

# **Provident Housing Limited**

Financial Statements

For the year ended 31 March 2015

**Provident Housing Limited**  
**Contents**

	Page
Auditors' Report	1
Balance Sheet	7
Statement of Profit and Loss	8
Notes to the Financial Statements	9
Cash Flow Statement	23

# Walker Chandiook & Co LLP

**Walker Chandiook & Co LLP**  
(Formerly Walker, Chandiook & Co)  
"WINGS", First Floor  
16/1, Cambridge Road  
Ulsoor, Bengaluru 560008  
India

T +91 80 4243 0700  
F +91 80 4126 1228

## Independent Auditors' Report

### To the Members of Provident Housing Limited

#### Report on the Financial Statements

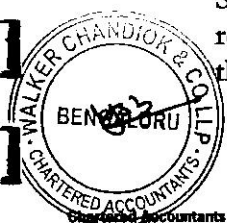
1. We have audited the accompanying financial statements of **Provident Housing Limited** (the 'Company'), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements

2. 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 (as amended). This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Company; 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

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. 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.
5. 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.



6. 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 controls 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.
7. 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

8. 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 March 2015, and its profit and its cash flows for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. As required by Section 143(3) of the Act, we report that:
  - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. the financial statements 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 (as amended);
  - e. on the basis of the written representations received from the directors as on 31 March 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2015 from being appointed as a director in terms of Section 164(2) of the Act;





# Walker Chandiok & Co LLP

f. 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 does not have any pending litigations which would impact its financial position;
- (ii) the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- (iii) there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Walker Chandiok & Co. LLP  
For Walker Chandiok & Co LLP  
Chartered Accountants  
Firm Registration No: 001076N/N500013

Sanjay Banthia.

per Sanjay Banthia  
Partner  
Membership No.: 061068

Bengaluru  
25 August 2015



# Walker Chandiok & Co LLP

## Annexure to the Independent Auditor's Report of even date to the members of Provident Housing Limited, on the financial statements for the year ended 31 March 2015

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
  
(b) The Company has a regular program of physical verification of its fixed assets under which fixed assets are verified in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year.  
  
(b) The procedures of physical verification of inventory followed by the management are 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 and no material discrepancies between physical inventory and book records were noticed on physical verification.
- (iii) The Company has granted interest free and interest bearing unsecured loans to companies covered in the register maintained under Section 189 of the Act; and with respect to the same:  
  
(a) In respect of loans given, the interest, where applicable and principal amounts are repayable on demand and since the repayment of such amounts have not been demanded, in our opinion, receipt of the principal amount and interest is regular.  
  
(b) There is no overdue amount in respect of loans granted to such companies.
- (iv) In our opinion, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.



# Walker Chandiok & Co LLP

(vi) We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under clause (d) of sub-section (1) of Section 148 of the Act in respect of Company's products/services and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

(vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities, though there has been a slight delay in a few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.

(b) The dues outstanding in respect of income-tax, sales-tax, wealth tax, service tax, custom duty, excise duty, cess on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount	Amount Paid Under Protest	Period to which the amount relates	Forum where dispute is pending
The Karnataka Value Added Tax Act, 2003	Value Added Tax (including interest & penalty on an approximate basis)	3,86,472	3,86,472	April - 2009 - March 2010	Joint Commissioner of Commercial Taxes (Appeals)

(c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder. Accordingly, the provisions of clause 3(vii)(c) of the Order are not applicable.

(viii) In our opinion, the Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and the immediately preceding financial year.

(ix) In our opinion, the Company has not defaulted in repayment of dues to any financial institution or a bank during the year.

(x) The Company has not given any guarantees for loans taken by others from banks or financial institutions. Accordingly, the provisions of clause 3(x) of the Order are not applicable.



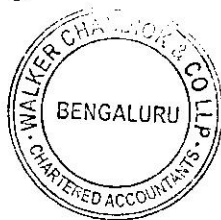
# Walker Chandiok & Co LLP

- (xi) In our opinion, the term loans were applied for the purpose for which the loans were obtained.
- (xii) No fraud on or by the Company has been noticed or reported during the period covered by our audit.

Walker Chandiok & Co. LLP  
For Walker Chandiok & Co LLP  
Chartered Accountants  
Firm's Registration No.: 001076N/N500013

Sanjay Banthia  
per Sanjay Banthia  
Partner  
Membership No.: 061068

Bengaluru  
25 August 2015



**Provident Housing Limited**  
**Balance Sheet as at 31 March 2015**

	Note	31 March 2015	31 March 2014
(All amounts in ₹ lakh, unless otherwise stated)			
<b>Shareholders' Funds</b>			
Share capital	2	5.00	5.00
Reserves and surplus	3	27,800.07	26,182.84
		<u>27,805.07</u>	<u>26,187.84</u>
<b>Non-Current Liabilities</b>			
Long-term borrowings	4	29,245.89	11,741.67
Long-term provisions	5	100.13	48.37
		<u>29,346.02</u>	<u>11,790.04</u>
<b>Current Liabilities</b>			
Short-term borrowings	6	0.73	5,094.58
Trade payables	7	8,846.19	6,949.13
Other current liabilities	8	10,632.97	12,837.24
Short-term provisions	5	24.88	4.50
		<u>19,504.77</u>	<u>24,885.45</u>
		<u>76,655.86</u>	<u>62,863.33</u>
<b>Total</b>			

**Non-Current Assets**

**Fixed assets**

Tangible assets	9	569.76	389.02
Intangible assets	10	14.88	14.98
		11.96	-
Capital work in progress		<u>596.60</u>	<u>404.00</u>
Deferred tax assets (net)	11	56.49	29.90
Long-term loans and advances	12	9,855.18	9,569.28
Other non-current assets	17	107.21	795.69
		<u>10,018.88</u>	<u>10,394.87</u>

