

## **INDEPENDENT AUDITOR'S REPORT**

**To the Members of Alyssum Developers Private Limited**

**Report on the Financial Statements**

### **Opinion**

We have audited the accompanying financial statements of **Alyssum Developers Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

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 Companies Act, 2013 ("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, 2019, its loss including Other Comprehensive Income, its Cash Flows and the Statement of Changes in Equity for the year ended on that date.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the "Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the standalone financial statements and our Auditor's Report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon. In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

## **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 Act 2013 with respect to the preparation of these Financial Statements that give a true and fair view of the Financial Position, Financial Performance including Other Comprehensive Income, Cash Flows and the Statement Of Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements 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.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **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 paragraphs 3 and 4 of the Order.
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 appears from our examination of those books;
- c. The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income , the Cash Flow Statement and Statement of Changes in Equity 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 Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e. On the basis of written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of section 164(2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, 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 on its financial position.
  - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Chaturvedi & Shah LLP**  
Chartered Accountants  
(Firm Registration no. 101720W/W100355)

**Jignesh Mehta**  
Partner  
Membership No.: 102749

Mumbai  
Date: 14<sup>th</sup> May, 2019

**“Annexure A” to Independent Auditors’ Report on the Financial Statements of the Alyssum Developers Private Limited**

**(Referred to in Paragraph 1 under the heading of “Report on other legal and regulatory requirements” of our report of even date.)**

i) **In respect of its fixed assets :**

- a. The company has maintained proper records showing full particulars including Quantitative details & situation of Fixed Assets on the basis of available information.
- b. As explained to us, all the Fixed Assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the company & nature of its assets. No material discrepancies were noticed on Physical Verification.
- c. In our opinion and according to the explanations given to us, the title deeds of the Immovable Property are held in the name of Company.

ii) As the Company had no Inventories during the year, clause (ii) of paragraph of 3 of the Order is not applicable to the Company

iii) The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.

iv) Company has not granted any loans, investments, guarantees and securities covered under section 185 and 186 of the Act.

v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.

vi) According to information and explanations provided to us, the Company is not required to maintain accounts and cost records pursuant to the Companies (Cost Accounting Records) Rules, 2011 and as specified by the Central Government of India under Section 148(1) of the Companies Act, 2013. Accordingly, paragraph 3(vi) of the Order is not applicable.

vii) **In respect of Statutory dues :**

- a. According to the records of the Company, undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income-Tax, Goods and Service Tax, Customs Duty, Cess, and any other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2019 for a period of more than six months from the date of becoming payable.

- b. According to the information and explanations given to us, there are no dues of income tax, goods and service tax, duty of customs, cess on account of any dispute, which have not been deposited.
- viii) 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, Government Company or bank or Debenture Holders of the company.
- ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) or terms loans, and hence Clause (ix) of paragraph 3 is not applicable to the company.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the Ind AS financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) In our opinion and according to the information and explanations given to us, company has not paid any managerial remuneration and hence Clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion company is not a Chit Fund/ Nidhi company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the company.
- xiii) In respect of transactions with related parties :
- In our opinion and according to the information and explanations given to us, section 177 is not applicable to the company
  - In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with section 188 of the Act and their details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of fully or partly Convertible Debentures during the year and hence clause (xiv) of the paragraph 3 is not applicable to the company.
- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under section 192 of the Act. Hence, clause (xv) of the paragraph 3 of the Order is not applicable to the Company.

xvi) To the best of our knowledge and as explained, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Chaturvedi & Shah LLP**  
Chartered Accountants  
(Firm Registration no. 101720W/ W100355)

**Jignesh Mehta**  
Partner  
Membership No.: 102749

Mumbai  
Date: 14<sup>th</sup> May, 2019

**“Annexure B” to Independent Auditors’ Report on the Financial Statements of the Alyssum Developers Private Limited**

**(Referred to in paragraph 2(f) under the heading “Report on other legal and regulatory requirements” of our report of even date)**

**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 Control over financial reporting of **Alyssum Developers Private Limited** (“the company”) as of 31<sup>st</sup> March, 2019 in conjunction with our audit of the Financial Statements of the Company for the year then ended.

