



## INDEPENDENT AUDITOR'S REPORT

To the members of Sobha Tambaram Developers Limited

### Report on the Financial Statements

We have audited the accompanying financial statements of **Sobha Tambaram Developers Limited** ("the Company"), which comprises the Balance Sheet as at 31<sup>st</sup> March, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

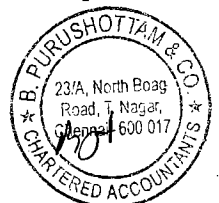
### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 of 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 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 thereunder.

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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31<sup>st</sup> March, 2016, and its profit and its cash flows for the year ended on that date.

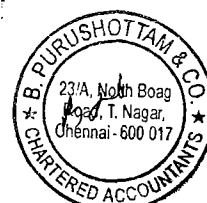
### **Report on Other Legal and Regulatory Requirements**

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 Companies Act, we give in the Annexure, a statement on the matters specified in Para 3 and 4 of the said 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 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 31<sup>st</sup> March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2016 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".

(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 no litigation impacting its financial position which need to be disclose in its financial statements
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

For B. PURUSHOTTAM & CO.  
Chartered Accountants  
Reg. No. 002808S  
*B.S. Purushottam*  
B.S. PURUSHOTTAM  
Partner  
M.No. 26785



Place : Chennai

Date : 18.05.2016

**ANNEXURE ATO THE INDEPENDENT AUDITOR'S REPORT**

With reference to the Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of the Independent Auditor's report to the members of Sobha Tambaram Developers Limited on the financial statements for the year ended 31<sup>st</sup> March 2016, we report that:

(i) (a) The company has no fixed assets and hence reporting under clause i (a) to clause i(c) does not arise.

(ii) (a) As explained to us, inventories have been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable.

(b) As per the information given to us, the procedures of physical verification of inventory followed by management are, in our opinion, reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) The Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.

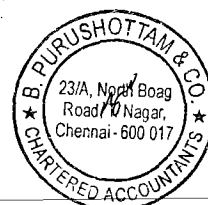
(iii) According to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly reporting under clause (iii) (a) to (c) does not arise.

(iv) The Company has not granted loans, made investments, given guarantees, and security, accordingly reporting under this clause does not arise.

(v) The company has not accepted deposits within the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder.

(vi) The Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013, hence reporting under this clause does not arise.

(vii) (a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, value added tax, service tax, duty of customs, duty of excise, cess and any other statutory dues to the appropriate authorities.



(b) No dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute.

(viii) According to the records of the Company examined by us and as per the information and explanations given to us, the Company has not borrowed funds from any financial institutions or banks and has not issued any debentures hence we have no comments to offer.

(ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and term loans.

(x) According to the information and explanations given to us no fraud by the company or no fraud on the Company by its officers or employees has been noticed or reported during the year.

(xi) The Company has not paid or provided any managerial remuneration as per provision of Section 197 read with Schedule V to the Companies Act..

(xii) The Company is not Nidhi Company hence reporting under this clause is not applicable.

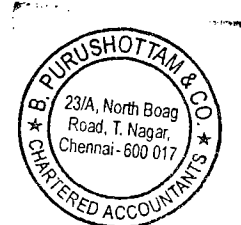
(xiii) All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;

(xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible during the year under review and hence reporting under this clause does not arise.

(xv) The company has not entered into any non-cash transactions with directors or persons connected with him.

(xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For B. PURUSHOTTAM & CO.  
Chartered Accountants  
Reg. No. 002808S  
*B. S. Purushottam*  
B.S. PURUSHOTTAM  
Partner  
M.No. 26785



Place : Chennai

Date : 18.05.2016

**Annexure B to Auditors' Report of even date**

**Report on the Internal Controls on Financial Controls under clause (i) of sub-section (3) of section 143 of the Companies Act, 2013 ("the Act")**

Re: Sobha Tambaram Developers Limited

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

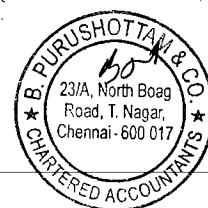
**Management's Responsibility for Internal Financial Controls**

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**

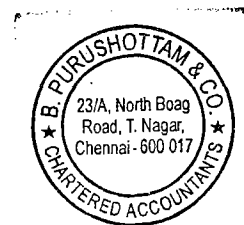
In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria 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.