**Current Assets**

**Inventories**

Properties under development	13	41,264.70	37,517.27
Properties held for sale	14	1,162.02	1,323.22
		<u>42,426.72</u>	<u>38,840.49</u>
Trade receivables	15	6,797.92	6,157.99
Cash and bank balances	16	8,201.08	2,792.51
Short-term loans and advances	12	7,692.25	3,317.48
Other current assets	17	922.41	955.99
		<u>23,613.66</u>	<u>13,223.97</u>
		<u>76,655.86</u>	<u>62,863.33</u>

**Total**

Significant accounting policies

The accompanying notes referred to above form an integral part of the financial statements

As per report of even date

Walker Chandio & Co. LLP  
For Walker Chandio & Co LLP  
Chartered Accountants

Sanjay Banthia.

per Sanjay Banthia  
Partner

Bengaluru

Tuesday, August 25, 2015



For and on behalf of the Board of Directors

*Nani R Choksey*

Nani R Choksey  
Director

DIN 00504555

Monday, August 24, 2015

Ashish Puravankara  
Director

DIN 00504524

Monday, August 24, 2015



# Provident Housing Limited

## Statement of Profit and Loss for the year ended 31 March 2015

	Note	31 March 2015	31 March 2014
(All amounts in ₹ lakh, unless otherwise stated)			
Revenue from operations			
Revenue from projects	18	35,028.11	33,786.05
Other operating revenues	18	159.38	181.84
<b>Total</b>		<b>35,187.49</b>	<b>33,967.89</b>
Material and contract costs		23,217.51	18,726.18
Land cost		2,251.48	1,125.83
(Increase) in inventory of properties under development and properties held for sale	19	(3,586.23)	(5,572.38)
Employee benefit expenses	20	1,749.34	1,198.97
Finance expenses, net	21	3,548.38	2,764.90
Depreciation and amortization	22	102.13	42.76
Other expenses	23	5,396.78	6,193.23
<b>Total</b>		<b>32,679.39</b>	<b>24,479.49</b>
<b>Profit before tax</b>		<b>2,508.10</b>	<b>9,488.40</b>
Tax expense			
Current tax		897.34	3,199.87
Excess/short tax of earlier years		13.24	-
Deferred tax credit		(26.59)	(11.19)
<b>Profit after tax</b>		<b>1,624.11</b>	<b>6,299.72</b>
<b>Net profit for the year</b>		<b>1,624.11</b>	<b>6,299.72</b>
Earnings per share			
Basic and Diluted (₹)	24	3,248.22	12,599.44

### Significant accounting policies

1

The accompanying notes referred to above form an integral part of the financial statements

As per report of even date

Walker Chandniok & Co. LLP  
For Walker Chandniok & Co LLP

Chartered Accountants

Sanjay Bantia.

per Sanjay Bantia

Partner

Bengaluru

Tuesday, August 25, 2015

For and on behalf of the Board of Directors

Nani R Choksey

Nani R Choksey

Director

DIN 00504555

Monday, August 24, 2015

Ashish Puravankara

Ashish Puravankara

Director

DIN 00504524

Monday, August 24, 2015



# Provident Housing Limited

## Notes to the Financial Statements

### Background

Provident Housing Limited (the Company) was incorporated in Bengaluru, India on 14 November 2008 under the Companies Act, 1956 ("the Act"). The Company is a wholly owned subsidiary of Puravankara Projects Limited (the holding company), one of the major real estate developers in India.

### 1. Significant accounting policies

#### a. Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

#### b. Use of estimates

The preparation of financial statements is in conformity with generally accepted accounting principles which require the management of the Company to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon the management's best knowledge of current events and actions, actual results could differ from those estimates. Significant estimates used by management in the preparation of these financial statements include the percentage completion for projects in progress, estimates of the economic useful lives of the fixed assets, provisions for bad and doubtful debts and accruals for employee benefits.

#### c. Revenue recognition

##### Revenue from projects

Revenue from the sale of properties is recognised when the significant risks and rewards of ownership have been transferred to the customer, which coincides with the entering into a legally binding agreement.

Revenue from sale of undivided share of land (UDS) in qualifying projects where the risks and rewards on sale of UDS are separable from the risks and rewards on the construction contract is recognised upon the transfer of all significant risks and rewards of ownership of such real estate, as per the terms of the contracts entered into with the buyers, which coincides with the firming of the sales contracts/ agreements and a minimum level of collection of dues from the customer.

Revenue from the sale of UDS on other projects where the risk and rewards on the sale of the UDS are not separable from the construction contracts and therefore do not qualify above are recognised on the percentage of completion method.

Effective 1 April 2012, in accordance with the "Guidance Note on Accounting for Real Estate Transactions (Revised 2012)" (Guidance Note) all projects commencing on or after the said date or projects where revenue is recognised for the first time on or after the above date, construction revenue on such projects have been recognised on percentage of completion method provided the following thresholds have been met:

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

Contract revenues represent the aggregate amounts of sale price for agreements entered into and are accrued based on the percentage that the actual construction costs incurred until the reporting date bears to the total estimated construction costs to completion. Land costs are not included for the purpose of computing the percentage of completion.

Contract costs include the estimated construction, development, proportionate land cost and other directly attributable costs of the projects under construction. Losses expected to be incurred on projects in progress, are charged to the Statement of Profit and Loss in the period in which these losses are known.

For projects executed through joint development arrangements prior to 1 April 2012, which represent barter transactions, whereby the company gives up a defined percentage of constructed area in lieu of payment for its share in the land, the company accounts for such transactions on net basis and does not ascribe any value to the share of land acquired on such basis. Effective 1 April 2012, in accordance with the Guidance Note, developmental rights acquired through joint development arrangement are recorded on a gross basis on fair value of land.

The estimates for saleable area and contract costs are reviewed by the management periodically and the cumulative effect of the changes in these estimates, if any, are recognised in the period in which these changes may be reliably measured.

