

## **Independent Auditor's Report**

### **To the Members of Oberoi Constructions Limited**

#### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of Oberoi Constructions Limited ('the Company'), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### **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 and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone 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 financial statements are free from material misstatement.

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

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

#### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016 and its profit and its cash flows for the year ended on that date.

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

1. As required by 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 the paragraph 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 and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - (e) on the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 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"; and
  - (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 29. A. 3 to the financial statements;
    - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts
    - iii. there were no amounts, which were required to be transferred, to the Investor Education and Protection Fund by the Company.

### ***FOR P. RAJ & CO.***

**Chartered Accountants**

Firm Registration No. 108310W

**P. S. Shah**

Partner

Membership No. 044611

Mumbai, April 29, 2016

## **Annexure - A to the Auditors' Report**

The Annexure referred to in paragraph 1 under the heading Report on Other Legal and Regulatory Requirements of Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended March 31, 2016, we report that :

- (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 by the management as per a phased programme of verification. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. The discrepancies reported on verification were not material and have been properly dealt with in the books of account.
- (c) The company does not have immovable property. Accordingly, paragraph 3 (i) (c ) of the order is not applicable to the company.
- (ii) The inventories have been physically verified during the year by management. In our opinion, the frequency of verification is reasonable. The Company is maintaining proper records of inventory. The discrepancies noticed on verification between physical inventories and the book records were not material in relation to the operation of the Company and the same have been properly dealt with in the books of account.
- (iii) The Company has granted unsecured interest free loan to party covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
  - (a) In our opinion, terms and conditions of the grant of such loan was not, prima facie, prejudicial to the interest of the Company
  - (b) In our opinion and according to the information and explanations given to us, the terms of arrangements do not stipulate any repayment schedule as loan is repayable on demand.
  - (c) There is no overdue amount in respect of the loan granted to party listed in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under subsection (1) of Section 148 of the Act and are of the opinion that prima facie the prescribed accounts and records have been made and maintained.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the company has been generally regular in depositing undisputed statutory dues including provident fund, income-tax, sales tax, service tax, duty of customs, value added tax, cess and other material statutory dues during the year with the appropriate authorities. As on March 31, 2016, there are no such undisputed dues payable for a period of more than six months from the date they become payable except as given below:

<b>Nature of Statute</b>	<b>Nature of the Dues</b>	<b>Amount (in Rs.)</b>	<b>Financial Year to which the amount relates</b>
Municipal Taxes	Property Tax	49,04,692	2014-15

- (b) According to the information and explanations given to us, there are no material dues of provident fund, sales tax, service tax, duty of customs, cess and other material statutory dues which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanations given to us, the following dues of Income Tax, Value Added Tax and Property Tax have not been deposited by the Company on account of disputes:

<b>Nature of Statute</b>	<b>Nature of the Dues</b>	<b>Amount (in Rs.)</b>	<b>Financial Year to which the amount relates</b>	<b>Forum where dispute is pending</b>
Income Tax	Income Tax	7,65,606	2008-09	Income Tax Appellate Tribunal, Mumbai
Income Tax	Income Tax and Interest	1,60,44,908	2009-10	Income Tax Appellate Tribunal, Mumbai
Income Tax	Income Tax	13,47,498	2010-11	Commissioner of Income Tax (Appeals), Mumbai
Income Tax	Income Tax and Interest	74,58,090	2011-12	Commissioner of Income Tax (Appeals), Mumbai
Income Tax	Income Tax	5,19,120	2012-13	Commissioner of Income Tax (Appeals), Mumbai
Income Tax	Income Tax and Interest	9,07,241	2012-13	Assessing officer (CPC TDS), Mumbai
Income Tax	Income Tax and Interest	11,01,930	2013-14	Assessing officer (CPC TDS), Mumbai
Income Tax	Income Tax and Interest	15,77,990	2014-15	Commissioner of Income Tax (Appeals)
Income Tax	Income Tax and Interest	28,28,040	2015-16	Commissioner of Income Tax (Appeals)
MVAT	VAT and Interest	53,739*	2006-07	Assistant Commissioner of Sales tax, Mazgaon, Mumbai
MVAT	VAT and Interest	1,30,38,769 *	2007-08	Assistant Commissioner of Sales tax, Mazgaon, Mumbai

MVAT	VAT and Interest	1,88,00,933 *	2008-09	Assistant Commissioner of Sales tax, Mazgaon, Mumbai
MVAT	VAT and Interest	6,95,00,808 *	2009-10	Assistant Commissioner of Sales tax, Mazgaon, Mumbai
Municipal Taxes	Property Tax	1,91,746	2015-16	The Assistant Assessor and Collector, Assessment Department, M.C.G.M
Municipal Taxes	Property Tax	51,54,719	2010-2015	The Assistant Assessor and Collector, Assessment Department, M.C.G.M

In the following matters, the department has preferred appeals at higher levels:

Nature of Statute	Nature of the Dues	Amount (in Rs.)	Financial Year to which the amount relates	Forum where dispute is pending
Income Tax	Interest	1,37,07,612	2005-06	High Court, Mumbai
Income Tax	Interest	1,39,48,143	2006-07	High Court, Mumbai

\* a stay order has been received against interest amount of Rs.10,32,01,174/- disputed and not deposited.

- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid or provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (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 based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

***FOR P. RAJ & CO.***  
**Chartered Accountants**  
Firm Registration No. 108310W

**P. S. Shah**  
Partner  
Membership No. 044611  
Mumbai, April 29, 2016

## **Annexure - B to the Auditors' Report**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Oberoi Constructions Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

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

#### **Auditors' Responsibility**

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

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

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 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, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

***FOR P. RAJ & CO.*****Chartered Accountants**

Firm Registration No. 108310W

**P. S. Shah**

Partner

Membership No.044611

Mumbai, April 29, 2016



# Oberoi Constructions Limited

(in Rupees)

Balance Sheet as at March 31,	Note	2016	2015
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	2	5,10,00,000	5,10,00,000
Reserves and surplus	3	15,67,86,38,851	15,68,45,63,905
		<b>15,72,96,38,851</b>	<b>15,73,55,63,905</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities	4	1,36,08,471	1,44,13,598
Trade payables	5	2,70,60,502	36,25,116
Long-term provisions	6	11,87,108	4,48,062
		<b>4,18,56,081</b>	<b>1,84,86,776</b>
<b>Current liabilities</b>			
Short-term borrowings	7	4,24,62,33,157	74,95,91,863
Trade payables	5	4,98,10,482	7,61,10,585
Other current liabilities	8	4,05,54,46,682	2,74,40,81,505
Short-term provisions	6	39,78,049	6,41,18,826
		<b>8,35,54,68,370</b>	<b>3,63,39,02,779</b>
<b>Total</b>		<b>24,12,69,63,302</b>	<b>19,38,79,53,460</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets	9	7,63,46,333	5,68,01,746
Intangible assets	9	37,148	85,881
Capital work in progress		35,69,78,355	9,75,46,313
Non-current investments	10	41,99,03,700	43,04,10,700
Long-term loans and advances	11	12,37,64,21,679	11,06,77,77,267
		<b>13,22,96,87,214</b>	<b>11,65,26,21,907</b>
<b>Current assets</b>			
Current investments	12	51,14,82,000	-
Inventories	13	6,63,74,57,994	5,62,65,68,173
Trade receivables	14	42,34,29,037	43,67,72,942
Cash and bank balances	15	1,89,80,20,315	48,73,61,055
Short-term loans and advances	11	1,15,32,19,096	1,18,11,67,913
Other current assets	16	27,36,67,645	34,61,471
		<b>10,89,72,76,087</b>	<b>7,73,53,31,553</b>
<b>Total</b>		<b>24,12,69,63,302</b>	<b>19,38,79,53,460</b>

Significant accounting policies 1  
The accompanying notes form an integral part of the financial statements

As per our report of even date  
**For P.RAJ & CO.**  
Chartered Accountants  
Firm Registration No. 108310W

For and on behalf of the Board of Directors

**Vikas Oberoi**                      **Bindu Oberoi**  
Managing Director                  Whole-time Director

**P. S. Shah**  
Partner  
Membership No.44611  
Mumbai, April 29, 2016

**T. P. Ostwal**                      **Bhaskar Kshirsagar**  
Director                              Company Secretary

# Oberoi Constructions Limited

(in Rupees)

