

PREMSAGAR MERCHANTS PRIVATE LTD
KB-25 SALT LAKE CITY, SECTOR III
5TH FLOOR, KOLKATA 700 098
Balance Sheet as at 31st March, 2014

	Particulars	Note No	As at 31 March 2014	As at 31 March 2013
			Rs.	Rs.
I.	EQUITY AND LIABILITIES			
(1)	Shareholders' Funds			
(a)	Share Capital	2	1,00,000.00	1,00,000.00
(b)	Reserves and Surplus	3	(1,49,126.51)	(1,28,526.51)
(2)	Non-Current Liabilities			
	Other Long term liabilities	4	1,05,25,203.00	1,05,25,203.00
(3)	Current Liabilities			
(a)	Other current liabilities	5	1,34,600.00	1,34,600.00
(b)	Short Term Provisions	6	12,000.00	7,000.00
	Total		1,06,22,676.49	1,06,38,276.49
II.	Assets			
(1)	Non-current assets			
(a)	<i>Fixed assets</i>			
	(i) Tangible assets	7	69,15,559.00	69,15,559.00
	(ii) Capital work-in-progress	7	17,05,276.50	17,04,445.50
(2)	Current assets			
(a)	Cash and cash equivalents	8	28,233.49	44,664.49
(b)	Short-term loans and advances	9	19,73,607.50	19,73,607.50
	Total		1,06,22,676.49	1,06,38,276.49

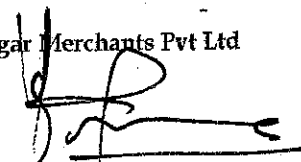
For Premsagar Merchants Pvt Ltd

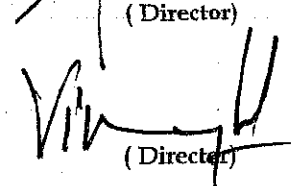
As Per Our Separate Report of Even Date Annexed
FOR SANJAY J MEHTA & CO.
Chartered Accountants
FIRM REGN. NO.: 325362E

Place : Kolkata
Date : 23.05.2014

CA. SANJAY MEHTA
Proprietor
M. NO.: 061862





(Director)


(Director)

PREMSAGAR MERCHANTS PRIVATE LTD

KB-25 SALT LAKE CITY, SECTOR III

5TH FLOOR, KOLKATA 700 098

Profit and Loss statement for the year ended 31st March, 2014

	Particulars	Note No	for the year ended	for the year ended
			31-03-2014	31-03-2013
			Rs.	Rs.
	INCOME			
I.	Revenue from operations		-	-
II.	Other Income		-	-
	Total Revenue (I +II)		-	-
III	<u>Expenses:</u>			
	Other expenses	10	20,600.00	21,925.85
	Total Expenses		20,600.00	21,925.85
IV.	Profit/(Loss)before tax		(20,600.00)	(21,925.85)
V	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
VI	Profit / (Loss) for the period		(20,600.00)	(21,925.85)
VII	Earning per equity share:			
	(1) Basic		(2.06)	(2.19)
	(2) Diluted		(2.06)	(2.19)

As Per Our Separate Report of Even Date Annexed
FOR SANJAY J MEHTA & CO.
Chartered Accountants
FIRM REGN. NO.: 325362E

CA. SANJAY MEHTA
Proprietor
M. NO.: 061862



For Premsagar Merchants Pvt Ltd

(Director)

(Director)

Place : Kolkata
Date : 23.05.2014

PREMSAGAR MERCHANTS PRIVATE LTD
KB-25 SALT LAKE CITY, SECTOR III
5TH FLOOR, KOLKATA 700 098

BALANCE SHEET AND PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31-03-2014

A SIGNIFICANT ACCOUNTING POLICIES

1 Accounting Concepts, Conventions & Systems

The financial statements are prepared on the basic concept of going concern under historical cost convention on Accrual Basis by following the Mercantile System of Accounting. These statements are in accordance with the requirements of Companies Act, 1956

2 USE OF ESTIMATES

The preparation of financial statements requires that the management of the company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures

3 Fixed Assets & Depreciation

Free Hold land/Lease Hold Land is stated as original cost of acquisition, inclusive of all incidental expenses thereto.

4 BORROWING COST

Borrowing Costs attributable to the fixed assets during their construction are capitalized. Such borrowing costs are debited to Capital-Work-in-Progress to be capitalized on completion of the project. Other Borrowing costs are charged to the Profit and Loss statement, if any.

