

Vatika Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

29. Transfer of projects

During the year ended 31 March 2015, the Company has transferred four of its projects to its subsidiaries namely Vatika Seven Elements Private Limited (formerly known as Strong Infrabuild Private Limited), Vatika Sovereign Park Private Limited (formerly known as Planet Earth Estate Private Limited), Vatika One India Next Private Limited (formerly known as Shriyansh Buildtech Private Limited) and Vatika One On One Private Limited (formerly known as Calder Developers Private Limited). Below are the details in respect of arrangement with the respective subsidiaries:-

a) Vatika Seven Elements Private Limited

Pursuant to Securities Subscription Agreement dated 4 December 2014 between the Company, Vatika Seven Elements Private Limited, Gates Developers Private Limited and Reco Frontier 89 Private Limited, certain rights for land parcels at Village Harsaru, Gurgaon pertaining to the Seven Elements Project has been sold by the Company to Vatika Seven Elements Private Limited.

Such land parcels are owned by the Vatika Seven Elements Private Limited and the Company had a development agreement with the Vatika Seven Elements Private Limited for these land parcels, pursuant to which the Company was supposed to develop a project for a consideration linked with total super built up area of the project i.e. 68% of the total super built up area. The Company also renounced its rights conferred under a development agreement dated 12 November 2012 in favour of the Vatika Seven Elements Private Limited, along with net assets associated with the aforementioned project, for a total consideration of Rs. 16,921.92 lacs (including revenue recognised of Rs. 10,805.00 lacs).

b) Vatika Sovereign Park Private Limited

Pursuant to Securities Subscription Agreement dated 4 December 2014 between the Company, Vatika Sovereign Park Private Limited, Minorca Developers Private Limited and Reco Frontier 99 Private Limited, certain rights for land parcels at Dwarka Expressway pertaining to the Sovereign Park Project has been sold by the Company to Vatika Sovereign Park Private Limited.

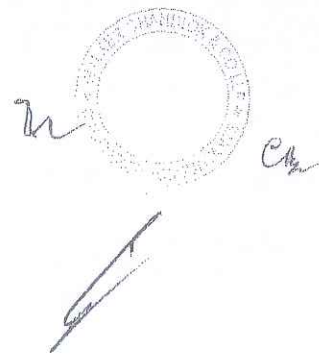
Such land parcels are owned by the Vatika Sovereign Park Private Limited and the Company had a development agreement with the Vatika Sovereign Park Private Limited for these land parcels, pursuant to which the Company was supposed to develop the project for a consideration linked with total revenue of the project i.e. 75% of the total revenue. The Company also renounced its rights conferred under a development agreement dated 2 November 2012 in favour of the Vatika Sovereign Park Private Limited, along with net assets associated with the aforementioned project, for a total consideration of Rs. 7,773.72 lacs (including revenue recognised of Rs. 4,523.09 lacs).

c) Vatika One India Next Private Limited

Pursuant to Business Transfer Agreement dated 5 March 2015 between the Company and Vatika One India Next Private Limited, certain rights for land parcels at Village Shikohpur, Gurgaon of Vatika One India Next Project has been sold by the Company to Vatika One India Next Private Limited.

One of these land parcels is owned by Kolina Developers Private Limited ('Kolina Developers') and the Company had a development rights agreement dated 1 March 2010 with the Kolina Developers for such land parcel, pursuant to which the Company paid Rs. 1,058.46 lacs to Kolina Developers Private Limited for the purchase of development rights of said land. The other land parcel is owned by Shivam Infratech Private Limited ('Shivam Infratech') and the Company had a collaboration agreement dated 1 April 2010 with the Shivam Infratech for such land parcel, pursuant to which the Company was supposed to develop the project for a consideration linked with total revenue of the project i.e. 52 % of the total revenue.

Pursuant to the arrangements above, the Company has transferred the underlying rights, interests and liabilities as a going concern on an as is where is basis along, for a total consideration of Rs. 8,255.91 lacs (including revenue recognised of Rs. 2,045.00 lacs).



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For VATIKA LIMITED
Authorised Signatory

Vatika Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016***(All amounts are in Indian Rupees in lacs, unless otherwise specified)***Note 29 (cont'd)****d) Vatika One On One Private Limited**

Pursuant to Business Transfer Agreement 18 March 2015 between the Company and Vatika One On One Private Limited, certain rights for land parcels at Village Silokhera, Gurgaon of Vatika One On One Project has been sold by the Company to Vatika One On One Private Limited.

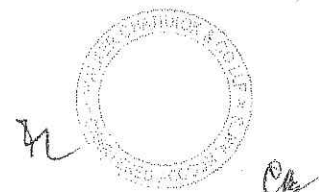
Such land parcels are owned by third party collaborators and the Company had a development agreement dated 28 December 2012 with the Vatika One on One Private Limited (i.e. the company which has collaboration agreement with third party collaborators) for these land parcels, pursuant to which the Company was supposed to develop the project for a consideration linked with total revenue of the project i.e. 48 % of the total revenue.

Pursuant to the arrangements above, the Company has transferred the underlying rights, interests and liabilities as a going concern on an as is where is basis, for a total consideration of Rs. 13,359.34 lacs (including revenue recognised of Rs. 17,490.00 lacs).

The breakup of assets and liabilities transferred as part of the projects are as follows:

	31 March 2016	31 March 2015
Assets		
Inventory	-	31,919.15
Loans and advances	-	8,997.32
Other current assets	-	9.10
Cash and bank balances	-	186.50
Others	-	261.75
Total assets	<u>-</u>	<u>41,373.82</u>
Liabilities		
Other current liabilities		
- Advances from customers	-	18,634.01
- License related payable	-	8,827.60
- Others	-	2,464.40
Total liabilities	<u>-</u>	<u>29,926.01</u>

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Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

30. Commitments

- The Company has an estimated amount of contracts remaining to be executed on capital account and not provided for (net of capital advances) as on 31 March 2016 amounting to Rs. 675.56 lacs (previous year Rs. 497.24 lacs).
- The Company has open commitments amounting to Rs. 51,681.79 lacs (previous year Rs. 35,263.83 lacs) which is given to customers in respect of commercial projects wherein the Company is required to pay fixed amount per square feet of area sold to customers from the date of sale and till the expected date of handing over of possession.
- The Company has undertaken to provide continued financial support to certain subsidiaries as and when required.

31. Contingent liabilities

a. Contingent liabilities, not acknowledged as debt, include:

Guarantees issued by the Company on behalf of:

(i) Related parties

Vatika Hotels Private Limited	11,739.83	8,833.93
SIT Tech Park Developers Private Limited	16,708.20	11,774.39
Lincoln Developers Private Limited	-	4,277.61
Vatika One Express City Private Limited	-	8,894.48
Fermina Developers Private Limited	4,332.11	9,526.55
Vatika Seven Element Private Limited	8,660.00	-
Vatika Sovereign Park Private Limited	6,900.00	-
	48,340.14	43,306.96

(ii) Others

66,421.89 47,605.71

Total (i) + (ii)

114,762.03 90,912.67

b. Contingent liabilities (under litigation), not acknowledged as debt, include:

- Income-tax demands	24,136.32	24,604.26
- Amount disallowed by income tax authorities in respect of Assessment Year – 2003-04, Assessment Year 2011-12 and Assessment Year 2012-13 in which Company has business losses or assessed under the provisions of Sec 115JB of Income Tax Act, 1961, against which appeals have been filed before CIT(A)	932.35	932.35
- Income tax matters restored back to the Assessing officer by the Income Tax Appellate Tribunal	29.61	29.61
Total direct tax contingent liability (i)*	25,098.28	25,566.22
- Service-tax demands	347.67	246.38
- Sales-tax demands [refer note f]	18,667.49	-
Total indirect tax contingent liability (ii)	19,015.16	246.38

Total (i) + (ii)

44,113.44 25,812.60

*Against demands of Rs. 25,022.39 lacs (previous year Rs. 25,490.33 lacs), the Company has made provisions amounting to Rs. 886.07 lacs (previous year Rs. 886.07 lacs).

c. The Income tax authorities conducted a search and survey at the office premises of the Company under section 132 and 133 of the Income Tax Act, 1961 in 16 January 2013. During the year ended 31 March 2015, the Company received the Assessment Orders for the assessment years 2007-08 to 2013-14 from the Deputy Commissioner of Income Tax (DCIT) containing income tax demand of Rs. 11,949.33 lacs included in Note (b) above. During the current year, the Company has filed Appeals with Commissioner of Income Tax (CIT) (Appeals) challenging the Orders.

