

**INOX INFRASTRUCTURE
LIMITED**

7th

ANNUAL FINANCIAL STATEMENTS

2013-2014

Independent Auditor's report

To the Members of Inox Infrastructure Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Inox Infrastructure Limited ('the Company'), which comprise the Balance Sheet as at 31st March 2014, the Statement of Profit and Loss and the Cash Flow Statement of the Company 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 Standards notified under the Companies Act, 1956 ('the Act') read with the General Circular 15/2013 dated 13th September 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 controls 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the said financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2014;
- ii. in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- iii. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Auditors' Report to the Members of Inox Infrastructure Limited (Continued)

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2003 ('the Order') issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the order.
2. As required by section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion proper books of account as required by law have been kept by the company so far as appears from our examination of those books.
 - c. The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
 - d. In our opinion, the Balance Sheet and Statement of Profit and Loss dealt with by this report comply with the accounting standards notified under the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.
 - e. On the basis of written representation received from the directors as on 31st March, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For Patankar & Associates
Chartered Accountants
Firm's Registration No: 107628W

Place: Pune
Date: 29th May, 2014

M Y Kulkarni
Partner
Membership No: 035524

Annexure to Independent Auditor's Report to the members of Inox Infrastructure Limited on the accounts for the year ended 31st March 2014 – referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date.

In terms of the Companies (Auditor's Report) Order, 2003, on the basis of information and explanations given to us and the books and records examined by us in the normal course of audit and such checks as we considered appropriate, to the best of our knowledge and belief, we state as under:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets (including those classified as investment property). These fixed assets have been physically verified by the management at reasonable intervals and no discrepancies have been noticed on such verification. There is no disposal of fixed assets during the year
2. There is no inventory and hence the provisions of clause 4(ii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
3. The Company has not granted or taken any loan, secured or unsecured, to/from the parties covered in the register maintained under section 301 of the Companies Act, 1956.
4. There is no transaction of purchase of inventory or fixed assets and sale of goods and services during the year and hence the provisions of clause 4(vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
5. In our opinion, there are no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
6. The Company has not accepted any deposits from the public within the meaning of section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Rules framed there under and hence the provisions of clause 4(vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. The Central Government has not prescribed maintenance of cost records under section 209(1) (d) of the Companies Act, 1956 for activities of the Company.
9. The Company is generally regular in depositing with appropriate authorities undisputed statutory dues in respect of income-tax, wealth tax, service tax and other material statutory dues applicable to it, except that service tax payable of Rs.2,65,093 due on 31st March, 2014 is paid subsequently after the balance sheet date. No payments were due in respect of Provident Fund, Investor Education & Protection fund, Employee's State Insurance, Sales tax, Service tax, Customs duty, Excise duty and Cess.

No undisputed amounts payable in respect of Income-tax, Wealth-tax, Sales-tax, Service tax, Customs duty, Excise duty and Cess were in arrears, as at the end of the year, for a period of more than six months from the date they became payable.

There are no dues of Income tax, Sales tax, Wealth tax, Service tax, Custom duty, Excise duty or Cess which have not been deposited on account of disputes.

10. The Company does not have accumulated losses. The Company has not incurred cash losses during the current year and in the immediately preceding financial year.
11. The Company does not have any borrowings from financial institutions or bank or by way of debentures issued and hence the provisions of clause 4(xi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures or other securities.
13. The Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
14. The Company is not dealing or trading in shares, securities, debentures and other investments and hence the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
15. According to information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.
16. The Company has not availed of any term loans during the year and hence the provisions of clause 4(xvi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
17. The Company has not raised funds on short term basis during the year and hence the provisions of clause 4(xvii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
18. During the year the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. There are no debentures issued and outstanding during the year and hence the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
20. The Company has not raised any money by way of public issue during the year.
21. No fraud on or by the company was noticed or reported during the course of our audit.

For Patankar & Associates
Chartered Accountants
Firm Registration No.: 107628W

(M. Y. Kulkarni)
Partner
Mem. No. 035524

Place : Pune
Dated: 29th May, 2014

INOX INFRASTRUCTURE LIMITED

Balance Sheet as at 31st March 2014

(Amounts in Rs.)