Statement of Profit and Loss for the year ended March 31,	Note	2016	2015
<b>INCOME</b>			
Revenue from operations	17	52,66,60,244	1,12,23,63,357
Other income	18	20,88,58,983	4,89,24,988
<b>Total revenue</b>	<b>(A)</b>	<b>73,55,19,226</b>	<b>1,17,12,88,345</b>
<b>EXPENSES</b>			
Operating costs	19	36,04,07,675	71,72,65,933
Employee benefits expense	20	3,55,68,300	1,81,48,308
Other expenses	21	4,13,41,603	4,49,85,665
<b>Total expenses</b>	<b>(B)</b>	<b>43,73,17,578</b>	<b>78,03,99,907</b>
<b>Profit before interest, depreciation, amortisation and taxes (EBITDA)</b>	<b>(A - B)</b>	<b>29,82,01,649</b>	<b>39,08,88,439</b>
Depreciation and amortisation	22	70,66,009	63,17,712
Interest and finance charges	23	10,812	2,43,690
<b>Profit before tax</b>		<b>29,11,24,828</b>	<b>38,43,27,037</b>
<b>Tax expense</b>			
Current tax		10,74,76,000	14,19,02,000
Deferred tax		(8,05,127)	(10,88,388)
(Excess) / short provision of tax in earlier years		(77,292)	3,61,532
MAT credit written off		12,90,73,901	13,16,23,921
<b>Profit after tax</b>		<b>5,54,57,346</b>	<b>11,15,27,972</b>
<b>Earnings per equity share (face value of Rs. 10)</b>	24		
- Basic		10.87	21.87
- Diluted		10.87	21.87

Significant accounting policies 1  
The accompanying notes form an integral part of the financial statements

As per our report of even date  
**For P.RAJ & CO.**  
**Chartered Accountants**  
Firm Registration No. 108310W

For and on behalf of the Board of Directors

**Vikas Oberoi**      **Bindu Oberoi**  
Managing Director      Whole-time Director

**P. S. Shah**  
Partner  
Membership No.44611  
Mumbai, April 29, 2016

**T. P. Ostwal**      **Bhaskar Kshirsagar**  
Director      Company Secretary

# Oberoi Constructions Limited

	(in Rupees)	
Cash Flow Statement for the year ended March 31,	2016	2015
<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Profit before tax as per statement of profit and loss	29,11,24,828	38,43,27,037
<b>Adjustments for</b>		
Depreciation and amortisation	70,66,009	63,17,712
Interest income	(10,23,00,960)	(1,47,97,798)
Interest expenses	-	3,432
Dividend income	(36,42,635)	(89,26,941)
Loss / (profit) on sale of investment (net)	(10,29,15,388)	(2,52,00,249)
Loss / (gain) from foreign exchange fluctuation (net)	25,360	6,06,885
Loss / (gain) on sale / discard of fixed asset (net)	(5,158)	(21,424)
Sundry balances written off / (back)	(34,13,689)	(4,62,961)
<b>Operating cash profit before working capital changes</b>	<b>8,59,38,368</b>	<b>34,18,45,693</b>
<b>Movement for working capital</b>		
Increase / (decrease) in trade payables	(67,28,486)	3,19,33,263
Increase / (decrease) in other liabilities	1,31,13,65,177	2,49,46,74,686
Increase / (decrease) in provisions	19,80,849	19,20,355
(Increase) / decrease in loans and advances	(43,28,41,604)	(74,93,23,697)
(Increase) / decrease in trade receivables	1,33,43,905	(20,64,40,102)
(Increase) / decrease in inventories	(1,01,08,89,821)	(1,80,37,54,395)
<b>Cash generated / (used) from operations</b>	<b>(3,78,31,613)</b>	<b>11,08,55,803</b>
Direct taxes (paid) / refund	(4,81,45,871)	(7,31,80,169)
<b>Net cash inflow / (outflow) from operating activities</b>	<b>(A) (8,59,77,484)</b>	<b>3,76,75,634</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
(Acquisition) / sale of fixed assets / addition to capital work in progress (net)	(27,54,41,412)	(4,74,97,252)
Interest received	8,70,94,786	1,28,00,839
Dividend received	36,42,635	89,26,941
Decrease / (increase) loans and advances to subsidiaries / joint venture (net)	(1,29,44,75,966)	(51,63,45,283)
(Acquisition) / sale of investments (net)	10,19,40,388	2,31,24,249
(Increase) / decrease in other assets	(1,17,01,19,505)	(15,61,71,993)
<b>Net cash inflow / (outflow) from investing activities</b>	<b>(B) (2,54,73,59,074)</b>	<b>(67,51,62,499)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Proceeds from borrowings	15,49,58,63,650	4,36,82,50,000
Repayment of borrowings	(11,99,92,22,356)	(4,61,86,58,137)
Interest paid	-	(3,432)
Dividend paid (including dividend distribution tax)	(12,27,64,980)	(5,96,67,450)
<b>Net cash inflow / (outflow) from financing activities</b>	<b>(C) 3,37,38,76,314</b>	<b>(31,00,79,019)</b>

# Oberoi Constructions Limited

		(in Rupees)	
Cash Flow Statement for the year ended March 31,		2016	2015
Net increase / (decrease) in cash and cash equivalents	(A+B+C)	74,05,39,756	(94,75,65,884)
Add: cash and cash equivalents at the beginning of the year		22,42,93,547	1,17,18,59,430
<b>Cash and cash equivalents at the end of the year</b>		<b>96,48,33,302</b>	<b>22,42,93,547</b>

## Components of cash and cash equivalents as at March 31,

		(in Rupees)	
		2016	2015
Cash on hand		2,10,600	10,44,986
Balance with banks in current accounts		27,71,22,702	6,86,22,116
Fixed deposits with banks, having original maturity of three months or less		18,75,00,000	15,46,26,445
<b>Cash and cash equivalents</b>		<b>46,48,33,302</b>	<b>22,42,93,547</b>
Short term liquid investment		50,00,00,000	-
<b>Cash and cash equivalents at the end of the year</b>		<b>96,48,33,302</b>	<b>22,42,93,547</b>

## Reconciliation statement of cash and bank balances as at March 31,

		2016	2015
Cash and cash equivalents at the end of the year as per above		96,48,33,302	22,42,93,547
Add: Fixed deposit with banks, having original maturity of more than three months but less than twelve months		1,20,13,58,600	-
Add: Fixed deposit with banks, having original maturity of more than twelve months		14,49,43,590	18,85,00,000
Add: Fixed deposits with banks (lien marked)		8,68,84,823	7,45,67,508
Less: Investment in mutual funds		(50,00,00,000)	-
<b>Cash and bank balance as per balance sheet (refer note 15)</b>		<b>1,89,80,20,315</b>	<b>48,73,61,055</b>

Significant accounting policies (refer note 1)

The accompanying notes form an integral part of the financial statements

As per our report of even date

**For P.RAJ & CO.**

**Chartered Accountants**

Firm Registration No. 108310W

**P. S. Shah**

Partner

Membership No.44611

Mumbai, April 29, 2016

For and on behalf of the Board of Directors

**Vikas Oberoi**  
Managing Director

**Bindu Oberoi**  
Whole-time Director

**T. P. Ostwal**  
Director

**Bhaskar Kshirsagar**  
Company Secretary

# Oberoi Constructions Limited

## Notes forming part of financial statements for the year ended March 31, 2016

### NATURE OF OPERATIONS

Oberoi Constructions Limited (the 'Company' or 'OCL'), a public limited company, is engaged primarily in the business of real estate development.

### 1. SIGNIFICANT ACCOUNTING POLICIES

#### A. Basis of preparation

The financial statements have been prepared to comply in all material respects with the mandatory Accounting Standards notified by Companies (Accounts) Rules, 2014, (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis in accordance with the accounting principles generally accepted in India. The accounting policy has been consistently applied by the Company.

#### B. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events, plans and actions, actual results could differ from these estimates. Any revision to accounting estimates and assumptions are recognised prospectively.

#### C. Tangible assets, intangible assets and capital work in progress

Tangible assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable / allocable cost of bringing the asset to its working condition for its intended use. The cost also includes direct cost and other related incidental expenses. Revenues earned, if any during trial run of assets is adjusted against cost of the assets.

Intangible assets are stated at cost less accumulated amortisation and impairment losses, if any. Cost comprises the acquisition price, development cost and any attributable / allocable incidental cost of bringing the asset to its working condition for its intended use.

Capital work in progress is stated at cost less impairment losses, if any. Cost comprises of expenditures incurred in respect of capital projects under development and includes any attributable / allocable cost and other incidental expenses. Revenues earned, if any, before capitalisation from such capital project are adjusted against the capital work in progress.

