

## **INDEPENDENT AUDITOR'S REPORT**

TO THE MEMBERS OF INDIABULLS INFRA RESOURCES LIMITED

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Indiabulls Infra Resources Limited (“the company”) which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year ended, and a summary of the significant accounting policies and other explanatory information.

### **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 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.

This responsibility also includes the 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 the 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 fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting standards and standards on auditing and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the order issued under section 143 (11) of the Act.

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 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 statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control 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. 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.

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**

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 March 31, 2018, and its Profit/Loss and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
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, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - e) On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
  - f) On the basis of the information and explanation provided to us by the Company the internal financial control framework, in our opinion, the Company has, in all material aspects, adequate internal financial controls systems in place and such controls are operating effectively as at 31st March 2018. A separate report on this clause has been attached as Annexure B to this report as prescribed by the

Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

- 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 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, required to be transferred to the investor Education and Protection Fund by the Company.

**For MRKS & Associates**  
**Chartered Accountants**  
**FRN: 023711N**

**Kamal Ahuja**  
**(Partner)**  
**M. No. 505788**  
**New Delhi, 21<sup>st</sup> April, 2018**

**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Indiabulls Infra Resources Limited for the year ended March 31, 2018**

Report on the statement of matters specified in paragraphs 3 and 4 of the Order.

- (i) The Company does not own any Fixed Assets; accordingly, the provisions of clause 3 (i) of the Order are not applicable to the Company.
- (ii) The Company does not have any inventories; accordingly, the provisions of clause 3 (ii) of the Order are not applicable to the Company.
- (iii) According to information and explanations given to us, the Company has not granted loans secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) According to information and explanations given to us, the Company has not entered into any transactions in respect of loans, investments, guarantees and security as covered under the provisions of section 185 and 186 of the Companies Act, 2013.
- (v) According to information and explanations given to us, the Company has not accepted any deposits during the year. Accordingly, the provisions of clause 3 (v) are not applicable to the Company.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 Companies Act, 2013 to the products/services of the Company. Accordingly, the provisions of clause 3 (vi) are not applicable to the Company.
- (vii) (a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, goods & services tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities, to the extent applicable to it. There are no arrears of outstanding statutory dues as at March 31, 2018 for a period of more than six months from the date they became payable.  
  
(b) According to the information and explanations given to us, the Company does not have any dues of income tax or goods & services tax or sales tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.
- (viii) According to the information and explanations given to us, the Company does not have any loan or borrowing from financial institution, bank, government and does not issued debentures, Accordingly, the provisions of clause 3 (viii) are not applicable to the Company.

- (ix) According to the information and explanations given to us, the Company has not raised moneys raised by way of public issue, follow-on offer (including debt instruments) and raised any term loan during the year under audit.
- (x) In our opinion and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers/ employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us, the Company has not paid or provided any managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) The Company is not a Nidhi Company. Accordingly, the provisions of clause 3 (xii) are not applicable to the Company.
- (xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013 to the extent applicable and the details have been disclosed in the Financial Statements as required by the accounting standards and Companies Act, 2013.
- (xiv) According to the information and explanations given to us, the Company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with them and hence provisions of Section 192 of the companies Act is not applicable to the company.
- (xvi) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For MRKS & Associates.**  
**Chartered Accountants**  
**FRN: 023711N**

**Kamal Ahuja**  
**(Partner)**  
**M. No. 505788**  
**New Delhi, 21<sup>st</sup> April, 2018**

## **Annexure B to the Independent Auditor's Report of even date on The Financial Statements of Indiabulls Infra Resources Limited for the year ended March 31, 2018**

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Indiabulls Infra Resources Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

## **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of Management and directors of the Company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For MRKS & Associates**  
**Chartered Accountants**  
**FRN: 023711N**