**Management Responsibility for the 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 (ICAI). 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 Act.

**Auditor’s 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 Act, 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 ICAI. 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 judgment, 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 a 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 31<sup>st</sup> March, 2019, 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 ICAI.

### **For Chaturvedi & Shah LLP**

Chartered Accountants

(Firm Registration no. 101720W/ W100355)

**Jignesh Mehta**

Partner

Membership No.: 102749

Mumbai

Date: 14<sup>th</sup> May, 2019.

**Alyssum Developers Private Limited**

(CIN No. U70109MH2017PTC292588)

Balance Sheet as at 31st March 2019

(Amount in ₹)

Particulars	Notes	As at March 31, 2019	As at March 31, 2018
<b>A. Assets</b>			
<b>Non Current Assets</b>			
Property, Plant and Equipment	5	1,984,659,682	1,969,371,948
Capital Work-in-Progress	5	1,671,687,840	1,135,722,837
Other Intangible Assets	5	375,992	153,488
Other financial assets	6	2,500,000	-
Deferred Tax Assets (Net)	7	44,012	-
Other Non-Current Assets	8	1,659,663	-
		<b>3,660,927,189</b>	<b>3,105,248,273</b>
<b>Current Assets</b>			
Financial Asset	9	-	
Investments	10	9,785,022	396,849,978
Cash and Cash Equivalents	11	29,485	3,979,823
Other financial assets	12	13,647,619	-
Other Current Assets		<b>23,462,127</b>	<b>402,539,273</b>
<b>Total Assets</b>		<b>3,684,389,316</b>	<b>3,507,787,547</b>
<b>B. Equity and Liabilities</b>			
<b>Equity</b>			
Equity Share Capital	13	100,020	100,020
Other Equity	14	3,489,075,028	3,496,519,206
		<b>3,489,175,048</b>	<b>3,496,619,226</b>
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
Financial Liabilities			
Trade Payables:-			
a. Total outstanding dues of micro enterprises and small enterprises	15	-	-
b. Total outstanding dues of creditors other than micro enterprises and small enterprises	15	445,887	142,040
Provisions	16	461,863	64,775
Deferred Tax Liabilities (Net)	7	-	1,808,265
		<b>907,750</b>	<b>2,015,080</b>
<b>Current Liabilities</b>			
Financial Liabilities			
Borrowings	17	130,000,000	-
Trade Payables:-			
a. Total outstanding dues of micro enterprises and small enterprises	18	-	-
b. Total outstanding dues of creditors other than micro enterprises and small enterprises	18	4,254,178	3,640,943
Other Financial Liabilities	19	18,210,595	1,568
Other Current Liabilities	20	34,806,148	4,220,022
Provisions	21	17,029	3,078
Current Tax Liabilities (Net)	22	7,018,569	1,287,629
		<b>194,306,519</b>	<b>9,153,240</b>
<b>Total Equity and Liabilities</b>		<b>3,684,389,316</b>	<b>3,507,787,547</b>

See accompanying notes to Financial statements

1 to 33

As per our Report of even date

**For Chaturvedi & Shah LLP**

Chartered Accountants

Firm Reg. No. 101720W / W100355

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

Partner

Membership No. 102749

**Vidyasagar Pingali**

Director

DIN No. 02710397

**Varun Parwal**

Director

DIN No. 07586435

Place : Mumbai

Date : 14th May 2019

**Alyssum Developers Private Limited**

(CIN No. U70109MH2017PTC292588)

**Statement of Profit and Loss for the Financial year ended 31st March 2019**

(Amount in ₹ )