Borrowing costs relating to acquisition / construction / development of tangible assets, intangible assets and capital work in progress which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

# Oberoi Constructions Limited

## Notes forming part of financial statements for the year ended March 31, 2016

### D. Depreciation and amortisation

#### i) Tangible assets

- (a) Depreciation is provided from the date the assets are ready to be put to use, on straight line method as per the useful life of the assets as prescribed under Part C of Schedule II of the Companies Act, 2013 except for the following class of assets where the management has estimated useful life which differs from the useful life prescribed under the Act.

Mobile handsets	3 years
Lessee specific assets and improvements	Over lease period or useful life as prescribed in Schedule II, whichever is lower

For these classes of assets, based on internal assessment, the management believes that the useful lives as given above best represent the period over which management expects to use these assets. Hence the useful lives for these assets are different from the useful lives as prescribed under Part C of Schedule II of the Companies Act, 2013.

Depreciation method, useful life and residual value are reviewed periodically.

- (b) Assets individually costing less than or equal to Rs. 5,000 are fully depreciated in the year of purchase except under special circumstances.

#### ii) Intangible assets

Intangible assets are amortised using straight line method over the estimated useful life, not exceeding 5 years. Amortisation method, useful life and residual value are reviewed periodically.

- iii) Leasehold land and improvements are amortised on the basis of duration and other terms of lease.

### E. Impairment of tangible assets / intangible assets

The carrying amount of tangible assets / intangible assets is reviewed periodically for any indication of impairment based on internal / external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use.

### F. Investments

Investments are classified into long-term (non-current) and (short-term) current investments. Investments intended to be held for not more than a year are classified as short-term investments. All other investments are classified as long-term investments. Long-term investments are stated at cost less permanent diminution in value, if any. Short-term investments are stated at the lower of cost or fair value.

# Oberoi Constructions Limited

## Notes forming part of financial statements for the year ended March 31, 2016

### G. Valuation of inventories

i) **Construction materials and consumables**

The construction materials and consumables are valued at lower of cost or net realisable value. The construction materials and consumables purchased for construction work issued to the construction work in progress are treated as consumed.

ii) **Construction work in progress**

The construction work in progress is valued at lower of cost or net realisable value. Cost includes cost of land, development rights, rates and taxes, construction costs, borrowing costs, other direct expenditure, allocated overheads and other incidental expenses.

iii) **Finished stock of completed projects (ready units)**

Finished stock of completed projects and stock in trade of units is valued at lower of cost or net realisable value.

### H. Segment reporting

The Company's reporting segments are identified based on activities, risk and reward structure, organisation structure and internal reporting systems. Segment revenue and expense include amounts which can be directly attributable to the segment and allocable on reasonable basis. Segment assets and liabilities are assets / liabilities which are directly attributable to the segment or can be allocated on a reasonable basis. Income / expenses / assets / liabilities relating to the enterprise as a whole and not allocable on a reasonable basis to business segments are reflected as unallocated income / expenses / assets / liabilities.

### I. Revenue recognition

i) **Revenue from real estate projects**

The Company follows the percentage of project completion method for its projects. The revenue recognition policy is as under:

The Company recognises revenue in proportion to the actual project cost incurred (including land cost) as against the total estimated project cost (including land cost), subject to achieving the threshold level of project cost (excluding land cost) as well as area sold, in line with the Guidance Note issued by ICAI and depending on the type of project.

Revenue is recognised net of indirect taxes and on execution of either an agreement or a letter of allotment.

The estimates relating to percentage of completion, costs to completion, area available for sale etc. being of a technical nature are reviewed and revised periodically by the management and are considered as change in estimates and accordingly, the effect of such changes in estimates is recognised prospectively in the period in which such changes are determined.

Land cost includes the cost of land, land related development rights and premium.

# Oberoi Constructions Limited

## Notes forming part of financial statements for the year ended March 31, 2016

### ii) **Revenue from lease rentals and related income**

Lease income is recognised in the statement of profit and loss on straight line basis over the lease term, unless there is another systematic basis which is more representative of the time pattern of the lease. Revenue from lease rental is disclosed net of indirect taxes, if any.

Revenue from property management service is recognised at value of service and is disclosed net of indirect taxes, if any.

### iii) **Other income**

Dividend income is recognised when the right to receive dividend is established.

Other incomes are accounted on accrual basis, except interest on delayed payment by debtors and liquidated damages which is accounted on acceptance of the Company's claim.

## J. **Foreign currency transactions**

Foreign currency transactions are recorded in the reporting currency (Indian Rupee) by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency on the date of the transaction.

All monetary items denominated in foreign currency are converted into Indian rupees at the year-end exchange rate. The exchange differences arising on such conversion and on settlement of the transactions are recognised in the statement of profit and loss. Non- monetary items in terms of historical cost denominated in a foreign currency are reported using the exchange rate prevailing on the date of the transaction.

## K. **Leases**

### i) **Where the Company is the lessee**

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating lease. Operating lease payments are recognised as an expense in the statement of profit and loss on straight line basis over the lease term, unless there is another systematic basis which is more representative of the time pattern of the lease.

### ii) **Where the Company is the lessor**

Assets representing lease arrangements given under operating leases are included in fixed assets. Lease income is recognised in the statement of profit and loss on straight line basis over the lease term, unless there is another systematic basis which is more representative of the time pattern of the lease.

Initial direct costs are recognised immediately in the statement of profit and loss.



# Oberoi Constructions Limited

## Notes forming part of financial statements for the year ended March 31, 2016

### L. Taxation

- i) Provision for income tax is made under the liability method after availing exemptions and deductions at the rates applicable under the Income-tax Act, 1961.
- ii) Deferred tax resulting from timing difference between book and tax profits is accounted for using the tax rates and laws that have been enacted as on the balance sheet date.
- iii) Deferred tax assets arising on the temporary timing differences are recognised only if there is reasonable certainty of realisation.
- iv) Minimum Alternate Tax ('MAT') credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Company recognises MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement". The Company reviews the "MAT Credit Entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will be able to utilise the MAT Credit Entitlement within the period specified under the Income-tax Act, 1961.

### M. Provisions and contingent liabilities

- i) A provision is recognised when
  - (a) The Company has a present obligation as a result of a past event;
  - (b) It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
  - (c) A reliable estimate can be made of the amount of the obligation.
- ii) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably may not, require an outflow of resources. A contingent liability also arises in extreme cases where there is a probable liability that cannot be recognised because it cannot be measured reliably.
- iii) Where there is a possible obligation or a present obligation such that the likelihood of outflow of resources is remote, no provision or disclosure is made.

### N. Borrowing costs

Borrowing costs that are directly attributable to the acquisition / construction of qualifying assets or for long - term project development are capitalised as part of their costs.

Borrowing costs are considered as part of the asset cost when the activities that are necessary to prepare the assets for their intended use are in progress.

Other borrowing costs are recognised as an expense, in the period in which they are incurred.

# Oberoi Constructions Limited

## Notes forming part of financial statements for the year ended March 31, 2016

### O. Employee benefits

#### i) Defined contribution plans

Retirement benefits in the form of contribution to provident fund and pension fund are charged to the statement of profit and loss.

#### ii) Defined benefit plans

Gratuity is in the nature of a defined benefit plan.

Provision for gratuity is calculated on the basis of actuarial valuations carried out at balance sheet date and is charged to the statement of profit and loss. The actuarial valuation is performed using the projected unit credit method.

Actuarial gains and losses are recognised immediately in the statement of profit and loss.

#### iii) Other employee benefits

Leave encashment is recognised as an expense in the statement of profit and loss as and when they accrue. The Company determines the liability using the projected unit credit method, with actuarial valuations carried out as at balance sheet date. Actuarial gains and losses are recognised immediately in the statement of profit and loss.