Based on management assessment and upon consideration of advice from the independent legal counsel, the management believes that the Company has reasonable chances of succeeding before the CIT (Appeals) and does not foresee any material liability. Pending the final decision on the matter, no adjustment has been made in the financial statements.

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Summary of significant accounting policies and other explanatory information for the year ended March 31, 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

d. The Company has outstanding tax demands from the Income tax authorities aggregating to Rs. 25,022.39 lacs (previous year Rs. 25,490.33 lacs) pertaining to financial year ended 31 March 1996 to 31 March 2013 on account of various additions to income and disallowances of expenditure. The Company has paid Rs. 6,952.23 lacs (previous year Rs. 6,409.11 lacs) under protest towards above tax demands. The Company's appeals against the said demands are pending before courts/appellate authorities.

Based on management assessment and upon consideration of advice from the independent legal counsel, the management believes that the Company has reasonable chances of succeeding before the courts/appellate authorities and does not foresee any material liability. Pending the final decision on the matters, no adjustment has been made in the financial statements.

e. The Company has certain litigations involving customers, stamp duty and other land related matters. Based on advice of in-house legal team, the management believes that no material liability will devolve on the Company in respect of these litigations.

f. The Hon'ble Supreme Court (Larger Bench) in the case of I&T (Larsen & Toubro Limited) v/s State of Karnataka, 2013-VIL-03-SC-LB, has held that under agreement for sale of flat which is to be constructed by the developer/promoter, element of 'works contract' is also involved and hence, the same is liable for the levy of VAT (value added tax). Further, the Court held that the value addition made to the goods transferred after the agreement is entered into with the flat purchaser can only be made chargeable to tax by the State Government.

All the projects being executed by Company are located in the state of Haryana and Rajasthan.

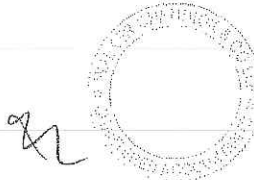
In the state of Rajasthan, vide Notification No. F.12(59)FD/Tax/2014-83 dated 30 July 2014, developers have been specifically exempted from paying VAT on the amount received upto 31 March 2014 with regard to the agreement made by them for construction of flats, dwellings or buildings or other premises. The Company has not received any notice from department with respect to additional VAT liability in this regard.

In the state of Haryana, the assessment/reassessment orders have been passed by the assessing authority for financial year 2008-09 till financial year 2013-14 against which the Company has filed appeals with respective appellate authorities challenging the period of limitation and the computation of taxable turnover. Further the revision order for financial year 2007-08 has been set aside by the Hon'ble High Court of Punjab and Haryana and has been remanded back to concerned authorities for disposal in line with the judgment delivered by Hon'ble High Court of Punjab and Haryana. However, the Company is yet to receive a formal notice from the assessing authority for the same.

Haryana Government has vide notification issued on 12 September 2016 released Haryana Alternate Tax Compliance Scheme for Contractors, 2016 ("Amnesty Scheme") under Section 59A of the Haryana Value Added Tax Act, 2003 ("H-VAT Act") for the period upto 31 March 2014. Under the Amnesty Scheme, the Company may opt to pay a lump sum amount at the rate of 1% plus surcharge of 5% on the entire aggregate amount (i.e. revenue recognized as per audited financial statements of the relevant financial year or valuable consideration, whichever is higher, in relation to business.), received/receivable for the business carried out during the year, without deduction of any kind. Management intends to opt for the Amnesty Scheme and based on the terms of the agreement with the buyers, is of the opinion that above tax liability is recoverable from the respective buyers as per legally binding agreements with the buyers and therefore does not foresee any material liability which may not be recovered. Accordingly, no adjustment has been made in the financial statements with respect to this matter.

g. The Payment of Bonus (Amendment) Act, 2015 dated 31 December 2015 (which was made effective from 01 April 2014) revised the thresholds for coverage of employee eligible for Bonus and also enhanced the ceiling limits for computation of bonus. However, taking cognizance of the stay granted by various High Courts, the Company has not recognized differential amount of bonus amounting to ₹ 8.94 lacs (previous year Nil) for the period 01 April 2014 to 31 March 2015 and accordingly has recognized the expense as per the amended provisions w.e.f. 1 April 2015 and onwards.

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Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

32. CIF value of import:

	31 March 2016	31 March 2015
Material (including material purchased on high seas)	165.80	266.14

33. Segment reporting

The Company is primarily engaged in the business of real estate development, which as per Accounting Standard – 17 on “Segment Reporting” as specified under section 133 of Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) is considered to be the only reportable business segment. The Company is primarily operating in India which is considered as a single geographical segment.

34. Advances from customers includes amounts received against booking for sale of projects aggregating to Rs. 30,353.95 lacs (previous year Rs. 36,172.26 lacs) for which agreements to sell are yet to be executed, and advances aggregating to Rs. 28,003.68 lacs (previous year Rs. 27,945.25 lacs) received against proposed allotment of developed properties in certain land parcels.

35. Related party disclosures

a) Relationship and names of related parties

Subsidiaries :

Antonius Developers Private Limited
Aspire Promoters Private Limited
Aster Promoters & Developers Private Limited
Avenio Developers Private Limited
Bioko Developers Private Limited (till 01 April 2014)
Blossom Properties Private Limited
Brock Developers Private Limited
Caspar Developers Private Limited
Crazy Properties Private Limited
Clara Developers Private Limited
Daren Developers Private Limited (merged into Lincoln Developers Private Limited w.e.f. 1 April 2013)
Eberta Developers Private Limited
Emilia Estates Private Limited (merged into Lincoln Developers Private Limited w.e.f. 1 April 2013)
Espo Developers Private Limited
Famous Dwellers Private Limited
Fermina Developers Private Limited
Galina Developers Private Limited
Gates Developers Private Limited
Halima Developers Private Limited (merged into Lincoln Developers Private Limited w.e.f. 1 April 2013)
Magnet Developers Private Limited
Mendell Developers Private Limited
Metis Developers Private Limited
Minorca Developers Private Limited
Nakshatra Buildcon Private Limited
Pandora Builders Private Limited
Payton Developers Private Limited

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(All amounts are in Indian Rupees in lacs, unless otherwise specified)

Pedro Developers Private Limited
Pegasus Infrastructure Private Limited
Reveka Developers Private Limited (merged into Lincoln Developers Private Limited w.e.f. 1 April 2013)
Sahar land and Housing Private Limited
Sanskar Buildtech Private Limited
SH Tech Park Developers Private Limited
Stedman Developers Private Limited
Trishul Propbuild Limited (from June 30, 2014) (refer note 12.2)
Valterna Promoters and Developers Private Limited
Vatika Dwellers Private Limited (till 01 April 2015)
Vatika Education Services Private Limited
Vatika Hotels Private Limited
Vatika Infracon Private Limited
Vatika Infratech Private Limited
Vatika IT Parks Private Limited
Vatika Jaipur SEZ Developers Limited
Vatika One India Next Private Limited
Vatika One On One Private Limited
Vatika Overseas Limited
Velte Developers Private Limited
VLM Projects Private Limited
Winston Developers Private Limited

Partnership firms :

Trishul Industries (till 29 June 2014, thereafter converted to a company)
DLF Green Valley (till 01 April 2015)

Joint ventures

Vatika Sovereign Park Private Limited*
Vatika Seven Elements Private Limited*

*These companies are considered as Joint ventures under Accounting Standard (AS) – 27 'Financial reporting of Interests in Joint Ventures' as both Vatika Limited and the other shareholder have control over composition of board of directors.

