425	7,05,26,265
Capital work-in-progress	3,00,25,168	1,23,43,978	-
	<b>12,77,12,592</b>	<b>11,00,31,402</b>	<b>7,05,26,265</b>

g) The Company's investment properties consist of Lands as on 31-Mar-2017 is 74.86 Ac ( as on 31-Mar-2016 is 74.86 acres) located in village Chinnapalem Village and Datti Village Kothavalasa Mandal Vizianagaram District, Andhapradesh. As at 31 March 2017 and 31 March 2016, the fair values of the properties are INR 20.21 Cr and INR 19.46 Cr respectively. These valuations are based on valuations performed independent valuer.

Method adopted to estimate the value ( Basis of Valuation):

GLR (Guide Line Rate) methods adopted to estimate the value, Prevailing Market rate in the locality for a similar land with similar characteristics, Adopted Unit Rate of the subject land after giving due weight age to th individual merits of the case and characteristics of the plot

## Note 4

Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
<b>Long-term Loans and advances</b>			
Balances with statutory/ government authorities	29,936	3,780	-
	<b>29,936</b>	<b>3,780</b>	<b>-</b>

## Note 5

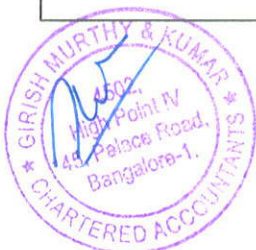
Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
<b>Other non-current assets</b>			
Capital advances	-	-	68,73,561
	<b>-</b>	<b>-</b>	<b>68,73,561</b>

## Note 6

Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
<b>Cash and Bank balances</b>			
Cash and cash equivalents			
Balances with banks:			
– On current accounts	5,44,522	1,17,879	5,28,876
Cheques on hand	-	-	-
Cash on hand	-	957	912
	<b>5,44,522</b>	<b>1,18,836</b>	<b>5,29,788</b>
<b>Other bank balances</b>			
more than 3 months but less than or more than 12 months	40,59,192	-	-
	<b>40,59,192</b>	<b>-</b>	<b>-</b>
Amount disclosed under non-current assets			
	<b>46,03,714</b>	<b>1,18,836</b>	<b>5,29,788</b>

## Note 7

Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
<b>Short-term Loans and advances</b>			
authorities	-	-	370
to subsidiaries	-	-	-
Advances recoverable in cash or kind	50,000	-	47,95,000
	<b>50,000</b>	<b>-</b>	<b>47,95,370</b>
<b>Other loans and advances</b>			
Prepaid expenses	-	-	-
Loans to employees	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>
	<b>50,000</b>	<b>-</b>	<b>47,95,370</b>



Note 8

Share capital

Particulars	March 31,2017		March 31, 2016	March 31, 2015
	Number	Rs. (Ind AS)	Rs. (Ind AS)	Rs. (Ind AS)
<b>Authorised share capital</b>				
At 1 April 2015	10,000	1,00,000	1,00,000	1,00,000
Increase/(decrease) during the year	-	-	-	-
At 31 March 2016	10,000	1,00,000	1,00,000	1,00,000
Increase/(decrease) during the year	-	-	-	-
At 31 March 2017	10,000	1,00,000	1,00,000	1,00,000
<b>Issued equity capital</b>				
At 1 April 2016	10,000	1,00,000	1,00,000	1,00,000
Add: Issued during the year	-	-	-	-
At 31 March 2017	10,000	1,00,000	1,00,000	1,00,000

b) Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associ

Particulars	March 31,2017		March 31, 2016	March 31, 2015
	Number	Rs. (Ind AS)	Rs. (Ind AS)	Rs. (Ind AS)
10,000 Equity Shares of Rs.10 each fully paid up	10,000	1,00,000	1,00,000	1,00,000
<b>Total</b>	<b>10,000</b>	<b>1,00,000</b>	<b>1,00,000</b>	<b>1,00,000</b>

c) Details of shareholders holding more than 5% shares in the company:

Particulars	March 31,2017		March 31, 2016	March 31, 2015
	Number	Rs. (Ind AS)	Rs. (Ind AS)	Rs. (Ind AS)
GMR SEZ & Port Holding Pvt Limited, the immediate holding company and its nominees.	10,000	1,00,000	1,00,000	1,00,000
<b>Total</b>	<b>10,000</b>	<b>1,00,000</b>	<b>1,00,000</b>	<b>1,00,000</b>