### P. Earnings per share

Basic earnings per share is calculated by dividing the net profit / (loss) for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit / (loss) for the year attributable to equity shareholders and the weighted average numbers of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 2. SHARE CAPITAL

	2016	(in Rupees) 2015
<b>Authorised share capital</b>		
52,50,000 (52,50,000) equity shares of Rs. 10 (Rupees ten only) each	5,25,00,000	5,25,00,000
	<b>5,25,00,000</b>	<b>5,25,00,000</b>
<b>Issued, subscribed and paid up share capital</b>		
51,00,000 (51,00,000) equity shares of Rs. 10 (Rupees ten only) each fully paid up {entire equity shares are held by Oberoi Realty Limited (holding company) along with its nominees }	5,10,00,000	5,10,00,000
	<b>5,10,00,000</b>	<b>5,10,00,000</b>

### A. Reconciliation of shares outstanding at the beginning and at the end of the year

#### Equity shares

	2016		2015	
	in No.	in Rupees	in No.	in Rupees
At the beginning of the year	51,00,000	5,10,00,000	51,00,000	5,10,00,000
Add: Issue of fresh shares	-	-	-	-
<b>At the end of the year</b>	<b>51,00,000</b>	<b>5,10,00,000</b>	<b>51,00,000</b>	<b>5,10,00,000</b>

### B. Terms / rights attached to equity shares

The Company has only one class of equity shares having par value of Rs. 10 per share. Each shareholder of equity share is entitled to one vote per share. The Company declares dividends in Indian rupees. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year, the Board of Directors of the Company has declared and paid interim dividend of Rs. 10 per equity share for the financial year 2015-2016. The said interim dividend shall be considered as the final dividend for the said financial year. For the previous year the Board of Directors of the Company recommended and share holders approved final dividend of Rs. 10 per equity share.

## 3. RESERVES AND SURPLUS

	2016	(in Rupees) 2015
<b>General reserve</b>		
Opening balance	1,18,96,59,277	1,18,99,00,000
Less: depreciation (net of taxes)	-	2,40,723
	<b>1,18,96,59,277</b>	<b>1,18,96,59,277</b>
<b>Securities premium account</b>		
Balance in Securities premium account	26,85,58,320	26,85,58,320
	<b>26,85,58,320</b>	<b>26,85,58,320</b>

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## Surplus in statement of profit and loss

Opening balance	14,22,63,46,308	14,17,62,00,916
Add: profit during the year as per statement of profit and loss	5,54,57,346	11,15,27,972
<b>Less: Appropriations</b>		
Interim dividend	5,10,00,000	-
Final dividend	-	5,10,00,000
Dividend distribution tax	1,03,82,400	1,03,82,580
	<u>14,22,04,21,254</u>	<u>14,22,63,46,308</u>
	<u>15,67,86,38,851</u>	<u>15,68,45,63,905</u>

## 4. DEFERRED TAX LIABILITIES

	(in Rupees)	
	2016	2015
<b>Deferred tax liabilities</b>		
On depreciation	1,40,46,342	1,45,69,871
<b>Deferred tax assets</b>		
On other expenses	4,37,870	1,56,273
<b>Deferred tax liabilities (net)</b>	<u>1,36,08,471</u>	<u>1,44,13,598</u>

## 5. TRADE PAYABLES

	(in Rupees)			
	Non-current portion		Current portion	
	2016	2015	2016	2015
<b>Trade payables (refer note 32)</b>				
Total outstanding dues of micro enterprises and small enterprises	-	-	6,270	21,757
Total outstanding dues of creditors other than micro enterprises and small enterprises.	2,14,67,440	36,25,116	4,81,45,178	7,60,88,828
<b>Others</b>				
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises.	55,93,062	-	16,59,035	-
	<u>2,70,60,502</u>	<u>36,25,116</u>	<u>4,98,10,482</u>	<u>7,61,10,585</u>

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 6. PROVISIONS

	(in Rupees)			
	Long term (non-current)		Short term (current)	
	2016	2015	2016	2015
<b>Provision for employee benefits</b>				
Provision for gratuity (refer note 26)	-	-	38,99,928	27,24,546
Provision for leave salary (refer note 26)	11,87,108	4,48,062	78,121	11,700
	<b>11,87,108</b>	<b>4,48,062</b>	<b>39,78,049</b>	<b>27,36,246</b>
<b>Others</b>				
Proposed equity dividend	-	-	-	5,10,00,000
Provision for dividend distribution tax	-	-	-	1,03,82,580
	-	-	-	<b>6,13,82,580</b>
	<b>11,87,108</b>	<b>4,48,062</b>	<b>39,78,049</b>	<b>6,41,18,826</b>

## 7. SHORT-TERM BORROWINGS (UNSECURED)

	(in Rupees)	
	2016	2015
Loans and advances from holding company (refer note 28)	4,24,62,33,157	74,95,91,863
	<b>4,24,62,33,157</b>	<b>74,95,91,863</b>

## 8. OTHER CURRENT LIABILITIES

	(in Rupees)	
	2016	2015
Billing in excess of revenue	3,46,90,45,610	2,18,19,32,946
Advances from customers	18,39,33,302	11,96,24,394
Other payables		
Other deposits	20,000	20,000
Provision for expenses	34,60,29,360	36,45,63,900
Statutory dues	94,30,237	1,11,93,873
Others	4,69,88,173	6,67,46,392
	<b>4,05,54,46,682</b>	<b>2,74,40,81,505</b>

## Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

### 9 FIXED ASSETS

(in Rupees)

Particulars	Gross block				Accumulated depreciation and amortisation					Net block	
	As At 01-04-2015	Additions	Deductions	As At 31-03-2016	As At 01-04-2015	For the year	Deductions	Transfer to Reserves and Surplus**	As At 31-03-2016	As At 31-03-2016	As At 31-03-2015
<b>Tangible Assets</b>											
Plant & machineries	12,72,515	80,41,133	-	93,13,648	3,67,503	3,08,195	-	-	6,75,698	86,37,950	9,05,012
Aircraft*	8,31,84,546	-	-	8,31,84,546	3,26,50,673	39,37,004	-	-	3,65,87,677	4,65,96,869	5,05,33,873
Furnitures and fixtures*	15,58,838	1,62,32,562	5,563	1,77,85,837	11,31,057	10,51,187	1,763	-	21,80,481	1,56,05,356	4,27,781
Office equipments*	14,01,816	12,99,525	10,620	26,90,721	8,89,601	2,93,162	6,194	-	11,76,569	15,14,151	5,12,215
Computers*	50,40,177	6,02,301	4,20,859	52,21,619	38,85,473	6,11,654	4,17,999	-	40,79,127	11,42,492	11,54,704
Vehicles*	91,16,961	1,34,928	-	92,51,889	65,43,419	4,79,386	-	-	70,22,805	22,29,084	25,73,542
Buildings*	12,81,750	2,62,500	-	15,44,250	5,87,131	3,36,689	-	-	9,23,820	6,20,430	6,94,619
<b>Total tangible assets ( A )</b>	<b>10,28,56,603</b>	<b>2,65,72,949</b>	<b>4,37,042</b>	<b>12,89,92,510</b>	<b>4,60,54,857</b>	<b>70,17,276</b>	<b>4,25,956</b>	<b>-</b>	<b>5,26,46,177</b>	<b>7,63,46,333</b>	<b>5,68,01,746</b>
Previous year	10,09,44,416	43,98,863	24,86,676	10,28,56,603	4,09,91,900	62,68,979	15,70,699	3,64,677	4,60,54,857	5,68,01,746	5,99,52,516
<b>Intangible Assets</b>											
Computer software	5,15,389	-	-	5,15,389	4,29,508	48,733	-	-	4,78,241	37,148	85,881
<b>Total intangible assets ( B )</b>	<b>5,15,389</b>	<b>-</b>	<b>-</b>	<b>5,15,389</b>	<b>4,29,508</b>	<b>48,733</b>	<b>-</b>	<b>-</b>	<b>4,78,241</b>	<b>37,148</b>	<b>85,881</b>
Previous year	5,15,389	-	-	5,15,389	3,80,775	48,733	-	-	4,29,508	85,881	1,34,614
<b>Total assets ( A + B )</b>	<b>10,33,71,992</b>	<b>2,65,72,949</b>	<b>4,37,042</b>	<b>12,95,07,899</b>	<b>4,64,84,365</b>	<b>70,66,009</b>	<b>4,25,956</b>	<b>-</b>	<b>5,31,24,419</b>	<b>7,63,83,481</b>	<b>5,68,87,627</b>
Previous year	10,14,59,805	43,98,863	24,86,676	10,33,71,992	4,13,72,675	63,17,712	15,70,699	3,64,677	4,64,84,365	5,68,87,627	6,00,87,130

Note:

\* The above includes Gross Block of Rs. 8,41,33,423 (PY Rs. 8,41,21,298) held in the name of AOP on co-ownership basis.

\*\* As per para 7 (b) of Notes to Part C of Schedule II to the Companies Act, 2013, where the remaining useful life of an asset as on the effective date i.e. April 1, 2014 is nil, the carrying amount of the asset (net of taxes) is recognised in opening balance of retained earnings i.e. General Reserve.