	Notes	As at 31st March 2014	As at 31st March 2013
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	4	50,00,00,000	50,00,00,000
(b) Reserves and surplus	5	3,23,33,113	3,25,16,970
		53,23,33,113	53,25,16,970
(2) Current liabilities			
(a) Trade payables	6	1,13,236	1,55,582
(b) Other current liabilities	7	3,62,859	2,59,688
(c) Short-term provisions	8	3,40,000	4,26,589
		8,16,095	8,41,859
TOTAL		53,31,49,208	53,33,58,829
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	9	8,67,459	9,39,843
(b) Non-current investments	10A	34,66,69,957	34,68,59,107
(c) Long-term loans and advances	11	34,000	34,000
		34,75,71,416	34,78,32,950
(2) Current assets			
(a) Current investments	10B	18,43,95,393	18,43,58,005
(b) Trade receivables	12	-	1,76,345
(c) Cash and bank balances	13	11,57,613	9,91,529
(d) Short-term loans and advances	14	24,786	-
		18,55,77,792	18,55,25,879
TOTAL		53,31,49,208	53,33,58,829
The accompanying notes are integral part of the Financial Statements			

As per our report of even date attached
For Patankar & Associates
Chartered Accountants

For Inox Infrastructure Limited

M.Y.Kulkarni
Partner

Vivek Jain
Director

Deepak Asher
Director

Place: Pune
Dated: 29th May, 2014

Place: Noida
Dated: 29th May, 2014

INOX INFRASTRUCTURE LIMITED

Statement of Profit and Loss for the year ended 31st March 2014

(Amounts in Rs.)

	Notes	2013-14	2012-13
I. Revenue:			
Sale of services	15	-	14,00,000
Other income	16	33,03,704	1,22,66,445
Total Revenue		33,03,704	1,36,66,445
II. Expenses:			
Finance Cost	17	89,340	17,25,900
Depreciation and amortization expense	18	2,61,534	2,61,534
Other expenses	19	24,07,270	3,99,170
Total expenses		27,58,144	23,86,604
III. Profit before tax (I-II)		5,45,560	1,12,79,841
IV. Less: Tax expense			
(1) Current tax		3,10,000	4,80,000
(2) Taxation for earlier year		4,19,417	9,116
		7,29,417	4,89,116
V. (Loss)/Profit for the year (III-IV)		(1,83,857)	1,07,90,725
VI. Basic and diluted Earnings Per Share of Rs. 10 each	23	(0.004)	0.22
<i>The accompanying notes are integral part of the Financial Statements</i>			

As per our report of even date attached

For Patankar & Associates
Chartered Accountants

For Inox Infrastructure Limited

M.Y.Kulkarni
Partner

Vivek Jain
Director

Deepak Asher
Director

Place: Pune
Dated: 29th May, 2014

Place: Noida
Dated: 29th May, 2014

INOX INFRASTRUCTURE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2014

(Amounts in Rs.)

Particulars	2013-14 Rs.	2012-13 Rs.
A Cash flow from operating activities		
Net profit before tax	5,45,560	1,12,79,841
<u>Adjustments for :</u>		
Depreciation and amortization	2,61,534	2,61,534
Dividend Income	(33,03,704)	(1,16,93,979)
Interest Income	-	(5,72,466)
Finance costs	89,340	17,25,900
<i>Operative (loss) /Profit before working capital changes</i>	(24,07,270)	10,00,830
<u>Adjustments for :</u>		
Trade receivables	1,76,345	(1,76,345)
Long-term loans and advances	-	(34,000)
Short-term loans and advances	(24,786)	-
Trade payables	(42,346)	73,721
Other current liabilities	1,03,171	1,77,825
<i>Cash generated (used in) /from operations</i>	(21,94,886)	10,42,031
Income Tax Paid (net)	(8,46,007)	(23,69,411)
<i>Net cash generated used in operating activities</i>	(30,40,893)	(13,27,380)
B Cash flow from investing activities		
Redemption of Current Investments	18,92,66,317	-
Purchase of Non Current Investments	-	(3,11,486)
Purchase of Current Investments	(18,93,03,704)	(11,16,52,436)
Intercompany Deposits (net)	-	9,50,00,000
Dividend received	33,03,704	1,16,93,979
Interest received	-	82,67,466
<i>Net cash generated from investment activities</i>	32,66,317	29,97,523
C Cash flow from financing activities		
Finance costs	(59,340)	(16,85,900)
<i>Net cash generated used in financing activities</i>	(59,340)	(16,85,900)
<i>Net increase/(decrease) in cash and cash equivalent</i>	1,66,084	(15,757)
Cash and cash equivalents as at the beginning of the year	9,91,529	10,07,286
Cash and cash equivalents as at the end of the year	11,57,613	9,91,529