**Kamal Ahuja**  
**(Partner)**  
**M. No. 505788**  
**New Delhi, 21<sup>st</sup> April, 2018**

**Indiabulls Infra Resources Limited**  
**Balance Sheet as at March 31, 2018**

	Note	As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	4	30,000,000	30,000,000
Reserves and surplus	5	1,324,982	(547,618)
		<b>31,324,982</b>	<b>29,452,382</b>
<b>Current liabilities</b>			
Other current liabilities	6	15,000	17,250
Short-term provisions	7	649,420	-
		<b>664,420</b>	<b>17,250</b>
<b>Total of equity and liabilities</b>		<b>31,989,402</b>	<b>29,469,632</b>
<b>II ASSETS</b>			
<b>Non-current assets</b>			
Long-term loans and advances	8	-	5,800
<b>Current assets</b>			
Cash and cash equivalents	9	31,725,591	63,832
Short-term loans and advances	10	263,811	29,400,000
		<b>31,989,402</b>	<b>29,469,632</b>
<b>Total of assets</b>		<b>31,989,402</b>	<b>29,469,632</b>

Significant accounting policies 3

The accompanying notes are an integral part of financial statements

This is the Balance Sheet referred to in our report of even date

**For MRKS and Associates**

Chartered Accountants  
FRN: 023711N

**For and on behalf of Board of Directors**

**Kamal Ahuja**  
Partner  
Membership No. 505788  
Place: New Delhi  
Date: April 21, 2018

**Vaseem Raja**  
Director  
DIN: 7709789

**Kishor Kumar Srivastava**  
Director  
DIN: 1223908



**Indiabulls Infra Resources Limited**  
**Statement of Profit and Loss for the year ended March 31, 2018**

	Note	For the year ended March 31, 2018	For the period from February 01, 2017 to March 31 2017
		Amount (Rs.)	Amount (Rs.)
I. <b>Revenue</b>			
Other income	11	2,638,430	57,995
		<b>2,638,430</b>	<b>57,995</b>
<b>Total of revenue</b>			
II. <b>Expenses</b>			
Other expenses	12	116,410	605,613
		<b>116,410</b>	<b>605,613</b>
<b>Total of expenses</b>			
III. <b>Profit / (Loss) before exceptional and extraordinary items and tax (I-II)</b>		<b>2,522,020</b>	<b>(547,618)</b>
IV. Exceptional Items		-	-
V. <b>Profit / (Loss) before extraordinary items and tax (III-IV)</b>		<b>2,522,020</b>	<b>(547,618)</b>
VI. <b>Extraordinary items</b>		-	-
VII. <b>Profit / (Loss) before tax (V-VI)</b>		<b>2,522,020</b>	<b>(547,618)</b>
VIII. Tax expense			
- Current tax		649,420	-
		649,420	-
IX. <b>Profit / (Loss) for the year / period (VII-VIII)</b>		<b>1,872,600</b>	<b>(547,618)</b>
<b>Earnings per equity share</b>			
- Basic		0.62	(0.18)
- Diluted		0.62	(0.18)
Face value per equity share (Rs.)		10	10

**Significant accounting policies** 3

**The accompanying notes are an integral part of financial statements**

This is the Statement of Profit and Loss referred to in our report of even date

**For MRKS and Associates**  
Chartered Accountants  
FRN: 023711N

**For and on behalf of Board of Directors**

**Kamal Ahuja**  
Partner  
Membership No. 505788  
Place: New Delhi  
Date: April 21, 2018

**Vaseem Raja**  
Director  
DIN: 7709789

**Kishor Kumar Srivastava**  
Director  
DIN: 1223908

**Indiabulls Infra Resources Limited**  
Cash Flow Statement for the year ended March 31, 2018

	For the year ended March 31, 2018	For the period from February 01, 2017 to March 31 2017
	Amount (Rs.)	Amount (Rs.)
<b>A. Cash flow from operating activities</b>		
Net profit / (loss) before tax	2,522,020	(547,618)
Adjustments for profit and loss account items		
Interest income from inter corporate deposits	(2,638,110)	(57,995)
<b>Operating loss before working capital changes and other adjustments</b>	<b>(116,090)</b>	<b>(605,613)</b>
Working capital changes and other adjustments:		
- (Decrease) / Increase in other liabilities and provisions	(2,250)	17,250
- Increase / (decrease) in loans and advance	5,800	-
<b>Cash used in operating activities</b>	<b>(112,540)</b>	<b>(588,363)</b>
Income tax (paid) / refund received (net)	(263,811)	(5,800)
<b>Net cash used in operating activities</b>	<b>(376,351)</b>	<b>(594,163)</b>
<b>B. Cash flow from investing activities:</b>		
Inter corporate deposits received back / (given to) from related party	29,400,000	(29,400,000)
Interest income from inter corporate deposits	2,638,110	57,995
<b>Net cash generated from / (used in) investing activities</b>	<b>32,038,110</b>	<b>(29,342,005)</b>
<b>C. Cash flow from financing activities:</b>		
Issue of equity share capital	-	30,000,000
<b>Net cash generated / (used in) from financing activities</b>	<b>-</b>	<b>30,000,000</b>
<b>D. Increase in cash and cash equivalents, net (A+B+C)</b>	<b>31,661,759</b>	<b>63,832</b>
<b>E. Cash and cash equivalents at the beginning of the year / period</b>	<b>63,832</b>	<b>-</b>
<b>F. Cash and cash equivalents at the end of the year / period (D+E)</b>	<b>31,725,591</b>	<b>63,832</b>