**Place : Chennai**

**Date : 18.05.2016**

For B. PURUSHOTTAM & CO.  
Chartered Accountants  
Reg. No. 002808S

*B. S. Purushottam*  
B.S. PURSHOTHAM  
Partner  
M.No. 26785



**Sobha Tambaram Developers Limited**  
(formerly known as Megatech Software Private Limited)  
No.115, Kothari Buildings, Nungambakkam High Road  
Nungambakkam, Chennai - 600 034  
**CIN-U45300TN1999PLC042927**


**BALANCE SHEET AS AT MARCH 31ST, 2016**

PARTICULARS	Notes No.	[In Rupees] As at March 31, 2016	[In Rupees] As at March 31, 2015
<b>EQUITIES AND LIABILITIES:</b>			
<b>SHAREHOLDERS' FUNDS</b>			
(a) Share Capital	2.1	500,020	500,020
(b) Reserves and surplus	2.2	28,961,628	(26,434)
		<b>29,461,648</b>	<b>473,586</b>
<b>NON-CURRENT LIABILITIES</b>			
(a) Long Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities	2.3	71,055,400	89,064,195
		<b>71,055,400</b>	<b>89,064,195</b>
<b>CURRENT LIABILITIES</b>			
(a) Short Term Borrowings		-	-
(b) Trade Payables	2.4	5,896,303	-
(c) Other Current Liabilities	2.5	2,939,947	22,714
		<b>8,836,250</b>	<b>22,714</b>
<b>TOTAL</b>		<b>109,353,298</b>	<b>89,560,495</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
(a) Fixed assets:			
Tangible Assets			
Intangible Assets			
Capital Work in Progress			
(b) Non-Current Investments		-	-
(c) Deferred Tax Asset (Net)		-	-
(d) Long Term Loans and Advances		-	-
(e) Other Non-Current Assets	2.6	-	412,200
		<b>-</b>	<b>412,200</b>
<b>CURRENT ASSETS</b>			
(a) Inventories	2.7	98,276,607	88,535,568
(b) Trade Receivables		-	-
(c) Cash and Bank Balance	2.8	325,601	612,727
(d) Short Term Loans and Advances		-	-
(e) Other Current Assets	2.9	10,751,090	-
		<b>109,353,298</b>	<b>89,148,295</b>
<b>TOTAL</b>		<b>109,353,298</b>	<b>89,560,495</b>
Significant Accounting Policies and notes	1 & 2		

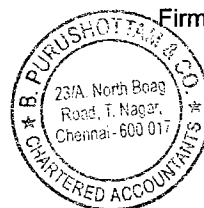
Notes referred above form integral part of the financial statements


For and on behalf of the Board of Directors of  
**Sobha Tambaram Developers Limited**

Subject to our Report of even date  
**For B.Purushottam & Co.,**  
Chartered Accountants  
Firms' Registration No.002808S

  
**Ramakrishnan Prabhakaran**  
Director  
02851981

  
**Subhash Mohan Bhat**  
Director  
02812693



  
**B S Purushottam**  
Partner  
M.No.26785

Date : 18.05.2016  
Place : Chennai



**Sobha Tambaram Developers Limited**

(formerly known as Megatech Software Private Limited)