Check

As per our report of even date attached

For Patankar & Associates

Chartered Accountants

For Inox Infrastructure Limited

M Y Kulkarni

Partner

Vivek Jain

Director

Deepak Asher

Director

Place: Pune

Dated: 29th May, 2014

Place: Noida

Dated: 29th May, 2014

INOX INFRASTRUCTURE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2014

1. Corporate Information

Inox Infrastructure Limited (the "Company") is engaged in the business of real estate and property development. The Company is a wholly-owned subsidiary of Gujarat Fluorochemicals Limited. All the activities of the Company are in India.

2. Basis of Preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India, under the historical cost convention and on accrual basis. These financial statements comply in all material respects with the applicable Accounting Standards notified under the Companies Act, 1956 ('the Act') read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.

3. Significant accounting policies followed are as under:

a) Fixed Assets & Depreciation:

Fixed Assets are carried at cost less accumulated depreciation. Cost comprises of purchase price / cost of construction, including any expenses attributable to bring the asset to its working condition for its intended use. Depreciation is provided on straight line method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956

b) Investments:

i) In Securities

Long Term investments are carried at cost. Provision for diminution is made to recognise the decline, other than temporary, in the values of these investments. Current Investments are carried at lower of the cost and fair value.

ii) In Investment Property

Leasehold Land is carried at cost, comprising of lease premium and expenses on acquisition thereof, as reduced by accumulated amortisation. Building is carried at cost of acquisition, less accumulated depreciation.

Cost of leasehold land is amortized over the period of lease. Depreciation on building is provided on straight line method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956

c) Taxes on Income:

Income tax expense comprises of current tax and deferred tax. Deferred tax is recognised, subject to consideration of prudence, on timing differences, being the differences between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods.

INOX INFRASTRUCTURE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2014

d) Impairment of Assets :

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's assets and impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

e) Provisions and contingent liabilities :

A provision is recognized when the Company has 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 and in respect of which a reliable estimate can be made. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

f) Revenue recognition :

Revenue from services is recognized as per the bills raised according to the nature, terms and conditions of the respective assignments. Interest income is recognized on time proportion basis taking into account the amount outstanding and the applicable interest rate. Dividend income is recognized when the unconditional right to receive the dividend is established.

g) Use of estimates :

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported balances of assets and liabilities and disclosure of contingent liabilities, at the end of the accounting year and reported amounts of revenue and expenses during the year. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

INOX INFRASTRUCTURE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2014

4 <u>Share Capital</u>	(Amount in Rs.)	
	As at 31st March 2014	As at 31st March 2013
Authorized 5,00,00,000 Equity Shares of Rs. 10 each	50,00,00,000	50,00,00,000
Issued, Subscribed and Fully paid up 5,00,00,000 Equity Shares of Rs. 10 each	50,00,00,000	50,00,00,000
Total	50,00,00,000	50,00,00,000

a) Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the 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, in proportion of their shareholding.

b) Shares held by holding/ultimate holding company and /or their subsidiaries

	As at 31st March, 2014		As at 31st March, 2013	
	Nos	Amount Rs.	Nos	Amount Rs.
Holding Company - Gujarat Fluorochemicals Limited	5,00,00,000	50,00,00,000	5,00,00,000	50,00,00,000

c) Details of shareholders holding more than 5% shares in the company

	As at 31st March, 2014		As at 31st March, 2013	
	Nos	% of holding	Nos	% of holding
Gujarat Fluorochemicals Limited	5,00,00,000	100%	5,00,00,000	100%