Note 9

Other Equity

Particulars	March 31,2017		March 31, 2016	March 31, 2015
		Ind AS	Ind AS	Ind AS
<b>Surplus in the statement of profit and loss</b>				
Opening		(1,12,53,340)	(1,09,03,199)	(2,27,882)
During the period		(12,36,224)	(3,50,141)	(1,06,75,317)
<b>Total</b>		<b>(1,24,89,564)</b>	<b>(1,12,53,340)</b>	<b>(1,09,03,199)</b>
<b>Equity contribution from parents - Related party loan</b>				
Opening		-	-	-
During the period		-	-	-
<b>Total</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>		<b>(1,24,89,564)</b>	<b>(1,12,53,340)</b>	<b>(1,09,03,199)</b>

For Girish Murthy & Kumar  
Firm registration number: 000934S  
Chartered Accountants



B Girish Rao  
Partner

Membership no.: 85745

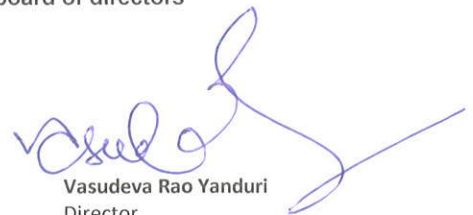


Place: Bangalore  
Date: 25.04.2017

For and on behalf of the board of directors



Ravi Reddi  
Director  
DIN no: 03546630



Vasudeva Rao Yanduri  
Director  
DIN no: 05337020





**Note 10**

Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
Long term borrowings			
Other loans and advances			
Loan from a group company (unsecured)	13,46,00,000	11,87,02,750	8,34,59,941
	<b>13,46,00,000</b>	<b>11,87,02,750</b>	<b>8,34,59,941</b>

**Note 11**

Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
<b>Other financial liabilities</b>			
Interest accrued and due on borrowings	96,62,853	22,18,154	96,57,877
Non trade payable	1,18,995	1,05,948	37,770
	<b>97,81,848</b>	<b>23,24,102</b>	<b>96,95,647</b>

**Note 12**

Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
<b>Other current liabilities</b>			
Other statutory dues	3,76,360	2,53,077	3,72,594
	<b>3,76,360</b>	<b>2,53,077</b>	<b>3,72,594</b>

**Note 13**

Particulars	as at 31 March'2017	as at 31 March'2016	as at 31 March'2015
	Ind AS	Ind AS	Ind AS
<b>Short-term provisions</b>			
Provision for Audit Fee	27,600	27,430	-
	<b>27,600</b>	<b>27,430</b>	<b>-</b>

**Note 14**

Particulars	01-Apr-16 to 31-Mar-17	01-Apr-15 to 31-Mar-16
	IndAS	IndAS
<b>Finance costs</b>		
Interest expenses	-	-
Bank and other finance charges	1,190	14,626
Amortization of ancillary borrowing costs	-	-
	<b>1,190</b>	<b>14,626</b>

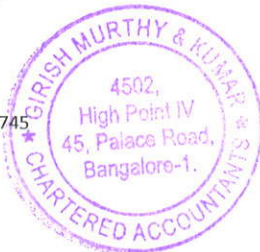
**Note 15**

Particulars	01-Apr-16 to 31-Mar-17	01-Apr-15 to 31-Mar-16
	IndAS	IndAS
<b>Other expenses</b>		
Rates and taxes	17,970	4,680
Others	4,66,173	1,04,089
Travelling and conveyance	4,16,113	87,457
Printing and stationery	16,509	18,937
Legal and professional fees	19,161	47,923
Payment to auditors# (refer details below)	27,650	26,934
Security expenses	2,20,191	37,253
Miscellaneous expenses	51,266	8,242
	<b>12,35,033</b>	<b>3,35,515</b>

For Girish Murthy & Kumar  
Firm registration number: 0009345  
Chartered Accountants



**B Girish Rao**  
Partner  
Membership no.: 85745

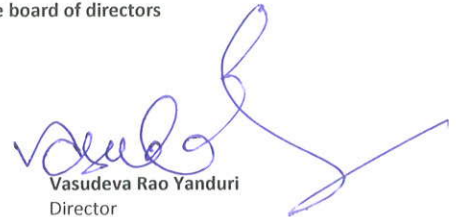


Place: Bangalore  
Date: 25.04.2017

For and on behalf of the board of directors



**Ravi Reddi**  
Director  
DIN no: 03546630



**Vasudeva Rao Yanduri**  
Director  
DIN no: 05337020