No.115, Kothari Buildings, Nungambakkam High Road

Nungambakkam, Chennai - 600 034


CIN-U45300TN1999PLC042927

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31ST 2016**

PARTICULARS	Notes No.	[In Rupees] For the year ended March 31, 2016	[In Rupees] For the year ended March 31, 2015
<b>INCOME</b>			
Income from Operations	2.10	69,336,396	46,920,000
Interest received on Income Tax Refund		19,080	-
<b>TOTAL</b>		<b>69,355,476</b>	<b>46,920,000</b>
<b>EXPENSES</b>			
Changes in Inventories of Stock in Trade	2.11	(9,741,039)	7,636,596
Operating Expenses	2.12	31,802,000	38,258,000
Finance Cost	2.13	19,539	56
Other Expenses	2.14	3,091,564	728,854
<b>TOTAL</b>		<b>25,172,064</b>	<b>46,623,506</b>
<b>PROFIT BEFORE TAX</b>		<b>44,183,412</b>	<b>296,494</b>
<b>TAX EXPENSES</b>			
Current Tax		15,195,350	57,000
Deferred Tax		-	-
Tax relating to prior years		-	-
<b>PROFIT AFTER TAX</b>		<b>15,195,350</b>	<b>57,000</b>
		<b>28,988,062</b>	<b>239,494</b>
<b>Basic &amp; Diluted Earning per Share (Equity Shares of par value of Rs. 10/- each)</b>		<b>579.74</b>	<b>20.96</b>
No of shares used in computing earning per share		50,002	11,427
Significant Accounting Policies and notes	1 & 2		

Notes referred above form integral part of the financial statements

For and on behalf of the Board of Directors of  
**Sobha Tambaram Developers Limited**

  
**Ramakrishnan Prabhakaran**  
 Director

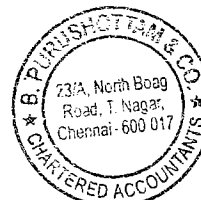
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Date : 18.05.2016.

Place : Chennai

  
**Subhash Mohan Bhat**  
 Director  
 02812693

Subject to our Report of even date  
**For B.Purushottam & Co.,**  
 Chartered Accountants  
 Firms' Registration No.002808S



  
**B S Purushottam**  
 Partner  
 M.No.26785

## 2. NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2016

### 2.1 SHARE CAPITAL

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Authorised:		
Equity Share of Rs.10/- par value	1,500,000	1,500,000
150,000 (150,000) Equity Shares		
Issued, Subscribed and Paid up:		
Equity Share of Rs.10/- par value		
50,002(10,002) Equity shares fully paid up	500,020	500,020

The Company has only one class of Shares referred to as Equity Shares having a par value of Rs.10/-. Each shareholder of equity shares is entitled to one vote per share.

The Company has not declared any dividend during the year.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

The details of shareholder holding more than 5% shares is set out below:

Name of the Shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of Shares	% held	No. of Shares	% held
Sobha Limited (Holding Company wef 16/03/2015)	50,002	100.00%	50,002	100.00%

The reconciliation of the number of shares outstanding and the amount of share capital is set out below;

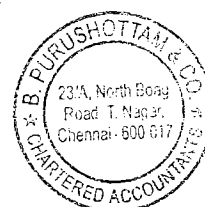
Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of Shares	Amount	No. of Shares	Amount
No. of shares at the beginning	50,002	500,020	10,002	100,020
Add: Shares issued during the year		-	40,000	400,000
No. of shares at the end	50,002	500,020	50,002	500,020

### 2.2 RESERVES AND SURPLUS

Particulars	As at	As at
	March 31, 2016	March 31, 2015
<b>Surplus/(Deficit) in the Profit and Loss statement</b>		
Opening Balance	(26,434)	(265,928)
Add: Profit/(Loss) for the year	28,988,062	239,494
Net Surplus/(Deficit)	<b>28,961,628</b>	<b>(26,434)</b>
Total	<b>28,961,628</b>	<b>(26,434)</b>

### 2.3 OTHER LONG TERM LIABILITIES

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Advances received	71,055,400	89,064,195
Total	<b>71,055,400</b>	<b>89,064,195</b>



