

SSPDL RESORTS PRIVATE LIMITED

DIRECTORS' REPORT

To
The Members

Your Directors have pleasure in presenting the Eighth Annual Report on the business and operations of the Company together with the audited accounts for the financial year ended 31st March, 2014.

FINANCIAL RESULTS

Particulars	2013-14	2012-13
Total Income	1,750	-
Total Expenditure	8,77,240	-
Profit/(Loss) before tax	(8,75,490)	-
Tax expense	-	-
Profit/(Loss) after Tax	(8,75,490)	-
Surplus/(Deficit) in Statement of Profit and Loss brought forward from previous year	-	-
Balance carried to Balance Sheet	(8,75,490)	-

The project expenses incurred during the first quarter of the year under review and during the previous year are transferred to work in progress.

BUSINESS OVERVIEW

"The Retreat", Munnar, Kerala

"The Retreat", Munnar, Kerala the Company has purchased 18.58 acres of land for Rs.87.68 Lakhs for developing an Eco Tourism Project.

The Company along with parent company SSPDL Limited is planning to use the SPV's for operating a) Villa Development, b) Jungle Resort Development and c) Jungle and Plantation Development. Plots have been demarcated for sale. Preliminary work with regard to roads has been completed. After receiving the necessary approvals from the authorities plots will be registered in favor of the buyers. Applications are submitted for obtaining the permission for construction of villas.

The Kerala budget had announced and recently Government has relaxed the conditions for housing and resorts. However, after the recent publication of Kasturi Rangan Committee report there has been lot of confusion on the development of the project in the Iddukki District. The Kerala Government has appealed to Government of India, Ministry of Environment to have a relook at the report. Unless that is settled we do not see any scope of commencing the project.

SSPDL RESORTS PRIVATE LIMITED

DIRECTORS

In pursuance of the provisions of Section 152 of the Companies Act, 2013, Sri Prakash Challa (DIN: 02257638), Director retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

AUDITORS

Smt. Kosaraju Chandrika, Chartered Accountant, Hyderabad the Company's Statutory Auditor retires at the conclusion of the ensuing Annual General Meeting.

Pursuant to the provisions of section 139 of the Companies Act, 2013 (the Act) and the Rules framed thereunder, it is proposed to appoint Smt. Kosaraju Chandrika, as the statutory auditor of the Company from the conclusion of the forthcoming AGM till the conclusion of the eleventh AGM to be held in the year 2017, subject to ratification of her appointment at every AGM. Smt. Kosaraju Chandrika, has, under Section 139 given a written consent and under section 141 of the Act, furnished a certificate of her eligibility for re-appointment. The Members year on year will be requested, to ratify her appointment as Auditors and to authorize the Board of Directors to fix their remuneration.

INFORMATION UNDER SECTION 217(1) (e)

Information required to be furnished under The Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988, is furnished below:

A. CONSERVATION OF ENERGY	:	NIL
B. TECHNOLOGY ABSORPTION	:	NIL
C. FOREIGN EXCHANGE EARNINGS	:	NIL
FOREIGN EXCHANGE OUTGO	:	NIL

INFORMATION UNDER SECTION 217 (2A)

As per the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended from time to time, the particulars are NIL.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, as amended by the Companies (Amendment) Act, 2000, the Directors confirm that:-

1. In preparation of the Annual Accounts, the applicable accounting standards have been followed.
2. Appropriate accounting policies have been applied consistently. Judgments and estimates, which are reasonable and prudent, have been made so far as to give a true and fair view of the state of affairs of the Company as at the end of the Financial Year and of the profit/loss of the Company for the period.
3. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and preventing and detecting fraud and other irregularities.
4. The Annual Accounts have been prepared on a going concern basis.

SSPDL RESORTS PRIVATE LIMITED

ACKNOWLEDGEMENTS

Your Directors place on record their appreciation of the continued assistance and co-operation extended to the Company by the Statutory Auditor and Government and Semi-Government Departments.

