



INDEPENDENT AUDITOR'S REPORT

To
The Members of
EKADANTA GREENFIELDS PRIVATE LIMITED

1. Report on the Financial Statements

We have audited the accompanying financial statements of **Ekadanta Greenfields Private Limited** which comprise the Balance Sheet as at 31st March, 2016 and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgement 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and 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. 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.



4. Opinion

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

- i. In the case of Balance Sheet, of state of affairs of the Company as at 31st March 2016;
- ii. In the Statement of Profit and Loss, of the Loss, for the year ended on that date; and

5. Emphasis of Matters

- i. Schedule no.7 consisting of advances which includes advances given to M/s Satyam Computer Services Limited as per under mentioned details.

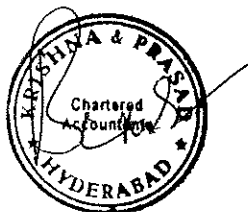
Date	Cheque No.	Bank	Amount (Rs.)
31-07-2008	002203	Axis Bank	5,00,00,000
31-07-2008	002202	Axis Bank	5,00,00,000
31-07-2008	002201	Axis Bank	5,00,00,000
29-08-2008	002205	Axis Bank	6,00,00,000
29-08-2008	002206	Axis Bank	6,00,00,000
29-08-2008	002204	Axis Bank	6,00,00,000
22-09-2008	002207	Axis Bank	3,50,00,000
		Total	36,50,00,000

Out of the above advances an amount of Rs.17,92,00,000/- were received during earlier years and Rs.18,58,00,000/- is outstanding as on 31st March 2016. Management is of the opinion that the aforesaid amount is fully recoverable. Accordingly no adjustments have been made to the accompanying Financial Statements. Pending final outcome of the recovery process and availability of other documentary evidence, we are unable to comment on the extent of recoverability of the aforesaid amount and the consequential impact thereof, if any, on the accompanying Financial Statements.

- ii. Note no. (2) of Notes to Accounts which reads as under : A Civil Suit has been filed as an Indigent Person in the Court of Honorable 1st Addl. Chief Judge, City Civil Court at Secunderabad numbered as OP SR No: 2225/10 through its authorized special power of attorney namely M/s. Vishwamitri Greenlands Private Limited for an amount of Rs. 18,58,00,000/-. The claims for damages in the suit have not been recognized in the Financial Statements pending settlement. Court raised some technical objections and Company rectified and resubmitted with delay. On the application filed by the Company First Additional Chief Judge, City Civil Court, Secunderabad has passed an order on 24-08-2011, condoning the delay and permitting it to pay the court fee. The suit is numbered as OP 726/15 for which application for objecting the registration which was dismissed. SCSL (TM) has obtained stay against such dismissed of application case is posted to 02-07-2016.

However, Satyam Computer Services Limited (SCSL) had filed a CRP No. 4252 of 2011 before High Court of Andhra Pradesh challenging the said orders of the Civil Court. The Honorable High Court has granted stay of the suit proceedings pending before Civil Court and the CRP is pending before High Court for admission and final disposal. Matter was finally heard on 24-04-2015 and remanded to court below directly to consider the application a fresh on merits preferably by the end of July 2015.

Meanwhile, SCSL merged into Tech Mahindra Limited as per High Court order dated 11-06-2013. Ekadanta also challenged the said AP High Court order dated 11-06-2013, before Division bench of AP High Court and the same is pending. Ekadanta moved a Winding up petition before High Court of AP claiming that though SCSL is admitting the claim of the Company in their books of accounts but neglecting the payment of the dues. Joint Director of Enforcement Directorate filed a complaint No 1 of 2014 against the SCSL and impleading Company as a party for its alleged activities under Sec 3 r/w 4 of PMLA before XXI Addl. Metropolitan Magistrate Court, Hyderabad which has been posted to June 17, 2016.



6. Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, the same is not applicable to the Company for time being.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) rules, 2014;
 - e) The going concern matter described in sub-paragraphs (i) and (ii) under the Emphasis of matters paragraphs above, in our opinion, may have an adverse effect on the functioning of the Company.
 - f) On the basis of written representations received from the directors as on March 31st 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31st, 2016 from being appointed as a director in terms of section 164 (2) of the Act.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best our information and according to the explanations given to us:
 - i. *The financial statements do not disclose the impact of pending litigations referred to Note no. 2 in the Notes to accounts.*

Place of Signature: Hyderabad
Date of Report: 18-05-2016



For M/s Krishna & Prasad
Chartered Accountants
Firm's Regn. No: 001460S

[B. L. N. Phani Kumar]
Partner
Membership No.028391

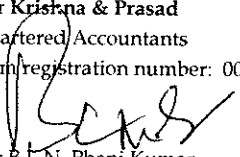
EKADANTA GREENFIELDS PRIVATE LIMITED

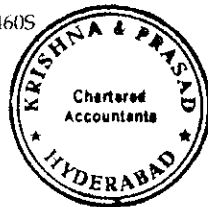
Balance sheet as at March 31, 2016

Particulars	Notes	March 31, 2016 Rupees	March 31, 2015 Rupees
Equity and liabilities			
Shareholder's Funds			
Share capital	3	100,000	100,000
Reserves and surplus	4	(479,222)	(446,228)
		(379,222)	(346,228)
Non-current liabilities			
Long-term borrowings	5	185,817,555	185,817,555
Current liabilities			
Trade payables	6	411,667	378,673
		185,850,000	185,850,000
Assets			
Long-term Loans and advances	7	185,850,000	185,850,000
		185,850,000	185,850,000
Current assets			
Cash and bank balances	8	-	-
		185,850,000	185,850,000
Summary of Significant accounting policies and notes on accounts	1&2		

The accompanying notes are an integral part of the financial statements

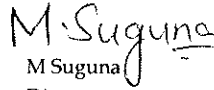
As per our report of even date


For Krishna & Prasad
Chartered Accountants
Firm registration number: 001460S

per B.L.N. Phani Kumar
Partner
Membership No: 028391

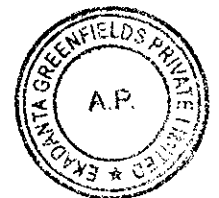


Place: Hyderabad
Date: 18-05-2016

For and on behalf of the Board of Directors
EKADANTA GREENFIELDS PRIVATE LIMITED


M Suguna
Director


Mukesh Sharma
Director



Place: Hyderabad
Date:

EKADANTA GREENFIELDS PRIVATE LIMITED

Statement of profit and loss for the year ended March 31, 2016

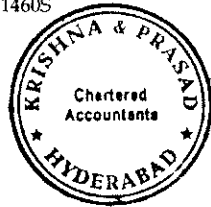
Particulars	Notes	March 31, 2016 Rupees	March 31, 2015 Rupees
Income			
Revenue from Operations		-	-
Total revenue (I)		<u>-</u>	<u>-</u>
Expenses			
Other expenses	9	32,994	32,284
Total Expenses (II)		<u>32,994</u>	<u>32,284</u>
Profit/(loss) For the year		<u>(32,994)</u>	<u>(32,284)</u>
Earnings per equity share (nominal value of share Rs. 100 (March 31, 2014 Rs. 100))			
Basic			
Computed on the basis of profit from continuing operations and total profit for the year		(32.99)	(32.28)
Diluted			
Computed on the basis of profit from continuing operations and total profit for the year		(32.99)	(32.28)

Summary of significant accounting policies and notes on accounts 1&2
The accompanying notes are an integral part of the financial statements

As per our report of even date

For Krishna & Prasad
Chartered Accountants
Firm registration number: 001460S

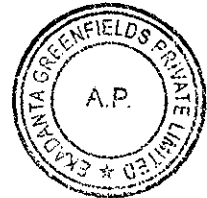
per B.L.N. Phani Kumar
Partner
Membership No: 028391



Place: Hyderabad
Date: 18-05-2016

For and on behalf of the Board of Directors
EKADANTA GREENFIELDS PRIVATE LIMITED

M. Suguna M. Kesri Sharma
Director Director



Place : Hyderabad
Date :