Trusts with whom transactions have taken place during the year/balances as at year end:

V Care (a charitable trust)

Key management personnels :

Anil Bhalla (Chairman and Whole Time Director)
Gautam Bhalla (Managing Director)
Gaurav Bhalla (Director)

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Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

Relatives of key management personnel with whom there are transactions during the year/balances as at year end:

Divya Bhalla (wife of Mr. Gautam Bhalla)
Kanchan Bhalla (wife of Mr. Anil Bhalla)

Enterprises owned or significantly influenced by key management personnel or their relatives with whom there are transactions during the year/balances as at year end :

Greenfield Nursery and Landscapes Private Limited
Lincoln Developers Private Limited
Vatika Propbuild Private Limited
Vatika Farms Private Limited
Flax Developers Private Limited
Shivsagar Builders Private Limited
Vatika One Express City Private Limited
Everlast Project Private Limited
Rakesh & A Realtors Private Limited



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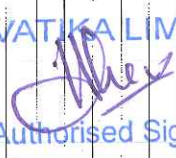
Vatika Limited

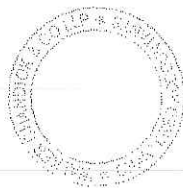
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

Note 35 (cont'd)

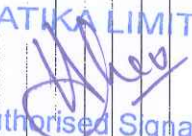
Particulars	Subsidiaries, Partnership firms and Joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
b) Transactions during the year								
Advance received against sale of property								
Anil Bhalla	-	-	1.65	-	-	-	1.65	-
Gaurav Bhalla	-	-	-	85.60	-	-	-	85.60
Kanchan Bhalla	-	-	-	19.07	-	-	-	19.07
Divya Bhalla	-	-	-	8.17	-	-	-	8.17
Remuneration*								
Anil Bhalla	-	-	223.36	223.85	-	-	223.36	223.85
Gaurav Bhalla	-	-	166.72	164.89	-	-	166.72	164.89
Service tax levied on income								
Anil Bhalla	-	-	0.16	-	-	-	0.16	-
Gaurav Bhalla	-	-	-	4.30	-	-	-	4.30
Kanchan Bhalla	-	-	-	5.41	-	-	-	5.41
Divya Bhalla	-	-	-	1.12	-	-	-	1.12
Amount paid on their behalf								
Greenfield Nursery and Landscapes Private Limited	-	-	-	-	2.04	18.34	2.04	18.34
Vatika Farms Private Limited	-	-	-	-	-	35.11	-	35.11
Vatika Hotels Private Limited	24.27	64.37	-	-	-	-	24.27	64.37
Vatika Dwellers Private Limited	-	47.66	-	-	-	-	-	47.66
Lincoln Developers Private Limited	-	-	-	-	238.04	2,289.18	238.04	2,289.18
Magnet Developers Private Limited	-	1.19	-	-	-	-	-	1.19
Mendell Developers Private Limited	-	1.58	-	-	-	-	-	1.58
SEI Tech Park Developers Private Limited	517.34	637.61	-	-	-	-	517.34	637.61
Vatika One India Next Private Limited	7,915.80	-	-	-	-	-	7,915.80	-
Vatika Jaipur SPZ Developers Limited	-	150.56	-	-	-	-	-	150.56
Fernina Developers Private Limited	2,586.24	68.82	-	-	-	-	2,586.24	68.82
Vatika One On One Private Limited	3,038.70	-	-	-	-	-	3,038.70	-
Vatika Sovereign Park Private Limited	480.62	-	-	-	-	-	480.62	-
Vatika Propbuild Private Limited	-	-	-	-	-	5.00	-	5.00
Vatika Seven Elements Private Limited	708.54	-	-	-	-	-	708.54	-

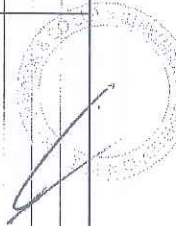
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Particulars	Subsidiaries, Partnership firms and Joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Receipt of amount paid on their behalf								
Greenfield Nursery and Landscapes Private Limited	-	-	-	-	-	41.78	-	41.78
Anil Bhalla	-	-	-	0.12	-	-	-	0.12
Gautam Bhalla	-	-	-	0.12	-	-	-	0.12
Vatika Hotels Private Limited	72.14	-	-	-	72.14	-	-	-
Magnet Developers Private Limited	1.19	-	-	-	1.19	-	-	-
Mendell Developers Private Limited	-	1.58	-	-	-	-	-	1.58
SH Tech Park Developers Private Limited	-	119.33	-	-	-	-	-	119.33
Fermina Developers Private Limited	81.27	121.71	-	-	81.27	-	-	121.71
Vatika Sovereign Park Private Limited	82.10	-	-	-	82.10	-	-	-
Vatika Propbuild Private Limited	-	-	-	-	-	5.00	-	5.00
Loan given by Company								
Vatika Hotels Private Limited	-	1,303.70	-	-	-	-	-	1,303.70
Vatika Sovereign Park Private Limited	8,100.00	-	-	-	8,100.00	-	-	-
Vatika Overseas Limited	2,310.00	7,050.00	-	-	2,310.00	-	-	7,050.00
Loan given by Company received back								
Vatika Hotels Private Limited	-	25,850.11	-	-	-	-	-	25,850.11
Vatika Overseas Limited	596.21	100.12	-	-	596.21	-	-	100.12
Loans taken								
Vatika One India Next Private Limited	-	4,300.00	-	-	-	-	-	4,300.00
Repayment of loans taken								
Vatika One India Next Private Limited	2,422.83	-	-	-	2,422.83	-	-	-
Fermina Developers Private Limited	5,247.10	2,937.40	-	-	5,247.10	-	-	2,937.40
Interest on unsecured loans								
Vatika One India Next Private Limited	335.55	346.61	-	-	335.55	-	-	346.61
Fermina Developers Private Limited	685.86	1,293.46	-	-	685.86	-	-	1,293.46
Business advances given								
Everlast Project Private Limited	-	-	-	-	-	0.60	-	0.60
Greenfield Nursery and Landscapes Private Limited	-	-	-	-	30.00	-	-	-
Vatika Hotels Private Limited	-	785.00	-	-	-	-	30.00	785.00
Aspire Promoters Private Limited	273,078.00	162,152.57	-	-	273,078.00	-	-	162,152.57
Vatika Dwellers Private Limited	-	0.60	-	-	-	-	-	0.60
Flax Developers Private Limited	-	-	-	-	-	2.00	-	2.00
Espo Developers Private Limited	80.00	-	-	-	80.00	-	-	-

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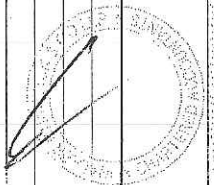
(All amounts are in Indian Rupees in Lacs, unless otherwise specified)

Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and joint ventures		Key management personnel and relatives of key management personnel		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Business advances given								
Famous Dwellers Private Limited	78,246.58	99,839.15	-	-	-	-	78,246.58	99,839.15
Lincoln Developers Private Limited	-	-	-	-	8,583.00	4,139.00	8,583.00	4,139.00
Mendell Developers Private Limited	77.00	-	-	-	-	-	77.00	-
Pegasus Infrastructure Private Limited	52.00	-	-	-	-	-	52.00	-
Rakesh and A Realtors Private Limited	-	-	-	-	-	1.00	-	1.00
SH Tech Park Developers Private Limited	2,718.03	1,122.00	-	-	-	-	2,718.03	1,122.00
Stedman Developers Private Limited	0.50	-	-	-	-	-	0.50	-
Trishul Propbuild Limited	-	103.54	-	-	-	-	-	103.54
Valterna Promoters and Developers Private Limited	-	0.15	-	-	-	-	-	0.15
Vatika IT Parks Private Limited	-	0.25	-	-	-	-	-	0.25
Vatika Jaipur SEZ Developers Limited	-	0.70	-	-	-	-	-	0.70
Vatika One Express City Private Limited	0.53	-	-	-	4,485.20	-	4,485.20	-
Vatika One On One Private Limited	9.00	-	-	-	-	-	9.00	-
Gates Developers Private Limited	157,709.00	-	-	-	-	-	157,709.00	-
Vatika Sovereign Park Private Limited	-	0.08	-	-	-	-	-	0.08
Vatika Seven Elements Private Limited	451.31	0.01	-	-	-	-	451.31	0.01
Business advances given received back								
Everlast Project Private Limited	-	-	-	-	-	0.60	-	0.60
Greenfield Nursery and Landscapes Private Limited	-	-	-	-	-	2.00	-	2.00
Vatika Hotels Private Limited	-	150.00	-	-	-	-	-	150.00
Aspire Promoters Private Limited	244,400.58	120,202.38	-	-	-	-	244,400.58	120,202.38
Ilax Developers Private Limited	-	-	-	-	-	2.00	-	2.00
Espo Developers Private Limited	80.00	-	-	-	-	-	80.00	-
Famous Dwellers Private Limited	78,480.50	101,829.41	-	-	3,241.60	158.00	78,480.50	101,829.41
Lincoln Developers Private Limited	-	-	-	-	-	-	3,241.60	158.00
Mendell Developers Private Limited	77.00	-	-	-	-	-	77.00	-
Pegasus Infrastructure Private Limited	52.00	-	-	-	-	-	52.00	-
SH Tech Park Developers Private Limited	12,939.40	2,236.00	-	-	-	-	12,939.40	2,236.00
Valterna Promoters and Developers Private Limited	193.15	-	-	-	-	-	193.15	-
Vatika IT Parks Private Limited	-	0.25	-	-	-	-	-	0.25
Vatika One Express City Private Limited	-	-	-	-	779.00	-	779.00	-
Gates Developers Private Limited	109,181.70	-	-	-	-	-	109,181.70	-
Vatika Sovereign Park Private Limited	-	0.08	-	-	-	-	-	0.08
Vatika Seven Elements Private Limited	-	0.01	-	-	-	-	-	0.01

For VATIKA LIMITED

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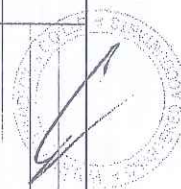


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Vatika Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016
(All amounts are in Indian Rupees in lac, unless otherwise specified)
Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and Joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Horticulture, business promotion and maintenance expenses								
Greenfield Nursery and Landscapes Private Limited	-	-	-	-	122.59	111.68	122.59	111.68
Vatika Hotels Private Limited	1,674.10	1,382.74	-	-	-	-	1,674.10	1,382.74
Rental income								
Vatika Hotels Private Limited	100.59	99.24	-	-	-	-	100.59	99.24
Payments against liability								
Greenfield Nursery and Landscapes Private Limited	-	-	-	-	80.86	101.57	80.86	101.57
Vatika Hotels Private Limited	612.52	960.76	-	-	-	-	612.52	960.76
Vatika One India Next Private Limited	308.48	536.20	-	-	-	-	308.48	536.20
Pennina Developers Private Limited	651.56	1,210.24	-	-	-	-	651.56	1,210.24
Vatika One Express City Private Limited	-	-	-	-	-	585.72	-	585.72
Purchase of equity shares								
Anil Bhalla	-	-	-	-	-	-	-	-
(shares of Gates Developers Private Limited)	-	-	-	0.05	-	-	-	0.05
Gautam Bhalla	-	-	-	-	-	-	-	-
(shares of Gates Developers Private Limited)	-	-	-	0.95	-	-	-	0.95
Aspire Promoters Private Limited	-	0.17	-	-	-	-	-	0.17
Payment against purchase of equity shares								
Anil Bhalla	-	-	-	-	-	-	-	-
Gautam Bhalla	-	-	-	0.05	-	-	-	0.05
Aspire Promoters Private Limited	-	-	-	0.95	-	-	-	0.95
Investment in share capital								
Vatika Hotels Private Limited	-	6,629.00	-	-	-	-	-	6,629.00
Trishul Propbuild Limited	-	104.00	-	-	-	-	-	104.00
Minorca Developers Private Limited	-	7,699.53	-	-	-	-	-	7,699.53
(Shares of Vatika Sovereign Park Private Limited)	-	-	-	-	-	-	-	-
Payment against investment in share capital								
Minorca Developers Private Limited	-	7,699.53	-	-	-	-	-	7,699.53
Business advance received								
Vatika One India Next Private Limited	1,761.17	-	-	-	-	-	1,761.17	-
Investment in optionally convertible debentures								
Vatika Sovereign Park Private Limited	-	2,948.42	-	-	-	-	-	2,948.42
Vatika Seven Elements Private Limited	-	9,297.40	-	-	-	-	-	9,297.40

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Vatika Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lac, unless otherwise specified)

Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and joint ventures		Key management personnel and relatives of key management personnel		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	
Amount paid for investment in optionally convertible debentures							
Vatika Sovereign Park Private Limited		2,948.42					2,948.42
Vatika Seven Elements Private Limited		9,297.40					9,297.40
Sale of investments of Vatika Sovereign Park Private Limited to							
Famous Dwellers Private Limited	7,399.70	-					7,399.70
Sale of investments pertaining to:-							
(Sale made to unrelated parties)							
SII Tech Park Developers Private Limited	3,780.00	-					3,780.00
Vatika Hotels Private Limited	27,600.00	-					27,600.00
Vatika Dwellers Private Limited	1.00	-					1.00
Rent							
SH Tech Park Developers Private Limited	23.30	-					23.30
Repayment of advance received							
Vatika One India Next Private Limited	5.00	-					5.00
Buy back of property							
Lincoln Developers Private Limited							
Amount received on their behalf							
Aspire Promoters Private Limited	491.94	-			2,243.74	2,377.39	2,377.39
Lincoln Developers Private Limited							
SII Tech Park Developers Private Limited		137.44					
Vatika One India Next Private Limited	7,833.21	-					7,833.21
Vatika One On One Private Limited	4,598.80	-					4,598.80
Amount paid on our behalf							
Vatika Hotels Private Limited	73.88	-					73.88
SII Tech Park Developers Private Limited	958.50	1,080.03					958.50
Vatika One India Next Private Limited		20.00					20.00
Trishul Propbuild Limited		0.77					0.77
Reimbursement of amount paid on our behalf							
Vatika One India Next Private Limited		20.00					20.00