For and on behalf of the Board of Directors

**Place : Hyderabad
Date : 09.05.2014**

**PRAKASH CHALLA
DIRECTOR
DIN: 02257638**

**E. BHASKAR RAO
DIRECTOR
DIN: 00003608**

INDEPENDENT AUDITORS' REPORT

**To the Members of
M/s. SSPDL RESORTS PRIVATE LIMITED**

Report on the Financial Statements

I have audited the accompanying financial statements of **M/s. SSPDL RESORTS PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2014, and the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion and to the best of my information and according to the explanations given to me, 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:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- (b) In the case of the Statement of Profit and Loss, **Loss** for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the 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, 2003 ("the Order"), issued by the Central Government of India in terms of Section 227(4A) of the Act, I give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by section 227(3) of the Act, I report that:

- a) I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit;
- b) In my opinion, proper books of account as required by law have been kept by the Company so far as appears from my 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 my opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in Section 211(3C) of the Act read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013; and
- e) On the basis of written representations received from the directors as on March 31, 2014, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of Section 274(1)(g) of the Act.

KOSARAJU CHANDRIKA

Chartered Accountant
Membership. No. 028522

Place: Hyderabad
Date: 09.05.2014

Annexure to the Auditors' Report

The Annexure referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of my report of even date:

- i. In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to me, all the fixed assets have been physically verified by the management in a phased periodical manner, which in my opinion is reasonable, having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) In my opinion, the Company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the Company is not affected.
- ii. In respect of its inventories:
 - a) The Company's inventory comprises of only Land and no moveable stock. Accordingly, Clause 4(ii) of the Order is not applicable.
- iii.
 - a) According to the information and explanations given to me, during the year the Company has granted an unsecured loan to companies covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount outstanding during the year is Rs.446.43 lakhs and year-end balance is Rs.359.51 lakhs.
 - b) In my opinion and according to the information and explanation given to me, the said loan is interest free loan and other terms and conditions are prima facie not prejudicial to the interest of the Company.
 - c) According to the information and explanations given to me, the said loan is repayable on demand and there is no repayment schedule.
 - d) In my opinion and according to the information and explanation given to me, reasonable steps have been taken by the Company for recovery of the principal amount.
 - e) According to the information and explanations given to me, the Company has not taken any loan from the companies covered in the register maintained under section 301 of the companies Act, 1956. Accordingly Clause 4(iii) (e) to (g) of the order is not applicable.
- iv. In my opinion and according to the information and explanations given to me, there are adequate internal control systems commensurate with the size of the Company and nature of its business with regard to the purchase of inventory and fixed assets and also for the sale of goods and services. During the course of my audit, no major weakness has been noticed in the internal control system.

- v. In respect of the contracts or arrangements entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956, to the best of my knowledge and belief and according to the information and explanation given to me:
 - a. The particulars of the contracts or arrangements referred to in Section 301 that need to be entered in the register maintained under the said section have been so entered.
 - b. In my opinion, and according to the information and explanations given to me, transactions made in pursuance of contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- vi. According to the information and explanations given to me, the Company has not accepted deposits from the public within the meaning of Section 58A and Section 58AA of the Companies Act, 1956 and the rules framed there under.
- vii. According to the information and explanations given to me and to the best of my knowledge and belief, internal audit is not applicable to the Company.
- viii. As explained to me, maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 is not applicable for the current year. Accordingly, clause 4 (viii) of the Order is not applicable.
- ix. In respect of statutory dues:
 - a) According to the records of the Company and information and explanations given to us, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State insurance, Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other statutory dues to the extent applicable with the appropriate authorities during the year. According to the information and explanations given to us, no undisputed amounts payable in respect of the above are in arrears as at the year-end for a period of more than six months from the date on which they become payable.
 - b) According to the information and explanations given to me there are no amounts in respect of Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and Cess that have not been deposited with the appropriate authorities on account of any dispute.
- x. The Company has accumulated losses of Rs.8.75 lakhs at the end of the financial year. The Company has incurred cash losses amounting to Rs.8.55 lakhs during the financial year covered by audit and the Company did not incur any cash losses in the immediately preceding financial year.
- xi. Based on my audit procedures and according to the information and explanations given to me, During the year, the Company has not defaulted in repayment of dues to banks and financial institutions. The Company did not have any debentures outstanding as on the balance sheet date.
- xii. In my opinion and according to the information and explanations given to me, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, clause 4(xii) of the Order is not applicable.
- xiii. In my opinion, the Company is not a Chit fund or a Nidhi/ Mutual Benefit fund/ Society. Therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the Company.