**2.4 OTHER LONG TERM LIABILITIES**

Particulars	As at March 31, 2016	As at March 31, 2015
Trade Payables - Holding company	5,896,303	-
<b>Total</b>	<b>5,896,303</b>	<b>-</b>

**2.5 OTHER CURRENT LIABILITIES**

Particulars	As at March 31, 2016	As at March 31, 2015
Advance received from customers	1,551,801	-
Other Liabilities - Holding Company	940	460
Other Liabilities	17,175	22,254
Provision for expenses	1,177,000	-
Withholding tax payable	112,586	-
Income Tax Payable ( net of advance tax and provision)	80,445	-
<b>Total</b>	<b>2,939,947</b>	<b>22,714</b>

**2.6 OTHER NON CURRENT ASSETS**

Particulars	As at March 31, 2016	As at March 31, 2015
Income Tax Paid ( net of advance tax and provision)	-	412,200
<b>Total</b>	<b>-</b>	<b>412,200</b>

**2.7 INVENTORIES**

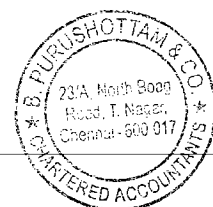
Particulars	As at March 31, 2016	As at March 31, 2015
Land Stock	72,032,889	88,535,568
Land Stock - Plots	26,243,718	-
<b>Total</b>	<b>98,276,607</b>	<b>88,535,568</b>

**2.8 CASH AND BANK BALANCE**

Particulars	As at March 31, 2016	As at March 31, 2015
<b>Cash and Cash Equivalents</b>		
Bank Balance		
On current accounts	325,601	612,727
<b>Total</b>	<b>325,601</b>	<b>612,727</b>

**2.9 OTHER CURRENT ASSETS**

Particulars	As at March 31, 2016	As at March 31, 2015
Unbilled Revenue	10,751,090	-
<b>Total</b>	<b>10,751,090</b>	<b>-</b>



**2.10 INCOME FROM OPERATIONS**

Particulars	for the year ended March 31, 2016	for the year ended March 31, 2015
Sale of Land and Plots	69,336,396	46,920,000
<b>Total</b>	<b>69,336,396</b>	<b>46,920,000</b>

**2.11 CHANGES IN INVENTORIES OF STOCK IN TRADE**

Particulars	for the year ended March 31, 2016	for the year ended March 31, 2015
<b>Opening Stock</b>		
Land Stock	88,535,568	96,172,164
	88,535,568	96,172,164
<b>Less: Closing Stock</b>		
Land Stock	72,032,889	88,535,568
Land Stock - Plots	26,243,718	-
	98,276,607	88,535,568
<b>Changes in Inventories of Stock in Trade</b>	<b>(9,741,039)</b>	<b>7,636,596</b>

**2.12 OPERATING EXPENSES**

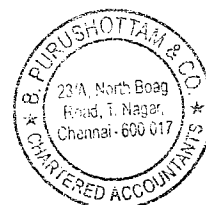
Particulars	for the year ended March 31, 2016	for the year ended March 31, 2015
Development charges	31,802,000	38,258,000
<b>Total</b>	<b>31,802,000</b>	<b>38,258,000</b>

**2.13 FINANCE COST**

Particulars	for the year ended March 31, 2016	for the year ended March 31, 2015
Bank Charges	3,586	56
Interest on statutory dues	15,953	-
<b>Total</b>	<b>19,539</b>	<b>56</b>

**2.14 OTHER EXPENSES**

Particulars	for the year ended March 31, 2016	for the year ended March 31, 2015
Rates and Taxes	12,080	8,200
Legal fees	10,000	-
Professional charges	5,725	-
Marketing and Management Fees	2,872,830	-
Brokerage and Commission	173,754	703,800
Auditors' Remuneration	17,175	16,854
<b>Total</b>	<b>3,091,564</b>	<b>728,854</b>