Unbilled revenue disclosed under other assets represents revenue recognised over and above the amount due as per payment plans agreed with the customers. Progress billings which exceed the costs and recognised profits to date on projects under construction are disclosed as advance received from customers under other current liabilities. Any billed amount that has not been collected is disclosed under trade receivables and is net of any provisions for amounts doubtful of recovery.





# Provident Housing Limited

## *d. Properties under development*

Properties under development represents construction work in progress which are stated at the lower of cost and net realisable value. This comprises of cost of land, construction related overhead expenditure, borrowing cost and other costs incurred during the period of development.

## *e. Properties held for sale*

Completed properties held for sale are stated at the lower of cost and net realisable value. Cost includes cost of land, construction related overhead expenditure, borrowing costs and other costs incurred during the period of development.

## *f. Fixed assets*

Fixed assets are stated at cost less accumulated depreciation/amortization and impairment losses. Cost comprises the purchase price and any cost attributable to bringing the asset to its working condition for its intended use. Fixed assets purchased in foreign currency are recorded at the actual rupee cost incurred.

Expenditure directly relating to expansion is capitalized only if it increases the life or functionality of an asset beyond its original standard of performance.

## *g. Depreciation/amortization*

Depreciation/amortization on fixed assets is provided on the straight-line method, based on the useful life of asset specified in Schedule II to the Companies Act, 2013. Due to application of Schedule II of the Companies Act, 2013, with effect from April 1, 2014, the management has re-estimated useful lives of all its fixed assets. Schedule II allows Companies to use higher/lower useful lives if such useful lives can be technically supported and justification for difference is disclosed in the financial statements. The management believes that depreciation rates currently used fairly reflect its estimate of the useful lives and residual values of fixed assets.

## *h. Impairment of assets*

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss. If at the Balance Sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

## *i. Borrowing cost*

Borrowing costs that are attributable to the acquisition and/or construction of qualifying assets are capitalized as part of the cost of such assets, in accordance with Accounting Standard (AS) 16, Borrowing Costs. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit and Loss as incurred.

## *j. Advertisement and promotional expense*

Advertisement and promotional expense in respect of projects currently being developed and for general corporate purposes are expensed to the Statement of Profit and Loss as incurred.

## *k. Cash and cash equivalents*

Cash and cash equivalents include cash in hand, demand deposits with banks, other short term highly liquid investment with original maturity of three months or less.

## *l. Foreign currency transactions*

### *(a) Initial recognition*

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the respective transaction.

### *(b) Conversion*

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

Exchange differences arising on a monetary item that, in substance, form part of Company's net investment in a non-integral foreign operation is accumulated in a foreign currency translation reserve in the financial statements until the disposal of the net investment, at which time they are recognized as income or as expenses.





# Provident Housing Limited

## m. Leases

### *Finance leases*

Assets acquired on lease which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the assets, are capitalised at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalised.

If there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, capitalised leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

### *Operating leases*

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term unless the other systematic basis is more representative of the time pattern of the benefit.

## n. Employee benefits

Expenses and liabilities in respect of employee benefits are recorded in accordance with Accounting Standard (AS) 15, Employee Benefits.

### *Provident fund*

The Company contributes to the statutory provident fund of the Regional Provident Fund Commissioner, in accordance with Employees' Provident Fund and Miscellaneous Provisions Act, 1952. The plan is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which the employee renders service.

### *Gratuity*

The Company provides for gratuity, a defined benefit retirement plan (the Gratuity Plan) covering eligible employees. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Company.

Liabilities with regard to the Gratuity Plan are determined by actuarial valuation, performed by an independent actuary, at each Balance Sheet date using the projected unit credit method. The Company recognizes the net obligation of the gratuity plan in the Balance Sheet as an asset or liability, respectively in accordance with Accounting Standard (AS) 15, Employee Benefits. The Company's overall expected long-term rate-of-return on assets has been determined based on consideration of available market information, current provisions of Indian law specifying the instruments in which investments can be made, and historical returns. The discount rate is based on the Government securities yield. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the statement of profit and loss in the period in which they arise.

### *Compensated Absences*

Liability in respect of vacation pay becoming due or expected to be availed within one year from the Balance Sheet date is recognised on the basis of undiscounted value of estimated amount required to be paid or estimated value of benefit expected to be availed by the employees. Liability in respect of earned leave becoming due or expected to be availed more than one year after the Balance Sheet date is estimated on the basis of actuarial valuation in a manner similar to gratuity liability.

### *Other short-term benefits*

Expense in respect of other short-term benefits including performance bonus is recognised on the basis of amount paid or payable for the period during which the employees render service.

## o. Tax expense

Tax expense comprises both current and deferred taxes. The current charge for income taxes is calculated in accordance with the relevant tax regulations. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted as at the Balance Sheet date.

Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets are recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets can be realised against future taxable profits.

Unrecognised deferred tax assets of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised.



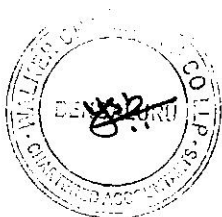
# Provident Housing Limited

## *p. Earnings per share*

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

## *q. Provisions and contingent liabilities*

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. 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. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.



*(This space is intentionally left blank)*



# Provident Housing Limited

	31 March 2015	31 March 2014
<b>2 Share capital</b>		
Authorized shares		
50,000 (31 March 2014- 50,000) equity shares of ₹10 each	5.00	5.00
Issued, subscribed and fully paid up shares		
50,000 (31 March 2014- 50,000) equity shares of ₹10 each	5.00	5.00
	<u>5.00</u>	<u>5.00</u>

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

### Equity shares

	31 March 2015		31 March 2014	
	No. in lakh	₹ in lakh	No. in lakh	₹ in lakh
Balance at the beginning of the year	0.50	5.00	0.50	5.00
Issued during the year	-	-	-	-
Outstanding at the end of the year	<u>0.50</u>	<u>5.00</u>	<u>0.50</u>	<u>5.00</u>

## b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except interim dividend.

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

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

	31 March 2015		31 March 2014	
	No. in lakh	% holding in the class	No. in lakh	% holding in the class
Equity shares of ₹10 each fully paid up				
Puravankara Projects Limited - Holding Company	0.50	100.00%	0.50	100.00%

## d. Shares in the Company held by holding company

50,000 (31 March 2014- 50,000) equity shares of ₹10 each	5.00	5.00
--	------	------

## e. Aggregate number of shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date :

The Company has neither issued any shares for consideration other than cash nor has there been any buy back of shares during five years immediately preceding 31 March 2015.