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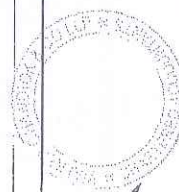
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Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and Joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Tax deducted by us								
Gautam Bhalla	-	-	0.67	0.06	-	-	0.67	0.06
SII Tech Park Developers Private Limited	23.48	-	-	-	-	-	23.48	-
Vatika One India Next Private Limited	33.55	59.58	-	-	-	-	33.55	59.58
Fernina Developers Private Limited	34.30	83.22	-	-	-	-	34.30	83.22
Divya Bhalla	-	-	0.36	-	-	-	0.36	-
Shivnagar Builders Private Limited	-	-	-	-	-	889.99	-	889.99
Amount received on our behalf								
Vatika Hotels Private Limited	-	45.76	-	-	-	-	-	45.76
Lincoln Developers Private Limited	-	-	-	-	-	148.84	-	148.84
Vatika One Express City Private Limited	-	-	-	-	-	839.86	-	839.86
Upfront interest expense								
Vatika One India Next Private Limited	-	268.37	-	-	-	-	-	268.37
Security deposit paid								
Vatika Sovereign Park Private Limited	178.75	-	-	-	-	-	178.75	-
Revenue booked against related parties								
Anil Bhalla	-	-	2.10	0.24	-	-	2.10	0.24
Gautav Bhalla	-	-	14.75	6.62	-	-	14.75	6.62
Kanchan Bhalla	-	-	0.29	2.81	-	-	0.29	2.81
Divya Bhalla	-	-	8.16	5.01	-	-	8.16	5.01
Purchase of development rights which were compulsorily acquired by government								
Crazy Properties Private Limited	51.58	-	-	-	-	-	51.58	-
Uspo Developers Private Limited	906.90	-	-	-	-	-	906.90	-
Vatika One India Next Private Limited	48.15	-	-	-	-	-	48.15	-
Vatika U' Parks Private Limited	191.09	6.82	-	-	-	-	191.09	6.82
Fernina Developers Private Limited	674.80	-	-	-	-	-	674.80	-
Receipt in respect of development rights which were compulsorily acquired by government								
Crazy Properties Private Limited	51.58	-	-	-	-	-	51.58	-
Uspo Developers Private Limited	906.90	-	-	-	-	-	906.90	-
Vatika U' Parks Private Limited	171.00	6.82	-	-	-	-	171.00	6.82
Fernina Developers Private Limited	674.80	-	-	-	-	-	674.80	-

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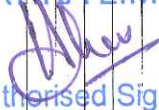
Vatika Limited

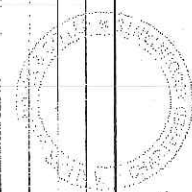
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016


(All amounts are in Indian Rupees in lac, unless otherwise specified)

Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Net assets/(liabilities) transferred pursuant to sale of business								
Vatika One India Next Private Limited	-	6,210.91	-	-	-	-	-	6,210.91
Vatika One On One Private Limited	-	(4,130.66)	-	-	-	-	-	(4,130.66)
Vatika Sovereign Park Private Limited	-	3,250.63	-	-	-	-	-	3,250.63
Vatika Seven Elements Private Limited	-	6,116.92	-	-	-	-	-	6,116.92
TDS deducted by party								
Kanchan Bhalla	-	-	-	0.38	-	-	-	0.38
Vatika Hotels Private Limited	8.83	8.83	-	-	-	-	8.83	8.83
Vatika Sovereign Park Private Limited	52.33	24.77	-	-	-	-	52.33	24.77
Vatika Seven Elements Private Limited	180.31	57.98	-	-	-	-	180.31	57.98
Payments against buy back of property								
Lincoln Developers Private Limited	-	-	-	-	-	254.75	-	254.75
Security deposit received								
Vatika One Express City Private Limited	-	-	-	-	-	2,466.54	-	2,466.54
Repayment of amount received on their behalf								
SI Tech Park Developers Private Limited	-	222.73	-	-	-	-	-	222.73
Compensation for cancellation of development rights/collaboration agreement and profit on sale of business								
Vatika One India Next Private Limited	-	2,045.00	-	-	-	-	-	2,045.00
Vatika One On One Private Limited	-	17,490.00	-	-	-	-	-	17,490.00
Vatika Sovereign Park Private Limited	-	4,523.09	-	-	-	-	-	4,523.09
Vatika Seven Elements Private Limited	-	10,805.00	-	-	-	-	-	10,805.00
Amount received against sale of project								
Vatika One India Next Private Limited	8,255.91	-	-	-	-	-	8,255.91	-
Vatika One On One Private Limited	13,359.34	-	-	-	-	-	13,359.34	-
Vatika Sovereign Park Private Limited	1,622.66	6,151.06	-	-	-	-	1,622.66	6,151.06
Vatika Seven Elements Private Limited	1,607.31	15,314.61	-	-	-	-	1,607.31	15,314.61
Investment in public deposit								
Gauram Bhalla	-	-	-	50.00	-	-	-	50.00
Divya Bhalla	-	-	50.00	-	-	-	50.00	-
Interest on public deposit								
Gauram Bhalla	-	-	6.70	0.60	-	-	6.70	0.60
Divya Bhalla	-	-	3.62	-	-	-	3.62	-

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 Divya Bhalla


 Gauram Bhalla

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016
(All amounts are in Indian Rupees in lacs, unless otherwise specified)

Particulars	Subsidiaries, Partnership firms and Joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	
Purchase of fixed assets							
Vatika Hotels Private Limited	-	5.37	-	-	-	5.37	
Management services provided by the Company							
Vatika Sovereign Park Private Limited	140.06	109.21	-	-	140.06	109.21	
Vatika Seven Elements Private Limited	159.72	82.56	-	-	159.72	82.56	
Interest income on optionally convertible debentures							
Vatika Sovereign Park Private Limited	523.35	150.55	-	-	523.35	150.55	
Vatika Seven Elements Private Limited	1,650.29	474.74	-	-	1,650.29	474.74	
Redemption of optionally convertible debentures							
SH Tech Park Developers Private Limited	3,259.35	1,779.02	-	-	3,259.35	1,779.02	
Profit on redemption of optionally convertible debentures							
SH Tech Park Developers Private Limited	1,914.13	7.82	-	-	1,914.13	7.82	
Purchase of non-convertible debentures of Company							
Shivsagar Builders Private Limited	-	-	-	-	-	50,000.08	
Premium on redemption of non-convertible debentures							
Shivsagar Builders Private Limited	-	-	-	-	-	8,899.92	
Payment against redemption of non-convertible debentures							
Shivsagar Builders Private Limited	-	-	-	-	-	58,010.01	
Donation given							
V Carc	-	-	-	-	-	-	
Issue of bonus equity shares							
Anil Bhalla	-	-	-	-	-	-	
Gautam Bhalla	-	-	-	-	-	-	
Gaurav Bhalla	-	-	-	-	-	-	
Divya Bhalla	-	-	-	-	-	-	
Kanchan Bhalla	-	-	-	-	-	-	
Everlast Project Private Limited	-	-	-	-	-	-	

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Vatika Limited

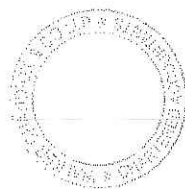
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupee in Lacs, unless otherwise specified)

Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Brokerage expenses								
SH Tech Park Developers Private Limited	62.04	-	-	-	-	-	62.04	-
Interest income on unsecured loans								
Vatika Sovereign Park Private Limited	990.91	-	-	-	-	-	990.91	-
Interest paid								
Vatika Sovereign Park Private Limited	9.90	-	-	-	-	-	9.90	-
Upfront interest income								
Vatika Sovereign Park Private Limited	250.28	-	-	-	-	-	250.28	-

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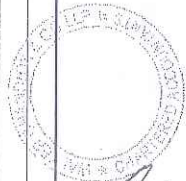
Vatika Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016
(All amounts are in Indian Rupees in lacs, unless otherwise specified)

Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and Joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
c) Balances at year end								
Amount receivable at the year end								
Advances recoverable								
Fermina Developers Private Limited	2,504.97	-	-	-	-	-	2,504.97	-
Vatika Farms Private Limited	-	-	-	-	35.11	35.11	-	35.11
Vatika Hotels Private Limited	-	205.55	-	-	-	-	-	205.55
Vatika Dwellers Private Limited	-	2,823.65	-	-	-	-	-	2,823.65
Famous Dwellers Private Limited	43,533.13	36,367.34	-	-	-	-	43,533.13	36,367.34
Vatika One Express City Private Limited	-	-	-	-	-	-	-	-
SH Tech Park Developers Private Limited	-	-	-	-	3,693.36	839.86	3,693.36	839.86
Vatika Seven Elements Private Limited	-	426.72	-	-	-	-	-	426.72
Vatika Sovereign Park Private Limited	1,395.02	-	-	-	-	-	1,395.02	-
Gates Developers Private Limited	1,926.64	1,724.80	-	-	-	-	1,926.64	1,724.80
Greenfield Nursery and Landscapes Private Limited	48,527.30	-	-	-	-	-	48,527.30	-
Aspire Promoters Private Limited	167,292.56	139,107.08	-	-	32.04	-	167,292.56	139,107.08
Rakesh and A Realtors Private Limited	-	-	-	-	-	-	-	-
Lincoln Developers Private Limited	-	-	-	-	1.82	1.82	-	1.82
Magnet Developers Private Limited	-	1.19	-	-	-	-	-	1.19
Stedman Developers Private Limited	13,860.50	13,860.00	-	-	-	-	13,860.50	13,860.00
Valerna Promoters and Developers Private Limited	-	193.15	-	-	-	-	-	193.15
Vatika IT Parks Private Limited	20.09	-	-	-	-	-	20.09	-
Vatika Jaipur SEZ Developers Limited	1,997.90	1,997.37	-	-	-	-	1,997.90	1,997.37
Interest receivable on debentures	-	-	-	-	-	-	-	-
Vatika Seven Elements Private Limited	1,912.53	427.27	-	-	-	-	1,912.53	427.27
Vatika Sovereign Park Private Limited	606.51	135.50	-	-	-	-	606.51	135.50
Loan to subsidiaries	-	-	-	-	-	-	-	-
Vatika Overseas Limited	8,663.68	6,949.88	-	-	-	-	8,663.68	6,949.88
Vatika Sovereign Park Private Limited	8,100.00	-	-	-	-	-	-	-
Unbilled revenue against sale of property	-	-	-	-	-	-	-	-
Gaurav Bhalla	-	-	158.03	137.54	-	-	158.03	137.54
Kunchan Bhalla	-	-	3.73	2.14	-	-	3.73	2.14

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Vatika Limited

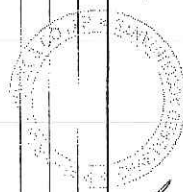
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in Lacs, unless otherwise specified)

Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and joint ventures		Key management personnel and relatives of key management personnel		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Trade receivables								
Gautam Bhalla	-	-	-	0.03	-	-	-	0.03
Vatika One On One Private Limited	-	13,359.34	-	-	-	-	-	13,359.34
Vatika One India Next Private Limited	-	8,255.91	-	-	-	-	-	8,255.91
Vatika Seven Elements Private Limited	-	1,679.36	-	-	-	-	-	1,679.36
Investment in shares capital								
Vatika Hotels Private Limited	8,350.31	12,680.00	-	-	-	-	8,350.31	12,680.00
Aspire Promoters Private Limited	1.00	1.00	-	-	-	-	1.00	1.00
Vatika Dwellers Private Limited	-	1.00	-	-	-	-	-	1.00
Famous Dwellers Private Limited	1.00	1.00	-	-	-	-	1.00	1.00
Valterna Promoters and Developers Private Limited	1.00	1.00	-	-	-	-	1.00	1.00
Vatika IT Parks Private Limited	22.00	22.00	-	-	-	-	22.00	22.00
Vatika Jaipur SEZ Developers Limited	5.00	5.00	-	-	-	-	5.00	5.00
SH Tech Park Developers Private Limited	2,079.83	3,805.68	-	-	-	-	2,079.83	3,805.68
Lincoln Developers Private Limited	-	-	-	-	34.58	34.58	34.58	34.58
Gates Developers Private Limited	1.00	1.00	-	-	-	-	1.00	1.00
Vatika Sovereign Park Private Limited	300.07	7,702.86	-	-	-	-	300.07	7,702.86
Trishul Propbuild Limited	10,704.00	10,704.00	-	-	-	-	10,704.00	10,704.00
Vatika Overseas Limited	100.00	100.00	-	-	-	-	100.00	100.00
Investment in optionally convertible debentures								
Vatika Seven Elements Private Limited	9,297.40	9,297.40	-	-	-	-	9,297.40	9,297.40
Vatika Sovereign Park Private Limited	2,948.42	2,948.42	-	-	-	-	2,948.42	2,948.42
SH Tech Park Developers Private Limited	-	3,259.35	-	-	-	-	-	3,259.35
Security deposit								
Vatika Sovereign Park Private Limited	178.75	-	-	-	-	-	178.75	-
Amount payable at the year end								
Borrowings								
Vatika One India Next Private Limited	(2,377.17)	(4,300.00)	-	-	-	-	(2,377.17)	(4,300.00)
Termina Developers Private Limited	-	(9,413.73)	-	-	-	-	-	(9,413.73)
Payable against fixed deposit								
Gautam Bhalla	-	-	(50.00)	(50.00)	-	-	(50.00)	(50.00)
Divya Bhalla	-	-	(50.00)	-	-	-	(50.00)	-
Security deposit received								
Vatika One Express City Private Limited	-	-	-	-	-	(7,466.54)	-	(7,466.54)

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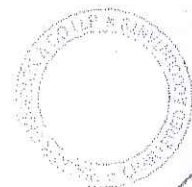
Vatika Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016
(All amounts are in Indian Rupees in lac, unless otherwise specified)

Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Trade payables								
Vatika Hotels Private Limited	(730.44)	-	-	-	-	-	(730.44)	-
Greenfield Nursery and Landscapes Private Limited	-	-	-	-	(78.33)	(36.61)	(78.33)	(36.61)
Interest accrued but not due								
Gaurav Bhalla	-	-	(6.57)	(0.54)	-	-	(6.57)	(0.54)
Divya Bhalla	-	-	(3.26)	-	-	-	(3.26)	-
Vatika One India Next Private Limited	(12.70)	(19.19)	-	-	-	-	(12.70)	(19.19)
Other current liabilities								
Urmima Developers Private Limited	(4,166.64)	-	-	-	-	-	(4,166.64)	-
Vatika One On One Private Limited	(1,551.10)	-	-	-	-	-	(1,551.10)	-
Vatika One India Next Private Limited	(1,625.42)	-	-	-	-	-	(1,625.42)	-
SIT Tech Park Developers Private Limited	(5,305.38)	-	-	-	-	(839.86)	(5,305.38)	(839.86)
Vatika One Express City Private Limited	-	-	-	-	-	-	-	-
Customer advance against property sold								
Anil Bhalla	-	-	(0.13)	(0.74)	-	-	(0.13)	(0.74)
Divya Bhalla	-	-	(0.79)	(11.79)	-	-	(0.79)	(11.79)
Gaurav Bhalla	-	-	(139.55)	(122.59)	-	-	(139.55)	(122.59)
Lincoln Developers Private Limited	-	-	-	-	-	(0.60)	-	(0.60)
Kanchan Bhalla	-	-	(4.95)	(127.48)	-	-	(4.95)	(127.48)
Corporate guarantees given by the Company on behalf of-								
Vatika Hotels Private Limited	11,739.83	8,833.93	-	-	-	-	11,739.83	8,833.93
SH Tech Park Developers Private Limited	16,708.20	11,774.39	-	-	-	-	16,708.20	11,774.39
Lincoln Developers Private Limited	-	-	-	-	-	4,277.61	-	4,277.61
Vatika One Express City Private Limited	-	-	-	-	-	8,894.48	-	8,894.48
Urmima Developers Private Limited	4,332.11	9,526.55	-	-	-	-	4,332.11	9,526.55
Vatika Seven Element Private Limited	8,660.00	-	-	-	-	-	8,660.00	-
Vatika Sovereign Park Private Limited	6,900.00	-	-	-	-	-	6,900.00	-