EKADANTA GREENFIELDS PRIVATE LIMITED

Notes to financial statements for the year ended March 31, 2016

	March 31, 2016	March 31, 2015
3 Share capital		
Authorized		
25,000 (March 31, 2015 : 25,000) Equity shares of Rs. 100 each	2,500,000	2,500,000
	<u>2,500,000</u>	<u>2,500,000</u>
Issued, subscribed and paid up		
1,000 (March 31, 2015 : 1,000) Equity shares of Rs. 100 each fully paid up	100,000	100,000
	<u>100,000</u>	<u>100,000</u>

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity shares

	March 31, 2016		March 31, 2015	
	Number	Amount	Number	Amount
At the beginning of the year	1,000	100,000	1,000	100,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	<u>1,000</u>	<u>100,000</u>	<u>1,000</u>	<u>100,000</u>

(b) Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 100 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.

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

(c) List of shareholders holding more than 5% shares in the company:

Equity Shares of Rs. 100 each

Name of Shareholder	As at March 31, 2016		March 31, 2015	
	Number of Shares	Percentage holding	Number of Shares	Percentage holding
IL&FS Engineering and Construction Company Limited	1,000	100%	1,000	100%

4 Reserves and surplus

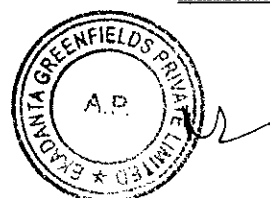
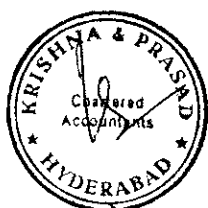
	March 31, 2016	March 31, 2015
Surplus/(deficit) in the Statement of profit and loss		
Balance as per last financial statements	(446,228)	(413,944)
Loss for the year	(32,994)	(32,284)
Net surplus / (defecit) in the Statement of profit and loss	<u>(479,222)</u>	<u>(446,228)</u>

5 Long term borrowings

	Non-current	
	March 31, 2016	March 31, 2015
from Related Parties	185,800,000	185,800,000
from others	17,555	17,555
	<u>185,817,555</u>	<u>185,817,555</u>

6 Trade payables

	March 31, 2016	March 31, 2015
Others	411,667	378,673
	<u>411,667</u>	<u>378,673</u>



EKADANTA GREENFIELDS PRIVATE LIMITED

Notes to financial statements for the year ended March 31, 2016

7 Loans and advances

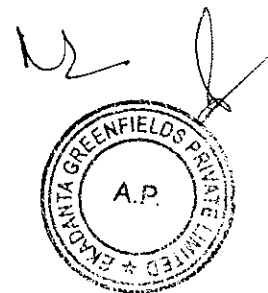
	Long term	
	March 31, 2016	March 31, 2015
Loans and advances to related parties		
Unsecured, considered good	-	-
Other loans and advances,		
Unsecured, considered good	185,850,000	185,850,000
Total	185,850,000	185,850,000

8 Cash and bank balances

	Current	
	March 31, 2016	March 31, 2015
Cash and cash equivalents		
Balances with banks:		
On current accounts	-	-
Cash on hand	-	-
Other bank balances		
Deposits with original maturity for more than 12 months	-	-
Deposits with original maturity for more than 3 months but less than 12 months	-	-
Margin money deposits	-	-
Amount disclosed under non-current assets	-	-

9 Other expenditure

Audit Fee	12,595	12,360
Rates & Taxes	1,624	19,924
Legal and Professional Charges	1,600	-
Service Charges	17,175	-
Total	32,994	32,284



EKADANTA GREENFIELDS PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS:

SCHEDULE: 1

SIGNIFICANT ACCOUNTING POLICIES:

1. **Accounting Convention:** The Financial Statements are prepared under the historical cost convention in accordance with applicable mandatory accounting standards issued by The Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956.