## 3 Reserves and surplus

### Surplus in the Statement of Profit and Loss

	31 March 2015	31 March 2014
Balance at the beginning of the year	26,182.84	19,883.12
Add: Net profit for the year	1,624.11	6,299.72
Less: Impact on reserves on adoption of Schedule II	(6.88)	-
Balance at the end of the year	<u>27,800.07</u>	<u>26,182.84</u>



# Provident Housing Limited

## 4 Long-term borrowings

	Non-current		Current	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
<b>Secured</b>				
<b>Term loans</b>				
<b>From banks</b>				
ICICI Bank	-	9,175.00	-	825.00
HDFC Bank Limited	29,245.89	-	500.00	-
<b>From others</b>				
ICICI Home Finance	-	2,566.67	-	4,102.23
	29,245.89	11,741.67	500.00	4,927.23
Amount disclosed under "Other current liabilities" (refer note 8)	-	-	(500.00)	(4,927.23)
	<b>29,245.89</b>	<b>11,741.67</b>	<b>-</b>	<b>-</b>

Particulars	Nature of Security	Repayment details	As at 31 Mar 2015	As at 31 Mar 2014
<b>Term Loan from bank (Secured)</b>				
Term loan facility of ₹13,000 Lakhs from ICICI Bank Limited	This facility is secured by pari passu charge by way of equitable Mortgage of unsold area admeasuring about 2,024,605 sqft in Welworth City Project together with underlying land, Sunworth Project, hypothecation of receivables of these projects and personal guarantee of Mr. Ravi Puravankara, Chairman and Managing Director (Puravankara Group) and Mr. Ashish Puravankara, Director of the Company.	Repayable in 30 monthly installments commencing from Jan 2015.	-	10,000.00
Term loan facility of ₹30,000 Lakhs from HDFC Limited	Mortgage of unsold stock along with undivided share in land in the property of Provident Sunworth Phase 1 & 2 along with the undivided share in land of Provident Sunworth Phase 3 & 4, mortgage of unsold stock in Developers shares of units along with undivided shares in land in the property of Provident Welworth, an exclusive charge on the scheduled receivables under the documents entered into with the customers of Provident Sunworth and Provident Welworth and all insurance proceeds, both present and future, Corporate guarantee of Puravankara Projects Limited and personal guranatee of Mr. Ravi Puravankara, Chairman and Managing Director (Puravankara Group) and Mr. Ashish Puravankara, Director of the Company.	Repayable in 45 monthly installments commencing from Mar 2016.	29,745.89	-

The interest on above term loans from banks are linked to the respective banks base rates which are floating in nature. As on the Balance Sheet date, the interest rates per annum is 12.75% 14.75%

### Term loan from others (Secured)

Credit Facility of ₹12,000 from ICICI Home Finance Limited	This facility is secured by pari passu charge by way of equitable Mortgage of unsold area admeasuring about 2,024,605 sqft in Welworth City Project together with underlying land, Sunworth Project, hypothecation of receivables of these projects and personal guarantee of Mr. Ravi Puravankara, Chairman and Managing Director (Puravankara Group) and Mr. Ashish Puravankara, Director of the Company.	Repayable in 27 monthly installments commencing from Oct 2013.	-	6,668.90
--	---	--	---	----------

The interest on above term loan is linked to the respective benchmark which is floating in nature. As on the Balance Sheet date, the interest rates per annum is - 14.5%

## 5 Provisions

	Non-current		Current	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
<b>Provision for employee benefits</b>				
Gratuity	76.45	35.78	0.77	2.84
Compensated absences	23.68	12.59	1.04	1.66
<b>Provision for tax [net of advance tax: 874.27 (31 March 2014: NIL)]</b>	<b>100.13</b>	<b>48.37</b>	<b>23.07</b>	<b>-</b>
			<b>24.88</b>	<b>4.50</b>



# Provident Housing Limited

## 6 Short-term borrowings

	Current	
	31 March 2015	31 March 2014
<b>Secured</b>		
Term loan from banks	-	5,000.00
<b>Unsecured</b>		
Interest free loan from related parties repayable on demand	0.73	94.58
	<b>0.73</b>	<b>5,094.58</b>

Particulars	Nature of Security	Repayment details	As at 31 Mar 2015	As at 31 Mar 2014
<b>Term Loan from bank (Secured)</b>				
Term Loan facility of ₹10,000 from Standard Chartered Bank	Exclusive mortgage over the land & building of the projects Cosmo City & Harmony ( to the extent of unsold flats of PHL'S share), exclusive Charge & Escrow of operating cash flows from the Projects Cosmo City & Harmony during the tenure of the loan and Corporate Guarantee from Parent Company M/S.Puravankara Projects Limited.	Repayable in 27 monthly installments commencing from Feb 2015.	-	5,000.00

The interest on above term loans from banks are linked to the respective banks base rates which are floating in nature. As on the Balance Sheet date, the interest rates per annum is

- 13.50%

## 7 Trade payables (refer note 29)

	31 March 2015	31 March 2014
Trade payables	7,985.02	6,199.43
Due to related parties	861.17	749.70
	<b>8,846.19</b>	<b>6,949.13</b>

## 8 Other current liabilities

Current maturities of long term borrowings ( refer note 4)	500.00	4,927.23
Advances received from customers	6,335.94	6,516.34
Duties and taxes payable	635.53	291.02
Interest accrued but not due on borrowings	-	96.73
Other payables	3,161.50	1,005.92
	<b>10,632.97</b>	<b>12,837.24</b>