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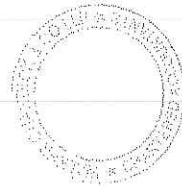
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016
(All amounts are in Indian Rupees in lacs, unless otherwise specified)

Note 35 (cont'd)

Particulars	Subsidiaries, Partnership firms and Joint ventures		Key management personnels and relatives of key management personnels		Enterprises/trust owned or significantly influenced by key management personnel or their relatives		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Corporate guarantees given on behalf of the Company*								
Anil Bhalla	-	-	242,885.61	173,524.27	-	-	242,885.61	173,524.27
Gautam Bhalla	-	-	242,885.61	173,524.27	-	-	242,885.61	173,524.27
Gaurav Bhalla	-	-	238,885.61	169,524.27	-	-	238,885.61	169,524.27
Vatika Sovereign Park Private Limited	8,100.00	-	-	-	-	-	8,100.00	-
Vatika IT Parks Private Limited	15,000.00	12,000.00	-	-	-	-	15,000.00	12,000.00

* Following related parties gave joint corporate guarantees to third party lenders for various borrowings obtained by Vatika Limited. The total outstanding balances of such third party loans amount to Rs. 242,855.61 lacs (previous year Rs. 173,524.00 lacs).

- 1) Femina Developers Private Limited
- 2) Caspar Developers Private Limited
- 3) Crazy Properties Private Limited
- 4) Mendell Developers Private Limited
- 5) Vatika One India Next Private Limited
- 6) Espo Developers Private Limited
- 7) SH Tech Park Developers Private Limited
- 8) Aster Promoters & Developers Private Limited
- 9) Sahar Land and Housing Private Limited
- 10) Pegasus Infrastructure Private Limited



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Vatika Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

36. Disclosure in respect of project which falls under the Revised Guidance Note issued by Institute of Chartered Accountants of India on "Accounting for Real Estate transactions (Revised 2012)"

Description	31 March 2016	31 March 2015
Amount of project revenue recognized as revenue during the year	7,498.92	16,587.53
Aggregate amount of costs incurred and profits recognized to date	38,748.31	31,249.39
Amount of advances received	38,361.29	30,570.50
Amount of work in progress and value of inventories	28,377.91	16,111.82
Excess of revenue recognized over actual bills raised (unbilled revenue)	6,453.72	8,798.70

37. (a) Gratuity (funded)

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with Life insurance Corporation of India in the form of a qualifying insurance policy.

The following tables summaries the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for the respective plans.

Statement of Profit and Loss

Net employee benefit expense

	31 March 2016	31 March 2015
Current service cost	34.54	35.74
Interest cost	14.18	12.89
Expected return on plan assets	(12.97)	(13.58)
Net actuarial (gain)/loss recognised in the year	(7.84)	16.13
Past service cost	-	-
Net benefit expense	27.91	51.18

Balance sheet

Details of provision for gratuity:

	31 March 2016	31 March 2015
Defined benefit obligation	193.33	177.36
Fair value of plan assets	152.32	148.24
Net defined benefit obligation/asset	41.01	29.12

Bifurcation of Present value of defined benefit obligation is as under:

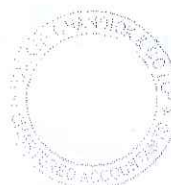
Description	31 March 2016	31 March 2015
Current liability	17.40	16.22
Non-current liability	175.93	161.14
Total	193.33	177.36

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Vatika Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016***(All amounts are in Indian Rupees in lacs, unless otherwise specified)*

Changes in the present value of the defined benefit obligation are as follows:

	31 March 2016	31 March 2015
Opening defined benefit obligation	177.36	143.14
Interest cost	14.18	12.88
Past service cost	-	-
Current service cost	34.54	35.75
Benefits paid	(22.80)	(28.59)
Actuarial (gain)/loss on obligation	(9.96)	14.18
Closing defined benefit obligation	193.32	177.36

Changes in the fair value of plan assets are as follows:

	31 March 2016	31 March 2015
Opening fair value of plan assets	148.24	155.20
Expected return	12.97	13.58
Contributions by employer	16.05	10.00
Benefits paid	(22.81)	(28.59)
Actuarial gain	(2.13)	(1.95)
Closing fair value of plan assets	152.32	148.24
Actual return on plan assets	10.84	11.63

The Company expects to contribute Rs. 55.32 lacs (previous year Rs. 53.44 lacs) to gratuity fund.

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

	31 March 2016	31 March 2015
	%	%
Investments with Life Insurance Corporation of India	100	100

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

The principal assumptions used in determining gratuity for the Company's plans are shown below:

	31 March 2016	31 March 2015
Discount rate	8.00%	8.00%
Expected rate of return on assets	8.00%	8.75%
Future salary increase	6.00%	6.00%
Employee turnover		
- Upto 30 years	3%	3%
- Upto 44 years	2%	2%
- Above 44 years	1%	1%

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

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Vatika Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016***(All amounts are in Indian Rupees in lacs, unless otherwise specified)*

Amounts for the current and previous years are as follows:	31 March 2016	31 March 2015	31 March 2014	31 March 2013	31 March 2012
Defined benefit plan – Gratuity					
Defined benefit obligation	(193.32)	(177.36)	(143.14)	(153.91)	(120.07)
Plan assets	152.32	148.24	155.20	119.54	87.77
Deficit	41.00	29.12	12.06	(34.37)	(32.30)
Experience adjustments on plan liabilities	9.97	7.87	(9.66)	2.52	66.73
Experience adjustments on plan assets	(2.13)	(1.95)	1.36	2.84	1.27

The Company made annual contribution to the Life Insurance Corporation of India ('LIC') of an amount advised by the LIC. The Company was not informed by LIC of the investment made or the breakdown of plan assets by investment type, accordingly related disclosures are not included in these financial statements.

(b) Compensated absences

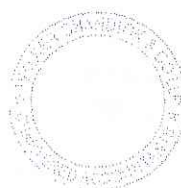
The earned leave liability arises on retirement, withdrawal, resignation and death-in-service of an employee. The actuary has used projected unit cost (PUC) actuarial method to assess the plan's liabilities of employees.

The following tables summaries the components of net benefit expense recognised in the statement of profit and loss and amounts recognised in the balance sheet for the respective plans.