Particulars	Notes	For the Financial year ended 31st March 2019	For the Financial year ended 31st March 2018
<b>Income :</b>		-	-
<b>Total Income</b>		-	-
<b>Expenses :</b>			
Depreciation and Amortization Expenses	5	452,990	145,296
Other Expenses	23	1,510,744	199,683
<b>Total Expenses</b>		<b>1,963,734</b>	<b>344,979</b>
<b>Profit/(Loss) Before Tax</b>		(1,963,734)	(344,979)
<b>Less :- Tax Expenses</b>			
Current Tax	26	7,250,679	1,327,550
Deferred Tax		(1,852,277)	1,808,265
<b>Profit/(Loss) for the year (A)</b>		<b>(7,362,136)</b>	<b>(3,480,794)</b>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to Profit or Loss			
Remeasurement gain/ (loss) on defined benefit plans		(110,869)	-
Income tax relating to items that will not be reclassified to Profit or Loss		28,826	-
<b>Other Comprehensive Income for the year (B)</b>		(82,043)	-
<b>Total Comprehensive Income for the year (A+B)</b>		<b>(7,444,179)</b>	<b>(3,480,794)</b>
Earning Per Equity Share of face value of ₹ 10/- each Basic & Diluted (In ₹)	25	(736.07)	(348.01)
See accompanying notes to Financial statements		1 to 33	
<b>As per our Report of even date</b>			
<b>For Chaturvedi &amp; Shah LLP</b>		<b>For and on behalf of the Board of Directors</b>	
Chartered Accountants			
Firm Reg. No. 101720W / W100355			
<b>Jignesh Mehta</b> Partner Membership No. 102749		<b>Vidyasagar Pingali</b> Director DIN No. 02710397	
Place : Mumbai Date : 14th May 2019			<b>Varun Parwal</b> Director DIN No. 07586435

**ALYSSUM DEVELOPERS PRIVATE LIMITED**

(CIN No. U70109MH2017PTC292588)

**Cash Flow Statement for the Financial year ended 31st March 2019**

(Amount in ₹ )

Particulars	For the Financial year ended 31st March 2019	For the Financial year ended 31st March 2018
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Net Profit/(Loss) Before Tax as per Statement of Profit and Loss Account</b>	(1,963,734)	(344,979)
<b>Adjusted for:</b>		
Depreciation and Amortization Expenses	452,990	145,296
Actuarial Gain/(Loss) through OCI	(110,869)	
<b>Operating Profit before Working Capital Changes</b>	(1,621,613)	(199,683)
<b>Net Change in :</b>		
Other Current Assets	(13,627,295)	(1,709,473)
Trade & Other Payables	50,123,272	8,072,427
<b>Cash generated from Operations</b>	<b>34,874,365</b>	<b>6,163,271</b>
Less: Income Taxes paid (Net)	(1,490,913)	(39,921)
<b>Net Cash generated from Operating Activities (A)</b>	<b>33,383,452</b>	<b>6,123,350</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for Purchase of Property Plant & Equipment, Capital Work In Progress and Intangible Assets	(574,932,294)	(3,117,517,590)
Investments in Mutual Fund	(35,000,000)	(1,771,849,978)
Proceeds from Sale of Investments in Mutual Funds	454,854,041	1,387,124,022
Investment in Term Deposit	(2,500,000)	-
<b>Net Cash generated from Investing Activities (B)</b>	<b>(157,578,253)</b>	<b>(3,502,243,546)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Issuance of shares	-	100,020
Issue of OFCD	-	3,500,000,000
Inter Corporate Deposits taken	130,000,000	-
<b>Net Cash Generated from Financing Activities ( C)</b>	<b>130,000,000</b>	<b>3,500,100,020</b>
<b>Net Increase in Cash and Cash Equivalents [ (A) + (B) + ( C) ]</b>	<b>5,805,199</b>	<b>3,979,823</b>
Cash and Cash Equivalents at the beginning of the year	3,979,823	
<b>Cash and Cash Equivalents at the end of the period (Refer note no. 10)</b>	<b>9,785,022</b>	<b>3,979,823</b>
<b>Notes to Cash Flow</b>		
<b>Components of cash and cash equivalents :</b>		
Cash on hand	42,185	22,974
Balance with Scheduled Bank	9,742,837	3,956,850
<b>Cash and Cash Equivalents at the end of the period (Refer note no. 10)</b>	<b>9,785,022</b>	<b>3,979,823</b>