- xiv. The Company has not dealt or traded in shares, securities, debentures and other investments. Accordingly, clause 4 (xiv) of the Order are not applicable to the Company.
- xv. In my opinion and as per the information and explanations given to me, the Company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, Clause 4(xv) of the Order is not applicable to the Company.
- xvi. In my opinion and according to the information and explanations given to me and on the basis of my examination of the books of accounts, no loans have been availed by the Company during the year. Accordingly, Clause 4(xvi) of the Order is not applicable to the Company.
- xvii. According to the information and explanations given to me and on an overall examination of the Balance Sheet of the Company, I am of the opinion that there are no funds raised on short-term basis that have been used for long term investment.
- xviii. The Company has not made any preferential allotment to parties and companies covered under register maintained under section 301 of the Companies Act, 1956. Accordingly, clause 4(xviii) of the Order is not applicable.
- xix. The Company during the year has not issued any debentures. Accordingly, clause 4 (xix) of the Order are not applicable to the Company.
- xx. The Company has not raised any money by public issue of shares during the year. Accordingly, clause 4(xix) of the Order is not applicable.
- xxi. According to the information and explanations given to me, no fraud on or by the Company was noticed or reported during the year.

KOSARAJU CHANDRIKA
Chartered Accountant
Membership No. 028522

Place: Hyderabad
Date: 09.05.2014

SSPDL RESORTS PRIVATE LIMITED

Balance Sheet as at March 31, 2014

(Amount in ₹)

	Particulars	Note	As at March 31, 2014	As at March 31, 2013
I.	EQUITY AND LIABILITIES			
1	Shareholder's Funds			
	(a) Share Capital	2	1,00,000	1,00,000
	(b) Reserves and Surplus	3	(8,75,490)	-
2	Non-current Liabilities			
	(a) Other Long-term Liabilities	4	6,50,00,000	6,99,10,383
3	Current Liabilities			
	(a) Trade payables	5	22,930	-
	(b) Other Current Liabilities	6	10,276	29,26,162
	TOTAL		6,42,57,716	7,29,36,545
II.	ASSETS			
1	Non-current assets			
	(a) Fixed Assets			
	Tangible Assets	7	2,40,517	2,61,157
	Capital Work-in-progress		7,96,344	7,96,344
	(b) Long term loans and advances	8	31,357	25,882
	(c) Other Non-current Assets	9	20,922	20,922
2	Current Assets			
	(a) Inventories	10	2,61,96,942	2,54,80,067
	(b) Cash and Cash Equivalents	11	23,841	2,20,087
	(c) Short-term Loans and Advances	12	3,69,47,793	4,61,32,086
	TOTAL		6,42,57,716	7,29,36,545
III.	Significant Accounting Policies	1		
	Notes to the Financial Statements	1-19		

The accompanying notes are an integral part of the Financial Statements.

As per my attached report of even date

For and on behalf of the Board of Directors

KOSARAJU CHANDRIKA

Chartered Accountant

Membership No. :028522

PRAKASH CHALLA

Director

E.BHASKAR RAO

Director

Place : Hyderabad

Date : 09.05.2014

SSPDL RESORTS PRIVATE LIMITED
Statement of Profit and Loss for the year ended March 31, 2014

(Amount in ₹)

