

INDEPENDENT AUDITORS' REPORT

To the Members of Peninsula Crossroads Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Peninsula Crossroads Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' 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.

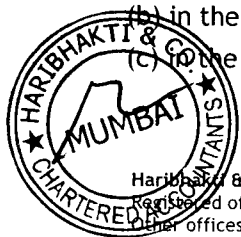
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or 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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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 financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.



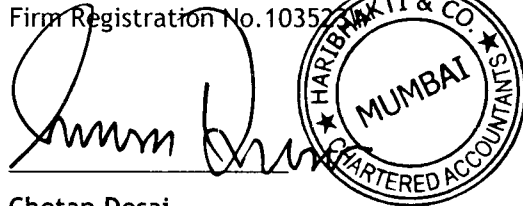
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' 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 account;
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Act;
 - e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act.

For Haribhakti & Co.

Chartered Accountants

Firm Registration No.10352



Chetan Desai

Partner

Membership No.17000

Place: Mumbai

Date: 23rd May, 2014

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the members of **Peninsula Crossroads Private Limited** on the financial statements for the year ended 31st March, 2014

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) We are informed that the fixed assets of the company are physically verified by the management according to phased programme designed to cover all the items 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. Pursuant to the programme, physical verification has been carried out during the year. As informed, no material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed of by the company during the year.
- (ii) On the basis of our examination of relevant records and on the basis of representation received from the management, the company does not have any stock in its books.
- (iii) (a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions stated in paragraph 4 (iii)(b),(c) and (d) of the order are not applicable.
- (b) As informed, the Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions stated in paragraph 4 (iii)(f) and (g) of the order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system of the company.
- (v) As informed, the Company has not carried out contracts or arrangements referred to in section 301 of the Companies Act, 1956 which are required to be entered into the register maintained under section 301. Accordingly, clauses (v) (a) and (b) are not applicable to the company.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act for any of the products of the company.

(ix) The Company is regular in depositing with appropriate authorities undisputed statutory dues including income-tax, service tax, cess and other material statutory dues applicable to it. As explained to us, the provisions regarding custom duty, investor education and protection fund,



employee state insurance, sales tax, wealth tax, custome duty & excise duty are presently not applicable to the company.

- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, service tax, cess and other undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the information and explanation given to us, there are no dues of income tax, sales-tax, wealth tax, service tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- (x) The company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the company has not granted loans & advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause (xiii) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.
- (xiv) In respect of dealing/trading in shares, securities, debentures and other investments, in our opinion and according to the information and explanations given to us, generally the company did not deal or trade in it. However, on short term basis, surplus funds were invested in mutual fund for which proper records for the transaction and contracts have been maintained and timely entries have been made therein. The shares, securities, debentures and other investments have been held by the Company, in its own name.
- (xv) In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- (xvi) The Company has not obtained any term loans.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanation given to us, 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.
- (xix) According to the information and explanations given to us, no debentures have been issued by the company during the year.

The company has not raised money by way of public issue during the year.



HARIBHAKTI & CO.

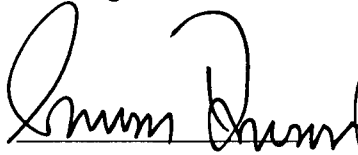
Chartered Accountants

- (xxi) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

For Haribhakti & Co.

Chartered Accountants

Firm Registration No.103523W



Chetan Desai

Partner

Membership No.17000



Mumbai

Date: 23rd May, 2014

PENINSULA CROSSROADS PRIVATE LIMITED

Balance sheet as at 31st March 2014

(Rs. In Lakhs)

