

S. K. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 306033E

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902/9903/9904

FAX : 033-40089905, Website : www.skagrawal.co.in

Independent Auditor's Report

To the Members of SOUTH CITY PROJECTS (KOLKATA) LIMITED.

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of SOUTH CITY PROJECTS (KOLKATA) LIMITED ("the Company") which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, 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.



S. K. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 306033E

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902 / 9903 / 9904

FAX : 033-40089905, Website : www.skagrawal.co.in

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 31st March, 2017, and its Profit and its Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) in our opinion proper books of 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 written representations received from the Directors as on March 31, 2017 taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"; 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 statement- Refer Note 2.29(a) to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



S. K. AGRAWAL & CO.

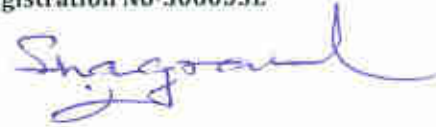
Chartered Accountants
Firm Registration No. 306033E

SUITE NOS : 606-608
THE CHAMBERS, OPP. GITANJALI STADIUM
1865, RAJDANGA MAIN ROAD, KASBA
KOLKATA - 700 107
PHONE : 033-4008 9902/9903/9904
FAX : 033-40089905, Website : www.skagrawal.co.in

- iii. There is no such sum which needs to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided requisite disclosures in the standalone financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management- Refer Note 2.40 to the financial statements.

Place: Kolkata
Date: 29th June, 2017

For S.K. Agrawal & Co.
Chartered Accountants
Firm Registration No-306033E



S.K.AGRAWAL
(Partner)
Membership No: 009067



S. K. AGRAWAL & CO.

Chartered Accountants
Firm Registration No. 306033E

SUITE NOS : 606-808
THE CHAMBERS, OPP. GITANJALI STADIUM
1865, RAJDANGA MAIN ROAD, KASBA
KOLKATA - 700 107
PHONE : 033-4008 9902/9903/9904
FAX : 033-40089905, Website : www.skagrawal.co.in

Annexure A to the Independent Auditors' Report

The Annexure referred to in our Independent Auditor's Report to the members of **SOUTH CITY PROJECTS (KOLKATA) LIMITED** ("the Company") on the standalone financial statements for the year ended on 31st March 2017. We report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to information and explanation given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) The inventories have been physically verified during the year by the management at regular intervals. In our opinion and according to the information and explanations given to us, no material discrepancies were noticed on physical verification.
- (iii) The Company has granted unsecured loans to companies covered in the Register maintained under section 189 of the Companies Act, 2013 ("the Act"). In respect of such loans:
- a) In our opinion, the rate of interest and other terms and conditions on which loans has been granted to the company listed in the register maintained under section 189 of the Act is not, prima facie, prejudicial to the interest of the company.
- b) In case of the loans granted to the company listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of the principal and interest as stipulated.
- c) There are no overdue amounts in respect of the loan granted to the company 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, investments, guarantees and securities 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 prescribed by the Central Government for maintenance of Cost Records under section 148 (1) 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 information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on which they became payable.



S. K. AGRAWAL & CO.

Chartered Accountants
Firm Registration No. 306033E

SUITE NOS : 606-608
THE CHAMBERS, OPP. GITANJALI STADIUM
1865, RAJDANGA MAIN ROAD, KASBA
KOLKATA - 700 107
PHONE : 033-4008 9902/9903/9904
FAX : 033-40089905, Website : www.skagrawal.co.in

(b) According to the information and explanations given to us, there are no material dues in respect of Sales Tax, Income Tax, Custom Duty, Service Tax and Cess except the following:

Name of the Statute	Nature of Dues	Amount under dispute not yet deposited (Rs. In Lacs)	Financial Year to which the amount relates	Forum where the dispute is pending
Finance act	Service Tax	219,584	2002-03&2003-04	Joint Commissioner, Service Tax(Appeal), Kolkata
Finance act	Service Tax	6,627,239	2006-07&2010-11	Appellate Tribunal, Kolkata
Finance act	Service Tax	1,155,263	2010-11	Appellate Tribunal, Kolkata
Finance act	Service Tax	8,138,3805	2007-08&2011-12	Appellate Tribunal, Kolkata
Finance act	Service Tax	994,903	2007-08to2011-12	Commissioner, Service Tax(Appeal), Kolkata
Finance act	Penalty w.r.t Demand of Service Tax	819,584	2002-03&2003-04	Joint Commissioner, Service Tax(Appeal), Kolkata
Finance act	Penalty w.r.t Demand of Service Tax	6,627,239	2006-07&2010-11	Appellate Tribunal, Kolkata
Finance act	Penalty w.r.t Demand of Service Tax	8,288,3805	2007-08&2011-12	Appellate Tribunal, Kolkata
Finance act	Penalty w.r.t Demand of Service Tax	9,94,903	2007-08&2011-12	Commissioner, Service Tax(Appeal), Kolkata
Income tax Act, 1961	Incometax	6,94,17,730	2007-08	Commissioner of Income Tax(Appeal), Kolkata
Income tax Act, 1961	Incometax	5,025,060	2009-10	Appellate tribunal, Kolkata
Employee State Insurance Act	Employee State Insurance Dues	961,837	2008-09	Employees Insurance Court, Kolkata

- (viii) In our opinion and according to the information and explanations given to us by the management, the Company has not defaulted in the repayment of dues to banks, financial institutions.
- (ix) To the best of our knowledge and belief and according to the information and explanations given to us, term loans availed by the Company were applied by the Company for the purposes for which the loans were obtained. The Company did not raise any moneys by way of initial public offer or further public offer (including debt instruments) during the year.
- (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 year.
- (xi) According to the information and explanations given to us, the Company has paid or provided for managerial remunerations in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act;
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xi) of the Order is not applicable to the Company.



S. K. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 306033E

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

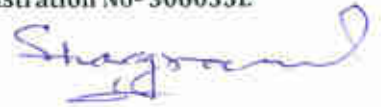
KOLKATA - 700 107

PHONE : 033-4008 9902/9903/9904

FAX : 033-40089905, Website : www.skagrawal.co.in

- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Act and the details 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 records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of records of the Company, the Company has not entered into any non-cash transactions with Directors or persons connected with them. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable.
- (xvi) The Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.

For S.K. Agrawal & Co.
Chartered Accountants
Firm Registration No- 306033E



S.K.AGRAWAL
(Partner)
Membership No: 009067

Place: Kolkata

Date: 29th June, 2017



S. K. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 306033E

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902/9903/9904

FAX : 033-40089905, Website : www.skagrawal.co.in

Annexure B to the Independent Auditor's Report

Report on the Internal Financial Controls under Clause (1) 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 SOUTH CITY PROJECTS (KOLKATA) LIMITED ("the Company") to the extent records available with us in conjunction with our audit of the standalone financial statements of the company as of and for the year ended 31st March, 2017.

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 Act, 2013 ("the Act").

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 Act, 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.



S. K. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 306033E

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902/9903/9904

FAX : 033-40089905, Website : www.skagrawal.co.in

Meaning of Internal Financial Controls over Financial Reporting

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

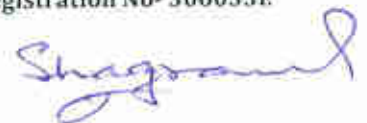
Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

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

For S.K. AGRAWAL & CO.
Chartered Accountants
Firm Registration No- 306033E



S.K.AGRAWAL
(Partner)
Membership No: 009067

Place: Kolkata
Date: 29th June, 2017



SOUTH CITY PROJECTS (KOLKATA) LIMITED
CIN NO. - U21019WB1995PLC071252
BALANCE SHEET AS AT 31st MARCH, 2017

(Rupees in Lacs)

Particulars	Note	As at 31.03.2017	As at 31.03.2016
EQUITY & LIABILITIES			
Shareholders' Funds			
Share Capital	2.1	450.07	450.07
Reserves and Surplus	2.2	37,521.99	31,450.30
Non-Current Liabilities			
Long Term Borrowings	2.3	12,826.40	15,258.20
Other Long Term Liabilities	2.4	1,836.41	4,022.41
Long Term Provisions	2.5	115.26	93.63
Current Liabilities			
Short Term Borrowings	2.6	21,761.38	13,392.76
Trade Payables	2.7	5,604.30	3,236.88
Other Current Liabilities	2.8	9,082.15	19,805.91
Short Term Provisions	2.9	35.62	17.39
TOTAL		89,233.58	87,727.55
ASSETS			
Non-Current Assets			
Property Plant & Equipment	2.10	13,254.83	14,340.36
Intangible Assets		10.31	2.20
Capital Work in Progress		439.05	399.12
Intangible Assets under Development		-	13.45
Non-Current Investments	2.11	38,648.42	17,167.01
Deferred Tax Assets	2.12	114.12	68.12
Long Term Loans and Advances	2.13	9,018.82	27,564.95
Other Non-Current Assets	2.14	425.45	426.82
Current Assets			
Inventories	2.15	17,289.49	21,236.41
Trade Receivables	2.16	2,858.09	781.54
Cash and Bank Balances	2.17	1,069.21	825.64
Short Term Loans and Advances	2.18	5,843.45	4,210.72
Other Current Assets	2.19	262.34	691.21
TOTAL		89,233.58	87,727.55
Significant Accounting Policies & Notes on Accounts	1 & 2		

In terms of our attached report of even date

For, **S. K. AGRAWAL & COMPANY**
Chartered Accountants
Firm Registration No : 306033E

S. K. Agrawal

S. K. AGRAWAL

Partner

Membership No-9067

Place : Kolkata

Dated : 29th June, 2017



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

For South City Projects (Kolkata) Ltd.