**Note:**

a) The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on 'Cash Flow Statements' as specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 as amended.

b) Cash and cash equivalents includes:

Cash on hand	-	-
Balances with banks		
- in current accounts	31,725,591	63,832
<b>Total of cash and cash equivalents</b>	<b>31,725,591</b>	<b>63,832</b>

c) Previous year figures have been regrouped and/or reclassified wherever necessary to conform to those of the current year grouping and/or classification.

This is the Cash Flow Statement referred to in our report of even date

**For MRKS and Associates**

Chartered Accountants  
FRN: 023711N

**For and on behalf of Board of Directors**

**Kamal Ahuja**  
Partner  
Membership No. 505788  
Place: New Delhi  
Date: April 21, 2018

**Vaseem Raja**  
Director  
DIN: 7709789

**Kishor Kumar Srivastava**  
Director  
DIN: 1223908

**Indiabulls Infra Resources Limited**  
**Notes to financial statements for the year ended March 31, 2018**

**Note - 1**

**Company Overview:**

Indiabulls Infra Resources Limited (“IIRL” or “the Company”) was incorporated on February 1, 2017 with the main objects of carrying on the business of renting, leasing of a comprehensive range of construction, infrastructure, manufacturing, and mineral handling equipment(s), business of builders, decorators, general and government contractor and engineers, end to end solutions to manage and maintain real estate and/or infrastructure projects and other related activities, in India or abroad. Indiabulls Infra Resources Limited is a wholly owned subsidiary of Indiabulls Ventures Limited.

**Note - 2**

**Basis of Preparation of Financial Statements:**

The financial statements are prepared under the historical cost convention on an accrual basis in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and Accounting Standards (AS) under Section 133 of the Companies Act, 2013 (“the Act”) read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.

**Note - 3**

**Significant Accounting Policies:**

a) Use of Estimates:

The preparation of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made by management that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognised in the period in which the results are known / materialised.

b) Revenue Recognition:

- Interest income from loans / inter corporate deposits given is recognized on accrual basis.
- Income from fee based consultancy is recognised on an accrual basis.
- Dividend Income on units of Mutual Fund is recognized when the right to receive dividend is unconditionally established and any gains/losses are recognized on the date of redemption.

c) Investments:

Investments are classified as long term and current investments. Long term investments are carried at cost less provision, if any, for diminution other than temporary in their value. Current investments are valued at lower of cost and fair value.

d) Taxes on Income:

Current tax is determined as the tax payable in respect of taxable income for the year and is computed in accordance with relevant tax regulations.

Deferred tax resulting from timing differences between book and tax profits is accounted for at the current rate of tax / substantively enacted tax rates at the Balance Sheet Date, as applicable, to the extent that the timing differences are expected to crystallise.

Deferred Tax Assets are recognised where realisation is reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognised only if there is a virtual certainty of realisation backed by convincing evidence. Deferred Tax Assets are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

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**Indiabulls Infra Resources Limited**  
**Notes to financial statements for the year ended March 31, 2018**

e) Fixed Assets:

(i) Tangible Assets:

Tangible fixed assets are stated at cost, net of tax / duty credits availed, if any, less accumulated depreciation / impairment losses, if any. Cost includes original cost of acquisition, including incidental expenses related to such acquisition and installation and any attributable cost of bringing the asset to its working condition for its intended use.