SCHEDULE: 2

NOTES TO THE ACCOUNTS:

1. During the Financial year 2010-11, the ownership and Management of the Company were changed vide Share Sale and Purchase Agreement dated 28th day of February 2011. The Company has become 100% subsidiary of IL&FS Engineering and Construction Company Ltd . In view of the change in Management and Ownership, the Management is confident of conducting the business of the Company on Going Concern basis.
2. Schedule No.7 consisting of advances which includes advances given to M/s Satyam Computer Services Ltd as per the under mentioned details:

Date	Ch. NO	Bank	Amount
30/07/2008	002203	AXIS BANK LTD	50000000.00
30/07/2008	002202	AXIS BANK LTD	50000000.00
30/07/2008	002201	AXIS BANK LTD	50000000.00
29/08/2008	002205	AXIS BANK LTD	60000000.00
29/08/2008	002206	AXIS BANK LTD	60000000.00
29/08/2008	002204	AXIS BANK LTD	60000000.00
20/09/2008	002207	AXIS BANK LTD	35000000.00
Total			36,50,00,000.00

Out of the above advances an amount of Rs.17,92,00,000/- were received during earlier years and Rs.18,58,00,000/- is still outstanding as on 31.03.2016.

Through its power of attorney holds M/s.Viswanamitra Green land Pvt Ltd.

A civil suit was filed by Ekadanta as an Indigent Person in the court of the Honorable 1st Additional Chief Judge, City Civil Court, Secunderabad, and the same was numbered as OP SR No: 2225/10 the said suit was filed against SCSL claiming outstanding principal amount of Rs. 18,58,00,000 /- along with claim for damages @ 18% p.a. On the application filed by the Company, the Hon'ble Court had passed an order on 24-08-2011, permitting it to pay the Court Fee. The suit is numbered as OP 726/15 for which application for objecting the registration which was dismissed .SCSL(TM) has obtained stay against such dismissed of application case is posted to 2/07/2016.



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However, Satyam Computer Services Limited (SCSL) had filed a CRP No.4252 of 2011 before High Court of AP challenging the said orders of the Civil Court. The Honorable High Court has granted stay of the suit proceedings pending before Civil Court and the CRP was pending before High Court for admission and final disposal. Matter was finally heard on 24.04.2015 and remanded to court below directly to consider the application a fresh on merits preferably by the end of July 2015.

Meanwhile, SCSL merged into Tech Mahindra Ltd. as per High Court order dated 11.06.2013. Ekadanta also challenged the said AP High Court order dated 11.06.2013, before Division bench of AP High Court and the same is pending. Ekadanta moved a Winding UP petition before High Court of AP claiming that though SCSL is admitting the claim of the Company in their books of accounts but neglecting the payment of the dues.

Joint Director of Enforcement Directorate filed a complaint No 1 of 2014 against Ramalingaraju and others in which the Company is one of the accused for alleged activities under Sec 3 r/w 4 of PMLA before XXI Addl Metropolitan Magistrate Court, Hyderabad which has been posted to 17/06/2016.

3. The company has not commenced any commercial operations during the financial year
4. Particulars of remuneration paid to Directors and Perquisites – Nil
5. Details of Auditors Remuneration:

	2015-2016	2014-2015
	Rs.	Rs.
As Auditors	11,000/-	11,000/-
Service Tax	1,595/-	1,360/-
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Total	12,595/-	12,360/-
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6. There are no dues to Small Scale Industrial Undertakings.
7. The provision of paragraphs 4A, 4C and 4D of part II of Schedule VI to the Companies Act, 1956 are not applicable to the Company.
8. Balances in parties accounts whether in debit or credit are subject to confirmation, Company is pursuing for the confirmations which are yet to be received from the parties.



For M/s. Krishna & Prasad,
Chartered Accountants
Firm Registration no: 001460S
(B.L.N. PHANI KUMAR)
PARTNER
Membership No. 028391
Place: Hyderabad
Date: 18-05-2016

for and on behalf of Board of Directors
for EKADANTA GREENFIELDS PRIVATE LIMITED

M. Suguna
M Suguna
DIRECTOR

Mukesh Sharma
Mukesh Sharma
DIRECTOR