[Signature]
Company Secretary

SOUTH CITY PROJECTS (KOLKATA) LIMITED
CIN NO. - U21019WB1995PLC071252
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

(Rupees in Lacs)

Particulars	Note	2016-17	2015-16
INCOME			
Revenue from Operations	2.20	25,848.94	11,498.56
Other Income	2.21	2,965.97	4,736.10
Increase/(Decrease) in Inventories of Finished Goods & Work - In - Progress	2.22	(4,187.09)	4,510.18
Total Revenue		24,627.82	20,744.84
EXPENSES			
Purchase of Stock-in-Trade - Flats		92.68	-
Construction Cost	2.23	8,718.27	4,670.04
Employee Benefits Expenses	2.24	474.22	364.78
Administrative and Other Expenses	2.25	2,688.52	3,041.25
Finance Costs	2.26	3,817.06	3,814.51
Depreciation and Amortization Expenses	2.27	1,111.37	1,395.82
Total Expenses		16,902.12	13,286.40
Profit Before Tax		7,725.70	7,458.44
Tax Expenses			
Current Tax		1,700.00	1,600.00
Deferred Tax Charge/(Credit)		(45.99)	20.28
Income Tax of Earlier Years		-	(9.80)
Profit for the year		6,071.69	5,847.96
Basic & Diluted Earnings Per Share (Face value of Rs. 10 each)	2.28	Rs. 134.91	Rs. 129.93
Significant Accounting Policies & Notes on Accounts	1 & 2		

In terms of our attached report of even date

For, **S. K. AGRAWAL & COMPANY**
Chartered Accountants
Firm Registration No : 306033E



S. K. AGRAWAL
Partner
Membership No-9067
Place : Kolkata

Dated : 29th June, 2017



South City Projects (Kolkata) Ltd.


Director

South City Projects (Kolkata) Ltd.


Director

For **South City Projects (Kolkata) Ltd.**


Company Secretary

SOUTH CITY PROJECTS (KOLKATA) LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

(Rupees in Lacs)

Particulars	March 31, 2017	March 31, 2016
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit before tax	7,725.70	7,458.44
Add : Adjustment for		
Depreciation & Amortization	1,118.89	1,401.76
Interest Expense	3,889.07	3,909.86
Share Dematerialisation & STT Expenses	0.60	0.09
Provision for Gratuity, Leave, Proposed Dividend & Corporate Dividend Tax	39.85	(2,432.84)
Sundry Balances Written Off	17.55	118.41
	12,791.66	10,455.72
Less : Adjustment for		
Dividend Received	8.87	10.80
Profit on sale of Investments	420.01	925.15
Profit on sale of Fixed Assets	0.32	-
Reversal of Diminution in value of Investments	0.00	18.69
Sundry Balances Written Back	20.91	2.24
Interest on deposits	2,168.33	3,439.28
Operating profit before working capital changes	10,173.22	6,059.56
Add: Decrease / (Increase) in Working Capital		
Inventories	3,946.92	(4,510.18)
Trade & Other Payables	(10,538.98)	2,396.28
Trade Receivables	(1,646.31)	(391.04)
Loans & Advances	15,605.66	2,639.76
Cash used in operations	17,540.51	6,194.38
Less: Direct Taxes Paid	392.27	1,590.20
Net Cash used in operating activities	17,148.24	4,604.18
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Dividend Received	8.87	10.80
Interest Received	2,168.33	3,439.28
Investment in Fixed Deposits (Net)	(0.04)	14.81
Sale of Fixed assets	41.67	-
Sale of Investments	2,041.10	3,925.15
	4,259.93	7,390.04
Less: Purchase of Fixed Assets	109.28	437.92
Purchase of Investments	23,102.50	344.68
Share Dematerialisation & STT Expenses	0.60	0.09
Net cash flow from investing activities	(18,952.45)	6,607.35
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Loans taken (Net)	5,936.81	(5,288.78)
Dividend & Dividend Distribution Tax	-	(2,437.62)
Interest paid	(3,889.07)	(3,909.87)
Net cash flow from financing activities	2,047.74	(11,636.27)
Net changes in cash and cash equivalents (A+B+C)	243.53	(424.74)
* # Cash and Cash Equivalents - Opening Balance	825.16	1,249.90
* # Cash and Cash Equivalents - Closing Balance	1,068.69	825.16
* Represents Cash and Bank Balances as indicated in Note 2.17		
# Fixed Deposits maturing after 90 days for Rs. 0.52 Lacs (Previous Year Rs; 0.48 Lacs) not considered in the Closing Balance		

In terms of our attached report of even date

For, **S.K. AGRAWAL & COMPANY.**
Chartered Accountants
Firm Registration No : 306033E

S. K. AGRAWAL
 Partner
 Membership No-9067
 Place : Kolkata
 Dated : 29th June, 2017



For South City Projects (Kolkata) Ltd.

Company Secretary

South City Projects (Kolkata) Ltd.

[Signature]
Director

South City Projects (Kolkata) Ltd.

[Signature]
Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

1 Significant Accounting Policies

1.1 Basis of preparation of Financial Statements

These accounts have been prepared under historical cost convention in accordance with generally accepted accounting principles and provisions of the Companies Act, 2013 and the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 (the 'Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 to the extent notified.

All the assets & liabilities have been classified as current or non current as per the company's normal operating cycle and the other criteria set out in the Schedule III of the Companies Act, 2013.

1.2 Property, Plant & Equipment

Property, Plant & Equipments are stated at cost of acquisition including all direct costs relating to the acquisition and installation of fixed assets.

1.3 Depreciation & Amortization

Property Plant & Equipments :

Depreciation is provided on written down value method as per useful life provided in Part C of Schedule II of the Companies Act, 2013.

Intangible Assets :

Computer Software is amortized on Straight Line Method over a period of three years .

1.4 Foreign Exchange Transactions

Transactions made during the year in foreign currency are recorded at the exchange rate prevailing at the time of transaction. Realized gains and losses on foreign exchange transactions are recognized in the Statement of Profit & Loss under respective heads of account. Transactions in foreign exchange which are covered by forward contracts are accounted for at the contracted rates, the difference between the contracted rate and the exchange rate at the date of transaction is recognised in the Statement of Profit & Loss. Difference relating to transactions involving more than one financial year are carried over the period of transaction. Monetary Assets and Liabilities in foreign currency that are outstanding at the year end and not covered by forward contracts are translated at the year end exchange rates.

1.5 Inventories

- a Raw Materials are valued at cost or net realisable value whichever is lower.
- b Construction Work in Progress are valued at cost and includes cost of land, construction costs, allocated interest and expenses incidental to the implementation and promotion of the project undertaken by the Company.
- c Finished Goods are valued at cost or net realisable value whichever is lower.

1.6 Revenue Recognition

- a Construction Work in Progress reflects the cost incurred for project pending completion. The same is charged to revenue in the year in which income from sale of such project is recognized, which is in accordance with AS 9.
- b Other revenues are recognised on accrual basis.
- c Dividend income is accounted for when right to receive the same is established.
- d Lease income is recognised on straight - line basis over the lease term.

1.7 Investments

Long term Investments are valued at cost. Diminutions in value of investment other than temporary in nature are provided for. Current investments are valued at lower of cost or fair value.