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 10. NON-CURRENT INVESTMENTS

	2016	(in Rupees) 2015
<b>Long term - trade investments (valued at cost unless stated otherwise)</b>		
<b>Unquoted equity shares</b>		
<b>A. Investment in subsidiaries</b>		
90,000 (90,000) equity shares of Rs.10 each fully paid up of Perspective Realty Private Limited	9,00,000	9,00,000
<b>B. Investment in joint ventures</b>		
4,18,26,070 (4,18,26,070) equity shares of Rs.10 each fully paid up of Siddhivinayak Realities Private Limited	41,82,60,700	41,82,60,700
<b>C. Capital Investment in LLP / AoP</b>		
Capital in Buoyant Realty LLP	1,000	1,000
Capital in Astir Realty LLP	90,000	90,000
Capital in Aion Realty LLP	5,00,000	5,00,000
Capital in Oasis Realty AoP	2,000	2,000
<b>Unquoted debt instruments in joint ventures</b>		
0% optionally convertible debentures of Siddhivinayak Realities Private Limited of Rs.100 each fully paid up		
Nil (5,950) 2012 series-1 and 2	-	5,95,000
Nil (52,620) 2013 series-1 to 16	-	52,62,000
Nil (48,000) 2014 series-1 to 11	-	48,00,000
1,500 (Nil) 2016 series-1	1,50,000	-
	<b>41,99,03,700</b>	<b>43,04,10,700</b>
<b>Aggregate amount of</b>		
Book value of unquoted investments	41,99,03,700	43,04,10,700

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 11. LOANS AND ADVANCES (UNSECURED AND CONSIDERED GOOD)

	(in Rupees)			
	Long term (non-current)		Short term (current)	
	2016	2015	2016	2015
Capital advances	-	32,95,238	-	-
Advances to vendors	-	-	29,09,60,398	6,73,14,474
Deposits	8,84,28,073	8,29,75,488	-	25,00,000
Advances recoverable in cash or kind	81,37,884	12,72,551	37,53,44,488	35,00,20,308
Revenue in excess of billing	-	-	44,86,00,164	53,42,12,287
Loans and advances to related parties (refer note 28)	10,98,64,81,162	9,68,84,62,962	6,04,000	6,04,000
Current capital contribution in LLP (refer note 28)	-	-	-	17,53,173
	<b>11,08,30,47,119</b>	<b>9,77,60,06,239</b>	<b>1,11,55,09,050</b>	<b>95,64,04,243</b>
<b>Other loans and advances</b>				
Income tax (net of provisions)	1,29,16,52,026	1,29,16,52,026	3,57,92,637	22,41,19,375
Prepaid expenses	17,22,534	1,19,002	18,13,581	6,44,296
Loans to employees	-	-	1,03,828	-
	<b>1,29,33,74,560</b>	<b>1,29,17,71,028</b>	<b>3,77,10,046</b>	<b>22,47,63,671</b>
	<b>12,37,64,21,679</b>	<b>11,06,77,77,267</b>	<b>1,15,32,19,096</b>	<b>1,18,11,67,913</b>

## 12. CURRENT INVESTMENTS

	(in Rupees)	
	2016	2015
<b>Current portion of long-term trade investments (valued at lower of cost or fair value)</b>		
<b>Unquoted debt instruments in joint ventures</b>		
0% optionally convertible debentures of Siddhivinayak Realities Private Limited of Rs.100 each fully paid up		
5,950 (Nil) 2012 series-1 and 2	5,95,000	-
52,620 (Nil) 2013 series-1 to 16	52,62,000	-
27,250 (Nil) 2014 series-1 to 11	48,00,000	-
8,250 (Nil) 2015 series-1 and 2	8,25,000	-
<b>Current investments (valued at lower of cost or market value, unless stated otherwise)</b>		
<b>Quoted, non trade investments in units of mutual funds</b>		
11,15,612(Nil) units of Rs.100 each of ICICI Prudential Liquid - Direct Plan - Growth Option	25,00,00,000	-
1,00,642 (Nil) units of Rs.1000 each of Kotak Floater Short Term Fund - Direct Plan - Growth Option	25,00,00,000	-
	<b>51,14,82,000</b>	<b>-</b>
<b>Aggregate amount of</b>		
Book value of quoted investments	50,00,00,000	-
Market value of quoted investments	50,04,46,252	-
Book value of unquoted investments	1,14,82,000	-



# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 13. INVENTORIES

	2016	(in Rupees) 2015
Plots of land	1,36,41,718	1,36,41,718
Works in progress	6,55,98,65,990	5,53,97,03,823
Finished goods	2,16,77,966	3,09,50,312
Stock in trade of unit	4,22,72,320	4,22,72,320
	<b>6,63,74,57,994</b>	<b>5,62,65,68,173</b>

## 14. TRADE RECEIVABLES (UNSECURED AND CONSIDERED GOOD)

	2016	(in Rupees) 2015
Outstanding for a period exceeding six month from the date of becoming due for payment	7,08,02,574	19,21,03,570
Other receivables	35,26,26,463	24,46,69,372
	<b>42,34,29,037</b>	<b>43,67,72,942</b>

## 15. CASH AND BANK BALANCES

	2016	(in Rupees) 2015
<b>Cash and cash equivalents</b>		
Cash on hand	2,10,600	10,44,986
Balance with banks in current accounts	27,71,22,702	6,86,22,116
Fixed deposits with banks, having original maturity of three months or less	18,75,00,000	15,46,26,445
	<b>46,48,33,302</b>	<b>22,42,93,547</b>
<b>Other bank balances</b>		
Fixed deposit with banks, having original maturity of more than three months but less than twelve months	1,20,13,58,600	-
Fixed deposit with banks, having original maturity of more than twelve months	14,49,43,590	18,85,00,000
Fixed deposits with banks (lien marked)	8,68,84,823	7,45,67,508
	<b>1,43,31,87,013</b>	<b>26,30,67,508</b>
	<b>1,89,80,20,315</b>	<b>48,73,61,055</b>

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 16. OTHER ASSETS

	2016	(in Rupees) 2015
Interest accrued but not due	1,86,67,645	34,61,471
Advance against others	25,50,00,000	-
	<b>27,36,67,645</b>	<b>34,61,471</b>

## 17. REVENUE FROM OPERATIONS

	2016	(in Rupees) 2015
Revenue from operations		
Revenue from projects	51,19,04,930	1,07,26,74,456
Other operating revenue	1,47,55,314	4,96,88,901
	<b>52,66,60,244</b>	<b>1,12,23,63,357</b>

## 18. OTHER INCOME

	2016	(in Rupees) 2015
Interest income on		
Bank fixed deposits	10,22,56,417	1,47,89,758
Others	44,543	8,040
Dividend income on investments	36,42,635	89,26,941
Profit on sale of investments (net)	10,29,15,388	2,52,00,249
	<b>20,88,58,983</b>	<b>4,89,24,988</b>

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 19. OPERATING COSTS

	(in Rupees)	
	2016	2015
Opening balance of works in progress	5,53,97,03,823	3,75,24,19,926
Opening stock of finished goods	3,09,50,312	1,44,79,813
Opening stock in trade of units	4,22,72,320	4,22,72,320
	<b>(A) 5,61,29,26,455</b>	<b>3,80,91,72,059</b>
Add: transferred from current assets	2,40,09,724	-
<b>Add: expenses incurred during the year</b>		
Land, development right and transferrable development rights	37,57,99,567	1,90,03,36,123
Materials, structural, labour and contract cost	78,06,33,300	29,40,37,170
Other project costs	3,38,33,099	21,88,73,477
Rates and taxes	21,04,20,763	26,67,07,705
Professional charges	12,00,25,283	8,41,07,586
<b>Allocated expenses to projects</b>		
Employee benefits expense	5,67,31,861	3,96,14,133
Other expenses	2,92,47,989	2,31,57,988
Interest and finance charges	1,32,840	58,766
	<b>(B) 7,24,37,60,880</b>	<b>6,63,60,65,008</b>
<b>Less:</b>		
Closing balance of works in progress	6,55,98,65,990	5,53,97,03,823
Closing stock of finished goods	2,16,77,966	3,09,50,312
Closing stock in trade of units	4,22,72,320	4,22,72,320
Transfer to current assets / fixed assets / capital work in progress	25,95,36,929	30,58,72,620
	<b>(C) 6,88,33,53,205</b>	<b>5,91,87,99,075</b>
	<b>(A+B-C) 36,04,07,675</b>	<b>71,72,65,933</b>