Statement of Profit and Loss**Net employee benefit expense**

Amount recognized in the Statement of Profit and Loss is as under:

S.No.	Particulars	Earned Leave		Sick Leave	
		31 March 2016	31 March 2015	31 March 2016	31 March 2015
a)	Current service cost	18.57	19.77	3.49	3.84
b)	Past service cost	-	-	-	-
c)	Interest cost	5.45	5.19	1.33	1.32
d)	Net actuarial loss/(gain) recognised in the period	18.15	30.56	(4.86)	(3.08)
e)	Expense recognized in statement of profit and loss	42.17	55.52	(0.04)	2.08



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Vatika Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016***(All amounts are in Indian Rupees in lacs, unless otherwise specified)***Balance Sheet****Movement in net liability**

S.No.	Particulars	Earned leave		Sick leave	
		31 March 2016	31 March 2015	31 March 2016	31 March 2015
a)	Opening net liability	68.11	57.61	16.68	14.61
b)	Expenses as above	42.17	55.52	(0.04)	2.07
c)	Benefits paid	(39.76)	(45.02)	-	-
d)	Actual return on plan assets	-	-	-	-
e)	Acquisition adjustment	-	-	-	-
f)	Closing net liability	70.52	68.11	16.64	16.68

Bifurcation of Present value of defined benefit obligation is as under:

Description	Earned Leave		Sick Leave	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Current liability	11.72	9.84	0.48	0.54
Non-current liability	58.81	58.27	16.16	16.14
Total	70.53	68.11	16.64	16.68

Principal actuarial assumptions

S.No.	Particulars	31 March 2016	31 March 2015
i.	Discount rate	8.00%	8.00%
ii.	Future salary increase	6.00%	6.00%

Notes:

1. The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of obligations.
2. The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors on long term basis.

Provident fund

Contribution made by the Company during the year is Rs 80.73 lacs (previous year Rs. 72.45 lacs).

38. Leases**In case of assets taken on lease***Operating lease:*

The Company has taken space on lease for use as office premises. The lease is for an initial period of 3 years which is further extendable for 2 more terms of 3 years each. There are no restrictions imposed on the Company under the lease arrangement. There are no subleases.

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Vatika Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

The total of minimum future lease payments under non-cancellable operating lease is as under:

Particulars	31 March 2016	31 March 2015
Lease payments for the year recognised in the Statement of Profit and Loss	375.52	382.74
Minimum lease payments:		
Not later than one year	227.18	408.73
Later than one year but not later than five years	-	227.18
Later than five years	-	-

In case of assets given on lease

Operating lease:

The Company is in the business of constructing and selling commercial space and classifies the unsold stock of projects as Inventory. During the time, the Company does not find a buyer, it leases out the space to tenants. Lease terms and escalation rates vary as per the agreement entered with the tenant. There are no restrictions imposed on the Company under the lease arrangement.

There is no uncollectible minimum lease payments receivable at the balance sheet date.

Particulars	31 March 2016	31 March 2015
Lease income for the year recognised in the Statement of Profit and Loss (net of lease rentals paid to investors)	720.45	603.31
Minimum lease incomes:		
Not later than one year	490.13	325.23
Later than one year but not later than five years	1,904.99	1,344.17
Later than five years	1,620.09	1,026.35

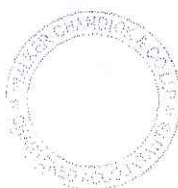
39. The Company is engaged in real estate development. The Company has acquired various land banks and is into initial stage of project implementation. As per Company's business plan, the projects will have multiple properties consisting of integrated townships, plots, flats, residential and commercial multi-storeyed buildings and IT Parks which will be classified under Fixed Assets, Investment Properties and Inventories, as the case may be, based on ultimate end use pattern as per final business plan of the Company. Pending such reclassification, the cost incurred on development of projects is included under the head 'Projects in Progress'.

40. Expenditure in foreign currency (on accrual basis)

	31 March 2016	31 March 2015
Architectural and consultancy fees	509.78	411.56
Commission	-	7.74
Other expense	38.51	85.36
Total	548.29	504.66

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Vatika Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016***(All amounts are in Indian Rupees in lacs, unless otherwise specified)***41. Earnings in foreign currency (on cash basis)**

	31 March 2016	31 March 2015
Sale proceeds of real estate properties	16.37	89.49
Total	16.37	89.49

42. Unhedged foreign currency exposure

The amount of foreign currency exposures that are not hedged by a derivative instrument or otherwise are as under:-

Particulars	31 March 2016		31 March 2015	
	Foreign Currency	(Rs. in lacs)	Foreign Currency	(Rs. in lacs)
Foreign Creditors:				
USD	0.12	8.04	0.88	54.74
SGD	0.69	33.77	0.08	3.41

Closing rates are as under:-

Currency	31 March 2016	31 March 2015
SGD	49.12	45.43
USD	67.04	62.34

43. Corporate social responsibility expense

(a) Gross amount required to be spent by the Company during the year is Rs. 135.41 lacs. (previous year Rs. 161.58 lacs)

(b) Amount spent during the year on:

S.No.	Particulars	In cash	Yet to be paid in cash	Total
(i)	Construction/acquisition of any asset	-	-	-
(ii)	On purposes other than (i) above	135.41	-	135.41

44. Under the Income Tax Act, 1961 for, domestic transfer pricing transaction introduced with effect from 1 April 2012, the Company is required to use specified methods for computing arm's length price in relation to domestic transactions with its associated enterprises. Further, Company is required to maintain prescribed information and documents in relating to such transactions. The appropriate method to be adopted will depend on the nature of transactions/ class of transactions, class of associated persons, functions performed and other factors, which have been prescribed. The Company is in the process of conducting a transfer pricing study for the current financial year. Based on the preliminary study, the management is of the view that the same would not have a material impact on the tax expenses provided for in these financial statements. Accordingly, these financial statements do not include any adjustments for the transfer pricing implications, if any.

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Vatika Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2016

(All amounts are in Indian Rupees in lacs, unless otherwise specified)

45. On 4 August 2014, Search and seizure operations were carried out by the service tax authorities under section 82 of the Finance Act, 1994 at the office premises of the Company. During these proceedings certain official documents were seized by the service tax department. The Company has deposited an amount of Rs 200.00 lacs with the service tax authorities on behalf of group companies under protest against the proceedings to be carried out by them. This amount was subsequently adjusted against service tax liability of the Company.
46. During the year, the Company has entered into an agreement to sell development rights for plots of land in respect of land admeasuring 12.21 acres of Company's project at Village Harsaru, Gurgaon for a total consideration of Rs. 13,585.00 lacs. Pursuant to the agreement, the Company has received Rs. 5,000.00 lacs, which has been adjusted towards sale consideration. The aforementioned agreement is irrevocable and further, the Company has given possession of the underlying land parcels and it has been agreed that the total consideration of Rs. 13,585.00 lacs is final consideration towards the underlying development rights.

Accordingly, the Company has recognized the revenue during the year ended 31 March 2016, in accordance with the guidance enunciated in para 4 of Guidance Note on Accounting for Real Estate Transactions (Revised 2012).

47. The Company is engaged in the business of providing infrastructural facilities as per Section 186(11) read with Schedule VI of the Act. Accordingly, disclosures under Section 186 of the Act, is not applicable to the Company.
48. Previous year figures have been regrouped wherever considered necessary to make them comparable with those of the current year.

This is the summary of significant accounting policies and other explanatory information referred to in our report of even date.

Walker Chandiook & Co
For Walker Chandiook & Co LLP
(formerly Walker, Chandiook & Co)
Chartered Accountants

Ashish Gupta
per Ashish Gupta
Partner

Place: Gurgaon
Date: 29 September 2016

For and on behalf of the Board of Directors

Gautam Bhalla
Gautam Bhalla
Managing Director
DIN: 00005043

Gaurav Bhalla
Gaurav Bhalla
Director
DIN: 00005060

Raj Kumar Sahni
Raj Kumar Sahni
Chief Financial Officer

Gaurav Arora
Gaurav Arora
Company Secretary
Membership No.: F6350

For VATIKA LIMITED

Ashish Gupta
Authorised Signatory