	Particulars	Note	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
I	Revenue from Operations		-	-
II	Other Income	13	1,750	-
	Total Revenue (I + II)		1,750	-
III	Expenses:			
	Project Expenses / Other operative Expenses	14	4,64,501	(5,63,351)
	Changes in Inventories of Finished goods, Work in Progress and Stock in trade	15	(7,16,874)	1,70,527
	Employee Benefits Expense	16	4,09,319	51,564
	Finance Costs	17	-	30,888
	Depreciation and Amortization Expense	7	20,640	20,608
	Other Expenses	18	6,99,654	2,89,764
	Total Expenses		8,77,240	-
IV	Profit/(Loss) before tax		(8,75,490)	-
V	Tax Expense:			
	Current Tax		-	-
	Profit/(Loss) for the year		(8,75,490)	-
VI	Earnings Per Share			
	Basic and Diluted (Face value of ₹10 each)		(87.55)	-
VII	Significant Accounting Policies	1		
	Notes to the Financial Statements	1-19		

The accompanying notes are an integral part of the Financial Statements.

As per my attached report of even date

For and on behalf of the Board of Directors

KOSARAJU CHANDRIKA

Chartered Accountant

Membership No. :028522

PRAKASH CHALLA

Director

E.BHASKAR RAO

Director

Place : Hyderabad

Date : 09.05.2014

SSPDL RESORTS PRIVATE LIMITED
Cash Flow Statement for the Year Ended March 31, 2014

(Amount in ₹)

Particulars	For the Year Ended March 31, 2014		For the Year Ended March 31, 2013	
A CASH FLOWS FROM OPERATING ACTIVITIES				
Net Profit before Tax and Extraordinary items		(8,75,490)		-
Adjustments for:				
Depreciation	20,640		20,608	
Operating Profit before Working Capital Charges				
Adjustments for:				
Decrease/(increase) in inventories	(7,16,875)		1,70,527	
Decrease/(increase) in other current and non-current assets	-		-	
Decrease/(increase) in loans and advances	91,78,818		(1,43,100)	
Increase/(decrease) in trade payables, provisions and other current liabilities	(78,03,339)		1,06,340	
Increase/(Decrease) in Net Current Assets		6,79,244		1,54,375
Cash Generated from Operation		(1,96,246)		1,54,375
Adjustments for income tax paid		-		-
Net Cash from Operating Activities	A	(1,96,246)		1,54,375
B CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of fixed assets				(2,000)
Net Cash from Investing Activities	B	-		(2,000)
C CASH FLOWS FROM FINANCING ACTIVITIES				
Interest on Borrowings		-		-
Proceeds from Working Capital Loan		-		-
Proceeds from/(repayment of) borrowings		-		-
Net Cash used in Financing Activities	C	-		-
Net Increase/(Decrease) in Cash and Cash Equivalents		(1,96,246)		1,52,375
	A+B+C			
Cash and Cash Equivalents at the beginning of the year		2,20,087		67,712
Cash and Cash Equivalents at the end of the year		23,841		2,20,087

The accompanying notes are an integral part of the Financial Statements.

As per my attached report of even date

For and on behalf of the Board of Directors

KOSARAJU CHANDRIKA

Chartered Accountant

Membership No. :028522

PRAKASH CHALLA

Director

E.BHASKAR RAO

Director

Place : Hyderabad

Date : 09.05.2014

SSPDL RESORTS PRIVATE LIMITED

Notes to the Financial Statements

Note # 1 SIGNIFICANT ACCOUNTING POLICES

a. Basis of Accounting

The financial statements are prepared and presented in accordance with the Indian Generally Accepted Accounting Principles (GAAP) under historical cost convention on the accrual basis, GAAP comprises accounting standard notified by the Central Government of India under section 211(3C) of Companies Act 1956 other pronouncement of the Institute of Chartered Accountants of India and Provision of the companies Act, 1956.

b. Use of Estimates

The preparation of financial statements in conformation with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of revenue and expenditure during the reporting period, reported balances of assets & liabilities as at the date of financial statement. Actual results could differ from these estimations. Any revision to accounting estimations is recognized prospectively in the current and future periods.