As per our Report of even date

**For Chaturvedi & Shah LLP**

Chartered Accountants

Firm Reg. No. 101720W / W100355

**For and on Behalf of the Board of Directors****Jignesh Mehta**

Partner

Membership No. 102749

**Vidyasagar Pingali**

Director

DIN No. 02710397

**Varun Parwal**

Director

DIN No. 07586435

Place : Mumbai

Date : 14th May 2019

**ALYSSUM DEVELOPERS PRIVATE LIMITED**

Statement of Changes in Equity for the year ended 31st March 2019

(CIN No. U70109MH2017PTC292588)

**A. Equity Share Capital**

For the year ended 31st March, 2019

(Amount in ₹ )

Balance as at 1st April, 2018	Changes in equity share capital during the year	Balance as at 31st March 2019
100,020	-	100,020

For the year ended 31st March, 2018

(Amount in ₹ )

Balance as at 1st April, 2017	Changes in equity share capital during the year	Balance as at 31st March 2018
100,020	-	100,020

**B. OTHER EQUITY**

For the year ended 31st March, 2019

(Amount in ₹ )

Particulars	Reserves & Surplus	Instruments Classified as Equity	Other Comprehensive Income Remeasurement gain/ (loss) on defined benefit plans	Total Equity
	Retained Earnings			
Balance as at 1st April, 2018	(3,480,794)	3,500,000,000	-	3,496,519,206
Profit for the year	(7,362,136)	-	-	(7,362,136)
Remeasurement gain/ (loss) on defined benefit plans	-	-	(82,043)	(82,043)
<b>Balance as at 31st March, 2019</b>	<b>(10,842,929)</b>	<b>3,500,000,000</b>	<b>(82,043)</b>	<b>3,489,075,028</b>

For the year ended 31st March, 2018

(Amount in ₹ )

Particulars	Reserves & Surplus	Instruments Classified as Equity	Total Equity
	Retained Earnings		
Balance as at 1st April, 2017	-	-	-
Profit for the year	(3,480,794)	-	(3,480,794)
Issue of Optionally Fully Convertible Debentures	-	3,500,000,000	3,500,000,000
<b>Balance as at 31st March, 2018</b>	<b>(3,480,794)</b>	<b>3,500,000,000</b>	<b>3,496,519,206</b>

As per our Report of even date

**For Chaturvedi & Shah LLP**

Chartered Accountants

Firm Reg. No. 101720W / W100355

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

Partner

Membership No. 102749

**Vidyasagar Pingali**

Director

DIN No. 02710397

**Varun Parwal**

Director

DIN No. 07586435

Place : Mumbai

Date : 14th May 2019

**Alyssum Developers Private Limited**

(CIN No. U70109MH2017PTC292588)

**Notes to Financial Statements for the period ended 31st March 2019**
**Note 5: Property, Plant & Equipment**

(Amount in ₹)

Particulars	Property, Plant and Equipment					Intangible Asset	Capital Work in Progress
	Land	Computers	Office Equipment	Plant & machinery	Total Tangible Assets		
<b>Gross Block</b>							
<b>As at April 1, 2017</b>	1,967,900,600	703,437	59,240	841,455	1,969,504,732	166,000	1,135,722,837
Additions	-	-	-	-	-	-	-
Deductions/Adjustments	-	-	-	-	-	-	-
<b>As at 31st March, 2018</b>	1,967,900,600	703,437	59,240	841,455	1,969,504,732	166,000	1,135,722,837
Additions	14,804,946	231,728	481,149	179,511	15,697,334	265,894	535,965,003
Deduction/Adjustment	-	-	-	-	-	-	-
<b>As at 31st March, 2019</b>	<b>1,982,705,546</b>	<b>935,165</b>	<b>540,389</b>	<b>1,020,966</b>	<b>1,985,202,066</b>	<b>431,894</b>	<b>1,671,687,840</b>
<b>Accumulated Depreciation</b>							
Charge for the year 2017	-	101,006	2,862	28,916	132,784	12,512	-
Deductions/Adjustments	-	-	-	-	-	-	-
<b>As at 31st March, 2018</b>	-	101,006	2,862	28,916	132,784	12,512	-
Charge for the year 2018	-	249,479	75,067	85,055	409,600	43,390	-
Deduction/Adjustment	-	-	-	-	-	-	-
<b>As at 31st March, 2019</b>	-	<b>350,485</b>	<b>77,929</b>	<b>113,971</b>	<b>542,384</b>	<b>55,902</b>	-
<b>Net carrying amount</b>							
<b>As at 31st March, 2019</b>	<b>1,982,705,546</b>	<b>584,680</b>	<b>462,460</b>	<b>906,995</b>	<b>1,984,659,682</b>	<b>375,992</b>	<b>1,671,687,840</b>
<b>As at 31st March, 2018</b>	<b>1,967,900,600</b>	<b>602,431</b>	<b>56,378</b>	<b>812,539</b>	<b>1,969,371,948</b>	<b>153,488</b>	<b>1,135,722,837</b>