South City Projects (Kolkata) Ltd.

A handwritten signature in blue ink, appearing to be 'S. K. Agrawal', written over a horizontal line.

Director

South City Projects (Kolkata) Ltd.

A handwritten signature in blue ink, appearing to be 'R. S. Chatterjee', written over a horizontal line.

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

1.8 Contingent Liabilities & Provisions

Provisions are recognized when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that a cash outflow will be required and reliable estimate can be made of the amount of the obligation. Contingent liabilities are disclosed when the Company has a possible obligation or a present obligation and it is probable that a cash outflow will not be required to settle the obligation.

1.9 Retirement Benefits

- a Contribution to Provident Fund is made at a predetermined rate and charged to revenue on accrual basis.
- b Provision for Leave encashment and Gratuity is made on the basis of actuarial valuation as at the year end as per the requirements of Accounting Standard - 15 (Revised 2005) on "Employee Benefits"
- c Actuarial gains and losses comprise experience adjustments and the effect of changes in the actuarial assumptions and are recognized immediately in the Statement of Profit and Loss as income or expense.

1.10 Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. All other borrowing costs are charged to revenue.

1.11 Income Tax

Income Tax Expense is accounted for in accordance with AS-22 "Accounting for Taxes on Income" which includes current and deferred taxes. Current tax is provided on the taxable income using the applicable tax rates and tax laws. Deferred tax assets and liabilities arising on account of timing difference between taxable income and accounting income for the year, which are capable of reversal in subsequent period are recognized using tax rates and tax laws, which have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

1.12 Earnings per Share

Basic earnings per share are calculated by dividing the net profit / loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for the events such as bonus issue and share split.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of equity shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

1.13 Impairment of Assets

The Company identifies impairable assets at the year end in accordance with the guiding principles of Accounting Standard 28, issued by the Institute of Chartered Accountants of India, for the purpose of arriving at impairment loss, when crystallizes, are charged against revenues for the year.



South City Projects (Kolkata) Ltd.

A handwritten signature in blue ink, appearing to be "O. Chatterjee", written over a horizontal line.

Director

South City Projects (Kolkata) Ltd.

A handwritten signature in blue ink, appearing to be "D. Paul", written over a horizontal line.

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.1 SHARE CAPITAL

Particulars	As at 31.03.2017		As at 31.03.2016	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Authorised 50,00,000 Equity Shares of Rs. 10 each	5,00,00,000	500.00	5,00,00,000	500.00
Issued, Subscribed & Paid-up 45,00,700 Equity Shares of Rs. 10 each fully paid up in cash	4,50,07,000	450.07	45,00,700	450.07
Total	45,00,700	450.07	45,00,700	450.07

a. Reconciliation of the shares outstanding at the beginning and the end of the reporting period.

Particulars	As at 31.03.2017		As at 31.03.2016	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Shares outstanding at the beginning of the period	4,50,07,000	450.07	4,50,07,000	450.07
Addition during the Year	-	-	-	-
Shares outstanding at the end of the period	4,50,07,000	450.07	4,50,07,000	450.07

b. Terms / rights attached to equity shares.

The company has only one class of equity share having a par value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share. The company declares and pay dividend in Indian Rupees. The Dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Shareholders holding more than 5% shares in the Company.

Name of Shareholder	As at 31.03.2017		As at 31.03.2016	
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
Shrachi Developers Pvt Ltd	4,50,071	10.00%	4,50,071	10.00%
Park Chambers Ltd	4,25,105	9.45%	4,25,105	9.45%
Merlin Projects Ltd	3,90,955	8.69%	3,90,955	8.69%
Jugal Kishore Khetawat	3,86,334	8.58%	3,86,334	8.58%
Jugal Kishore Khetawat - Trustee of Khetawat Family Welfare Trust	3,26,335	7.25%	3,26,335	7.25%
Vinayak Dealers (P) Ltd	2,92,000	6.49%	2,92,000	6.49%
Pan Emami Cosmed Ltd	2,54,225	5.65%	2,54,225	5.65%



South City Projects (Kolkata) Ltd.

Director

South City Projects (Kolkata) Ltd.

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.2 RESERVES AND SURPLUS

Particulars	As at 31.03.2017		As at 31.03.2016	
	Amount (Rs.)		Amount (Rs.)	
a. Securities Premium Reserve				
Opening Balance	660.00		660.00	
Add: Transferred during the year	-		-	
Balance at the end of the year		660.00		660.00
b. General Reserve				
Opening Balance	20,000.00		20,000.00	
Add: Transferred during the year	-		-	
Balance at the end of the year		20,000.00		20,000.00
c. Surplus				
Opening Balance	10,790.30		7,379.97	
Add: Net Profit for the Current Year	6,071.69		5,847.96	
Less: Appropriations:				
Interim Dividend	-		2,025.32	
Dividend Distribution Tax	-		412.31	
Net Surplus in the Statement of Profit & Loss		16,861.99		10,790.30
Total		37,521.99		31,450.30

The Board of Directors has recommended Dividend of 450% (Rs. 45 per Equity Share of Rs. 10/-) for the financial year ended 31st March, 2017 subject to the approval of shareholders in Annual General Meeting. However the same has not been recognised as liability as on 31st March 2017 in terms of Revised Accounting Standard - 4 "Contingencies and Events occurring after Balance Sheet date".

2.3 LONG TERM BORROWINGS

Particulars	As at 31.03.2017		As at 31.03.2016	
	Amount (Rs.)		Amount (Rs.)	
	Current	Non Current	Current	Non Current
Secured				
a. Term Loans from Banks	5,227.88	12,819.23	4,975.86	15,248.85
b. Long Term Maturities of Finance Lease Obligations	2.18	7.17	8.15	9.35
Total	5,230.06	12,826.40	4,984.01	15,258.20



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

(Rupees in Lacs)

Notes on Financial Statements as at and for the year ended 31st March'2017 :

Bank from whom Loan is availed	Current Portion of Loan as on 31.03.2017 (Rs.)	Non Current Portion of Loan as on 31.03.2017 (Rs.)	Interest (p.a. basis)	Instalment Amount (Rs.)	Security Provided to avail Loan
(a) Term Loans From Banks					
Kotak Bank	1,208.53	5,038.78	MCLR Rate plus 0.85%	158.60	1) Ground Floor to 13th floor of South City "Pinnacle" situated at Plot No. XI-1, Block EP, Sector V, Salt Lake, Kolkata - 700 091. 2) Municipal Premises No. 2, Justice Chandra Madhav Road, Bhowanipore, Kolkata - 700020, P.S. Bhowanipore in the District 24 Parganas (S).
Axis Bank	4,019.35	7,780.45	Base Rate plus 0.75%	Unequal Instalments	(a) First Pari-passu charge by way of equitable mortgage over the property [entire build up area in the Mall which is owned by South City Projects (Kol) Ltd.] to be shared only with the SBLC facility of 275 crores provided by the bank; (b) First charge over the cash flows of the property; (c) First charge over the Designated Account & DSRA.
TOTAL (a)	5,227.88	12,819.23			
(b) Finance Lease Obligations					
HDFC Bank	2.18	7.17	9.45%	0.25	Hypothecation of Creta Vehicle.
TOTAL (b)	2.18	7.17			



South City Projects (Kolkata) Ltd.

Director

South City Projects (Kolkata) Ltd.