Particulars	Note No.	As at	As at
		31-Mar-14	31-Mar-13
<u>EQUITY AND LIABILITIES</u>			
Shareholders Funds			
Share Capital	1	1,800.00	1,800.00
Reserve & Surplus	2	1,086.84	915.91
		2,886.84	2,715.91
Non-Current Liabilities			
Deferred tax liabilities (Net) (Refer Para [iii -(a)] of note 17B)		127.92	123.09
Current Liabilities			
Trade payables	3	136.13	94.93
Other current liabilities	4	341.66	2,263.74
		477.79	2,358.67
TOTAL		3,492.55	5,197.67
<u>ASSETS</u>			
Non-current assets			
Fixed Assets			
Tangible assets	5	811.59	851.62
Non-Current investments	6	183.95	187.41
Long term loans and advances	7	105.54	136.11
		1,101.08	1,175.14
Current assets			
Current investments	8	561.43	541.07
Trade Receivables	9	120.69	112.89
Cash & Bank Balances	10	1,503.61	1,267.90
Short-term Loans and advances	11	21.55	16.17
Other current assets	12	184.19	2,084.50
		2,391.47	4,022.53
TOTAL		3,492.55	5,197.67
Significant accounting policies	17A		
Notes forming part of accounts	17B		

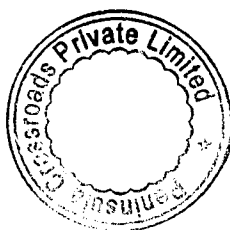
As per our report of even date attached

For and on behalf of the Board of Directors

For Haribhakti & Co.
Chartered Accountants

Chetan Desai
Partner

Place :- Mumbai
Date :- 23/05/2014



Urvi A. Piramal
Director

Harshvardhan A. Piramal
Director

PENINSULA CROSSROADS PRIVATE LIMITED
Statement of Profit and Loss for the Year ended 31st March 2014

(Rs. In Lakhs)

Particulars	Note No.	2013-14	2012-13
INCOME:			
Revenue from operations	13	192.15	263.92
Other Income	14	155.93	149.26
Total Revenue (A)		348.08	413.18
EXPENSES:			
Finance costs	15	0.11	0.19
Depreciation	5	43.66	43.66
Other Expenses	16	65.26	94.59
Total Expenses (B)		109.03	138.44
Profit before Tax (C = A-B)		239.05	274.74
<u>Tax expense:</u>			
Current tax		58.00	68.00
Deferred tax		4.83	3.61
Short /(Excess) provision of Income Tax of Earlier years		5.29	(0.57)
(D)		68.12	71.04
Net Profit after tax (E = C-D)		170.93	203.70
Earning Per equity share of face value of Rs.10 (P.Y. Rs.10) (Refer para no. (ii) of note no.17B)			
Basic		0.95	1.14
Diluted		0.95	1.14
Significant accounting policies	17A		
Notes forming part of accounts	17B		

As per our report of even date attached

For and on behalf of the Board of Directors

For Haribhakti & Co.
Chartered Accountants



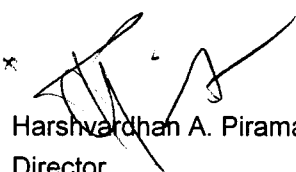
Chetan Desai
Partner

Place :- Mumbai
Date :- 23/05/2014





Urvi A. Piramal
Director


Harshvardhan A. Piramal
Director

PENINSULA CROSSROADS PRIVATE LIMITED
Cash flow statements for the year ended 31st March 2014
(Rs. in lakhs)