(Amount in ₹ )

Notes	Particulars	As at March 31, 2019	As at 31st March 2018
<b>6</b>	<b>Other Financials Asset (Non Current)</b>		
	Term Deposit with Original maturity more than 12 months	2,500,000	
		<b>2,500,000</b>	-
<b>7</b>	<b>Deferred Tax Assets (Net)</b>		
	<b>At start of year</b>	(1,808,265)	-
	Charge/ (credit) to profit or loss	1,852,277	(1,808,265)
	Charge to Other Comprehensive Income	-	-
	<b>At the end of the year</b>	<b>44,012</b>	<b>(1,808,265)</b>
	<b>Deferred Tax Asset/(Liability) in relations to</b>		
	Property, plant and Equipment	(80,500)	(44,511)
	Remeasurement Gain on Mutual Fund	-	(1,781,396)
	Provisions	124,512	17,642
	<b>Total</b>	<b>44,012</b>	<b>(1,808,265)</b>
<b>8</b>	<b>Other Non - Current Assets</b>		
	Prepaid Expenses	1,659,663	-
		<b>1,659,663</b>	-
<b>9</b>	<b>Current Investments</b>		
	<b>Investments measure at Fair value through Profit and Loss</b>		
	<u>Investments in Mutual Funds (unquoted)</u>		
	Nil Units of Invesco India Liquid Fund (P.Y. 1,16,271.987 Units )	-	277,155,594
	Nil Units of UTI Money Market Fund (P.Y.61,709.476 Units )	-	119,694,384
		<b>-</b>	<b>396,849,978</b>
<b>10</b>	<b>Cash and Cash Equivalents :</b>		
	Balances with Banks	9,742,837	3,956,850
	Cash on hand	42,185	22,974
		<b>9,785,022</b>	<b>3,979,823</b>
<b>11</b>	<b>Other financial assets</b>		
	Interest accrued on Fixed Deposit	29,485	-
		<b>29,485</b>	-
<b>12</b>	<b>Other Current Assets</b>		
	(Unsecured, considered good, unless otherwise stated)		
	Deposits	791,583	150,000
	Prepaid Expenses	875,655	94,704
	Advances	-	870,550
	Balance with Statutory/ Government Authorities	2,785,069	493,119
	Advance to Suppliers	9,195,312	101,100
		<b>13,647,619</b>	<b>1,709,473</b>

(Amount in ₹ )