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.4 OTHER LONG TERM LIABILITIES

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Others		
Security Deposits	1,836.41	4,022.41
Total	1,836.41	4,022.41

2.5 LONG TERM PROVISIONS

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Provision for Employee Benefits		
Gratuity	65.93	57.07
Leave Encashment	49.33	36.56
Total	115.26	93.63

2.6 SHORT TERM BORROWINGS

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Secured		
Loans from Other Parties *	12,700.00	6,450.00
Working Capital Loan **	1,500.00	-
Bank Overdraft ***	2,742.21	2,306.54
Unsecured		
From Body Corporates ****	3,550.00	3,150.00
From Directors ****	850.00	503.00
From Related Parties (Refer Note No. 2.35) ****	-	950.00
Temporary Bank Overdraft	419.17	33.22
Total	21,761.38	13,392.76

* Secured against pledge of Investments in Mutual funds and repayable as

Amount in Lacs	Payable on	Rate of Interest
5,450.00	Apr'2017	9.65%
1,500.00	May'2017	8.75%
4,750.00	May'2017	8.35%
1,000.00	June'2017	8.75%

** Secured against pledge of FMP of Rs. 1800 Lacs as under - (1) Reliance Corporate Bond Fund Rs. 1000 Lacs & (2) HDFC Corporate Debt Opportunities Fund, Rs. 800 Lacs

*** Secured against pledge of Investments in Mutual Funds.

**** Repayable on demand and bearing interest @ 15%.

2.7 TRADE PAYABLES

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Others		
For Goods	4,853.21	2,865.68
For Services	751.09	371.20
Total	5,604.30	3,236.88



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.8 OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Current Maturities of Long Term Debts (Refer Note No. 2.3)	5,227.88	4,975.86
Current Maturities of Finance Lease Obligations (Refer Note No. 2.3)	2.18	8.15
Interest Accrued but not due on Borrowings	12.02	12.16
Interest Accrued and due on Borrowings	191.13	195.83
Advances from Customers	1,278.66	13,721.61
Security Deposits	678.41	96.14
Statutory Dues	245.76	282.17
Refundable Deposits against Expired Lease	744.97	-
Outstanding Liability for Expenses*	701.14	513.99
Total	9,082.15	19,805.91

* Includes Rs. 3.35 Lacs payable to Subsidiary - South City Developers Pvt. Ltd.

2.9 SHORT TERM PROVISIONS

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Provision for Employee Benefits		
Gratuity	24.09	12.68
Leave Encashment	11.53	4.71
Total	35.62	17.39



South City Projects (Kolkata) Ltd.

Director

South City Projects (Kolkata) Ltd.

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017
2.10 PROPERTY PLANT & EQUIPMENT

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As at 1-04-16	Additions	Deduction /Adjustments	Total as at 31-03-17	As at 1-04-16	For the year *	On Deduction /Adjustments during the year	Upto 31-03-17	As at 31-03-17	As at 31-03-16
PROPERTY PLANT & EQUIPMENT										
Leasehold Land	1,087.81	-	-	1,087.81	106.72	14.90	-	121.62	966.19	981.09
Building										
Operating Lease	19,765.68	-	-	19,765.68	8,536.49	513.85	-	9,050.34	10,715.34	11,229.19
Others	14.23	12.93	14.23	12.93	5.75	0.89	6.02	0.62	12.31	8.48
Plant & Equipments	4,644.44	-	-	4,644.44	3,026.20	382.31	-	3,408.51	1,235.93	1,618.24
Fire Protection System	570.21	-	-	570.21	541.69	-	-	541.69	28.52	28.52
Electrical Installation & Equipments	1,905.74	1.60	-	1,907.34	1,567.47	152.06	-	1,719.53	187.81	338.27
Furniture & Fittings	383.66	4.70	-	388.36	300.00	32.59	-	332.59	55.77	83.66
Vehicles										
Finance Lease	19.61	-	-	19.61	6.43	4.15	-	10.58	9.03	13.18
Others	62.91	10.96	5.56	68.31	43.17	5.68	4.59	46.26	22.05	17.74
Office Equipments	323.80	6.67	-	330.47	301.81	6.78	-	308.59	21.88	21.99
Total (A)	28,778.09	36.86	19.79	28,795.16	14,437.73	1,113.21	10.61	15,540.33	13,254.83	14,340.36
INTANGIBLE ASSETS										
Software	38.47	13.79	-	52.26	36.27	5.68	-	41.95	10.31	2.20
Total (B)	38.47	13.79	-	52.26	36.27	5.68	-	41.95	10.31	2.20
Capital Work - in - Progress	399.12	58.62	18.69	439.05	-	-	-	-	439.05	399.12
Total (C)	399.12	58.62	18.69	439.05	-	-	-	-	439.05	399.12
INTANGIBLE ASSETS UNDER DEVELOPMENT										
	13.45	-	13.45	-	-	-	-	-	-	13.45
Total (D)	13.45	-	13.45	-	-	-	-	-	-	13.45
Total (A+B+C+D)	29,229.13	109.27	51.93	29,286.47	14,474.00	1,118.89	10.61	15,582.28	13,704.19	14,755.13

* Includes Rs. 7.52 Lacs on the assets utilised for running projects which have been capitalized.

** The Company's policy is to fully depreciate assets valuing under Rs. 0.05 Lacs.

South City Projects (Kolkata) Ltd.

South City Projects (Kolkata) Ltd.



Director

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March '2016
2.10 PROPERTY PLANT & EQUIPMENT

Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	As at 1-04-15	Additions	Deduction / Adjustments	Total as at 31-03-16	As at 1-04-15	For the year*	On Deduction / Adjustments during the year	Up to 31-03-16	As at 31-03-16	As at 31-03-15
PROPERTY PLANT & EQUIPMENT										
Leasehold Land	1,087.81	-	-	1,087.81	91.82	14.90	-	106.72	981.09	995.99
Building										
Operating Lease	19,746.45	19.23	-	19,765.68	7,998.62	537.87	-	8,536.49	11,229.19	11,747.83
Others	14.23	-	-	14.23	5.34	0.41	-	5.75	8.48	8.89
Plant & Equipments	4,635.87	8.57	-	4,644.44	2,575.70	500.90	-	3,026.20	1,618.24	2,110.37
Fire Protection System	570.21	-	-	570.21	541.05	0.64	-	541.69	28.52	29.16
Electrical Installation & Equipments	1,905.74	-	-	1,905.74	1,288.52	279.15	-	1,567.47	338.27	617.42
Furniture & Fixings	383.53	0.13	-	383.66	250.37	49.63	-	300.00	83.66	133.16
Vehicles										
Finance Lease	6.53	13.08	-	19.61	1.99	1.44	-	6.43	13.18	1.54
Others	62.91	-	-	62.91	37.14	8.03	-	45.17	17.74	25.77
Office Equipments	320.89	2.91	-	323.80	293.81	8.00	-	301.81	21.99	27.08
Total (A)	28,734.17	43.92	-	28,778.09	13,836.76	1,400.97	-	14,437.73	14,346.36	15,697.41
INTANGIBLE ASSETS										
Software	36.25	2.22	-	38.47	35.48	0.79	-	36.27	2.20	0.77
Total (B)	36.25	2.22	-	38.47	35.48	0.79	-	36.27	2.20	0.77
Capital Work-in-Progress	15.05	384.07	-	399.12	-	-	-	-	399.12	15.05
Total (C)	15.05	384.07	-	399.12	-	-	-	-	399.12	15.05
INTANGIBLE ASSETS UNDER DEVELOPMENT										
	5.74	7.71	-	13.45	-	-	-	-	13.45	5.74
Total (D)	5.74	7.71	-	13.45	-	-	-	-	13.45	5.74
Total (A+B+C+D)	28,791.21	437.92	-	29,229.13	13,872.24	1,401.76	-	14,474.00	14,755.13	15,718.97

* Includes Rs. 5.94 Lacs on the assets utilised for running projects which have been capitalized.

** The Company's policy is to fully depreciate assets valuing under Rs. 0.05 Lacs.

South City Projects (Kolkata) Ltd.

South City Projects (Kolkata) Ltd.



Director

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.11 NON - CURRENT INVESTMENTS