Particulars	2013-14	2013-14	2012-13	2012-13
A CASH FLOW FROM OPERATING ACTIVITIES				
Profit before Tax		239.05		274.74
Adjustments for :				
Add :				
Depreciation	43.66		43.66	
Interest expenses	0.11		0.19	
		43.77		43.85
Less:				
Dividend Income	35.36		35.23	
Interest Income	119.66		112.33	
		155.02		147.56
Operating profit before working capital changes		127.79		171.03
Adjustments for :				
Less:				
(Increase)/Decrease in Trade Receivables	(7.80)		11.23	
(Increase)/Decrease in Loans & Advances (Long term)	-		(66.67)	
(Increase)/Decrease in Loans & Advances (Short term)	(5.38)		(5.50)	
(Increase)/Decrease in Other current Assets	1,900.31		(309.95)	
Increase/(Decrease) in Trade Payables	41.20		(37.32)	
Increase/(Decrease) in Other Current Liabilities	(1,922.08)		332.82	
		6.25		(75.39)
Cash Generated from Operations		134.04		95.64
Less : Direct Tax paid net of Tax Refund		(32.72)		(26.20)
Net cash flow from Operating Activities (A)		101.32		69.44
B CASH FLOW FROM INVESTING ACTIVITIES				
Addition to fixed assets	(0.17)		0.00	
Investments in Mutual fund	(20.36)		(35.23)	
Investments in Fixed Deposit	(283.19)		(128.82)	
Dividend Income	35.36		35.23	
Interest Received	119.66		112.33	
Net cashflow from Investing Activities (B)		(148.69)		(16.50)
C CASH FLOW FROM FINANCING ACTIVITIES				
Interest paid	(0.11)		(0.19)	
Net cashflow from Financing Activities (C)		(0.11)		(0.19)
Net Increase in Cash and Cash equivalents (A+B+C)		(47.47)		52.75
Cash and cash equivalent at the beginning of the year		58.38		5.64
Balances with Banks in Current Account	10.73		58.14	
Cash on Hand	0.18		0.24	
Balance with Banks in Deposit Account	-		-	
Cash and cash Equivalent at the End of the year		10.91		58.38

As per our report of even date attached
For and on behalf of the Board of Directors
For Haribhakti & Co.
Chartered Accountants

Chetan Desai
Partner

Urvi A. Piramal
Director

Harshvardhan A. Piramal
Director

Place :- Mumbai
Date :- 23/05/2014

PENINSULA CROSSROADS PRIVATE LIMITED

NOTE TO BALANCE SHEET

Note 1 : Share Capital

Particulars	31-Mar-14	31-Mar-13
	Rs. In Lakhs	Rs. In Lakhs
Authorised: 1,80,00,000 (P.Y. 1,80,00,000 of Rs. 10 each) Equity Shares of Rs. 10/- Each	1,800.00	1,800.00
	1,800.00	1,800.00
Issued, Subscribed and fully paidup 1,80,00,000 (P.Y. 1,80,00,000 of Rs. 10 each) Equity Shares of Rs. 10/- Each Wholly owned subsidiary of Peninsula Land Limited	1,800.00	1,800.00
Total Issued, Subscribed and fully paidup share capital	1,800.00	1,800.00

a) Terms / Right attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10 per shares. Each holders of equity shares is entitled to one vote per share.

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 distribution will be in proportion to the number of Equity shares held by the shareholder.

b) Shares Held by Holding / Ultimate Holding Company and / or their subsidiaries / Associates

Out of Equity shares issued by the company, Shares held by its holding company is as below

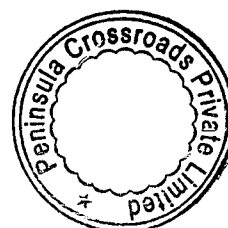
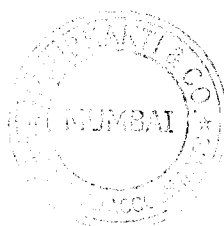
Particulars	31-Mar-14	31-Mar-13
	Rs. In Lakhs	Rs. In Lakhs
Peninsula Land Limited, The Holding Company - 1,80,00,000 Equity Shares of Rs. 10/- Each	1,800.00	1,800.00

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

Particulars	No. of shares held	% of Holding	% of Holding
		31-Mar-14	31-Mar-13
Peninsula Land Limited, The Holding Company - Equity Shares of Rs. 10/- Each	18,000,000.00	100%	100%

d) Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Particulars	Rs. In Lakhs		Rs. In Lakhs	
	31-Mar-14		31-Mar-13	
	No. of shares	Amount	No. of shares	Amount
Equity shares outstanding at the beginning of the period	180.00	1,800.00	180.00	1,800.00
Add : Issued during the year	-	-	-	-
Less: Redeemed / Cancelled during the year	-	-	-	-
Equity shares outstanding at the end of the period	180.00	1,800.00	180.00	1,800.00