## 20. EMPLOYEE BENEFITS EXPENSE

	(in Rupees)	
	2016	2015
Employee costs	8,21,40,181	5,24,01,753
Contribution to provident fund, gratuity and others	75,69,547	40,87,440
Staff welfare expenses	25,90,432	12,73,248
	<b>9,23,00,160</b>	<b>5,77,62,441</b>
Less: allocated to projects / capitalised	5,67,31,861	3,96,14,133
	<b>3,55,68,300</b>	<b>1,81,48,308</b>

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 21. OTHER EXPENSES

	2016	(in Rupees) 2015
Advertising and marketing expenses	1,51,75,815	2,61,48,279
Books and periodicals expenses	29,791	3,651
Communication expenses	4,42,299	3,88,217
Conveyance and travelling expenses	84,96,830	42,02,517
Corporate social responsibility expenses	22,25,772	42,61,086
Directors sitting fees and commission	18,69,748	8,06,238
Donations	2,48,000	7,000
Electricity charges	61,80,254	41,86,658
Hire charges	13,34,512	5,42,978
Information technology expenses	13,68,547	6,04,439
Insurance charges	46,15,323	7,17,865
Legal and professional charges	8,96,758	7,92,403
(Gain) / loss on sale / discarding of fixed asset (net)	(5,158)	(21,424)
Membership and subscription charges	5,19,174	6,09,133
Miscellaneous expenses	65,68,562	32,81,335
Payment to auditor (refer below note)	26,50,000	25,50,000
Printing and stationery expenses	10,37,306	6,40,746
Rent expenses	6,53,638	8,63,951
Repairs and maintenance	78,69,547	1,23,56,871
Security expenses	78,29,697	58,42,520
Service charges (net)	-	(11,33,254)
Vehicle expenses	5,83,177	4,92,445
	<u>7,05,89,592</u>	<u>6,81,43,654</u>
Less: allocated to projects / capitalised	<u>2,92,47,989</u>	<u>2,31,57,988</u>
	<u><b>4,13,41,603</b></u>	<u><b>4,49,85,665</b></u>

### Note : Payment to auditor

	2016	(in Rupees) 2015
<b>As auditor</b>		
Statutory audit fees	20,00,000	19,00,000
Tax audit fees	3,00,000	3,00,000
<b>In other capacity</b>		
Taxation matters	3,50,000	3,50,000
	<u><b>26,50,000</b></u>	<u><b>25,50,000</b></u>

# Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

## 22. DEPRECIATION AND AMORTISATION

	2016	(in Rupees) 2015
Depreciation on tangible assets	70,17,276	62,68,979
Amortisation of intangible assets	48,733	48,733
	<b>70,66,009</b>	<b>63,17,712</b>

## 23. INTEREST AND FINANCE CHARGES

	2016	(in Rupees) 2015
Interest expenses	-	3,432
Bank and finance charges	1,43,652	2,99,024
	<b>1,43,652</b>	<b>3,02,456</b>
Less: allocated to projects / capitalised	1,32,840	58,766
	<b>10,812</b>	<b>2,43,690</b>

## 24. EARNINGS PER SHARE (EPS)

	2016	(in Rupees) 2015
Profit after tax as per the statement of profit and loss	5,54,57,346	11,15,27,972
Weighted average number of equity shares for basic & diluted EPS (in No.)	51,00,000	51,00,000
Face value of equity share (Rs.)	10	10
<b>Basic and diluted earnings per share (Rs.)</b>	<b>10.87</b>	<b>21.87</b>

## 25. PROPOSED DIVIDEND AND DIVIDEND DISTRIBUTION TAX

	2016	(in Rupees) 2015
<b>Proposed dividend</b>		
Equity shares	-	5,10,00,000
	-	<b>5,10,00,000</b>
<b>Dividend distribution tax</b>		
Equity shares	-	1,03,82,580
	-	1,03,82,580
	-	<b>6,13,82,580</b>

**26. EMPLOYEE BENEFITS**

	(in Rupees)	
	2016	2015
<b>A. Defined contribution plans</b>		
Employer's contribution to provident fund	26,88,071	16,77,666
Employer's contribution to pension fund	7,18,815	3,48,958
Labour welfare fund contribution for workmen	3,636	2,556
Employer's contribution to ESIC	6,555	-

**B. Defined benefit plans**

	(in Rupees)			
	Gratuity		Leave encashment	
	2016	2015	2016	2015
<b>i) Change in present value of obligations</b>				
Present value obligation at the beginning of the year	55,35,200	26,16,920	4,59,762	2,89,969
Adjustment to opening balance	13,11,817	-	-	-
Interest cost	4,43,761	2,26,364	36,859	24,718
Service cost	17,97,290	11,50,656	5,30,099	11,23,304
Past Service Cost -(vested benefits)	3,12,050	19,66,003	32,600	-
Benefit paid	(1,15,864)	-	(71,481)	(8,427)
Actuarial (gains) / losses	23,10,916	(4,24,743)	2,77,390	(9,69,802)
Present value obligation at the end of the year	<b>1,15,95,170</b>	<b>55,35,200</b>	<b>12,65,229</b>	<b>4,59,762</b>
<b>ii) Change in fair value of plan assets</b>				
Fair value of plan assets at the beginning of the year	28,10,654	16,42,936	-	-
Adjustment to opening balance	13,11,817	65,304	-	-
Expected return on plan assets	2,25,332	1,75,619	-	-
Contribution	29,77,088	9,73,984	71,481	8,427
Benefit paid	(1,15,864)	-	(71,481)	(8,427)
Actuarial gains / (losses)	4,86,215	(47,189)	-	-
Closing balance of fair value of plan assets	<b>76,95,242</b>	<b>28,10,654</b>	<b>-</b>	<b>-</b>
<b>iii) Experience history</b>				
(Gains) / losses on obligation due to change in assumption	5,73,437	5,74,044	33,060	42,745
Experience (gains) / losses on obligation	17,37,479	(9,98,787)	2,44,330	(10,12,547)
Actuarial gains / (losses) on plan assets	4,86,215	(47,189)	-	-
<b>iv) Amount recognised in the balance sheet</b>				
Present value of obligation at the end of year	1,15,95,170	55,35,200	12,65,229	4,59,762
Fair value of plan assets at the end of the year	76,95,242	28,10,654	-	-
Funded status	(38,99,928)	(27,24,546)	(12,65,229)	(4,59,762)
Unrecognised actuarial gain / (loss)	-	-	-	-
Net assets / (liability) recognised in the balance sheet	<b>(38,99,928)</b>	<b>(27,24,546)</b>	<b>(12,65,229)</b>	<b>(4,59,762)</b>

# Oberoi Constructions Limited

## Notes forming part of financial statements for the year ended March 31,

### v) Expense recognised in statement of profit and loss

Current service cost	17,97,290	11,50,656	5,30,099	11,23,304
Interest cost	4,43,761	2,26,364	36,859	24,718
Past Service Cost -(vested benefits)	3,12,050	19,66,003	32,600	-
Expected return on plan assets	(2,25,332)	(1,75,619)	-	-
Net actuarial (gains) / losses recognised for the year	18,24,701	(3,77,554)	2,77,390	(9,69,802)
Expenses recognised in statement of profit and loss	<b>41,52,470</b>	<b>27,89,850</b>	<b>8,76,948</b>	<b>1,78,220</b>

### vi) Movement in the liability recognised in balance sheet

Opening net liability	27,24,546	9,73,984	4,59,762	2,89,969
Adjustment to opening balance	-	(65,304)	-	-
Expenses as above	41,52,470	27,89,850	8,76,948	1,78,220
Contribution paid	(29,77,088)	(9,73,984)	(71,481)	(8,427)
Closing net liability	<b>38,99,928</b>	<b>27,24,546</b>	<b>12,65,229</b>	<b>4,59,762</b>

### vii) Classification of defined benefit obligations

Non-current portion	-	-	11,87,108	4,48,062
Current portion	38,99,928	27,24,546	78,121	11,700

### Actuarial assumptions

	Gratuity		Leave encashment	
	2016	2015	2016	2015
Interest / discount rate	7.80%	8.00%	7.80%	8.00%
Expected rate of return on plan assets	8.00%	8.00%	-	-
Annual expected increase in salary cost	10.00%	10.00%	10.00%	10.00%

### C. General description of significant defined plans

#### Gratuity plan

Gratuity is payable to all eligible employees of the Company on death or on resignation, or on retirement after completion of five years of service.

#### Leave plan

Eligible employees can carry forward leave in month of April of every year during tenure of service or encash the same on death, permanent disablement or resignation.