Particulars	Face Value Rs	As at 31.03.2017		As at 31.03.2016	
		No. of Shares/Units	Amount (Rs.)	No. of Shares/Units	Amount (Rs.)
1. Trade Investments					
In Equity Shares - Unquoted, fully paid up*					
Bengal Electric Works Ltd.	30	1,500	0.45	1,500	0.45
Bengal Lamp Ltd.	10	17,833	3.37	17,833	3.37
Berlex India Ltd.	10	1,999	0.20	1,999	0.20
			4.02		4.02
Less: Diminution			4.02		4.02
Total			-		-
In Equity Shares of Subsidiary Companies - Unquoted, fully paid up					
South City Retreat Property Management Pvt Ltd	10	1,000	0.10	1,000	0.10
South City Property Management Private Ltd.	10	10,200	1.02	10,200	1.02
AA Infra Properties Pvt. Ltd. **	10	3,58,750	35.88	3,58,750	35.88
Bengal South City Matrix Infrastructure Ltd.	10	1,99,300	29.39	1,77,300	17.73
Bengal Anmol South City Infrastructure Ltd.	10	1,23,900	12.39	1,23,900	12.39
South City International School	10	15,300	1.53	15,300	1.53
South City Developers Pvt Ltd	10	9,800	0.98	9,800	0.98
South City Projects FZE	150000/- Dirhams	1	-	1	-
Total			81.29		69.63
In Preference Shares of Subsidiary Companies - Unquoted, fully paid up					
AA Infra Properties Pvt. Ltd.	10	17,50,000	2,625.00	17,50,000	2,625.00
2. Other Investments					
In Equity Shares - Quoted, fully paid up					
Bombay Dyeing & Mfg. Company Ltd.	2	5	0.01	5	0.01
DLF Ltd.	2	1	0.01	1	0.01
Godrej Industries Ltd.	1	1	0.00	1	0.00
Hindustan Construction Company Ltd.	1	2	0.00	2	0.00
Housing Development & Infra Ltd.	10	1	0.00	1	0.00
Rattan India Infrastructure Ltd.	2	2	0.00	2	0.00
Indiabulls Real Estate Ltd.	2	1	0.00	1	0.00
Omaxe Ltd.	10	1	0.00	1	0.00
Parasnath Developers Ltd.	5	2	0.00	2	0.00
Purvankara Projects Ltd.	5	1	0.00	1	0.00
Reliance Industries Ltd.	10	10,000	101.29	10,000	101.29
Sobha Developers Ltd.	10	1	0.00	1	0.00
Unitech Ltd.	2	1	0.00	1	0.00
Gokul Agro Resources Limited	2	-	-	16,85,000	164.29
Gokul Refoils & Solvents Limited	2	-	-	16,85,000	180.30
			101.31		445.90
Less: Diminution			0.01		0.02
Total			101.30		445.88
In Debentures - Unquoted, fully paid up					
Vijaybhan Investments & Consultancy Pvt. Ltd.	1,000	-	-	7,650	76.50

South City Projects (Kolkata) Ltd.



Director



South City Projects (Kolkata) Ltd.



Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

Investments through PMS Pool Account in Quoted Shares					
Ajanta Pharma Ltd	2	186	3.65	-	-
Amara Raja Batteries Ltd	1	530	5.38	-	-
Asian Paints Ltd	1	437	5.07	-	-
Astral Poly Technik Ltd	1	787	3.12	-	-
Bajaj Finance Ltd	2	570	5.97	-	-
Bajaj Finserv Ltd	5	172	5.43	-	-
Britannia Industries Ltd	2	164	5.44	-	-
Cholamandalam Invest And Finance Company Ltd	10	407	3.99	-	-
Eicher Motors Ltd	10	21	5.19	-	-
Havells India Ltd	1	1,094	4.48	-	-
Indusind Bank Ltd	10	421	5.09	-	-
Kotak Mahindra Bank Limited	5	512	4.03	-	-
Lupin Ltd	2	349	5.20	-	-
M R F Ltd	10	9	4.81	-	-
Motherson Sumi Systems Ltd	1	1,556	4.74	-	-
P I Industries Ltd	1	641	5.31	-	-
Page Industries Ltd	10	36	5.39	-	-
Pidilite Industries Ltd	1	551	3.77	-	-
Shree Cements Ltd	10	25	4.23	-	-
Welspun India Ltd	1	3,279	2.95	-	-
Total			93.24		
In Units of Mutual Fund - Quoted, fully paid up ***					
Birla Sun Life Corporate Bond Fund (G)	10	2,16,81,260	2,500.00	-	-
OSP Black Rock Income Opportunities Fund (G)	10	1,20,87,855	3,000.00	-	-
Birla Sun Life FTP - Corporate Bond Series (G)	10	2,10,00,000	2,100.00	2,10,00,000	2,100.00
Kotak FMP Series 122 (G)	10	-	-	1,20,00,000	1,200.00
Reliance Corporate Bond Fund (G)	10	1,83,77,623	2,000.00	1,83,77,623	2,000.00
DSP Black Rock Mutual Fund Collection Account	1	80,46,501	2,100.00	-	-
Birla Sunlife Medium Term Plan (G)	10	59,16,565	1,000.00	59,16,565	1,000.00
Franklin India Corp Bond Opportunities Fund (G)	10	82,55,392	1,150.00	82,55,392	1,150.00
Hdfc Corporate Debt Opportunities Fund - R - (G)	10	1,78,49,174	2,000.00	1,78,49,174	2,000.00
Hdfc Corporate Debt Opportunities Fund - D - (G)	10	44,38,251	500.00	44,38,251	500.00
ICICI Prudential Mutual Fund (G)	10	93,73,038	2,000.00	93,73,038	2,000.00
ICICI Prudential Regular Savings Fund - Growth	10	1,64,16,649	2,800.38	-	-
BOI AXA Corporate Credit Spectrum Fund	10	81,57,405	1,000.00	-	-
HDFC Corporate Debt Opportunities Fund	10	59,21,496	800.00	-	-
Kotak Income Opportunities Fund (G)	10	86,51,816	1,500.00	-	-
Kotak Income Opportunities Fund (G)	10	2,10,09,850	3,547.21	-	-
L & T Mutual Fund - Collection Account	10	96,96,097	1,750.00	-	-
Reliance Corporate Bond Fund - Direct Growth Account	10	1,04,83,437	1,400.00	-	-
Reliance Corporate Bond Fund - Growth Plan	10	76,37,319	1,000.00	-	-
UTI Mutual Fund Collection A/C	10	1,09,09,244	1,600.00	-	-
Franklin India Corp Bond Opportunities Fund (G)	10	1,43,01,548	2,000.00	1,43,01,548	2,000.00
Total			35,747.59		13,950.00
Grand Total			38,648.42		17,167.01
Aggregate amount of Quoted Investments			35,942.14		14,395.91
Aggregate market value/NAV of Quoted Investments			39,693.24		16,170.13
Aggregate amount of Unquoted Investments			2,710.31		2,775.15
Aggregate provision for Diminution in value of Investments			4.03		4.04

* The shares are pending transfer in Company's name.

** 1,07,625 number of shares held in AA Infraproperties Ltd are pledged with AXIS Bank Ltd, for providing corporate guarantee on behalf of Indocan Developers (Private) Ltd.(Step Down Subsidiary).

*** Represents securities pledged with Banks and Others as security against Loans and Guarantees taken by the company and joint development companies except 93,73,038 units of ICICI Prudential & 81,57,405 units of BOI AXA Corporate Credit Spectrum Fund.



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.12 DEFERRED TAX ASSETS

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Deferred Tax Assets		
Tax Impact due to difference between tax depreciation and book depreciation	30.36	28.53
Tax impact of expenses charged off in financial statements but allowance under tax law deferred :-		
Provision for Gratuity	31.15	24.14
Provision for Leave Encashment	21.06	14.28
Municipal Tax	31.55	1.17
Total	114.12	68.12

2.13 LONG TERM LOANS AND ADVANCES

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
(Unsecured Considered Good, unless otherwise stated)		
Security Deposits	268.06	253.47
Loans & Advances to Related Parties *		
Considered Good		
Subsidiary Companies	3,516.12	22,100.46
Joint Venture Companies	1,204.06	1,204.06
Considered Doubtful	679.11	679.11
Less: Provision for Doubtful Advances	(679.11)	(679.11)
Other Loans & Advances		
Advances against Property Development	3,693.38	3,344.68
Advances for Taxes (Net off Provisions)	264.16	456.01
Others	73.04	206.27
Total	9,018.82	27,564.95

* Loans & Advances to Related Parties pertain to :

Subsidiary Companies (Considered Good) :

Bengal Anmol South City Infrastructure Ltd.	2,685.99	2,082.51
Bengal South City Matrix Infrastructure Ltd.	134.28	133.98
South City International School	695.85	813.61
AA Infraproperties Pvt. Ltd.	-	19,070.35

Subsidiary Companies (Considered Doubtful) :

South City Projects FZE	679.11	679.11
-------------------------	--------	--------

Joint Venture Companies (Considered Good) :

Kolkata Metropolitan South City Development Ltd.	1,204.06	1,204.06
--	----------	----------

2.14 OTHER NON - CURRENT ASSETS

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Unsecured and Considered Good		
Trade Receivable	364.72	426.82
Others	60.73	-
Total	425.45	426.82

2.15 INVENTORIES

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
(As valued & certified by the Management)		
Raw Materials & Consumables	240.17	-
Construction Work - In - progress		
Land	5,313.38	7,372.99
Others	9,770.35	13,761.88
16,083.73	21,134.87	
Finished Goods	965.59	101.54
Total	17,289.49	21,236.41

South City Projects (Kolkata) Ltd.



Director

South City Projects (Kolkata) Ltd.