5 PRIOR PERIOD ITEMS:

Prior period items (if any) are shown under the head Prior period adjustment in Profit & Loss Statement and Balance Sheet as the case may be.

6 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Contingent Liabilities are disclosed by way of notes in the Balance Sheet. Provision is made in the accounts in respect of those contingencies which are likely to be materialised into liabilities after the year end, till the finalisation of accounts and have material effect on the position stated in the Balance Sheet. Contingent assets are not recognized in the accounts.

7 EARNING PER SHARE

The company reports basic and diluted Earning per share (EPS) in accordance with Accounting Standard (AS)-20 on "Earning per Share". Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of dilutive potential equity shares except where the results are anti-dilutive.

B NOTES TO ACCOUNTS

1 Previous year's figures have been regrouped and reclassified wherever necessary to conform to the current period

Particulars	As at	
	March 31, 2014	March 31, 2013
Share Capital		
Authorized		
20000 (Pr year - 20000) Equity Shares of Rs.10/- each	2,00,000.00	2,00,000.00
	<u>2,00,000.00</u>	<u>2,00,000.00</u>
Issued, subscribed & Fully Paid up		
10000 Equity Shares of Rs 10/- each (Pr Year 10000)	1,00,000.00	1,00,000.00
(All the above shares are held by Ahluwalia Contracts (I) Ltd the Holding Company)	<u>1,00,000.00</u>	<u>1,00,000.00</u>



3 Reserves & Surplus	As at	
	March 31, 2014	March 31, 2013
Particulars		
Profit & Loss Statement	- 1,49,126.51	- 1,28,526.51
	<u>1,49,126.51</u>	<u>1,28,526.51</u>
4 Other Long Term Liabilities		
Unsecured Loan From ACIL as holding company	1,05,25,203.00	1,05,25,203.00
	<u>1,05,25,203.00</u>	<u>1,05,25,203.00</u>
5 Other Current Liabilities		
Others	1,34,600.00	1,34,600.00
	<u>1,34,600.00</u>	<u>1,34,600.00</u>
6 Short Term Provisions		
Auditors Remuneration	12,000.00	7,000.00
	<u>12,000.00</u>	<u>7,000.00</u>
8 Cash and Cash Equivalents		
Balances with Banks- In Current Account	27,962.49	44,562.49
Cash In hand	271.00	102.00
	<u>28,233.49</u>	<u>44,664.49</u>
9 Short Term Loans and Advances		
Loans & advances to related parties	19,73,607.50	19,73,607.50
	<u>19,73,607.50</u>	<u>19,73,607.50</u>
10 Details of Others Expenses		
Legal & Professional Expenses	-	10,000.00
Audit Fees	12,000.00	7,000.00
Bank Charges	-	3,325.85
Filing Fees	8,600.00	1,600.00
	<u>20,600.00</u>	<u>21,925.85</u>
11 Earning Per Share (EPS)		
Net Profit/(Loss) after tax	(20,600.00)	(21,925.85)
Weighted average no. of equity shares (Nos.)	10,000	10,000
Weighted average no. of diluted equity shares (Nos.)	10,000	10,000
Nominal Value of Equity Shares	10.00	10.00
Basic Earnings/(Loss) per share	(2.06)	(2.19)
Diluted Earnings/(Loss) per share	(2.06)	(2.19)



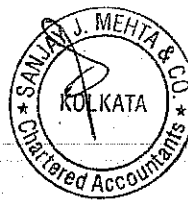
For Preshagar Merchants Pvt Ltd

[Signature]
(Director)

[Signature]
(Director)

Name of Related Party and Nature of Relationship & nature of transaction	Transaction Value	Outstanding Amounts carried in the Balance Sheet	Transaction Value	Outstanding Amounts carried in the Balance Sheet
(a) <u>Holding Company</u> Ahluwalia Contracts (India) Ltd (Loan Taken)	-	1,05,25,203.00	-	1,05,25,203.00
(b) <u>Subsidiaries of Holding Co</u> Loan Given To Dipesh Mining Pvt Ltd Jiwanjyoti Traders Pvt Ltd Paramount Dealcomm Pvt Ltd Splendor Distributors Pvt Ltd	-	2,31,758.00 7,85,173.00 4,21,503.50 5,35,173.00	1,150.00 - 69,918.00 -	2,31,758.00 7,85,173.00 4,21,503.50 5,35,173.00
(d) Key Management Personnel: Mr. Vinay Paul Mr. Vikas Ahluwalia				
(e) Parties Where Control Exists: Holding Co: Ahluwalia Contracts (India) Ltd Subsidiary of Holding Co: Paramount Dealcomm Pvt Ltd Jiwan Jyoti Traders Pvt Ltd Splendor Distributors Pvt Ltd Dipesh Mining Pvt Ltd Ahlon Ready Mix Concrete Pvt Ltd				