(ii) Intangible Assets:

Intangible assets are stated at cost, net of tax / duty credits availed, if any, less accumulated amortisation / impairment losses, if any. Cost includes original cost of acquisition, including incidental expenses related to such acquisition and installation.

f) Depreciation / Amortisation:

Depreciation on tangible fixed assets is provided on straight-line method at the rates specified in Schedule II to the Companies Act, 2013. Depreciation on additions to fixed assets is provided on pro-rata basis from the date the asset is put to use. Depreciation on sale / deduction from fixed assets is provided for up to the date of sale / deduction / scrapping, as the case may be. Assets taken on finance lease are depreciated over the tenure of the lease. Assets costing Rs. 5,000 or less per item are fully depreciated in the year of purchase.

g) 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. Recoverable amount is higher of an asset's net selling price and its value in use. 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 recognised in the Profit and Loss Account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

h) Borrowing Costs:

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of cost of such assets. All other borrowing costs are charged to revenue.

j) Preliminary Expenses:

Preliminary expenses are adjusted against Securities Premium account net of tax to the extent available, and the balance, if any, is charged off to the profit and loss account, as incurred.

k) Provisions, Contingent Liabilities and Contingent Assets:

Provisions are recognised only when there is a present obligation as a result of past events and when a reliable estimate of the amount of obligation can be made. Contingent liability is disclosed for (1) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or (2) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent Assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised.

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**Indiabulls Infra Resources Limited**  
**Notes to the financial statement for the year ended March 31, 2018**

**Note - 4**

Share capital	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
<b>Authorized</b>				
Equity share capital of face value of Rs.10 each	5,000,000	50,000,000	5,000,000	50,000,000
<b>Issued, subscribed and fully paid up shares</b>				
Equity share capital of face value of Rs.10 each	3,000,000	30,000,000	3,000,000	30,000,000
<b>As per Balance Sheet</b>		<b>30,000,000</b>		<b>30,000,000</b>

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

Equity shares	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Balance at the beginning of the year / period	3,000,000	30,000,000	-	-
Additions during the year	-	-	3,000,000	30,000,000
<b>Outstanding at the end of the year / period</b>	<b>3,000,000</b>	<b>30,000,000</b>	<b>3,000,000</b>	<b>30,000,000</b>

**b. Issuance of fresh equity shares**

During the period ended March 31, 2017, the Company had issued and allotted of 3,000,000 equity share of face value Rs.10 each of the Company to Indiabulls ventures Limited, Holding Company, at an issued price of Rs.10 per equity share.

**c. Terms/rights attached to equity shares**

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to received 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 shareholders.

**d. Details of shareholders holding more than 5% shares in the company**

Name of shareholder	As at March 31, 2018		As at March 31, 2017	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Indiabulls Ventures Limited	3,000,000	100%	3,000,000	100%

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

**Note - 5**

**Reserves and surplus**

	As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
<b>Surplus / (deficit) as per statement of profit and loss</b>		
Balance as at the beginning of the year / period	(547,618)	-
Add: Profit/(Loss) for the year / period	1,872,600	(547,618)
<b>As per Balance Sheet</b>	<b>1,324,982</b>	<b>(547,618)</b>

**Note - 6**

**Other current liabilities**

	As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
Expenses payable	15,000	17,250
<b>As per Balance Sheet</b>	<b>15,000</b>	<b>17,250</b>

**Indiabulls Infra Resources Limited**  
Notes to the financial statement for the year ended March 31, 2018

**Note - 7**

**Short-term provisions**

		As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
Provision for taxation		649,420	-
	<b>As per Balance Sheet</b>	<b>649,420</b>	<b>-</b>

**Note - 8**

**Long-term loans and advances**

		As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
Tax deducted at source		-	5,800
	<b>As per Balance Sheet</b>	<b>-</b>	<b>5,800</b>

**Note - 9**

**Cash and cash equivalents**

		As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
Balances with banks			
- in current accounts		31,725,591	63,832
Cash on hand		-	-
	<b>As per Balance Sheet</b>	<b>31,725,591</b>	<b>63,832</b>