### D. Broad category of plan assets relating to gratuity as a percentage of total plan assets as on March 31,

	2016	2015
Government of India securities	NIL	NIL
High quality corporate bonds	NIL	NIL
Equity shares of listed companies	NIL	NIL
Property	NIL	NIL
Policy of insurance	100%	100%
	<b>100%</b>	<b>100%</b>

# Oberoi Constructions Limited

## Notes forming part of financial statements for the year ended March 31,

### 27. Interest in joint ventures

	Siddhivinayak Realities Private Limited		Oasis Realty		Astir Realty LLP		Aion Realty LLP		Buoyant Realty LLP*	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Principal activity	Hospitality		Real estate developments		Real estate developments		Real estate developments		Real estate developments	
Country of incorporation	India		India		India		India		India	
Ownership interest	50%	50%	0.5% - 0.8%	0.5% - 0.8%	90%	90%	50%	50%	0.99%	0.99%

### The Company's share of the assets and liabilities based on audited financial statements

	Audited 2016	Audited 2015	Audited 2016	Audited 2015	Audited 2016	Audited 2015	Audited 2016	Audited 2015	Audited 2016	Audited 2015
<b>Equity and liabilities</b>										
Share capital	41,82,60,700	41,82,60,700	-	-	-	-	-	-	-	-
Capital contribution	-	-	540	500	90,000	90,000	5,00,000	5,00,000	1,000	1,000
Current capital contribution	-	-	-	-	-	-	-	-	-	17,53,173
Reserves and surplus	(21,57,622)	(21,01,163)	(88,952)	(95,814)	409	(1,888)	(94,833)	(1,01,498)	6,235	(9,457)
Non current liabilities	1,50,000	1,06,57,000	7,24,03,423	6,09,78,201	-	-	-	-	-	-
Current liabilities	1,21,83,836	8,26,677	2,95,67,710	1,77,69,400	10,82,03,36,275	9,55,28,49,980	5,725	11,236	113	128
	<b>42,84,36,913</b>	<b>42,76,43,214</b>	<b>10,18,82,721</b>	<b>7,86,52,286</b>	<b>10,82,04,26,684</b>	<b>9,55,29,38,091</b>	<b>4,10,892</b>	<b>4,09,738</b>	<b>7,348</b>	<b>17,44,844</b>
<b>Assets</b>										
Non-current assets	42,68,53,979	42,62,74,147	78,16,664	53,84,533	-	-	-	-	-	-
Current assets	15,82,934	13,69,067	9,40,66,057	7,32,67,753	10,82,04,26,684	9,55,29,38,091	4,10,892	4,09,738	7,348	17,44,844
	<b>42,84,36,913</b>	<b>42,76,43,214</b>	<b>10,18,82,721</b>	<b>7,86,52,286</b>	<b>10,82,04,26,684</b>	<b>9,55,29,38,091</b>	<b>4,10,892</b>	<b>4,09,738</b>	<b>7,348</b>	<b>17,44,844</b>



## Oberoi Constructions Limited

### Notes forming part of financial statements for the year ended March 31,

#### The Company's share of the income and expenses based on audited financial statements

	<u>Audited 2016</u>	<u>Audited 2015</u>	<u>Audited 2016</u>	<u>Audited 2015</u>	<u>Audited 2016</u>	<u>Audited 2015</u>	<u>Audited 2016</u>	<u>Audited 2015</u>	<u>Audited 2016</u>	<u>Audited 2015</u>
Income	17,145	2,40,464	93,491	45,855	10,706	8,630	16,725	6,575	23,860	9,806
Less : Expenses	73,644	66,159	70,434	97,876	7,376	6,752	7,081	6,144	1,150	79
<b>Profit / (loss) before tax</b>	<b>(56,499)</b>	<b>1,74,305</b>	<b>23,056</b>	<b>(52,021)</b>	<b>3,330</b>	<b>1,878</b>	<b>9,645</b>	<b>431</b>	<b>22,710</b>	<b>9,726</b>
Less: Tax expense	(40)	57,900	8,529	(1,023)	1,033	581	2,980	134	7,017	-
<b>Profit / (loss) after tax</b>	<b>(56,459)</b>	<b>1,16,405</b>	<b>14,527</b>	<b>(50,998)</b>	<b>2,297</b>	<b>1,297</b>	<b>6,665</b>	<b>297</b>	<b>15,692</b>	<b>9,726</b>

\* Buoyant Realty Private Limited was converted to Buoyant Realty LLP on March 4, 2015.

## Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

### 28. RELATED PARTY DISCLOSURES

#### A. Name of related parties and related party relationship

##### i) Related party with whom control exists

Holding company Oberoi Realty Limited

##### ii) Related parties where control exists

Subsidiary company Perspective Realty Private Limited

Jointly controlled entities / assets  
Siddhivinayak Realities Private Limited  
Astir Realty LLP  
Oasis Realty (AoP)  
ZACO Aviation (AoP)  
Aion Realty LLP  
Buoyant Realty LLP (from March 4, 2015)

##### iii) Other parties with whom transactions have taken place during the year

Fellow subsidiary company Incline Realty Private Limited

Key management personnel Bindu Oberoi

#### B. Related party transactions

Nature of transaction	Name	(in Rupees)									
		Jointly controlled entities		Holding company		Subsidiary company		Key Management Personnel		Fellow subsidiary company	
		2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Advance for TDR received back	Oberoi Realty Limited	-	-	-	39,73,35,250	-	-	-	-	-	-
Advance given	Astir Realty LLP	1,34,66,37,600	1,94,13,95,253	-	-	-	-	-	-	-	-
	Oasis Realty (AoP)	3,05,32,000	4,99,75,339	-	-	-	-	-	-	-	-
Advance given for unit	Oasis Realty (AoP)	17,50,00,000	-	-	-	-	-	-	-	-	-
Advance paid for TDR	Oberoi Realty Limited	-	-	-	39,73,35,250	-	-	-	-	-	-
Advance received back	Astir Realty LLP	7,91,51,400	1,43,81,40,150	-	-	-	-	-	-	-	-
	Oasis Realty (AoP)	-	1,85,57,500	-	-	-	-	-	-	-	-
Amount paid on behalf by	Oberoi Realty Limited	-	-	6,086	-	-	-	-	-	-	-
Amount received on behalf by	Oberoi Realty Limited	-	-	5,94,085	-	-	-	-	-	-	-
Amount received on behalf of	Oberoi Realty Limited	-	-	70,000	-	-	-	-	-	-	-



## Oberoi Constructions Limited

Notes forming part of financial statements for the year ended March 31,

### C. Closing balances of related parties

(in Rupees)

Nature of transaction	Name	Jointly controlled entities		Holding company		Subsidiary company		Key Management Personnel		Fellow subsidiary company	
		2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Advance given	Astir Realty LLP	10,82,03,31,123	9,55,28,44,923	-	-	-	-	-	-	-	-
	Oasis Realty (AoP)	16,61,50,039	13,56,18,039	-	-	-	-	-	-	-	-
Corporate guarantee given	Oasis Realty (AoP)	16,17,89,148	33,29,18,768	-	-	-	-	-	-	-	-
Current capital contribution account	Buoyant Realty LLP	-	17,53,173	-	-	-	-	-	-	-	-
Investment in debentures	Siddhivinayak Realties Private Limited	1,16,32,000	1,06,57,000	-	-	-	-	-	-	-	-
Loan given	Perspective Realty Private Limited	-	-	-	-	6,04,000	6,04,000	-	-	-	-
Loan received	Oberoi Realty Limited	-	-	4,24,62,33,157	74,95,91,863	-	-	-	-	-	-
Reimbursement of expenses	ZACO Aviation (AoP)	1,55,962	36,255	-	-	-	-	-	-	-	-
Loan of transferable development rights received	Oberoi Realty Limited			864.30 sq. mt	864.30 sq. mt						

**Notes forming part of financial statements for the year ended March 31,**
**29. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS**

	(in Rupees)	
	2016	2015
<b>A. Summary details of contingent liabilities</b>		
1. Letters of credit net of margin (gross Rs. 66,32,462, previous year Nil)	-	-
2. Bank guarantees net of margin (gross Rs. 10,11,000, previous year Rs. 10,11,000)	-	-
3. Litigations		
a) Legal cases against the Company not acknowledged as debt (excluding certain matters where amount are not ascertainable)	74,46,26,276	66,27,40,756
b) Income-tax matters in dispute	6,13,24,328	5,77,65,802
4. Certain other additional matters which are under dispute but which are not acknowledged as debt by the Company	Amounts not ascertainable	Amounts not ascertainable
5. Corporate guarantee given	16,17,89,148	33,29,18,768
<b>B. Capital commitments</b>		
Capital contracts (net of advances)	60,22,28,508	13,09,65,711

C. The sales tax department of the Government of Maharashtra has completed the VAT assessments in connection with the returns filed by the Company on the sale of flats to the customers during the period beginning from June 2006 till March 2012 and determined the interest liability at Rs 10,71,14,521 on the assessed amounts. However, vide an order of the Hon'ble Supreme Court of India, the recovery of interest amounts in such cases has been stayed. Part of the amount has been collected by the Company from the flat purchasers on account of such liability. Pending the final decision in the matter, no effect is given in the profit and loss account for the same.