c. Fixed Assets

Fixed assets are stated at the cost less accumulated depreciation. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

d. Depreciation

Depreciation is provided on straight-line basis at the rates specified in Schedule XIV of the Companies Act, 1956. The Company follows the policy of charging on pro-rata basis on the assets acquired or disposed off during the year.

e. Inventories

- i) Land: Land is valued at cost or net realizable value whichever is less
- ii) Work in Progress: Work in progress is valued at cost

f. Revenue Recognition

Revenue from Operation, from sale of land/property rights is recognised when the unconditional right to receive the income is established and other Income from sale of cardamom /pepper is recognized as when realised

g. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition of a fixed asset are capitalized as part of the cost of the asset till the date the asset is ready for commercial use. All other borrowing costs are charged to Revenue.

h. Taxation

The current charge for taxes is calculated in accordance with relevant tax regulations applicable to the Company.

The deferred tax for the timing differences between the book and tax profits for the year-end is accounted for, using the tax rates and laws that have been substantially enacted as of the balance sheet date.

Deferred tax Assets arising from timing differences are recognized and carried forwarded only if there is reasonable certainty that they will be realized in future and reviewed for the appropriateness of their respective carrying value at each balance sheet date.

SSPDL RESORTS PRIVATE LIMITED

Notes to the Financial Statements

i. Earnings per Share

The basic earnings per share are 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.

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 are adjusted for the effects of all dilutive potential equity shares.

j. Preliminary and Pre-operative expenditure

Preliminary expenditure to the extent not written off or adjusted will be charged to revenue in the year in which there is profit to absorb the same.

k. Provisions

Provisions are recognised when the company has present legal or constructive obligations as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount of obligations.

SSPDL RESORTS PRIVATE LIMITED
Notes to the Financial Statements
(All figures are in rupees unless otherwise stated)

Note # 2

Particulars	As at March 31, 2014	As at March 31, 2013		
Share Capital				
Authorised Capital				
50,000 (Previous Year: 50,000) Equity shares of ₹10 each	5,00,000	5,00,000		
Issued, Subscribed and Paid up				
10,000 (Previous Year: 10,000) Equity shares of ₹10 each fully paid up	1,00,000	1,00,000		
Total	1,00,000	1,00,000		
a) Details of shares holding : All the shares of the company are held by SSPDL Limited and its Nominees.				
b) Reconciliation of shares outstanding at the beginning and at the end of the year				
Equity shares	March 31, 2014		March 31, 2013	
	Number	Value	Number	Value
At the beginning of the year	10,000	1,00,000	10,000	1,00,000
Issued during the year	-	-	-	-
Outstanding at the end of the Year	10,000	1,00,000	10,000	1,00,000
c) Terms and conditions attached with shares:				
The Company has only one class of equity shares referred to as equity shares having a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share.				

Note # 3

Particulars	As at March 31, 2014	As at March 31, 2013
Reserves and Surplus		
Surplus or (Deficit) in Statement of Profit and Loss		
Opening Balance	-	-
Add/ Less: Profit/(Loss) for the year	(8,75,490)	-
Total	(8,75,490)	-

Note # 4

Particulars	As at March 31, 2014	As at March 31, 2013
Other Long-term Liabilities		
Advance received from customers** (Refer below)	6,50,00,000	6,99,10,383
Total	6,50,00,000	6,99,10,383
** Advance received from customers includes;		
Azmath	60,00,000	60,00,000
Chandrasekar/Vijayalakshmi	25,00,000	25,00,000
Kutumbarao	25,00,000	25,00,000
Nimmagada Prasad	3,00,00,000	3,00,00,000
Sana Sathish Babu	90,00,000	90,00,000
Sri Cherukuri Ramakrishnan	50,00,000	50,00,000
Srinivasa Hatcheries Ltd.	50,00,000	50,00,000
Sri P.V.R.V.K.Ranga Babu	25,00,000	25,00,000
Vasu Reddy	-	49,10,383
VC Rao and Mrs.Vijayalakshmi	25,00,000	25,00,000
Total	6,50,00,000	6,99,10,383