**Note - 10**

**Short-term loans and advances  
(Unsecured, considered good)**

		As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
<b>Inter-corporate deposits to related party</b>			
Indiabulls Distribution Services Limited		-	29,400,000
Tax deducted at source		263,811	-
	<b>As per Balance Sheet</b>	<b>263,811</b>	<b>29,400,000</b>

**Indiabulls Infra Resources Limited**  
**Notes to the financial statement for the year ended March 31, 2018**

	<b>For the year ended March 31, 2018</b>	<b>For the period from February 01, 2017 to March 31 2017</b>
	<u>Amount (Rs.)</u>	<u>Amount (Rs.)</u>
<b>Note - 11</b>		
<b>Other income:</b>		
Interest from inter corporate deposits	2,638,110	57,995
Interest income on income tax refund	320	-
<b>As Per Statement of Profit and Loss</b>	<u><u>2,638,430</u></u>	<u><u>57,995</u></u>
<b>Note - 12</b>		
<b>Other expenses:</b>		
	<b>For the year ended March 31, 2018</b>	<b>For the period from February 01, 2017 to March 31 2017</b>
	<u>Amount (Rs.)</u>	<u>Amount (Rs.)</u>
Bank charges	460	1,265
Rates & taxes	18,450	2,250
Professional expenses	5,000	-
Auditor's remuneration (excluding taxes)		
- as statutory auditor	92,500	15,000
Preliminary expenses	-	587,098
<b>As Per Statement of Profit and Loss</b>	<u><u>116,410</u></u>	<u><u>605,613</u></u>

**Indiabulls Infra Resources Limited**  
**Notes to financial statements for the year ended March 31, 2018**

**Note - 13**

**Deferred Tax Asset:**

In compliance with Accounting Standard 22 (AS 22) – ‘Accounting for taxes on income’, as specified under section 133 of Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended), the Deferred Tax Assets on brought forward losses was not recognized as there was no virtual certainty supported by convincing evidence of the subsequent realization of such deferred tax assets in future.

**Note - 14**

**Segment Reporting:**

Considering the nature of Company’s business and operations and based on the information available with the management, there are no reportable segments (business and/or geographical) in accordance with the requirements of Accounting Standard (AS) – 17 on Segment Reporting as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended. Hence, no further disclosures are required in respect of reportable segments, under AS 17, other than those already provided in the financial statements.

**Note - 15**

**Related party transactions:**

Disclosures in respect of AS - 18 ‘Related Party Disclosures’ as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended:

**(a) Related parties where control exists:**

Description of relationship	Names of related parties
Holding Company	Indiabulls Ventures Limited
Entities under common control (Fellow Subsidiary Companies (including step down subsidiaries))	IVL Finance Limited (Formerly Known as Shivshakti Financial Services Limited)
	Indiabulls Distribution Services Limited
	Indiabulls Consumer Products Limited
	Astilbe Builders Limited
	Astraea Constructions Limited
	Silenus Buildtech Limited
	Arbutus Constructions Limited
	Gyansagar Buildtech Limited
	Pushpanjali Fincon Limited
	Pushpanjali Finsolutions Limited
	Devata Tradelink Limited
	Indiabulls Investment Advisors Limited (Formerly known as Indiabulls Brokerage Limited)
	Indiabulls Commodities Limited
	Auxesia Soft Solutions Limited
	India Ethanol and Sugar Limited
	Positive Housings Private Limited (upto March 30, 2018)
	Indiabulls Alternate Investment Limited
Indiabulls Asset Reconstruction Company Limited	
Indiabulls Logistics Limited	
Key Management Personnel	Mr. Kishor Kumar Srivastava, Director
	Mr. Vaseem Raja, Director
	Mr. Muzumdar Sandeep Jagdish, Director
	Mr. Divyesh B Shah, Chief Executive Officer and Whole Time Director of Indiabulls
	Mr. Sameer Gehlaut , Individual exercising significant influence

**(b) Significant Transactions with related parties during the year ended March 31, 2018:**

(Amount in Rs.)