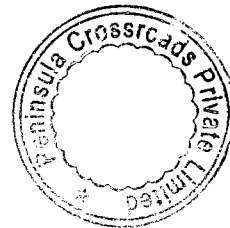


PENINSULA CROSSROADS PRIVATE LIMITED

NOTE TO BALANCE SHEET

Note 2 : Reserves and Surplus

Particulars	31-Mar-14	31-Mar-14	31-Mar-13	31-Mar-13
	Rs. In Lakhs	Rs. In Lakhs	Rs. In Lakhs	Rs. In Lakhs
Surplus in the statement of profit & loss				
Balance as per last financial statements	915.92		712.22	
Add : Profit for the year	170.93		203.70	
Net surplus in the statement of Profit & loss		1,086.84		915.92
Total		1,086.84		915.92

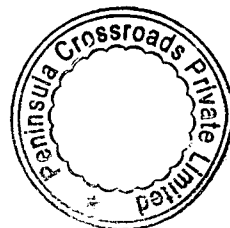


PENINSULA CROSSROADS PRIVATE LIMITED**NOTE TO BALANCE SHEET****Note 3 : Trade Payable**

	Particulars	31-Mar-14	31-Mar-13
		Rs. In Lakhs	Rs. In Lakhs
	Trade payables - Others	136.13	94.93
		136.13	94.93

Note 4 : Other Current Liabilities

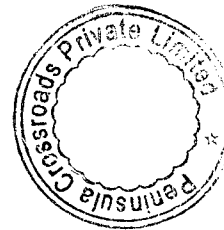
	Particulars	31-Mar-14	31-Mar-13
		Rs. In Lakhs	Rs. In Lakhs
	Trade Deposit & Advances	50.60	51.05
	Income Received in Advance	7.43	9.16
	Other Current Liabilities (Net of property tax recoverable of Rs.1910.85 lakhs ,P.Y.Rs.Nil)	277.41	2,183.66
	Income Tax Payable	-	8.61
	Statutory Dues payable	6.22	11.26
		341.66	2,263.74



At 31st March 2014		GROSS BLOCK				DEPRECIATION				NET BLOCK	
Particulars	As on 01.04.2013	Additions during Period	Deductions during Period	As on 31.03.2014	Upto 01.04.2013	Additions during Period	Deductions during Period	Upto 31.03.2014	As on 31.03.2014	As on 31.03.2013	
Tangible Assets											
Building	1,145.33	0.17	-	1,145.50	321.24	38.25	-	359.49	786.01	824.09	
Office Equipment	35.41	-	-	35.41	10.19	1.61	-	11.80	23.61	25.22	
Computer	1.82	-	-	1.82	1.48	0.08	-	1.56	0.26	0.34	
Furniture & Fixtures	4.36	-	-	4.36	2.34	0.25	-	2.59	1.78	2.02	
TOTAL (A)	1,186.92	0.17	-	1,187.09	335.25	40.20	-	375.44	811.65	851.67	

At 31st March 2013		GROSS BLOCK				DEPRECIATION				NET BLOCK	
Particulars	As on 01.04.2012	Additions during Period	Deductions during Period	As on 31.03.2013	Upto 01.04.2012	Additions during Period	Deductions during Period	Upto 31.03.2013	As on 31.03.2013	As on 31.03.2012	
Tangible Assets											
Building	1,145.33	-	-	1,145.33	282.99	38.25	-	321.24	824.09	862.34	
Office Equipment	35.41	-	-	35.41	8.58	1.61	-	10.19	25.22	26.83	
Computer	1.82	-	-	1.82	1.40	0.08	-	1.48	0.34	0.42	
Furniture & Fixtures	4.36	-	-	4.36	2.09	0.25	-	2.34	2.03	2.27	
TOTAL (A)	1,186.92	-	-	1,186.92	295.06	40.20	-	335.25	851.67	891.86	

Note:- There are no additions or deletions through business combination during the year / previous years. There is no impairment of Fixed assets during the year / previous years.