Notes	Particulars	As at March 31, 2019	As at 31st March 2018		
<b>13</b>	<b>Share Capital</b>				
	<b>Authorised</b>				
	16,000 (P.Y.-16,000) Equity Shares of ₹ 10/- each fully paid up	160,000	160,000		
	4000 (P.Y.-4,000) Convertible Preference Shares of ₹ 10/- each	40,000	40,000		
		<b>200,000</b>	<b>200,000</b>		
	<b>Issued, Subscribed and paid up</b>				
	10,002 (P.Y.-10,002) Equity Shares of ₹ 10/- each fully paid up	100,020	100,020		
		<b>100,020</b>	<b>100,020</b>		
	<b>a) Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period</b>	<b>No. of Shares</b>	<b>No. of Shares</b>		
	Shares outstanding at the beginning the year	10,002			
	Add: Shares Issued during the year	-	10,002		
	Shares outstanding at the end of the year	<b>10,002</b>	<b>10,002</b>		
	<b>b) Shares held by Holding Company/Ultimate Holding Company</b>				
	Equity Share Capital - Island Star Mall Developers Private Ltd.				
	10,000 (P.Y.-10,000) equity shares of ₹ 10 each fully paid	100,000	100,000		
	Equity Share Capital - The Phoenix Mills Ltd.	20	20		
	2 (P.Y.-2) equity shares of ₹ 10 each fully paid				
	<b>c) Details of shareholders holding more than 5% Shares in the company</b>				
		March 31, 2019	March 31, 2018		
		Number of shares	% of Holdings	Number of shares	% of Holdings
	Equity Shares of ₹ 10 each fully paid				
	Island Star Mall Developers Pvt. Ltd., holding company	10,000	99.98	10,000	99.98
	<b>d) Terms of Issue</b>				
	The Company has only one class equity shares having face value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. Equity share holder are also entitled to dividend as and when proposed by the Board of Director and approved by Share holders in 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 which shall be in proportion to the number of shares held by the Shareholders				
<b>14</b>	<b>Other Equity</b>				
	<b>Retained Earnings</b>				
	As per last Balance Sheet	(3,480,794)	-		
	Add:- Net Profit/(Loss) for the current year	(7,362,136)	(3,480,794)		
		<b>(10,842,929)</b>	<b>(3,480,794)</b>		
	<b>Instrument Classified as Equity</b>				
	35,00,00,000 (P.Y.-35,00,00,000) 0.0001% Optionally Convertible Debentures of ₹ 10 each - Island Star Mall Developers Pvt Ltd	3,500,000,000	3,500,000,000		
		<b>3,500,000,000</b>	<b>3,500,000,000</b>		
	<b>Remeasurement of net define benefit plan</b>				
	As per Last Balance Sheet	-	-		
	Add/(Less) for the year	(82,043)	-		
	At the end of the year	<b>(82,043)</b>	-		
	** Optionally Convertible Debentures (OCD's) are with a face value of ₹ 10/- each carry a coupon rate of 0.0001%. Each OCD shall be converted into 1 fully paid up equity share, at the option of the issuer, not before the expiry of 10 years from date of allotment i.e. on or before 24.01.2028 . At the option of the Company, OCDs may at any time during the tenure of the OCDs be redeemed at par in one or more tranches.				
	<b>Total</b>	<b>3,489,075,028</b>	<b>3,496,519,206</b>		

(Amount in ₹ )

Notes	Particulars	As at March 31, 2019	As at 31st March 2018
<b>15</b>	<b>Trade Payable - Non-Current</b>		
	a. total outstanding dues of micro enterprises and small enterprises (Refer note 18)	-	-
	b. total outstanding dues of creditors other than micro enterprises and small enterprises	445,887	142,040
		<b>445,887</b>	<b>142,040</b>
<b>16</b>	<b>Provisions (Non Current)</b>		
	<b>Employee benefits</b>		
	Provisions for Gratuity	247,300	15,746
	Provision for Compensated absences	214,563	49,029
		<b>461,863</b>	<b>64,775</b>
<b>17</b>	<b>Borrowings (Current)</b>		
	Unsecured- At Amortised Cost	130,000,000	-
	Inter Corporate Deposit from Related Party	<b>130,000,000</b>	-
<b>18</b>	<b>Trade Payable - current</b>		
	a. total outstanding dues of micro enterprises and small enterprises *	-	-
	b. total outstanding dues of creditors other than micro enterprises and small enterprises	4,254,178	3,640,943
		<b>4,254,178</b>	<b>3,640,943</b>
* The disclosure pursuant to the said Act under:			
a)	Principal amount due to supplier under MSMED Act, 2006	-	-
b)	Interest accrued and due on the above amount, unpaid	-	-
c)	Payment made beyond the appointed day during the year	-	-
d)	Interest paid	-	-
e)	Interest due and payable for the period of delay	-	-
	Interest remaining due and payable in succeeding year	-	-
**There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days during the year as at March 31, 2019 and March 31, 2018. The above information, regarding Micro and Small 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 AuditorsThe disclosure pursuant to the said Act is as under:			
<b>19</b>	<b>Other Financial Liabilities (Current)</b>		
	Interest accrued but not due	99,315	1,568
	Security Deposit For Lease Rentals	<b>18,111,280</b>	-
		<b>18,210,595</b>	<b>1,568</b>
<b>20</b>	<b>Other Current Liabilities</b>		
	Statutory Dues	4,722,456	2,175,548
	Others Pivable	<b>30,083,692</b>	<b>2,044,474</b>
		<b>34,806,148</b>	<b>4,220,022</b>
<b>21</b>	<b>Provision (Current)</b>		
	<b>Employee Benefits</b>		
	Provisions for Gratuity	4,456	31
	Provision for Compensated absences	<b>12,573</b>	<b>3,047</b>
		<b>17,029</b>	<b>3,078</b>
<b>22</b>	<b>Current Tax Liabilities (Net)</b>		
	Income Tax payable (net of advance tax)	<b>7,018,569</b>	<b>1,287,629</b>
<b>Movement in Provision</b>			
<b>At the start of the year</b>			
	Charge for the year	1,287,629	-
	Provision for Tax on other comprehensive income	7,250,679	1,327,550
	Tax Paid during the year	(28,826)	-
	<b>At the end of the year</b>	<b>1,490,913</b>	<b>39,921</b>
		<b>7,018,569</b>	<b>1,287,629</b>