Nature of Transaction	Holding Company	Fellow Subsidiary	Total
Issue of equity share capital	-	-	-
	<i>30,000,000</i>	-	<i>30,000,000</i>
Inter corporate deposit given (maximum balance outstanding during the year / period)	-	29,400,000	29,400,000
	-	<i>29,400,000</i>	<i>29,400,000</i>
Interest income received on Inter corporate deposit given (Gross)	-	2,638,110	2,638,110
	-	<i>57,995</i>	<i>57,995</i>
Reimbursement of incorporation expenses paid	-	-	-
	<i>587,098</i>	-	<i>587,098</i>

Note: Figures in italic relates to the previous period



**Indiabulls Infra Resources Limited**  
Notes to financial statements for the year ended March 31, 2018

(c) Statement of Maximum outstanding balance during the year: (Amount in Rs.)

Particulars	For the year ended March 31, 2018	For the period ended March 31, 2017
Inter corporate deposit given		
- Indiabulls Distribution Services Limited	29,400,000	29,400,000

(d) Outstanding at year ended March 31, 2018: (Amount in Rs.)

Particulars	For the year ended March 31, 2018	For the period ended March 31, 2017
<i>Loans &amp; Advances</i>		
Inter corporate deposit given		
- Indiabulls Distribution Services Limited	-	29,400,000

Note: Figures in italic relates to the previous year

In accordance with AS 18, disclosures in respect of transactions with identified related parties are given only for such period during which such relationships existed. Related Party relationships are given above are as identified by the Company and relied upon by the Auditors.

**Note - 16**

**Earnings per share:**

The basic earnings per share is computed by dividing the net profit attributable to equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting year. Diluted earnings per share are computed using the weighted average number of equity shares and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at fair value.

Dilutive potential equity shares are deemed converted as of the beginning of the year, unless they have been issued at a later date. The number of equity shares and potential diluted equity shares are adjusted for stock split, bonus shares and the potential dilutive effect of employee stock option plan as appropriate.

Particulars	Year ended March 31, 2018	Period Ended March 31, 2017
Net Profit(Loss) available for Equity Shareholders (Rs.)	1,872,600	(547,618)
Weighted average number of Equity Shares used for computing Basic and Diluted earnings per share	3,000,000	3,000,000
Face/Nominal Value of Equity Shares – (Rs.)	10	10
Earnings Per Share – Basic & Diluted (Rs.)	0.62	(0.18)

**Note - 17**

**Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:**

Particulars	As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting period	Nil	Nil
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting period	Nil	Nil
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
(iv) The amount of interest due and payable for the period	Nil	Nil
(v) The amount of interest accrued and remaining unpaid at the end of the accounting period	Nil	Nil
(vi) The amount of further interest due and payable even in the succeeding period, until such date when the interest dues as above are actually paid	Nil	Nil

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

**Note - 18**

There are no contingent liabilities and commitments to be reported as at 31 March 2018 (Previous period Rs. Nil).

**Note - 19**

The Company has not entered into any derivative instruments during the period. There are no foreign currency exposures as at March 31, 2018(Previous period Rs. Nil).

**Indiabulls Infra Resources Limited**  
**Notes to financial statements for the year ended March 31, 2018**

**Note - 20**

As per the best estimate of the management, no provision is required to be made as per Accounting Standard 29 (AS 29) -- Provisions, Contingent Liabilities and Contingent Assets as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

**Note - 21**

In the opinion of the Board of Directors, all current assets, loans and advances appearing in the balance sheet as at March 31, 2018, have a value on realization in the ordinary course of the Company's business at least equal to the amount at which they are stated in the balance sheet after appropriate provision. Certain balances shown under loans and advances, sundry creditors and balances with banks are subject to confirmation/reconciliation. In the opinion of the Board of Directors, no provision is required to be made against the recoverability of such balances, other than as already provided in the financial statements.

**Note - 22**

In respect of amounts as mentioned under Section 124 of the Companies Act, 2013, there were no dues required to be credited to the Investor Education and Protection Fund as on March 31, 2018 (Previous period Rs. Nil).

As per our report of even date

**For MRKS and Associates**

Chartered Accountants  
FRN: 023711N

**For and on behalf of the Board of Directors**

**Kamal Ahuja**  
Partner  
Membership No. 505788  
Place: New Delhi  
Date: April 21, 2018

**Vaseem Raja**  
Director  
DIN: 7709789

**Kishor Kumar Srivastava**  
Director  
DIN: 1223908