Director



SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.16 TRADE RECEIVABLES

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
(Unsecured and Considered Good)		
Trade Receivables outstanding for a period exceeding six months from the date they are due for payment	28.31	174.29
Others	2,829.78	607.25
Total	2,858.09	781.54

2.17 CASH AND BANK BALANCES

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
A. Cash & Cash Equivalents		
Cash in hand	7.89	7.00
Balances with Banks*	1,060.55	817.93
Term Deposits (maturity of three months or less)		
For Margin	0.25	0.23
B. Other Bank Balances		
Term Deposits for Margin (maturity of twelve months or less)	0.52	0.48
Total	1,069.21	825.64

* Includes Rs. 440.00 Lacs maintained as Debt Service Reserve Account with Axis Bank for Term Loan availed.

2.18 SHORT TERM LOANS AND ADVANCES

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
(Unsecured and Considered Good)		
Security Deposits	-	60.59
Loans & Advances to Related Parties (Refer Note 2.35)		
Subsidiary Companies	293.33	45.01
Others		
Loans	4,200.00	150.00
Other Loans & Advances		
Loans	706.06	1,601.68
Advances to Employees	40.98	30.81
Prepaid Expenses	28.27	29.01
Balance with Government Authorities	29.68	20.92
Advances for Projects, Expenses etc.	544.93	2,272.70
Total	5,843.45	4,210.72

Loans & Advances to Subsidiary Companies pertain to:

South City International School	-	9.54
AA Infraproperties Pvt Ltd	70.00	-
Indocean Developers Pvt. Ltd.	223.06	35.47
South City Retreat Property Management Pvt. Ltd.	0.27	-

2.19 OTHER CURRENT ASSETS

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Interest Receivable	181.11	96.96
Income Tax Refundable	81.23	594.25
Total	262.34	691.21



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.20 REVENUE FROM OPERATIONS

Particulars	2016 - 17 Amount (Rs.)	2015 - 16 Amount (Rs.)
Revenue from Land & Constructed Properties	15,838.64	359.91
Rent	7,971.35	9,023.35
Maintenance Services	1,975.58	2,062.90
Others	63.37	52.40
Total	25,848.94	11,498.56

2.21 OTHER INCOME

Particulars	2016 - 17 Amount (Rs.)	2015 - 16 Amount (Rs.)
Interest Income	2,178.40	3,527.39
Dividend		
From Non - Current Investments	8.87	10.80
Net Gain on Sale of Investments		
From Current Investments	23.53	1.20
From Non - Current Investments	396.48	923.95
Reversal of Diminution in value of Investments	-	18.69
Guarantee Commission (From a Subsidiary Company)	213.03	139.52
Miscellaneous Income	145.66	114.55
Total	2,965.97	4,736.10

2.22 INCREASE/(DECREASE) IN INVENTORIES OF FINISHED GOODS & WORK - IN - PROGRESS

Particulars	2016 - 17 Amount (Rs.)	2015 - 16 Amount (Rs.)
Inventories (at close)		
Finished Goods	965.59	101.54
Construction Work -in-progress		
Land	6,313.38	7,372.99
Others	9,770.35	13,761.88
Total (A)	17,049.32	21,236.41
Inventories (at commencement)		
Finished Goods	101.54	248.40
Construction Work -in-progress		
Land	7,372.99	7,280.73
Others	13,761.88	9,197.10
Total (B)	21,236.41	16,726.23
Net Balance [(A)-(B)]	(4,187.09)	4,510.18



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.23 CONSTRUCTION COST

Particulars	2016 - 17 Amount (Rs.)	2015 - 16 Amount (Rs.)
Salaries, Wages & Bonus	102.52	76.53
Contribution to Provident & Other Funds	4.56	6.01
Staff Welfare Expenses	2.11	0.94
Power & Fuel	32.50	27.04
Repairs		
Others	2.66	3.41
Insurance	6.66	5.05
Rates & Taxes	60.04	170.43
Land	40.39	92.26
Materials Consumed	1,347.18	1,691.67
Construction Expenses	2,405.93	2,163.71
Payment against Surrender of Tenancy	4,118.76	-
Other Operating Expenses	188.45	272.06
Consultancy & Retainership Charges	334.50	65.57
Finance Costs	72.01	95.36
Total	8,718.27	4,670.04

2.24 EMPLOYEE BENEFITS EXPENSES

Particulars	2016 - 17 Amount (Rs.)	2015 - 16 Amount (Rs.)
Salaries & Wages	423.90	323.22
Contribution to Provident & Other Funds	23.07	18.64
Staff Welfare Expenses	27.25	22.92
Total	474.22	364.78

2.25 ADMINISTRATIVE AND OTHER EXPENSES

Particulars	2016 - 17 Amount (Rs.)	2015 - 16 Amount (Rs.)
Power & Fuel	829.13	915.67
Repairs		
Building	17.21	14.03
Others	59.82	17.23
Maintenance	232.88	269.69
House Keeping Charges	231.13	238.68
Security Charges	227.75	205.28
Insurance	25.29	23.62
Rates & Taxes	587.40	751.16
Legal & Profession Charges	190.16	215.14
Director's Remuneration *	19.09	23.10
CSR Expenses	49.52	10.59
Provision for Doubtful Advances	-	1.12
Miscellaneous Expenses	219.14	355.94
Total	2,688.52	3,041.25

* Director's Remuneration includes sitting fees and commission amounting to Rs. 2.90 Lacs & Rs. 15.00 Lacs respectively.

South City Projects (Kolkata) Ltd.



Director



South City Projects (Kolkata) Ltd.



Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.26 FINANCE COSTS

Particulars	2016 - 17 Amount (Rs.)	2015 - 16 Amount (Rs.)
Interest Expenses	3,648.90	3,681.51
Other Borrowing Costs	168.16	133.00
Total	3,817.06	3,814.51

2.27 DEPRECIATION AND AMORTIZATION EXPENSES

Particulars	2016 - 17 Amount (Rs.)	2015 - 16 Amount (Rs.)
Depreciation on Property Plant & Equipment	1,105.69	1,395.03
Depreciation on Intangible Assets	5.68	0.79
Total	1,111.37	1,395.82

2.28 EARNINGS PER SHARE (EPS)

Particulars	As at 31.03.2017	As at 31.03.2016
Net Profit After Tax (Rs.)	6,071.69	5,847.96
Weighted Average Number of Equity Shares (Nos.)	45.01	45.01
Basic & Diluted Earnings Per Share (Rs.)	134.91	129.93
Face Value Per Share (Rs.)	10.00	10.00

2.29 CONTINGENT LIABILITIES AND COMMITMENTS

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Contingent Liabilities		
a) Claims against the Company not acknowledged as debt:		
Service Tax Demands (Net of Advances)	1,817.06	1,817.06
Employees State Insurance Demands (Net of Advances)	9.62	9.62
Income Tax	694.18	694.18
b) Guarantees given		
Against Loans taken by a Subsidiary	35,254.50	13,951.70
Others	659.93	630.34
Commitments		
Estimated amount of capital contracts for construction remaining to be executed (Net of Advances)	1,682.25	2,015.02

2.30 EARNINGS IN FOREIGN CURRENCY

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Guarantee Commission Received (From a Subsidiary Company)	24.97	215.79
Total	24.97	215.79



South City Projects (Kolkata) Ltd.

Director

South City Projects (Kolkata) Ltd.

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

(Rupees in Lacs)

2.31 VALUE OF IMPORT ON CIF BASIS DURING THE YEAR

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
Raw Materials	75.12	30.35
Total	75.12	30.35

2.32 PAYMENT TO AUDITORS

Particulars	As at 31.03.2017 Amount (Rs.)	As at 31.03.2016 Amount (Rs.)
As Auditor		
For Statutory Audit	1.25	1.25
For Tax Audit	0.30	0.30
In Other Capacity		
For Certification	0.25	0.25
Total	1.80	1.80

2.33 INTEREST IN JOINT VENTURES

a. The Company's interests, as venturer, in jointly controlled entities are :

Particulars	Kolkata Metropolitan South City Development Ltd.	
	As at 31.03.2017	As at 31.03.2016
Countries of Incorporation	India	India
Principal Activities	Real Estate	Real Estate
Percentage of Ownership Interest	49.97%	49.97%

b. The Company's interests in Joint Ventures are reported as Long term Loans & Advances. The Company's share of each of assets, liabilities, net worth, income and expenses related to interest in these Joint Ventures are :

Particulars	Kolkata Metropolitan South City Development Ltd.	
	As at 31.03.2017	As at 31.03.2016
Assets	1,300.67	1,300.84
Outside Liabilities	1,204.19	1,204.19
Net Worth	96.48	96.65
Expenditure	0.17	0.21



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements for the year ended 31st March 2017

2.34 Defined Benefit Plans : As per actuarial valuations as on March 31st 2017 and recognized in the financial statements in respect of Employees benefit schemes.