PENINSULA CROSSROADS PRIVATE LIMITED

NOTE TO BALANCE SHEET

Note 6 : Non current Investments

Particulars	31-Mar-14	31-Mar-13
	Rs. In Lakhs	Rs. In Lakhs
Investment Property (at cost)	212.60	212.60
Less :Accumulated depreciation on immovable property	(28.66)	(25.19)
	183.94	187.41

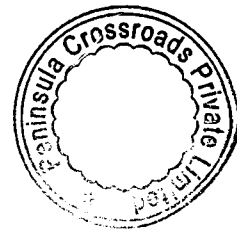


PENINSULA CROSSROADS PRIVATE LIMITED

NOTE TO BALANCE SHEET

Note 7 : Long-Term Loans & Advances (Unsecured , Considered Good)

Particulars	31-Mar-14	31-Mar-13
	Rs. In Lakhs	Rs. In Lakhs
Security Deposit with Public Bodies	29.96	29.96
Advance Tax (Net of Provision)	47.74	53.49
MAT Credit Entitlement	27.84	52.65
	105.54	136.11

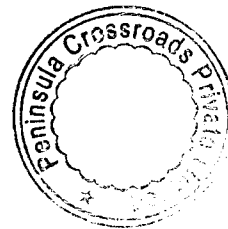


PENINSULA CROSSROADS PRIVATE LIMITED

NOTE TO BALANCE SHEET

Note 8 :Current Investments (At Market Value)

Particulars	Nos.	NAV (Rs.)	31-Mar-14	31-Mar-13
			Rs. In Lakhs	Rs. In Lakhs
Investments in units of Mutual Funds (Quoted)				
LIC Liquid fund	15,539.50 (PY 14546.13)	1,098.00 (PY 10.98)	170.62	159.72
Reliance Money manager plan	1,180.270 (PY 312.513)	1,002.09 (PY 1002.0998)	11.83	3.13
Reliance Medium term fund- Daily Dividend plan	1,487,340.55 (PY 1482999.891)	17.096 (PY 17.096)	254.27	253.53
Reliance Money Manager Fund - Retail option	12,446.35 (PY 12446.352)	1,001.95 (PY 1001.8146)	124.71	124.69
			561.43	541.07
Aggregate amount of Quoted Investments & Market value thereof				
Aggregate amount of Unquoted Investments (at cost)			-	-
Total			561.43	541.07



PENINSULA CROSSROADS PRIVATE LIMITED

NOTE TO BALANCE SHEET

Note 9 :Trade Receivable (Unsecured & Considered Good, unless stated otherwise)

9	Particulars	31-Mar-14	31-Mar-13
		Rs. In Lakhs	Rs. In Lakhs
	Trade Receivable more than six months	122.79	116.26
	Less : Provision for doubtful debts	(14.59)	(14.59)
	Total	108.19	101.66
	Trade Receivable -Others	12.50	11.22
	Total	120.69	112.89

Note 10 :Cash and bank balances

	Particulars	31-Mar-14	31-Mar-13
		Rs. In Lakhs	Rs. In Lakhs
	Cash and cash equivalent		
	On current Accounts	10.73	58.14
	Cash on Hand	0.18	0.24
	Other bank balances		
	Balance with Banks in Deposit Account (Maturity more than three months but upto twelve months)	1,492.71	1,209.52
	Total	1,503.61	1,267.90

Note 11 :Short Term Loans & Advances (Unsecured Considered Good)

	Particulars	31-Mar-14	31-Mar-13
		Rs. In Lakhs	Rs. In Lakhs
	Advances Recoverable in cash or kind	21.55	16.17
	Total	21.55	16.17

Note 12 : Other Current Assets (Unsecured Considered Good)