- 2.15** There are no contingent liabilities during the accounting period, except the charge against the receivables of the project given to Andhra bank for the credit facility availed by Holding company.
- 2.16** The company does not have any employees and hence no provision is considered in respect of employee benefits as required under AS – 15.
- 2.17** Balances due with group companies are subject to reconciliation.
- 2.18** Based on the information available with the Company, no amount is due to the small & Micro Enterprises as under Micro, Small and Medium Enterprises Development Act, 2006

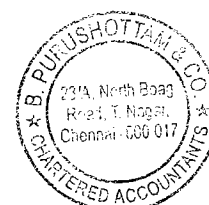
**2.19 Related party disclosures;**

As per the requirement of Accounting Standard 18, on related party disclosures, the names of the related parties with the description of relationships and transactions between the reporting enterprise and its related parties have been identified and certified by the management.

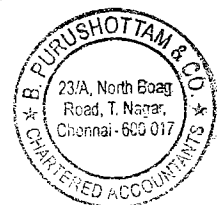
**a. List of Related Parties**

Holding Company : Sobha Limited wef 16/03/2015

<b>Sl. No</b>	<b>Name of the Other Related parties</b>
1	Allapuzha Fine Real Estate Private Limited
2	Aluva Realtors Private Limited
3	Annalakshmi Land Developers Private Limited
4	Bikasa Properties Private Limited
5	Bikasa Realestates Private Limited
6	Bikasa Realtors Private Limited
7	Chennai Supercity Developers Private Limited
8	Chikmangaloor Builders Private Limited
9	Chikmangaloor Developers Private Limited
10	Chikmangaloor Properties Private Limited
11	Chikmangaloor Realtors Private Limited
12	Cochin Cyber City Private Limited
13	Cochin Cyber Estates Private Limited
14	Cochin Cyber Golden Properties Private Limited
15	Cochin Cyber Value Added Properties Private Limited
16	Cochin Realtors Private Limited
17	Daram Cyber Builders Private Limited
18	Daram Cyber Developers Private Limited
19	Daram Cyber Properties Private Limited
20	Daram Lands Real Estate Private Limited
21	Greater Cochin Cybercity Private Limited
22	Greater Cochin Developers Private Limited
23	Greater Cochin Properties Private Limited
24	Greater Cochin Realtors Private Limited
25	Ilupur Builders Private Limited
26	Ilupur Developers Private Limited
27	Ilupur Properties Private Limited
28	Ilupur Real Estate Private Limited
29	Ilupur Realtors Private Limited
30	Kaloor Realtors Private Limited
31	Kaveripuram Developers Private Limited
32	Kilai Builders Private Limited
33	Kilai Properties Private Limited
34	Kilai Super Developers Private Limited
35	Kottaiyur Developers Private Limited
36	Kottaiyur Real Estates Private Limited
37	Kottaiyur Realtors Private Limited
38	Kuthavakkam Builders Private Limited
39	Kuthavakkam Developers Private Limited
40	Kuthavakkam Properties Private Limited
41	Kuthavakkam Realtors Private Limited
42	Mamballi Builders Private Limited