(This space is intentionally left blank)



# Provident Housing Limited

## 9 Tangible assets

	Office equipments	Computer equipments	Furniture and fixtures	Lease Hold Improvements	Vehicles	Plant and machinery	Total
<b>Cost</b>							
At 01 April 2013	65.43	65.33	93.37	134.00	9.63	0.14	367.90
Additions	4.77	24.37	14.20	8.03	-	36.52	87.89
<b>At 31 March 2014</b>	<b>70.20</b>	<b>89.70</b>	<b>107.57</b>	<b>142.03</b>	<b>9.63</b>	<b>36.66</b>	<b>455.79</b>
Additions	51.01	33.39	4.98	192.39	-	-	281.77
Disposals	-	0.47	-	-	-	-	0.47
<b>At 31 March 2015</b>	<b>121.21</b>	<b>122.62</b>	<b>112.55</b>	<b>334.42</b>	<b>9.63</b>	<b>36.66</b>	<b>737.09</b>
<b>Depreciation</b>							
At 01 April 2013	2.49	13.31	4.75	2.47	3.11	0.01	26.14
Charge for the year	3.23	12.77	6.40	15.68	0.91	1.64	40.63
<b>At 31 March 2014</b>	<b>5.72</b>	<b>26.08</b>	<b>11.15</b>	<b>18.15</b>	<b>4.02</b>	<b>1.65</b>	<b>66.77</b>
Charge for the year	22.20	39.87	11.21	16.45	1.42	3.00	94.15
Adjusted to opening reserves and surplus	-	6.88	-	-	-	-	6.88
Disposals	-	0.47	-	-	-	-	0.47
<b>At 31 March 2015</b>	<b>27.92</b>	<b>72.36</b>	<b>22.36</b>	<b>34.60</b>	<b>5.44</b>	<b>4.65</b>	<b>167.33</b>
<b>Net block</b>							
<b>At 31 March 2014</b>	<b>64.48</b>	<b>63.62</b>	<b>96.42</b>	<b>123.88</b>	<b>5.61</b>	<b>35.01</b>	<b>389.02</b>
<b>At 31 March 2015</b>	<b>93.29</b>	<b>50.26</b>	<b>90.19</b>	<b>299.82</b>	<b>4.19</b>	<b>32.01</b>	<b>569.76</b>

During the year ended 31 March 2015, the Company has reassessed the useful life of the fixed assets internally which coincide with the indicative useful life given in Schedule II of the Companies Act 2013. The aforesaid change did not have a material impact on Statement of Profit and Loss for the year ended 31 March 2015. However, in accordance with the transitional provision, unamortized depreciation amounting to ₹ 6.88 lakh towards tangible assets that should have been fully depreciated based on the revised useful life given in Schedule II of the Companies Act 2013, has been adjusted to the opening reserves and surplus.

## 10 Intangible assets

	Computer Software	Total
<b>Cost</b>		
At 1 April 2013	1.08	1.08
Additions	16.05	16.05
<b>At 31 March 2014</b>	<b>17.13</b>	<b>17.13</b>
Additions	7.88	7.88
<b>At 31 March 2015</b>	<b>25.01</b>	<b>25.01</b>
<b>Amortisation</b>		
At 1 April 2013	0.02	0.02
Charge for the year	2.13	2.13
<b>At 31 March 2014</b>	<b>2.15</b>	<b>2.15</b>
Charge for the year	7.98	7.98
<b>At 31 March 2015</b>	<b>10.13</b>	<b>10.13</b>
<b>Net block</b>		
<b>At 31 March 2014</b>	<b>14.98</b>	<b>14.98</b>
<b>At 31 March 2015</b>	<b>14.88</b>	<b>14.88</b>