	Particulars	31-Mar-14	31-Mar-13
		Rs. In Lakhs	Rs. In Lakhs
	Interest Receivable	52.31	48.00
	Maintenance charges recoverable (Net of property tax recoverable of Rs.1910.85 lakhs ,P.Y.Rs.Nil)	128.87	2,031.50
	Earnest money	3.00	5.00
	Total	184.19	2,084.50



PENINSULA CROSSROADS PRIVATE LIMITED

NOTE TO PROFIT & LOSS A/C

Note 13 : Revenue from operations

	Particulars	2013-14	2012-13
		Rs. In Lakhs	Rs. In Lakhs
a	Sale of Services		
	<i>Rental Income</i>		
	Income From Car Parking	67.05	120.57
	Service / License Fees	111.23	120.52
		178.28	241.09
b	Other operating income	13.87	22.82
		192.15	263.92

Note 14 : Other Income

	Particulars	2013-14	2012-13
		Rs. In Lakhs	Rs. In Lakhs
	Dividend on Mutual Fund	35.36	35.23
	Miscellaneous Income	0.91	0.46
	Interest on Income Tax Refund	-	1.25
	Interest Income	119.66	112.33
		155.93	149.26

Note 15 : Finance Cost

	Particulars	2013-14	2012-13
		Rs. In Lakhs	Rs. In Lakhs
	Interest Expenses	0.10	0.01
	Interest on Income Tax	-	0.16
	Bank Charges	0.01	0.02
	Total Finance Cost	0.11	0.19

Note 16 : Other Expenses

	Particulars	2013-14	2012-13
		Rs. In Lakhs	Rs. In Lakhs
	MMRDA car park expenses	3.33	42.22
	Car park area expenses	44.77	33.88
	Rates & Taxes - (Incl. Property tax on car park Area)	6.19	6.19
	Auditors Remuneration (Refer para No.(iv) of Note No. 17B)	1.12	1.12
	Insurance	1.55	1.84
	Legal & Professional Fees	2.66	2.04
	Miscellaneous Expenses	5.64	7.30
		65.26	94.59



Peninsula Crossroads Private Limited

Notes to financial statements for the year ended 31st March 2014

17 A Significant Accounting Policies

(i) Basis of Accounting

The Financial statements have been prepared and presented under historical cost convention on the accrual basis of accounting in accordance with the accounting principles generally accepted in India ("GAAP") and comply with the mandatory accounting standards ("AS") as notified by the Companies Accounting Standard (Rules), 2006 to the extent applicable and with the relevant provisions of the Companies Act, 1956.

(ii) Use of Estimates

The preparation of financial statements in conformity with GAAP requires Management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of financial statements and reported amount of revenue and expenses for the year. Actual results could differ from these estimates. Difference between the actual result and estimates are recognized in the year in which results are known /materialized. Any revision to an accounting estimate is recognized prospectively in the year of revision.

(iii) Revenue Recognition

- (a) Income from operations include Lease Rentals, Service Fees, Signages and Car Park rentals. These are recognized on accrual basis.
- (b) Interest income is recognized on time basis determined by the amount outstanding and the rate applicable.
Dividend income from investments, are not recognized in the statement of Profit & Loss until a right to receive payment is established.

(iv) Fixed Assets

(a) Tangible Assets

Tangible assets are carried at cost of acquisition or construction less accumulated depreciation. The cost of fixed assets includes non refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets. Borrowing cost attributable to acquisition or construction of fixed assets which takes substantial period of time to get ready for their intended use is capitalized

- (b) Advances paid towards the acquisition of fixed assets outstanding at each Balance Sheet date are disclosed under Capital Work in Progress

(v) Leases

- (a) Assets acquired on lease where a significant portion of risks and rewards of ownership are retained by the Lessor are classified as Operating Leases. Lease Rentals are charged to Profit and Loss Account on accrual basis.
- (b) Assets leased out under operating Leases are capitalised. Rental Income is recognised on accrual basis over the Lease term.