43	Mannur Builders Private Limited	91	SBG Housing Private Limited
44	Mannur Properties Private Limited	92	Puzhakkal Developers Private Limited
45	Mannur Real Estates Private Limited	93	HBR Consultants Private Limited
46	Mapedu Builders Private Limited	94	Hill And Menon Securities Private Limited
47	Mapedu Real Estates Private Limited	95	Indeset Electromechanical Private Limited
48	Mapedu Realtors Private Limited	96	Indeset Steel Private Limited
49	Marina Realtors Private Limited	97	Lotus Manpower Consultants Services Private Limited
50	Moolamcode Traders Private Limited	98	Lotus Manpower Services
51	Nasarapet Developers Private Limited	99	Objective Systems Integrators India Private Limited
52	Nasarapet Properties Private Limited	100	Oman Builders Private Limited
53	Nasarapet Realtors Private Limited	101	PNC Lighting Solutions Private Limited
54	Navabhusan Properties and Developers Private	102	PNC Technologies Private Limited
55	Padma Lochana Enterprises Private Limited	103	Punkunnam Builders And Developers Private Limited
56	Palani Properties Private Limited	104	Red Lotus Facility Services Private Limited
57	Pallavur Projects Private Limited	105	Red Lotus Metal Works Facilities And Services Pvt Ltd
58	Paramakudi Properties Private Limited	106	Royal Interiors Private Limited
59	Perambakkam Builders Private Limited	107	Sobha Academy Private Limited
60	Perambakkam Properties Private Limited	108	Sobha Assets Private Limited
61	Pillaipakkam Properties Private Limited	109	Sobha Aviation And Engineering Services Private Ltd
62	Pillaipakkam Builders Private Limited	110	Sobha City
63	Red Lotus Realtors Private Limited	111	Sobha Contracting Private Limited
64	Rusoh Fine Builders Private Limited	112	Sobha Developers (Pune) Limited
65	Rusoh Home Developers Private Limited	113	Sobha Electro Mechanical Private Limited
66	Rusoh Marina Properties Private Limited	114	Sobha Glazing And Metal Works Private Limited
67	Rusoh Modern Builders Private Limited	115	Sobha Highrise Ventures Private Limited
68	Rusoh Modern Developers Private Limited	116	Sobha Hitechcity Developers Private Limited
69	Rusoh Modern Properties Private Limited	117	Sobha Innercity Technopolis Private Limited
70	Santhavellur Builders Private Limited	118	Sobha Interiors Private Limited
71	Santhavellur Developers Private Limited	119	Sobha Jewellery Private Limited
72	Santhavellur Realtors Private Limited	120	Sobha Mapletree Developers Private Limited
73	Sengadu Builders Private Limited	121	Sobha Projects And Trade Private Limited
74	Sengadu Developers Private Limited	122	Sobha Puravankara Aviation Private Limited
75	Sengadu Properties Private Limited	123	Sobha Renaissance Information Technology Pvt Ltd
76	Sengadu Realestates Private Limited	124	Sobha Space Private Limited
77	Sengadu Realtors Private Limited	125	Sobha Technocity Private Limited
78	Sri Durga Devi Property Management Private Li	126	Sri Kurumba Trust
79	Sri Kanakadurga Property Developers Private L	127	Valasai Vettikadu Realtors Private Limited
80	Sri Parvathy Land Developers Private Limited	128	Vayaloor Builders Private Limited
81	Sunbeam Projects Private Limited	129	Vayaloor Developers Private Limited
82	Thakazhi Developers Private Limited	130	Vayaloor Properties Private Limited
83	Thakazhi Realtors Private Limited	131	Vayaloor Real Estate Private Limited
84	Thiruchour Builders Private Limited	132	Vayaloor Realtors Private Limited
85	Thiruchour Developers Private Limited	133	P N C Switchgears Private Limited
86	Tirur Cyber Real Estates Private Limited	134	Technobuild Developers Private Limited
87	Sobha Nandambakkam Developers Limited (formerly Known as Tirur CyberCity Developers Private Limited)		(Holding Company upto 15/03/2015)
88	Valasai Vettikadu Builders Private Limited		
89	Valasai Vettikadu Properties Private Limited		
90	Valasai Vettikadu Real Estate Private Limited		



**b. Transaction with Related Parties**

Name of the Related Party	Nature of Relationship	Nature of transactions	Current Year	Previous Year
			Amount in Rupees	
Technobuild Developers Private Limited (Holding Company upto 15/03/2015)	Other Related party	Advances received	-	400
	Other Related party	Advances paid	18,008,795	7,274,564
Sobha Limited	Holding Company	Marketing and Mangement	2,514,776	-
	Holding Company	Subcontracting Charges	29,000,000	-