(Rupees in Lacs)

	2016-17		2015-16	
	Gratuity Unfunded	Leave Encashment	Gratuity Unfunded	Leave Encashment
A Components of Employer Expenses				
1 Current Service Cost	10.73	8.66	9.02	6.10
2 Interest Cost	5.45	3.23	5.31	2.98
3 Expected Return on Plan assets	-	-	-	-
4 Past Service Cost	-	-	-	-
5 Actuarial Losses/ (Gains)	6.34	14.19	(10.33)	6.17
6 Total Expenses recognized in the Statement of Profit & Loss	22.52	26.09	4.00	15.25
B Net asset/(liability) recognized in balance sheet as at 31st March 2017				
1 Present value of Defined Benefit Obligation	90.02	60.85	69.75	41.27
2 Fair value of plan assets	-	-	-	-
3 Funded Status [Surplus/(deficit)]	(90.02)	(60.85)	(69.75)	(41.27)
4 Net asset/(liability) recognized in balance sheet	(90.02)	(60.85)	(69.75)	(41.27)
C Change in Defined Benefit Obligation during the year ended 31st March 2017				
1 Present value of DBO at beginning of the period	69.75	41.27	68.09	38.15
2 Current Service Cost	10.73	8.66	9.01	6.10
3 Interest Cost	5.45	3.23	5.31	2.98
4 Acquisitions	-	-	-	-
5 Actuarial Losses/ (Gains)	6.34	14.19	(10.33)	6.17
6 Past Service Cost	-	-	-	-
7 Benefits Paid	(2.25)	(6.50)	(2.33)	(12.13)
8 Present value of DBO at the end of period	90.02	60.85	69.75	41.27
D Change in Fair Value of Assets				
1 Plan Assets at beginning of period	-	-	-	-
2 Expected Return on Plan Assets	-	-	-	-
3 Actuarial gain/(loss) on plan assets	-	-	-	-
4 Actual company contributions	2.25	6.50	2.34	12.13
5 Benefits paid	(2.25)	(6.50)	(2.34)	(12.13)
6 Plan assets at the end of period	-	-	-	-
E Actuarial Assumptions				
1 Discount Rate (%)	7.30% p.a.	7.30% p.a.	7.82% p.a.	7.82% p.a.
2 Rate of Increase in salaries	8.00% p.a.	8.00% p.a.	8.00% p.a.	8.00% p.a.
3 Expected Rate of return on Plan Assets	N.A.	N.A.	N.A.	N.A.
4 Mortality	IALM 06-08 Ultimate	IALM 06-08 Ultimate	IALM 06-08 Ultimate	IALM 06-08 Ultimate
5 Withdrawal Rate	2.00% p.a.	2.00% p.a.	2.00% p.a.	2.00% p.a.



South City Projects (Kolkata) Ltd.

[Signature]
Director

South City Projects (Kolkata) Ltd.

[Signature]
Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

2.35 RELATED PARTY TRANSACTIONS :

A. Parties where control exists :

Subsidiary Companies	% of Holding
1. South City Projects FZE	100.00%
2. Bengal South City Matrix Infrastructure Ltd.	99.65%
3. Bengal Anmol South City Infrastructure Ltd.	61.95%
4. South City Property Management Private Ltd.	100.00%
5. South City Developers Private Ltd.	98.00%
6. South City International School	51.00%
7. AA Infraproperties Private Ltd.	87.50%
8. South City Retreat Property Management Private Ltd.	100.00%

B. Step Down Subsidiary Companies :

1. Indocean Developers (Private) Ltd.	87.50%
---------------------------------------	--------

C. Joint Venture :

1. Kolkata Metropolitan South City Development Ltd.	49.97%
---	--------

1. Key Management Personnel

<u>Name</u>	<u>Designation</u>
i) Shri Jugal Kishore Khetawat	Non - Executive Director
ii) Shri Parimal Ajmera	Company Secretary
iii) Shri Nikhil Chandra Das	Vice President - Projects
iv) Shri Man Mohan Bagree	Vice President

2. Directors

i) Shri Pradeep Kumar Sureka	Non - Executive Director	
ii) Shri Sushil Kumar Mohta	Non - Executive Director	
iii) Shri Rajendra Kumar Bachhawat	Non - Executive Director	
iv) Shri Shrawan Kumar Todi	Non - Executive Director	Retired w.e.f. 09-09-2016
v) Shri Ravi Todi	Non - Executive Director	Appointed w.e.f. 30-09-2016
vi) Shri Hari Mohan Marda	Independent Director	
vii) Shri Ram Krishna Agarwal	Independent Director	

3. Entities where Key Management Personnel & their relatives have significant influence with whom transactions have taken place during the year

- i) South City Garden Property Management Private Ltd.
- ii) South City Belair Property Management Private Ltd.
- iii) Khetawat Towers Private Ltd.
- iv) Khetawat Family Welfare Trust
- v) Khetawat Properties Ltd.
- vi) Groove Traders Pvt. Ltd.



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Particulars	Subsidiaries		Joint Venture		Directors and Key Management Personnel		Entries where Key Management Personnel and their relatives have significant influence		Total	
	31.03.17	31.03.16	31.03.17	31.03.16	31.03.17	31.03.16	31.03.17	31.03.16		
D. Transactions	(Rupees in Lacs)									
Sitting Fees	-	-	-	-	2.90	4.10	-	-	2.90	4.10
Remuneration & Commission	-	-	-	-	98.89	90.22	-	-	98.89	90.22
Rendering of Services	216.63	143.12	-	-	-	-	-	-	216.63	143.12
Investment	11.66	0.10	-	-	-	-	-	-	11.66	0.10
Loan Given	2,176.48	818.07	-	-	4,072.00	2,650.00	-	-	2,176.48	818.07
Loan Received	-	-	-	-	4.87	15.52	-	40.00	4,072.00	2,698.00
Advances Given	787.77	65.73	-	-	-	-	0.06	-	792.70	81.25
Advances for Purchase of Land	-	-	-	1.30	-	-	-	-	-	1.30
Advances for Purchases of Shares	-	11.66	-	-	-	-	-	-	-	11.66
Advances for Property Development	-	-	-	-	-	-	-	-	-	-
Advances Written Off	-	0.10	-	33.02	-	-	-	21.70	21.70	27.53
Advances received for sale of Flat	-	-	-	-	-	-	-	-	-	-
Recovery of Electric & Other Charges	37.62	-	-	-	-	-	50.00	-	50.00	316.00
Interest Received	1,636.49	2,862.29	-	-	-	-	0.10	-	37.72	0.23
Interest Paid	-	-	-	-	115.64	82.63	-	15.49	1,651.98	2,862.29
Receipt Towards Loan Given	21,187.52	3,582.40	-	-	-	-	50.00	70.44	21,237.52	3,582.40
Repayment of Loan Received	-	-	-	-	3,725.00	2,346.00	-	-	3,725.00	2,451.00
Receipt Towards Advances given	708.71	65.21	-	-	7.74	9.00	-	0.06	716.51	73.21
Repayment of Advance received towards sale of flats	-	-	-	-	-	-	147.40	-	147.40	-
Expenses Incurred	12.50	12.50	-	-	-	-	-	-	12.50	12.50
Receipt towards Advance given for purchase of Land	-	-	-	-	-	-	-	-	-	-
Provision for Advance in Subsidiary	-	1.12	-	-	-	0.19	-	-	-	0.19
Corporate Guarantees Given	21,302.80	13,951.70	-	-	-	-	-	-	21,302.80	13,951.70
Corporate Guarantee Commission Received	24.97	215.79	-	-	-	-	-	-	24.97	215.79
Balance As on 31 st March 2017										
A - Investment	2,706.29	2,694.63	-	-	-	-	-	-	2,706.29	2,694.63
B - Loan Given	3,381.84	21,966.48	-	-	-	-	100.00	-	3,481.84	22,116.48
C - Loan Received	-	-	-	-	850.00	503.00	-	-	850.00	503.00
D - Advance for Land	-	-	1,204.06	1,204.06	-	-	-	-	1,204.06	1,204.06
E - Advances for Property Development	-	-	-	-	-	-	247.01	225.31	247.01	225.31
F - Advances Paid	1,140.73	874.17	-	-	16.74	11.75	-0.16	-	1,156.81	885.26
G - Creditors	-	-	-	-	19.44	19.53	-	-	19.44	19.53
H - Advance received for the sale of Flat	-	-	-	-	-	-	305.10	462.50	305.10	462.50
I - Provision for advance in Subsidiary	679.11	679.11	-	-	-	-	-	-	679.11	679.11
J - Corporate Guarantees Given	35,254.50	13,951.70	-	-	-	-	-	-	35,254.50	13,951.70