(vi) Depreciation

- (a) Depreciation on Fixed Assets is provided on straight line method at the rates specified in Schedule XIV of the Companies Act, 1956.
- (b) Depreciation is calculated on a pro-rata basis from the date of installation / acquisition till the date the assets are sold or disposed.
- (c) Individual assets costing less than Rs 5000/- are depreciated fully in the year of acquisition

(vii) Investments

Long term investments are carried at cost less any permanent diminution in value. Current investments are carried at the lower of cost or fair value

(viii) Taxation

Tax expenses are the aggregate of current tax and deferred tax charged or credited in the statement of Profit and Loss for the year.

(a) Current Tax

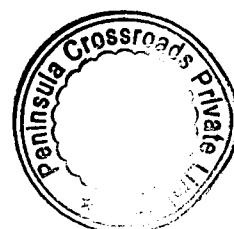
The current charge for Income Tax is calculated in accordance with the relevant tax regulations applicable to the Company.

(b) Deferred Taxation

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the year. The deferred tax charge or credit and the deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future, however where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date.

(c) Minimum Alternate Tax (MAT)

In case the company is liable to pay income tax u/s 115JB of Income Tax Act, 1961 (i.e. MAT), the amount of tax paid in excess of normal income tax is recognized as an asset (MAT Credit Entitlement) only if there is convincing evidence for realization of such asset during the specified period. MAT credit entitlement is reviewed at each Balance Sheet date.



(ix) **Provisions and Contingent Liabilities**

The Company creates a provision when there is a present obligation as a result of past events that probably requires an outflow of resources and reliable estimates can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are neither recognized nor disclosed.

B NOTES TO THE ACCOUNTS

- (i) Company has sent letters to suppliers to confirm whether they are covered under Micro, Small and Medium Enterprises Development Act 2006 as well as they have file required memorandum with the prescribed authorities. Out of the letters sent to the parties, some confirmations have been received till the date of finalisation of Balance Sheet. Based on the confirmations received, there have been no amount due to creditors belonging to Micro, Small and Medium enterprises.

	As at 31.03.2014. (Rs.Lakhs)	As at 31.03.2013 (Rs.Lakhs)
The principal amount remaining unpaid at the end of the year	-	-
The interest amount remaining unpaid at the end of the year	-	-
The balance of MSMED parties as at 31/03/2014	-	-

(ii) **Earning Per Share**

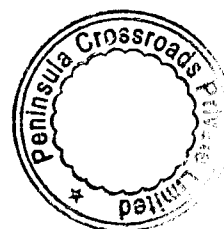
	2013-14	2012-13
(a) Profit after Tax (Rs. In Lakhs)	170.93	203.70
(b) Weighted average Number of Equity Share	18,000,000.00	18,000,000.00
(c) Basic / Diluted Earning per Shares (Rs.)	0.95	1.14

(iii) **Taxes on Income**

- (a) The Major components of Deferred Tax Assets / Liabilities arising on account of timing differences as at 31st March, 2014 as per AS-22 issued by ICAI considered for accounts are as under:

	As at 31.03.2014 (Rs.Lakhs)	As at 31.03.2013 (Rs.Lakhs)
Deferred Tax Assets		
Property Tax u/s 43 B	2.01	4.74
	<u>2.01</u>	<u>4.74</u>
Deferred Tax Liabilities		
Accelerated Depreciation	129.93	127.83
	<u>129.93</u>	<u>127.83</u>
Net Deferred Tax Assets /(Liability)	<u>(127.92)</u>	<u>(123.09)</u>

	As at 31.03.2014 Rs. In Lakhs	As at 31.03.2013 Rs. In Lakhs
(iv) Payment of Auditors included in Other Expenses		
As Auditors		
a Statutory Audit Fees	1.00	1.00
b Tax Audit Fees	0.50	0.50
c For Certification and Other Services	-	0.10
d For Reimbursement of Expenses	0.02	0.04
e Service Tax on Fees and Reimbursement	0.19	0.20
Total	<u>1.71</u>	<u>1.84</u>