## 11 Deferred tax asset (net)

Deferred tax liability arising on account of depreciation

**Less: Deferred tax asset arising on account of:**

Expenses allowable on payment basis

Gratuity

Vacation pay

Bonus

Others

31 March 2015 (19.50) 31 March 2014 (26.07)

26.72

13.13

8.56

4.85

14.23

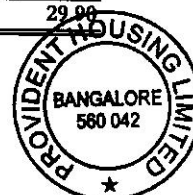
10.39

26.48

27.60

56.49

29.98



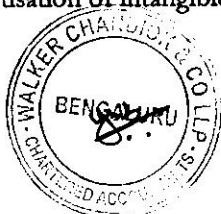
# Provident Housing Limited

	Non-current		Current	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
<b>12 Loans and advances</b>				
Security deposits (Unsecured, considered good)	3,420.75	2,998.56	-	-
	<u>3,420.75</u>	<u>2,998.56</u>	-	-
Loans and advances to related parties (Unsecured, considered good)	2,549.53	2,354.96	-	-
Loans to related parties	<u>2,549.53</u>	<u>2,354.96</u>	-	-
Other loans and advances (Unsecured, considered good)	-	-	5,157.79	2,697.02
Advances to suppliers*	-	16.62	12.04	170.13
Other Advances*	13.36	12.61	-	-
Capital Advances*	-	-	1,032.60	36.65
Prepaid Expenses*	3,220.49	3,697.99	1,346.51	-
Advances for land contracts*	517.16	286.86	26.59	347.49
Taxes and duties recoverable	133.89	201.68	116.72	66.19
Advance tax [net of provision for tax : 13,117.67(31 March 2014: 13,104.43)]	<u>3,884.90</u>	<u>4,215.76</u>	<u>7,692.25</u>	<u>3,317.48</u>
	<u>9,855.18</u>	<u>9,569.28</u>	<u>7,692.25</u>	<u>3,317.48</u>
* Advances recoverable in cash or kind or for value to be received.				
<b>Inventories</b>				
<b>13 Properties under development</b>			15,714.21	14,876.92
Land cost	-	-	25,550.49	22,640.35
Material and construction cost	-	-	<u>41,264.70</u>	<u>37,517.27</u>
<b>14 Properties held for sale</b>			1,323.22	330.42
At the beginning of the year	-	-	-	2,170.04
Add: Additions during the year	-	-	(161.20)	(1,177.24)
Less: Sales during the year	-	-	-	-
Less: Write downs during the year	-	-	<u>1,162.02</u>	<u>1,323.22</u>
<b>15 Trade receivables</b>				
(Unsecured, considered good)	-	-	695.59	1,043.37
Outstanding for a period exceeding six months	-	-	6,102.33	5,114.62
Other receivables	-	-	<u>6,797.92</u>	<u>6,157.99</u>
<b>16 Cash and bank balances</b>			3.03	1.85
Cash on hand	-	-	-	-
Balances with banks:			2,045.41	2,790.66
On current accounts	-	-	2.64	-
Deposits with original maturity of more than 3 months but less than 12 months	-	-	-	-
Deposits with original maturity of less than three months	-	-	6,150.00	-
Other Bank balances	100.00	718.75	-	-
Deposits with maturity of more than twelve months*	<u>100.00</u>	<u>718.75</u>	<u>8,201.08</u>	<u>2,792.51</u>
Amount disclosed under non-current asset (refer note 17)	(100.00)	(718.75)	-	-
	-	-	<u>8,201.08</u>	<u>2,792.51</u>
* Represents amounts restricted for use				
<b>17 Other assets</b>				
Deposit balance (refer note 16)	100.00	718.75	-	-
Interest accrued but not due on fixed deposits	7.21	76.94	6.37	-
Unbilled revenue	-	-	730.98	955.99
Other Receivables*	-	-	185.06	-
	<u>107.21</u>	<u>795.69</u>	<u>922.41</u>	<u>955.99</u>
* Advances recoverable in cash or kind or for value to be received.				



# Provident Housing Limited

	Year ended	
	31 March 2015	31 March 2014
<b>18 Revenue from operations</b>		
Revenue from projects		
Sale of properties	35,028.11	33,786.05
Other operating revenue		
Other Income	159.38	181.84
	<u>35,187.49</u>	<u>33,967.89</u>
<b>19 Decrease / (increase) in inventory</b>		
Inventory at the beginning of the year		
Properties under development	37,517.27	32,937.69
Properties held for sale	1,323.22	330.42
Inventory at the end of the year		
Properties under development	41,264.70	37,517.27
Properties held for sale	1,162.02	1,323.22
	<u>(3,586.23)</u>	<u>(5,572.38)</u>
<b>20 Employee benefit expenses</b>		
Salaries, wages and bonus	1,603.73	1,146.04
Contribution to provident fund and other funds	35.62	20.06
Gratuity expenses (refer note 27A)	40.54	(5.77)
Vacation pay (refer note 27A)	22.20	7.99
Staff welfare	47.25	30.65
	<u>1,749.34</u>	<u>1,198.97</u>
<b>21 Finance expense, net *</b>		
Finance expense:		
Interest		
- Term loans	3,391.83	2,971.55
- Debentures	1.10	18.01
Loan and other processing charges	680.63	82.50
Bank charges	4.34	2.39
Interest on Income Tax	-	20.39
Interest on Service Tax	-	57.98
	<u>4,077.90</u>	<u>3,152.82</u>
Finance income:		
Bank deposits	162.71	92.95
Interest on loan to related parties	195.19	188.90
Interest received from customers	171.62	106.07
	<u>529.52</u>	<u>387.92</u>
Finance expense, net	<u>3,548.38</u>	<u>2,764.90</u>
* Includes finance expense capitalized and included in properties under development ₹ 1,359.56 for the year ended 31 March 2015 (31 March 2014: ₹ 217.93)		
<b>22 Depreciation and amortization</b>		
Depreciation of tangible assets (refer note 9)	94.15	40.63
Amortisation of intangible assets (refer note 10)	7.98	2.13
	<u>102.13</u>	<u>42.76</u>





# Provident Housing Limited

	Year ended	
	31 March 2015	31 March 2014
<b>23 Other expenses</b>		
Travel and conveyance	195.26	159.57
Repairs and maintenance-Others	227.26	147.30
Legal and professional charges	874.03	699.90
Rent (refer note 25)	290.56	156.72
Rates and taxes	337.66	366.88
Security charges	171.99	139.53
Communication costs	54.59	90.39
Printing and stationery	41.11	221.38
Advertising and sales promotion	2,927.35	4,089.87
Brokerage and referral charges	257.07	111.34
Donations	6.14	5.00
Miscellaneous expenses	13.76	5.35
	<b>5,396.78</b>	<b>6,193.23</b>

## Payment to auditor (on accrual basis, excluding service tax)

### As auditor:

Audit fee	26.00	24.00
-----------	-------	-------

### In other capacity:

Certification	-	-
Reimbursement of expenses	-	-
	<b>26.00</b>	<b>24.00</b>

## 24 Earnings per share (EPS)

Weighted average number of shares outstanding during the year (lakh)	0.50	0.50
Net profit after tax attributable to equity	1,624.11	6,299.72
Earnings per share (₹) :		
Basic and Diluted	3,248.22	12,599.44
Nominal value - ₹ per equity share	10.00	10.00

## 25 Leases

The lease expense for cancellable and non-cancellable operating leases was ₹ 290.56 for the year ended 31 March 2015 (31 March 2014 - ₹ 156.72)

Lease commitments under non-cancellable operating leases as at the Balance Sheet date were as follows:

Particulars	31 March 2015	31 March 2014
a) Within one year	140.21	177.54
b) Within two to five years	603.87	648.75
c) More than five years	-	368.97