**c. Closing Balance at the year end:**

Name of the Related Party	Nature of Relationship	Nature of transactions	Current Year	Previous Year
			Amount in Rupees	
Technobuild Developers Private Limited (Holding Company upto 15/03/2015)	Other Related party	Payables	71,055,400	89,064,195
Sobha Limited (Holding company wef 16/03/2015)	Holding Company	Payables	5,897,243	460

**Key Managerial Personnel**

Mr. Ramakrishnan Prabhakaran - Appointed wef 19/03/2015

Mr. Subhash Mohan Bhatt - Appointed wef 19/03/2015

Mr. T P Sanjaya Sarathy - Resigned wef 01/09/2015

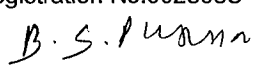
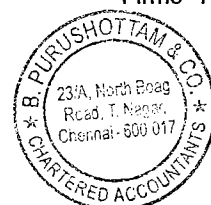
Mr. Ravi D N - Appointed wef 01/09/2015

**2.20 Earnings Per Share:**

Particulars	Current Year	Previous Year
	Amount in Rupees	
Nominal value of equity shares	10	10
Profit available to the equity shareholders (Numerator)	28,988,062	239,494
Weighted average number of equity shares outstanding during the year (Denominator)	50,002	11,427
Basic EPS (In Rs)	579.74	20.96

**Computation of Weighted Average No of shares :**

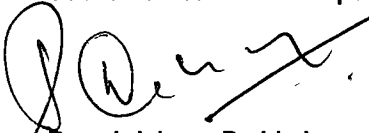
Date	Particulars	Increase	Decrease	Balance
01/04/2014	Opening balance	-	-	10,002
19/03/2015	Issue of new Shares	40,000	-	50,002
<b>Computation of Weighted Average No of shares</b>				
(10002*352/365)+(50002*13/365)				<b>11,427</b>

**2.21** Previous years figures have been regrouped / rearranged, wherever necessary to make them comparable.For and on behalf of the Board of Directors of  
**Sobha Tambaram Developers Limited**Subject to our Report of even date  
**For B.Purushottam & Co.,**  
Chartered Accountants  
Firms' Registration No.002808S  
**Ramakrishnan Prabhakaran**  
Director  
02851981  
**Subhash Mohan Bhat**  
Director  
02812693  
**B S Purushottam**  
Partner  
M.No.26785Date : 18.05.2016  
Place : Chennai

**Sobha Tambaram Developers Limited**  
(formerly known as Megatech Software Private Limited)  
**Cash Flow Statement for the year ended 31st March 2016**

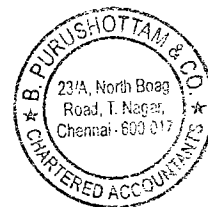
Particulars	As at 31/03/2016	As at 31/03/2015
<b>A. Cash Flow from Operating Activities</b>		
Profit before Taxation and extraordinary items	44,183,412	296,494
Adjustments for Depreciation	-	-
Operating Profit before working capital changes	44,183,412	296,494
<b>Changes in Working Capital:</b>		
Increase/(Decrease) in Trade Payables	5,896,303	
Increase/(Decrease) in Other Current Liabilities	2,836,788	11,018
Increase/(Decrease) in Long Term Liabilities	(18,008,795)	(7,274,964)
Increase/(Decrease) in Trade Receivables		
Increase/(Decrease) in Inventories	(9,741,039)	7,636,596
Increase/(Decrease) in Other Current Assets	(10,751,090)	-
<b>Cash generated from Operations</b>	<b>14,415,579</b>	<b>669,144</b>
Taxes paid (Net of refunds)	14,702,705	469,200
Net cash generated from operations before extraordinary items	(287,126)	199,944
<b>Net cash generated from operating activities</b>	<b>(287,126)</b>	<b>199,944</b>
<b>B Cash Flow from Investing Activities</b>		
Purchase of Tangible/Intangible Assets	-	-
<b>Net Cash from Investing Activities</b>	<b>-</b>	<b>-</b>
<b>C Cash flow from Financing Activities</b>		
Proceeds from issuance of share capital		400,000
Increase/(Decrease) in Borrowings		
<b>Net cash raised in Financing activities</b>	<b>-</b>	<b>400,000</b>
<b>Net increase in cash and cash equivalents [A+B+C]</b>	<b>(287,126)</b>	<b>599,944</b>
Cash and Cash equivalents at the beginning of the year	612,727	12,783
Cash and Cash equivalents at the end of the period	325,601	612,727
<b>Cash and Cash equivalents comprise of</b>		
Cash on Hand	-	-
Balances with Banks	325,601	612,727