(v)

(a) Leases

Assets Given on Operating Lease

The Company has given premises on Operating Lease and lease rent charged to occupants amounting to Rs. 111.23 Lakhs (P.Y.Rs.122.52 Lakhs) has been Credited to Profit and Loss Account. The future minimum lease receipt is as under:

	As at 31.03.2014 (Rs.Lakhs)	As at 31.03.2013 (Rs.Lakhs)
Not later than One Year	5.58	71.80
Later than One Year and not later than five years	16.45	22.84
Later than five years	0.00	0.00
Total	22.03 *	94.63

*Additional amount of service tax will be collected on there rentals as per the applicable rate existing at the time of payment

(b) Leases

Assets Given on Operating Lease

The Company has given car park premises on Operating Lease and lease rent charged to occupants amounting to Rs.67.05 Lakhs (P.Y.Rs.141.39 Lakhs) has been Credited to Profit and Loss Account. The future minimum lease receipt is as under:

	As at 31.03.2014 (Rs.Lakhs)	As at 31.03.2013 (Rs.Lakhs)
Not later than One Year	15.97	5.42
Later than One Year and not later than five years	-	-
Later than five years	-	-
Total	15.97 *	5.42

(c) Leases Kiosk

	As at 31.03.2014 (Rs.Lakhs)	As at 31.03.2013 (Rs.Lakhs)
Not later than One Year	16.16	17.28
Later than One Year and not later than five years	31.84	23.25
Later than five years	-	-
Total	48.00 *	40.53

General Terms of Lease Rentals:

- Lease Rentals are charged on the basis of agreed terms.
- Assets are given on lease for a period of 3 months to 5 years.
- The lease agreements can be renewed on mutually agreed terms with the lessee.

(vi) List of Related Parties and Transactions during the year as per AS-18

(a) Controlling Companies

Peninsula Land Ltd. - Holding company

(b) Entity where key Managerial / Relatives of key Managerial Personnel exercises significant influence

Peninsula Facility Management Services Private Limited

(c) Key Management Personnel

Urvi A. Primal

Harshvardhan Piramal

Jaydev Mody

Rajesh Jaggi - Resigned w.e.f. 31st October 2012.

Nandan A.Piramal - Appointed on 31st October 2012.

(vii) Details of Transactions are as follows:

(a) Purchases and other Services from

Associate Companies

Peninsula Facility Management Services Private Limited

(b) Expenses incurred for Peninsula Facility Management Services Private Limited

(c) Outstanding balance as at end of the year

Peninsula Facility Management Services Private Limited

(d) Expenses incurred by Peninsula Land Ltd.

(e) Expenses reimbursed to Peninsula Land Ltd.

(f) Outstanding balance as at end of the year

Peninsula Land Ltd. - Holding company

	As at 31.03.2014 (Rs.Lakhs)	As at 31.03.2013 (Rs.Lakhs)
(a)	-	38.02
(b)	9.04	-
(c)	-	19.78
(d)	12.73	52.64
(e)	(12.73)	(52.64)
(f)	-	-

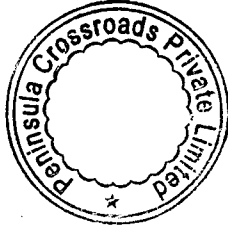


(viii) As per the requirement of section 383A of the Companies Act, 1956, the Company is in the process of appointing Company Secretary.

(ix) **Commitments and Contingent liabilities - C.Y - Nil , (P.Y.- Nil)**

(x) Previous year figures have been regrouped / reclassified wherever necessary to conform to current year's classification.

(xi) The figures have been rounded off to two decimals in lakhs.



For and on behalf of Board of Directors.

A handwritten signature in black ink.

Urvi A. Piramal
Director

A handwritten signature in black ink.

Harshvardhan A. Piramal
Director

Place : - Mumbai
Date : - 23/05/2014