SSPDL RESORTS PRIVATE LIMITED**Notes to the Financial Statements****(All figures are in rupees unless otherwise stated)****Note # 5**

Particulars	As at March 31, 2014	As at March 31, 2013
Trade payables		
- Due to Micro and Small Enterprises	-	-
- Others	22,930	-
Total	22,930	-

Note # 6

Particulars	As at March 31, 2014	As at March 31, 2013
Other Current Liabilities		
Other Payables	10,276	29,26,162
Total	10,276	29,26,162

SSPDL RESORTS PRIVATE LIMITED**Notes to the Financial Statements**

(All figures are in rupees unless otherwise stated)

Note # 7 Fixed Assets

Particulars	Gross Block			Depreciation			Net Block		
	As at April 01, 2013	Additions	Deletions	As at March 31, 2014	Up to March 31, 2013	For the Year	Up to March 31, 2014	As at March 31, 2014	As at March 31, 2013
Furniture and Fixtures	1,81,435	-	-	1,81,435	60,048	11,485	71,533	1,09,903	1,21,387
Office Equipment's	1,92,741	-	-	1,92,741	52,972	9,155	62,127	1,30,615	1,39,769
Total	3,74,176	-	-	3,74,176	1,13,019	20,640	1,33,659	2,40,517	2,61,156
Previous Year	3,72,176	2,000	-	3,74,176	92,411	20,608	1,13,019	2,61,157	
Capital work in progress	7,96,344	-	-	7,96,344	-	-	-	7,96,344	7,96,344

SSPDL RESORTS PRIVATE LIMITED
Notes to the Financial Statements

(All figures are in rupees unless otherwise stated)

Note # 8

Particulars	As at March 31, 2014	As at March 31, 2013
Long-term Loans and Advances		
(Unsecured, considered good)		
Security Deposits	31,357	25,882
Total	31,357	25,882

Note # 9

Particulars	As at March 31, 2014	As at March 31, 2013
Other Non-current Assets		
Preliminary Expenses (to the extent not written off or adjusted)	20,922	20,922
Total	20,922	20,922

Note # 10

Particulars	As at March 31, 2014	As at March 31, 2013
Inventories		
Opening Work in Progress	2,54,80,068	2,56,50,594
Add:(a) Project Expenses / Other operative Expenses	3,01,894	(5,63,351)
(b) Employee Benefits Expense	3,71,319	51,564
(c) Finance Costs	-	30,888
(d) Depreciation and amortization expense	-	20,608
(e) Other Expenses	43,661	2,89,764
Closing Work in Progress	2,61,96,942	2,54,80,067

Note # 11

Particulars	As at March 31, 2014	As at March 31, 2013
Cash and Cash Equivalents		
Cash on Hand	3,158	1,84,666
Balances with Banks		
- In Current Account	20,684	35,421
Total	23,841	2,20,087

Note # 12

Particulars	As at March 31, 2014	As at March 31, 2013
Short-term Loans and Advances		
(unsecured, considered good)		
Loans and Advances to related parties * (Refer below)	3,68,56,973	4,61,26,982
Advances to Suppliers	90,607	4,891
Prepaid Expenses	213	213
Total	3,69,47,793	4,61,32,086
* Loans and Advances to related parties includes;		
SSPDL Limited	-	4,46,42,988
SSPDL Real Estate India Private Limited	3,59,51,479	-
SSPDL Infra Projects India Private Limited	5,13,331	4,73,731
SSPDL Realty India Private Limited	3,92,163	10,10,263
Total	3,68,56,973	4,61,26,982

SSPDL RESORTS PRIVATE LIMITED

Notes to the Financial Statements

(All figures are in rupees unless otherwise stated)

Note # 13

Particulars	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
Other Income		
Scrap sale	1,750	-
Total	1,750	-

Note # 14

Particulars	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
Project Expenses / Other operative Expenses		
Land and Garden Development Expenses *	3,29,850	(7,41,041)
Power and Fuel	11,496	22,503
Building Maintenance	92,503	95,807
Travelling and Conveyance	7,650	38,320
Tools and Implements	-	8,753
General Expenses	23,002	12,307
Total	4,64,501	(5,63,351)