13 Contingent Liabilities - Not provided for		NIL		NIL
Capital Contracts				
Estimated value of contracts remaining to be executed on capital account and not provided for		NIL		NIL
14 Managerial Remuneration		NIL		NIL
15 Remuneration to Auditors				
As Audit Fees		12,000.00		7,000.00
		<u>12,000.00</u>		<u>7,000.00</u>
16 Due to Small Scale Industrial Undertaking				
There are no Micro and Small Scale Business which are outstanding for more than 45 days as at 31 st March 2014. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006.		NIL		NIL



For Premshgar Merchants Pvt Ltd

(Director)

(Director)

C.I.F. Value of Imports
Of Capital goods NIL
Of Capital goods (In-Transit) NIL

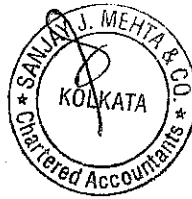
Expenditure in Foreign Exchange NIL

Earnings in Foreign Currency
FOB Value of Exports NIL
Others NIL

The balances of Sundry Debtors, Sundry Creditors, Advances and Lenders are subject to confirmation/reconciliation and adjustments if any

For Premnagar Merchants Pvt Ltd

Place : Kolkata
Date : 23.05.2014



(Director)

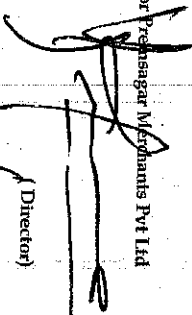
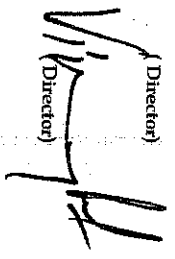
(Director)

NOTES 7' FIXED ASSETS AS AT 31.03.2014

Description of Assets	Cost As on 01.04.2013	Addition during The Year	Depreciation As on 01.04.2013	Depreciation During the Year	Depreciation As on 31.03.2014	W. D. V. As On 31.03.2014	W. D. V. As On 31.03.2013
Land(At Cost)	69,15,559.00	-	-	-	-	69,15,559.00	69,15,559.00
Capital Work In Progress Building	17,04,445.50	831.00	-	-	-	17,05,276.50	17,04,445.50
Previous Year Figure	86,20,004.50	831.00	-	-	-	86,20,835.50	86,20,004.50
	85,98,158.50	21,846.00				86,20,004.50	



For Preshnagar Merchants Pvt Ltd

 (Director)
 (Director)

PREMSAGAR MERCHANTS PRIVATE LTD
KB-25, 5TH FLOOR, SECTOR III
SALT LAKE CITY, KOLKATA 700 098

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2014

PARTICULARS	2013-14 RS.	2012-13 RS.
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit As Per Profit & Loss Statement	(20,600.00)	(21,925.85)
Add/(Less):		
Operating Loss Before Working capital Change	(20,600.00)	(21,925.85)
Add/(Less):		
Increase/Decrease in Net Current Assets		
Decrease/(Increase) In Loans & Advance	5,000.00	71,068.00
Increase/(Decrease) In Current Liabilities	5,000.00	-
Cash Generated From Operation	(15,600.00)	49,142.15
NET CASH FLOW FROM OPERATING ACTIVITIES	(15,600.00)	49,142.15
B. CASH FLOW FROM INVESTING ACTIVITIES		
(Increase)/Decrease In Fixed Assets	(831.00)	(21,846.00)
Cash Generated From Investing	(831.00)	(21,846.00)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Loan Received From Holding Co	-	-
Repayment of Loan From Others	-	-
Net Cash From Financing Activities	-	-
Net Increase/(Decrease) In Cash & Cash equivalents	(16,431.00)	27,296.15
Opening Cash & Cash Equivalents	44,664.49	17,368.34
Cash & Cash Equivalents At the End of year	28,233.49	44,664.49
Component Of Cash & cash Equivalents		
Cash In Hand	271.00	102.00
Balance With Bank	27,962.49	44,562.49
	28,233.49	44,664.49

Notes:- 1 Cash flow statement has been prepared under the indirect method as set out in the AS 3
2. Previous year figures have been regrouped/ reclassified wherever considered necessary.