INOX INFRASTRUCTURE LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2014**

	As at 31st March 2014	(Amount in Rs.) As at 31st March 2013
5 <u>Reserves and surplus</u>		
Surplus in the Statement of Profit & Loss		
Balance as per last Balance Sheet	3,25,16,970	2,17,26,245
Add: (Loss)/Profit for the year	(1,83,857)	1,07,90,725
Balance as at the end of the year	<u>3,23,33,113</u>	<u>3,25,16,970</u>
6 <u>Trade Payables</u>		
Trade Payables - other than Micro & Small Enterprises	1,13,236	1,55,582
Total	<u>1,13,236</u>	<u>1,55,582</u>
<p>There is no amount due to "Micro or Small Enterprises" under Micro, Small and Medium Enterprises Act, 2006. 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 the information available with the Company. Further no interest is paid / payable in terms of section 16 of the said Act.</p>		
7 <u>Other Current Liabilities</u>		
Statutory duties and taxes payable	3,62,859	2,59,688
Total	<u>3,62,859</u>	<u>2,59,688</u>
8 <u>Short-term provisions</u>		
Provision for taxation (Net of payment)	3,40,000	4,26,589
Total	<u>3,40,000</u>	<u>4,26,589</u>

INOX INFRASTRUCTURE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2014

9: FIXED ASSETS - Tangible Assets

(Amount in Rs.)

Particulars	Gross Block (at cost)		Depreciation			Net Block	
	As at 01-Apr-13	As at 31-Mar-14	As at 01-Apr-13	For the year	As at 31-Mar-14	As at 31-Mar-14	As at 31-Mar-13
Furniture and Fixtures	11,43,505	11,43,505	2,03,662	72,384	2,76,046	8,67,459	9,39,843
Total	11,43,505	11,43,505	2,03,662	72,384	2,76,046	8,67,459	9,39,843
Previous year	11,43,505	11,43,505	1,31,278	72,384	2,03,662		

INOX INFRASTRUCTURE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2014

10A: Non-Current Investment								
(a) Investment Property (Long term and Non-trade)								
Particulars	Gross Block (at cost)			Depreciation/Amortization			Net Block	
	As at 01-Apr-13	Additions	As at 31-Mar-14	As at 01-Apr-13	For the year	As at 31-Mar-14	As at 31-Mar-14	As at 31-Mar-13
Leasehold Land	1,69,37,451	-	1,69,37,451	58,712	16,954	75,666	1,68,61,785	1,68,78,739
Building	1,05,64,180	-	1,05,64,180	5,83,812	1,72,196	7,56,008	98,08,172	99,80,368
Total	2,75,01,631	-	2,75,01,631	6,42,524	1,89,150	8,31,674	2,66,69,957	2,68,59,107
Previous Year	2,71,90,145	3,11,486	2,75,01,631	4,53,374	1,89,150	6,42,524		
(b) Investment in Equity Instruments (Long term, non-trade, at cost, unquoted)								
Particulars	As at 31-03-2014 Nos.	As at 31-03-2013 Nos.	As at 31-03-2014 Rs.	As at 31-03-2013 Rs.				
In "Associate" company								
Megnasolace City Private Limited - Equity shares of Rs.10/- each - paid up Rs. 1.60 per share (previous year Rs. 1.60 per share)	50,00,000	50,00,000	32,00,00,000	32,00,00,000				
			32,00,00,000	32,00,00,000				
Total Non-Curent Investment (a + b)			34,66,69,957	34,68,59,107				
Note: (a) Current maturities of long term investments are included in Note no. 10B								
(b) Uncalled amount payable by the Company in respect of above shares is Rs. 1,68,00,00,000 (previous year Rs. 1,68,00,00,000)								

10B: Current Investment (non-trade, at cost, unquoted)					
Particulars	Face Value Rs.	As at 31-03-2014 No	As at 31-03-2013 No	As at 31-03-2014 Rs.	As at 31-03-2013 Rs.
Investment in Mutual Funds					
a) Current maturities of long term investments					
HDFC FMP 370D May 2013(1) -Series 26 Regular-Growth	10	1,00,00,000	-	10,00,00,000	-
Religare Invesco FMP Series XIX - Plan A 367 days - Growth	10	50,00,000	-	5,00,00,000	-
				15,00,00,000	-
b) Current investments					
JM High Liquidity Fund Instl. Plan	10	-	21,33,015	-	2,22,47,777
JP Morgan India Liquid Fund-Super Instl. Plan	10	-	20,79,225	-	2,08,08,677
ICICI Prudential Flexible Income Plan Premium	100	-	93,063	-	98,39,984
DSP Black Rock Liquidity Fund	1,000	-	24,824	-	2,48,31,417
HDFC Liquid Fund Premium Plan	10	-	87,43,863	-	10,66,30,150
JP Morgan India Liquid Fund - Super Institutional Plan	10	34,36,570	-	3,43,95,393	-
				3,43,95,393	18,43,58,005
Total (a + b)				18,43,95,393	18,43,58,005