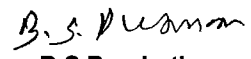
For and on behalf of the Board of Directors of  
**Sobha Tambaram Developers Limited**

  
**Ramakrishnan Prabhakaran**  
Director  
02851981

  
**Subhash Mohan Bhat**  
Director  
02812693

Subject to our Report of even date  
**For B.Purushottam & Co.,**  
Chartered Accountants  
Firms' Registration No.002808S



  
**B S Purushottam**  
Partner  
M.No.26785

Date : 18-05-2016.  
Place : Chennai



**General Information:**

The Company was incorporated on 27th, July, 1999 and primarily engaged in procurement, sale and development of lands into residential, commercial properties/complexes and plotted development.

**1 SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS AS AT March 31, 2016**

**1.1 Method of Accounting**

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles ("GAAP") in India, as per the accounting standards prescribed under section 133 of the Companies Act 2013 read with rule 7 of Companies Accounts (Rules), 2014

**1.2 Inventory Valuation:**

Inventory is valued at lower of Cost and Net realizable value. Cost is identified on FIFO basis.

**1.3 Investments:**

Long-term investments are carried at cost and provision for diminution in the value there of other than temporary in nature is accounted for. Current Investments are carried at lower of cost and fair value.

**1.4 Taxes on Income:**

Provision for Current Tax is made based on the Liability computed in accordance with the relevant tax rates and tax laws. Deferred tax is accounted for by computing the tax effect of the timing difference which arises during the year and reverse out in the subsequent periods. Deferred tax is calculated at the rates enacted or substantively enacted by the balance sheet date. Deferred Tax Assets are recognized only if there is a virtual certainty that they will be realized.

**1.5 Provisions:**

A provision is recognized when there is a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

**1.6 Earnings per share:**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as Bonus shares, other conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. 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 shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

**1.7 Revenue Recognition:**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, and recognized on the sale of land at the time of registration or handing over possession to clients whichever is earlier.

Revenue from real estate under development/ sale of developed property is recognised upon transfer of all significant risks and rewards of ownership of such real estate/ property, as per the terms of the contracts entered into with buyers, which generally coincides with the firming of the sales contracts/ agreements. Where the Company still has obligations to perform substantial acts even after the transfer of all significant risks and rewards, revenue in such cases is recognised by applying the percentage of completion method only if the following thresholds have been met:

- (a) all critical approvals necessary for the commencement of the project have been obtained;
- (b) the expenditure incurred on construction and development costs (excluding land cost) is not less than 25 % of the total estimated construction and development costs;
- (c) at least 25 % of the saleable project area is secured by contracts/agreements with buyers; and
- (d) at least 10 % of the contracts/agreements value are realised at the reporting date in respect of such contracts/agreements.

When the outcome of a real estate project can be estimated reliably and the conditions above are satisfied, project revenue and project costs associated with the real estate project should be recognised as revenue and expenses by reference to the stage of completion of the project activity at the reporting date arrived at with reference to the entire project costs incurred (including land costs).

**1.8 Other Accounting Policies**

The Company will formalize the Accounting Policies with respect to Fixed Assets, Impairment, Foreign Currency Translation, Employee benefits etc at appropriate time.