As Per Our Separate Report of Even Date Annexed
FOR SANJAY MEHTA & CO.
Chartered Accountants
FIRM REGN. NO.: 325362E



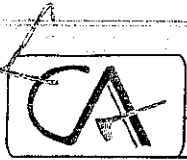
For PremSagar Merchants Pvt Ltd

Place : Kolkata
Date : 23.05.2014

CA. SANJAY MEHTA
Proprietor
M. NO.: 061862

(Director)

(Director)



Independent Auditor's Report

To the Members of
PREMSAGAR MERCHANTS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of PREMSAGAR MERCHANTS PRIVATE LIMITED("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the period then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinions

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- b) In the case of the Profit and Loss Account, of the loss for the period ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

Place : Kolkata
Date:23/05/2014

FOR SANJAY J. MEHTA & CO.
Chartered Accountants



[SANJAY MEHTA]
Proprietor
M.No.061862
F R NO. 325362E

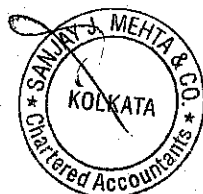
ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 1 under the heading of "Report on Other Legal & Regulatory Requirements" of our report of even date

PREMSAGAR MERCHANTS PRIVATE LIMITED

Based on information and explanation furnished to us and record examined by us in the normal course of audit, we also report that to the best of our knowledge and belief:

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) The fixed assets of the company have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification.
- (c) During the period the Company has not disposed off major part of the fixed Assets.
- (ii)(a) The Company had taken an unsecured loan from one company covered in the register maintained under section 301 of the companies Act, 1956.
The maximum amount involved during the period was Rs.NIL and the period end balance of such loan was Rs.105.25Lacs.
The company has granted unsecured loan to four companies covered under register maintained under section 301 of the Companies Act, 1956.
The maximum amount involved during the period was Rs.NIL and the period end balance of such loan was Rs.19.74Lacs
- (b) In our opinion, the rate of interest and other terms and conditions on which loans have been granted to/taken are not prima facie prejudicial to the interest of the Company.
- (c) The Company is regular in repaying the principal amounts as stipulated and has been regular in payment of interest. The party has repaid the principal amounts as stipulated and has been regular in the payment of interest.
- (iii) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory and fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.



(2)

- (iv) (a) According to the information and explanations given to us, we opinion that the transactions the need to be entered into the register maintained under section 301 of the companies Act,1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the company has entered transactions pursuant contracts or arrangements the need to be entered in the register maintained under section 301 of the Companies Act, 1956.
- (v) The Company has not accepted any deposits from the public within the meaning of section 58A of the Companies Act and the rules framed there under.
- (vi) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- (vii) The maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for any products of the Company and as such we are not required to comment on the same.
- (viii) The company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-Tax, Sale-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues applicable to it.

According to information and explanations given to us, no undisputed amounts payable in respect of Income-Tax, Wealth Tax, Value Added Tax, Custom Duty, Excise Duty and cess were in arrears as at 31st March,2014 for a period of more than six months from the date they became payable.

According to the information and explanations given to us ,
there are



(3)

no dues of Value added Tax, income tax, /custom duty/wealth tax/excise duty/cess which have not been deposited on account of any dispute.

- (ix) The accumulated losses of the company at the end of the financial period ended 31st March 2014 of Rs. **149126.51**
- (x) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders in the period under review.
- (xi) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xii) The company is not a nidhi / mutual benefit fund/society, therefore the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiii) In our opinion the company is not dealing in or trading in shares, securities, debentures and other securities. Accordingly provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xv) In our opinion the Term Loan have been applied for the purpose for which they were raised .
- (xvi) According to the information and explanation given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment by the company.
- (xvi) During the period, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the companies Act, 1956.
- (xviii) The company did not have any debenture outstanding during the period.



(4)

- (xix) The Company has not raised any money by public issues, therefore the provisions of clause 4(xx) of the Companies (Auditor's Report) order, 2003 are not applicable to the company.
- (xx) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the period.

Place : Kolkata
Date: 23/05/2014



FOR SANJAY J. MEHTA & CO.
Chartered Accountants

[SANJAY MEHTA]
Proprietor
M.No. 061862
F R NO. 325362E