INOX INFRASTRUCTURE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2014

	(Amount in Rs.)	
	As at 31st March, 2014	As at 31st March, 2013
11 <u>Long-term loans and advances</u>		
(Unsecured, considered good)		
Security Deposit	34,000	34,000
Total	<u>34,000</u>	<u>34,000</u>
12 <u>Trade Receivables</u>		
(Unsecured, considered good, unless otherwise stated)		
Outstanding for a period exceeding 6 months	-	-
Others	-	1,76,345
Total	<u>-</u>	<u>1,76,345</u>
13 <u>Cash and Bank Balances</u>		
Cash and Cash Equivalents -		
(a) Balances with banks - in Current Accounts	11,51,629	9,83,425
(b) Cash on hand	5,984	8,104
Total	<u>11,57,613</u>	<u>9,91,529</u>
14 <u>Short-term loans and advances</u>		
(Unsecured, considered good)		
Prepaid Expenses	6,097	-
Advances to suppliers	18,689	-
Total	<u>24,786</u>	<u>-</u>

INOX INFRASTRUCTURE PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2014

	(Amount in Rs.)	
	2013-2014	2012-2013
15 <u>Revenue from operations</u>		
Sale of services	-	14,00,000
- Real Estate advisory services		
	<u>-</u>	<u>14,00,000</u>
16 <u>Other income</u>		
Interest		
- on Bank FD	-	3,61,644
- on inter-corporate deposit	-	2,10,822
Dividend on current investments	33,03,704	1,16,93,979
Total	<u>33,03,704</u>	<u>1,22,66,445</u>
17 <u>Finance Cost</u>		
Interest on Income tax	55,698	40,000
Other interest	33,642	-
Bank Guarantee commission	-	16,85,900
	<u>89,340</u>	<u>17,25,900</u>
18 <u>Depreciation and Amortization expense</u>		
Depreciation on tangible assets	72,384	72,384
Depreciation on investment property	1,72,196	1,72,196
Amortization of investment property	16,954	16,954
	<u>2,61,534</u>	<u>2,61,534</u>
19 <u>Other expenses</u>		
Legal & Professional Fees	22,85,686	2,02,144
Rates and Taxes	76,000	76,000
Property Maintenance expenses	39,066	1,14,237
Insurance	6,097	-
Miscellaneous expenses	420	6,789
	<u>24,07,269</u>	<u>3,99,170</u>
<u>Payments to Auditors (Included in Legal & Professional Fees)</u>		
Audit Fees	1,00,000	1,00,000
Other Services	5,000	30,000
Total	<u>1,05,000</u>	<u>1,30,000</u>
Note: Above amounts are exclusive of service tax		

INOX INFRASTRUCTURE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2014

20. Related Party Disclosures –

(i) Where Control Exists

Holding Company – Gujarat Fluorochemicals Limited
Ultimate Holding Company – Inox Leasing & Finance Limited

(ii) Other related party

Associate – Megnasolace City Private Limited

(iii) During the period, there are no transactions with the related parties as defined in AS 18 'Related Party'. Investment in the 'associate' is reflected in the Note 10A: Non-current Investments.

21. The Company operates in a single business segment viz. Real Estate and Property Development. Further, all the activities of the Company are in India and hence there is a single geographical segment.

22. The Company has long term capital loss as per the provisions of the Income-tax Act, 1961 which is eligible to be carried forward and set-off in subsequent years against long term capital gains. However, as a matter of prudent accounting policy, deferred tax asset in respect of such loss is not recognized.

23. Calculation of Earnings Per Share (EPS)

Particulars	2013-2014	2012-2013
Net Profit as per Statement of Profit & Loss (Rs.)	(1,83,857)	1,07,90,725
No. of Equity Shares outstanding at the beginning and at the end of the year (Nos.)	50000000	50000000
Nominal value per share (Rs)	10	10
Basic and Diluted EPS (Rs)	(0.0004)	0.22

As per our report of even date attached
For Patankar & Associates
Chartered Accountants

For Inox Infrastructure Limited

M. Y. Kulkarni
Partner

Vivek Jain
Director

Deepak Asher
Director

Place: Pune
Date : 29th May, 2014

Place: Noida
Date : 29th May, 2014