# Provident Housing Limited

## 26 Related party transactions

### (i) Parties where control exists

Puravankara Projects Limited - Holding Company

Mr. Ravi Puravankara

### (ii) Key Management Personnel:

Mr. Ravi Puravankara - Director

Mr. Ashish Puravankara- Director

Mr. Nani R Choksey-Director

Mr. Madhu V - Managing Director resigned with effect from 31 May 2014

### (iii) Entities controlled/significantly influenced by Key Management Personnel (Other Related Parties):

Handiman Services Limited

Propmart Technologies Limited

Starworth Infrastructure and

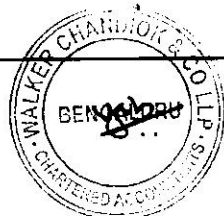
Construction Limited

Melmont Constructions Limited

Puravankara Investments

### iv) The transactions with related parties during the year are as follows:

Nature of Transaction	Holding Company		Key Management Personnel		Other Related Parties	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014	31 March 2015	31 March 2014
<b>Unsecured Loans received from</b>						
Puravankara Projects Limited	1,650.74	577.56	-	-	-	-
<b>Unsecured Loans repaid to</b>						
Puravankara Projects Limited	1,744.59	1,802.23	-	-	-	-
<b>Interest Income on loans</b>						
Propmart Technologies Limited	-	-	-	-	195.19	188.90
<b>Loans given to</b>						
Propmart Technologies Limited	-	-	-	-	18.90	97.75
<b>Advances paid to</b>						
Starworth Infrastructure and Construction Limited	-	-	-	-	200.00	-
<b>Advances adjusted</b>						
Starworth Infrastructure and Construction Limited	-	-	-	-	616.33	-
<b>Lease Hold Improvement &amp; Other Fixed Assets</b>						
Puravankara Projects Limited	201.39	-	-	-	-	-
<b>Purchase of Material and Services</b>						
Starworth Infrastructure and Construction Limited	-	-	-	-	2,929.17	3,425.53
<b>Security and Maintenance charges</b>						
Handiman Services Limited	-	-	-	-	147.37	449.80
<b>Rental expenses</b>						
Puravankara Projects Limited	75.20	-	-	-	-	-
<b>Selling and Marketing expense</b>						
Puravankara Projects Limited	223.43	-	-	-	-	-
<b>Legal expense</b>						
Puravankara Projects Limited	0.13	-	-	-	-	-
<b>Rent deposits</b>						
Puravankara Projects Limited	84.45	-	-	-	-	-
<b>Professional charges</b>						
Puravankara Projects Limited	33.82	-	-	-	-	-
<b>Brokerage expenses</b>						
Propmart Technologies Limited	-	-	-	-	-	0.67
<b>Remuneration</b>						
Mr.Madhu.V	-	-	24.00	109.25	-	-



## Provident Housing Limited

v) The balances with related parties at the end of the year are as follows:

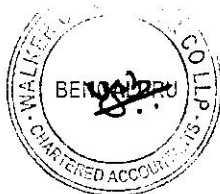
Nature of Transaction	Holding Company		Key Management Personnel		Other Related Parties	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014	31 March 2015	31 March 2014
<b>Unsecured Loans</b>						
Puravankara Projects Limited	0.73	94.58	-	-	-	-
<b>Loans outstanding from</b>						
Propmart Technologies Limited	-	-	-	-	2,524.53	2,329.96
Melmont Construction Limited	-	-	-	-	25.00	25.00
<b>Advances paid to</b>						
Starworth Infrastructure and Construction Limited	-	-	-	-	-	416.33
<b>Dues to related parties</b>						
Starworth Infrastructure and Construction Limited	-	-	-	-	588.83	728.34
Handiman Services Limited	-	-	-	-	101.70	18.25
Puravankara Projects Limited	167.53	-	-	-	-	-
Puravankara Investments	-	-	-	-	3.11	3.11
<b>Guarantees given by</b>						
Puravankara Projects Limited	30,000	10,000	-	-	-	-
Ravi Puravankara	-	-	30,000	25,000	-	-
Ashish Puravankara	-	-	30,000	25,000	-	-
<b>Advance for land contracts</b>						
Puravankara Projects Limited	2,800	2,800	-	-	-	-

### 27 Employee benefits

#### A. Defined benefit plan

The Company has gratuity and vacation pay as defined benefit retirement plans for its employees. Disclosures as required by AS 15 for the year ended 31 March 2015 and 31 March 2014 are as under:

	31 March 2015		31 March 2014	
	Gratuity	Compensated Absences	Gratuity	Compensated Absences
<b>1 The amounts recognized in the Balance Sheet are as follows:</b>				
Present value of the obligation as at the end of the year	77.22	24.72	38.62	14.25
Fair value of plan assets as at the end of the year	-	-	-	-
<b>Net liability/(asset) recognized in the Balance Sheet</b>	<b>77.22</b>	<b>24.72</b>	<b>38.62</b>	<b>14.25</b>
<b>2 The amounts recognized in the Statement of Profit and Loss are as follows:</b>				
Service cost	27.06	13.50	4.31	7.63
Interest cost	2.78	1.23	4.05	0.78
Past service cost	-	-	-	-
Net actuarial (gain)/loss recognized in the year	10.70	7.47	(14.13)	(0.42)
Benefits paid	-	-	-	-
Curtailement	-	-	-	-
<b>Expense recognized in the Statement of Profit and Loss of the year</b>	<b>40.54</b>	<b>22.20</b>	<b>(5.77)</b>	<b>7.99</b>
<b>3 Changes in the present value of defined benefit obligation</b>				
Defined benefit obligation as at beginning of the year	38.62	14.25	44.39	9.77
Service cost	27.06	13.50	4.31	7.63
Interest cost	2.78	1.23	4.05	0.78
Past service cost	-	-	-	-
Actuarial losses/(gains)	10.70	7.47	(14.13)	(0.42)
Benefits paid	(1.94)	(11.73)	-	(2.50)
Curtailement	-	-	-	(1.01)
<b>Defined benefit obligation as at the end of the year</b>	<b>77.22</b>	<b>24.72</b>	<b>38.62</b>	<b>14.25</b>
Non-current	76.45	23.68	35.78	12.59
Current	0.77	1.04	2.84	1.66
(iii) Relatives of Key Management Personnel				
Discount rate	7.80%	7.80%	9.12%	9.12%
<b>4 Experience adjustments for gratuity</b>	<b>31-Mar-15</b>	<b>31-Mar-14</b>	<b>31-Mar-13</b>	<b>31-Mar-12</b>
Defined benefit obligation as at the end of the year	77.22	38.62	44.40	25.35
Experience adjustments on plan liabilities	(2.23)	(14.13)	(0.19)	(0.55)