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

- 2.36 The business model of the Company is to execute the projects itself or through Special Purpose Vehicles (SPVs) i.e. subsidiaries or otherwise.
- 2.37 The Company and M/s. Merlin Projects Ltd. acting together in a consortium called "South City Merlin Consortium" was awarded 4.40 Acres of land in a competitive bid invited by the Kolkata Metropolitan Development Authority (KMDA) for the development of Residential and Commercial cum Office Complex, for a sum of Rs. 109.14 Crores (Bid Amount) on a joint venture basis. As per terms of Memorandum of Understanding (MOU) entered between the South City Merlin Consortium and KMDA, company has paid 10% of the bid amount to the KMDA along with an earnest money deposit of Rs. 50.00 lacs on execution of MOU. As the entire project was to be carried out on a joint venture basis, a new company was floated in the name and style of M/s. Kolkata Metropolitan South City Development Ltd. (KMSCDL) with authorised share capital of Rs. 1 Crore. The company has agreed to subscribe 4,99,700 Equity Shares of Rs. 20/- each aggregating to Rs. 49,97,000/- by signing the Memorandum of Association of aforesaid KMSCDL. However, the matter is under litigation. In view of this, the company has kept in abeyance the payment of subscription amount of Rs. 49.97 Lacs. Further, it was found that due to inadvertence from KMDA, erroneous description of the land was given in the above mentioned MOU. As such a Supplemental MOU dated 16/11/2011 was executed where in total area of land was revised to 3.67 Acres. In spite of repeated requests and reminders, KMDA has not yet handover the land parcels. The Company requested for refund of sum paid to KMDA together with interest as well as reimbursement of expenses incurred. On the failure of KMDA the consortium invoked the Arbitration Clause contained in the said MOU by appointing Justice Amitava Lala (Retd.) to adjudicate the dispute. KMDA in course of the sittings before Justice Lala, raised objection as to his appointment as Arbitrator and did not agree to the continuance of the Arbitration proceedings. In such circumstances and as advised the Consortium has decided not to proceed with the said Arbitration and to have a new Arbitrator appointed in terms of Section 11 of the Arbitration & Conciliation Act, 1996.
- 2.38 As per Section 135 of the Companies Act, 2013, a CSR Committee has been formed by the company and it has contributed Rs. 49.52 lacs on the Social Upliftment Programmes as prescribed in Schedule VII of the Companies Act, 2013.
- 2.39 **SEGMENT INFORMATION**
- The Company has disclosed Business Segment as primary segment, taking into account the nature of the products, the differing risks and returns, the organisation structure and internal reporting system.
 - The Company's operations predominantly relate to Real Estate Projects Development and Rental Activities.
 - The Company's activities are restricted within India and hence no separate geographical segment disclosure is considered necessary.
 - Segment Revenue, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each of the segments.
 - The net expenses and income, which are not directly attributable to a particular Business Segment, are shown as unallocated corporate cost and income respectively.
 - Assets and Liabilities that can not be allocated between the segments are shown as a part of unallocated corporate assets and liabilities respectively.



South City Projects (Kolkata) Ltd.

Director

South City Projects (Kolkata) Ltd.

Director

SOUTH CITY PROJECTS (KOLKATA) LIMITED

Notes on Financial Statements as at and for the year ended 31st March 2017

Details of Business Segment Information is presented below :

(Rupees in Lacs)

Particulars	Real Estate Projects Development		Rental Activities		Unallocated		Total	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Revenue								
Total External Revenue	15,934.86	415.91	9,914.08	11,082.65	-	-	25,848.94	11,498.56
Inter Segment Revenue	-	-	-	-	-	-	-	-
Unallocated Corporate Revenue	-	-	-	-	-	-	-	-
Total Revenue (Net)	15,934.86	415.91	9,914.08	11,082.65	-	-	25,848.94	11,498.56
Results								
Segment Results	2,602.70	(273.49)	7,160.37	8,272.17	-	-	9,763.07	7,998.68
Unallocated Corporate Revenue	-	-	-	-	-	-	-	-
Unallocated Corporate Expenses	-	-	-	-	74.88	66.01	74.88	66.01
Operating Profit	2,602.70	(273.49)	7,160.37	8,272.17	(74.88)	(66.01)	9,688.18	7,932.67
Other Income	20.88	0.21	112.84	112.28	-	-	133.72	112.48
Unallocated Other Income	-	-	-	-	653.85	1,096.23	653.85	1,096.23
Interest Income	3.13	8.44	6.94	6.96	-	-	10.07	15.39
Unallocated Interest Income	-	-	-	-	2,168.33	3,511.99	2,168.33	3,511.99
Financial Expenses	-	-	1,195.83	1,300.60	-	-	1,195.83	1,300.60
Unallocated Financial Expenses	-	-	-	-	2,621.23	2,515.91	2,621.23	2,515.91
Profit Before Tax	2,607.06	(285.48)	4,997.50	5,720.79	121.16	2,023.14	7,725.70	7,458.44
Current Tax	-	-	-	-	1,700.00	1,600.00	1,700.00	1,600.00
Deferred Tax	-	-	-	-	(45.99)	-	(45.99)	-
Income Tax of Earlier Years	-	-	-	-	-	(9.80)	-	(9.80)
Net Profit after Tax	2,607.05	(285.48)	4,997.50	5,720.79	(1,532.86)	432.94	6,071.69	5,868.24
Other Information								
Segment Assets	36,605.74	43,517.75	38,856.41	35,027.27	-	-	75,462.15	78,545.03
Unallocated Corporate Assets	-	-	-	-	13,771.43	8,726.52	13,771.43	8,726.52
Total Assets	36,605.74	43,517.75	38,856.41	35,027.27	13,771.43	8,726.52	89,233.58	87,271.55
Segment Liabilities	7,318.65	16,837.72	14,101.68	15,270.04	-	-	21,420.33	32,107.76
Unallocated Corporate Liabilities	-	-	-	-	29,841.19	23,719.43	29,841.19	23,719.43
Total Liabilities	7,318.65	16,837.72	14,101.68	15,270.04	29,841.19	23,719.43	51,261.52	55,827.18
Capital Expenditure Incurred	-	-	65.91	414.10	-	-	65.91	414.10
Unallocated Capital Expenditure Incurred	-	-	-	-	7.41	23.82	7.41	23.82
Depreciation and Amortisation	19.66	20.64	1,086.83	1,370.02	4.90	5.16	1,111.37	1,395.82
Total Assets exclude	-	-	-	-	0.00	456.01	0.00	456.01
Advance Tax & TDS	-	-	-	-	-	-	-	-
Unallocated Advance Tax & TDS	-	-	-	-	264.16	456.01	264.16	456.01

2.40 Details of Specified Bank Notes (SBN) held and transacted during the period 08-11-2016 to 30-12-2016

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08-11-2016	25.63	2.30	27.93
Permitted Receipts	-	77.62	77.62
Permitted Payments	-	21.30	21.30
Amount deposited in Banks	25.63	53.47	79.10
Closing cash in hand as on 30-12-2016	-	5.15	5.15

2.41 Previous year's figures have been re-grouped/ re-casted/ re-arranged/ re-classified, wherever necessary, to make them comparable to those of the current year.

In terms of our attached report of even date

For, S.K. AGRAWAL & COMPANY,
Chartered Accountants
Firm Registration No : 306033E

S.K. Agrawal
24

S. K. AGRAWAL
Partner
Membership No-9067
Place : Kolkata

Dated : 29th June, 2017



South City Projects (Kolkata) Ltd.

[Signature]

Director

South City Projects (Kolkata) Ltd.

[Signature]

Director

For South City Projects (Kolkata) Ltd.

[Signature]
Company Secretary