**30. UNHEDGED FOREIGN CURRENCY EXPOSURE**

	(in foreign currency)		(in Rupees)	
	2016	2015	2016	2015
Payable in USD	87,206	87,206	57,84,618	54,58,285

**31. LOANS AND ADVANCES GIVEN TO SUBSIDIARIES AND JOINT VENTURE ENTITIES**

	(in Rupees)			
	2016		2015	
	Closing balance	Maximum amount due	Closing balance	Maximum amount due
<b>Subsidiaries</b>				
Perspective Realty Private Limited	6,04,000	10,32,000	6,04,000	9,79,000
<b>Joint venture entities</b>				
Oasis Realty (AoP)	16,61,50,039	16,61,50,039	13,56,18,039	13,56,18,039
Astir Realty LLP	10,82,03,31,123	10,82,03,31,123	9,55,28,44,923	9,55,28,44,923

**Notes forming part of financial statements for the year ended March 31,**
**32. DETAILS OF DUES TO MICRO, SMALL AND MEDIUM ENTERPRISES AS PER THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006**

	(in Rupees)	
	<u>2016</u>	<u>2015</u>
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year		
- Principal amount	6,270	21,757
- Interest amount	-	-

The amount of interest due and payable for the year due to delay in making payment under Micro, Small and Medium Enterprise Development Act, 2006 is Rs. Nil (Rs. Nil). No interest is accrued / unpaid for the current year.

Disclosure of trade payables under current liabilities is based on the information available with the Company regarding the status of the suppliers as defined under the Micro, Small and Medium Enterprises Development Act, 2006.

**33. VALUE OF IMPORTS (ON C. I. F. BASIS)**

	(in Rupees)	
	<u>2016</u>	<u>2015</u>
Materials	43,74,167	50,33,995
Capital goods	19,50,576	-
	<u>63,24,744</u>	<u>50,33,995</u>

**34. EXPENDITURE IN FOREIGN CURRENCY (ON PAYMENT BASIS)**

	(in Rupees)	
	<u>2016</u>	<u>2015</u>
Foreign travel	21,66,219	11,43,246
Professional fees	7,65,39,451	3,45,67,836
Others	13,129	29,36,373
	<u>7,87,18,799</u>	<u>3,86,47,455</u>

**35. EARNINGS IN FOREIGN CURRENCY (ON RECEIPT BASIS)**

	(in Rupees)	
	<u>2016</u>	<u>2015</u>
Sale of residential units	27,07,445	1,57,54,795
	<u>27,07,445</u>	<u>1,57,54,795</u>

### 36. OTHER NOTES

- A. Since the operations of the Company involves only real estate segment and one geographical segment, the segment information as required by Accounting Standard 17 "Segment Reporting" is not disclosed.
- B. In our opinion, all current assets appearing in the Balance Sheet as at March 31, 2016 have a value on realisation in the ordinary course of the company's business at least equal to the amount at which they are stated in the Balance Sheet.
- C. Balance of trade receivables, trade payables and loans and advances are subject to confirmation from respective parties and reconciliation, if any.
- D. The Company is primarily engaged in real estate development. The Company has acquired various lands / development rights and certain projects are at initial stage of implementation. The projects may be developed with various end uses, such as hotel, retail outlets, plots, residential, commercial and IT specific use. Such projects will be classified under fixed assets or inventories, as the case may be, based on ultimate end use as per final development of the property. Pending such reclassification on final development of such properties, such plots and the cost incurred on development of projects is included under the head 'Work in progress' or 'Plots of land' as part of 'Current assets'.
- E. The Company's normal operating cycle in respect of operations relating to the construction of real estate projects may vary from project to project depending upon the size of the project, type of development, project complexities and related approvals. Operating cycle for all completed projects and hospitality business is based on 12 months period. Assets and liabilities have been classified into current and non-current based on the operating cycle.
- F. As per section 135 of the Companies Act, 2013 read with relevant rules thereon, the Company was required to spend Rs. 2,07,73,825 on Corporate social responsibility (CSR) activities during FY2015-16, against which the Company has spent Rs. 22,25,772 during the year under review majorly towards maintaining green initiatives and beautification of public spaces.
- G. The share of profit / loss in the LLP is accounted in the books of the Company as and when the same is credited / debited to the Partners' Capital Account.
- H. Loan availed by a joint venture in which company is a member is Rs. 6,79,15,76,338 (previous year Rs. 5,69,66,44,215).
- I. A joint venture partner in AoP availed certain credit facilities from the banks against the mortgage of 21 identified flats and receivables thereof. However, the Company's share in receivables from the project is not impacted.
- J. Previous year figures have been regrouped, re-arranged and re-classified wherever necessary to conform to current year's classification.
- K. Figures have been rounded off to the nearest rupee.

As per our report of even date

**For P.RAJ & CO.**

**Chartered Accountants**

Firm Registration No. 108310W

**P. S. Shah**

Partner

Membership No.44611

Mumbai, April 29, 2016

For and on behalf of the Board of Directors

**Vikas Oberoi**

Managing Director

**Bindu Oberoi**

Whole-time Director

**T. P. Ostwal Bhaskar Kshirsagar**

Director Company Secretary

**Oberoi Constructions Limited****Statement containing salient features of the financial statement of subsidiaries/ associate companies/ joint ventures u/s 129(3) as on March 31, 2016****Part A****Subsidiaries**

(Amount in Rs.)

SI No.	Name of subsidiary	Paid-up share capital	Reserves and surplus	Total assets	Total liabilities	Investments	Turnover (including other income)	Profit / (loss) before tax	Provision for tax	Profit / (loss) after tax	Proposed dividend (excluding dividend distribution tax)
1	Perspective Realty Private Limited	9,00,000	86,360	15,96,085	6,09,725	-	26,162	5,114	1,582	3,532	Nil

Note :

A. Above entity is wholly owned subsidiary of the Company, whose reporting currency is Indian Rupees and having year end on March 31, 2016.

For and on behalf of the Board of Directors

**Vikas Oberoi**      **Bindu Oberoi**  
Managing Director      Whole-time Director

Mumbai, April 29, 2016

**T. P. Ostwal**      **Bhaskar Kshirsagar**  
Director      Company Secretary



**Part B**  
Associate Companies and Joint Ventures

SI No	Name of Associates / Joint Ventures	Siddhivinayak Realities Private Limited	Aion Realty LLP*	Oasis Realty (AoP)	Astir Realty LLP	Buoyant Realty LLP*
1	Latest audited Balance Sheet Date	31-Mar-16	31-Mar-16	31-Mar-16	31-Mar-16	31-Mar-16
2	Shares of Associate/Joint Ventures held by the company on the year end					
	a) Number					
	i) Equity	4,18,26,070	-	-	-	-
	ii) Preference	-	-	-	-	-
	b) Amount of Investment in Associates/Joint Venture	42,98,92,700	5,00,000	2,000	90,000	1,000
	c) Extent of Holding %	50.00%	50.00%	0.5% - 0.8%	90.00%	0.99%
3	Description of how there is significant influence	Due to Shareholding	Due to Share in LLP	Due to ownership interest	Due to Share in LLP	Due to Share in LLP
4	Reason why the associate/joint venture is not consolidated	NA	NA	NA	NA	NA
5	Networth attributable to Shareholding as per latest audited Balance Sheet	41,61,03,078	4,05,167	(88,412)	90,409	7,235
6	Profit / (Loss) after tax for the year					
	a) Considered in Consolidation	(56,459)	6,665	14,527	2,297	15,692
	b) Not Considered in Consolidation	-	-	-	-	-

Note :

\* Yet to commence operation.

For and on behalf of the Board of Directors

**Vikas Oberoi**                      **Bindu Oberoi**  
Managing Director                      Whole-time Director

**T. P. Ostwal**                      **Bhaskar Kshirsagar**  
Director                                      Company Secretary

Mumbai, April 29, 2016