* Land and Garden Development Expenses of previous year are net off income

Note # 15

Particulars	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
Change in Work in Progress		
Opening Work in Progress	2,54,80,068	2,56,50,594
Less:		
Closing Work in Progress	2,61,96,942	2,54,80,067
Total	(7,16,874)	1,70,527

Note # 16

Particulars	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
Employee Benefits Expense		
Salaries and wages	4,09,319	44,000
Staff welfare	-	7,564
Total	4,09,319	51,564

Note # 17

Particulars	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
Finance Costs		
Interest expense	-	-
Other borrowing cost	-	30,888
Total	-	30,888

SSPDL RESORTS PRIVATE LIMITED**Notes to the Financial Statements****(All figures are in rupees unless otherwise stated)****Note # 18**

Particulars	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
Other Expenses		
Advertisement Charges	1,65,170	-
Rent	43,000	82,000
Repairs and Maintenance - Others	300	31,656
Rates and Taxes	2,838	1,958
Communication Expenses	230	22,163
Travelling and Conveyance	1,39,266	97,496
Commission / Brokerage	20,264	13,514
Printing and Stationery	8,833	8,383
Business promotion	-	3,649
Professional Charges	3,02,362	12,452
Payment to Auditors As:		
Statutory Audit Fee	15,000	15,000
Bank Charges	550	1,493
General Expenses	1,841	-
Total	6,99,654	2,89,764

SSPDL RESORTS PRIVATE LIMITED
Notes to the Financial Statements
(All figures are in rupees unless otherwise stated)

Note # 19 Other notes the Financial Statements

- a) Contingent Liabilities not provided for ₹Nil (Previous Year: ₹Nil)
b) Estimated amount of contracts remaining to be executed on capital account and not provided for ₹Nil (Previous Year: ₹Nil) net of capital advances ₹Nil (Previous Year: ₹Nil).

c) Dues to Micro and Small Enterprises:

There are no micro and small enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2014. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

d) Related Party Disclosures:

As required under Accounting Standard 18 "Related party Disclosures" (AS-18), following are details of transactions during the year with the related parties of the Company as defined in AS-18:

The management has identified the following as related parties:

Relationship	Name of Related Party
Holding Company	SSPDL Limited
Fellow Subsidiaries	SSPDL Interserve Private Limited SSPDL Infra Projects India Private Limited SSPDL Realty India Private Limited SSPDL Real Estates India Private Limited
Key Managerial Personnel	Mr. Prakash Challa, Director Mr. E Bhaskar Rao, Director Mr. Suresh Challa, Director (up to 25.05.13)

Transactions with related parties are as follows:

Particulars	2013-2014	2012-2013
Loans and Advances given/(recovered)		
SSPDL Limited	(4,46,32,712)	-
SSPDL Real Estates India Private Limited	3,59,41,203	-
SSPDL Realty India Private Limited	(6,18,100)	1,96,000
SSPDL Infra Projects India Private Limited	40,600	(52,900)
Loans and Advances taken/(repaid)		
SSPDL Real Estates India Private Limited	(28,64,768)	6,56,324

Year end balances:

Particulars	March 31, 2014	March 31, 2013
Loans and Advances Recoverable		
SSPDL Limited	-	4,46,32,712
SSPDL Real Estates India Private Limited	3,59,41,203	-
SSPDL Realty India Private Limited	3,92,163	10,10,263
SSPDL Infra Projects India Private Limited	5,13,331	4,72,731
Loans and Advances Payable		
SSPDL Real Estates India Private Limited	-	28,64,768

- e) Previous year figures have been regrouped/reclassified wherever considered necessary to conform to this year's classification.

As per my attached report of even date

For and on behalf of the Board of Directors

KOSARAJU CHANDRIKA
Chartered Accountant
Membership No. :028522

PRAKASH CHALLA
Director

E.BHASKAR RAO
Director

Place : Hyderabad
Date : 09.05.2014