**B. Defined contribution plan**

The Company makes contribution of statutory provident fund as per the Employees' Provident Funds and Miscellaneous Provision Act, 1952. This is a defined contribution plan as per AS-15. Contribution made during the year ended 31 March 2015 ₹ 34.24 (31 March 2014 is ₹ 18.07). Contribution made towards Employee State Insurance Scheme as per the Employees State Insurance Act, 1948 for the year ended 31 March 2015 ₹ 1.38 (31 March 2014 is ₹ 1.99).

**28 Segmental Information**

The Company is engaged in the development and construction of residential and commercial properties which is considered to be the only reportable business segment as per Accounting Standard (AS) 17, Segment Reporting. The Company operates primarily in India and there is no other significant geographical segment.

**29 Disclosures of dues to micro, small and medium enterprises**

Based on the information available with the Company, ₹ 1.12 (31 March 2014- ₹ 28.54) is the amount payable to micro, small and medium enterprises as at the Balance Sheet date. The entire amount being ₹ 1.12 is not overdue for a period exceeding 45 days. Consequently, the management believes that the interest liability under "The Micro, Small and Medium Enterprises Development Act, 2006" does not arise and hence, no further disclosure is required under the said law.

The above information has been determined to the extent such parties have been identified on the basis of information provided by the company which has been relied upon by the auditors.

**30 Supplementary statutory information**

(to the extent applicable)

**a) Particulars relating to foreign currency**

	31 March 2015	31 March 2014
i. Expenditure in foreign currency		
Travel and conveyance	34.96	7.20
Advertisement and sales promotion	41.58	-

**31 Corporate Social Responsibility (CSR)**

As per Section 135 of the Companies Act, 2013, a CSR committee has been formed by the company. The areas for CSR activities are promoting education, art and culture, healthcare, ensuring environmental sustainability, destitute care and rehabilitation and rural development projects. During the year, the Company has spent nil against ₹ 227.31 towards CSR activities.

**32 Prior year comparatives**

Prior year comparatives have been regrouped/reclassified wherever necessary to conform to the presentation in the current year.

As per report of even date  
Walker Chandok & Co. LLP  
For Walker Chandok & Co LLP  
Chartered Accountants

For and on behalf of the Board of Directors

Sanjay Banthia

Nani R Choksey

Ashish Puravankara

per Sanjay Banthia  
Partner  
Bengaluru

Nani R Choksey  
Director  
DIN 00504555

Ashish Puravankara  
Director  
DIN 00504524

Tuesday, August 25, 2015

Monday, August 24, 2015

Monday, August 24, 2015



# Provident Housing Limited

## Cash Flow Statement

(All amounts in ₹ lakh, unless otherwise stated)

### A. Cash flow from operating activities

	Year ended 31 March 2015	Year ended 31 March 2014
Profit before tax	2,508.10	9,488.40
Adjustments for:		
Depreciation	102.13	42.76
Finance (income) / charges, net	3,548.38	2,764.90
<b>Operating profit before working capital changes</b>	<b>6,158.61</b>	<b>12,296.06</b>
Movements in working capital :		
(Increase) / Decrease in trade receivables	(639.94)	2,130.16
(Increase) / Decrease in loans and advances & other assets	(3,217.78)	(639.45)
(Increase) / Decrease in properties under development	(3,722.78)	(5,773.41)
(Increase) / Decrease in properties held for sale	161.20	1,177.24
Increase / (Decrease) in liabilities and provisions	4,310.72	786.25
<b>Cash (used in) / received from operations</b>	<b>3,050.03</b>	<b>9,976.85</b>
Direct taxes paid	(870.25)	(4,162.41)
<b>Net cash from / (used in) operating activities</b>	<b>2,179.78</b>	<b>5,814.44</b>

### B. Cash flows from investing activities

Purchase of fixed assets	(302.36)	(103.94)
Loans to related parties	(18.90)	(97.75)
Deposits and advances	(1,294.42)	(2,590.59)
Net investment in bank deposits and margin monies	618.75	-
Interest received	417.21	160.21
<b>Net cash from / (used in) investing activities</b>	<b>(579.72)</b>	<b>(2,632.07)</b>

### C. Cash flows from financing activities

Proceeds from term loans	29,745.89	5,000.00
Repayment of short term borrowings	(5,000.00)	-
Repayment of term loans	(16,668.90)	(3,331.10)
Loans from related parties	1,650.74	577.56
Loans repaid to related parties	(1,744.59)	(1,802.23)
Interest paid	(4,174.63)	(3,266.94)
<b>Net cash generated from / (used in) financing activities</b>	<b>3,808.51</b>	<b>(2,822.71)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A + B + C)</b>	<b>5,408.57</b>	<b>359.66</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>2,792.51</b>	<b>2,432.85</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>8,201.08</b>	<b>2,792.51</b>

### Components of cash and cash equivalents

Cash and bank balances (as per note 16 to the financial statements)	8,201.08	2,792.51
	<b>8,201.08</b>	<b>2,792.51</b>

As per report of even date  
Walker Chandio & Co LLP  
For Walker Chandio & Co LLP

Chartered Accountants

Sanjay Banthia.

per Sanjay Banthia

Partner

Bengaluru

For and on behalf of the Board of Directors

*Nani R Choksey*

Nani R Choksey

Director

DIN 00504555

*Ashish Puravankara*

Ashish Puravankara

Director

DIN 00504524