**Alyssum Developers Private Limited**

(CIN No. U70109MH2017PTC292588)

**Notes to Financial Statements for the year ended 31st March, 2019**

(Amount in ₹ )

<b>Notes</b>	<b>Particulars</b>	<b>For the Financial year ended 31st March 2019</b>	<b>For the Financial year ended 31st March 2018</b>
<b>23</b>	<b>Other Expenses</b>		
	Repair & Maintenance	25,103	15,448
	Insurance	22,633	7,307
	Legal and Professional Expenses	1,108,062	65,885
	Business Development Expenses	22,966	7,251
	Miscellaneous & Other Expenses	231,979	3,792
	Payment to Auditors (See footnote)	100,000	100,000
		<b>1,510,744</b>	<b>199,683</b>
	<b>Payment to Auditor</b>		
	As Auditor:		
	Audit Fees	100,000	100,000
		<b>100,000</b>	<b>100,000</b>

**Alyssum Developers Private Limited**

(CIN No. U70109MH2017PTC292588)

**Notes to Financial Statements for the year ended 31st March, 2019**

(Amount in ₹ )

Notes	Particulars	As at 31st March 2019	As at 31st March 2018
<b>24 Contingent Liability and Capital Commitments</b>			
a) Capital and other commitments (Estimated amount of contracts remaining to be executed on capital account not provided for)		246,839,051	79,482,376
<b>25 Earnings per Share (EPS)</b>			
i) Net (loss) after tax as per Statement of Profit and Loss attributable to Equity Shareholders		(7,362,136)	(3,480,794)
ii) Weighted Average number of equity shares		10,002	10,002
iii) Basic Earnings per share		(736.07)	(348.01)
iv) Diluted Earnings per share *		(736.07)	(348.01)
v) Face Value per equity share		10.00	10.00
* Anti diluted hence same as Basic EPS			

Notes	Particulars	As at 31st March 2019	As at 31st March 2018
<b>26 Taxation</b>			
	<b>Income tax related to items charged or credited to profit or loss during the year:</b>		
<b>A Statement of Profit or Loss</b>			
1 Current Income Tax		7,250,679	1,327,550
		<b>7,250,679</b>	<b>1,327,550</b>
2 Deferred Tax expenses/ (benefits):			
Relating to origination and reversal of temporary differences		(1,852,277)	1808265
		(1,852,277)	1808265
<b>Total Income tax Expenses (1 to 2)</b>		<b>5,398,402</b>	<b>3,135,815</b>
<b>B Reconciliation of Current Tax expenses:</b>			
Profit /(Loss) from Continuing operations		(1,963,734)	(344,979)
Applicable Tax Rate		26%	25.75%
Computed tax expenses		(510,571)	(88,832)
Additional allowances for tax purpose		7,915,016	1,497,878
Income not allowed/exempt for tax purposes		(153,766)	(81,496)
		7,250,679	1,327,550
<b>C Deferred Tax Recognised in statement of profit and Loss relates to the following:</b>			
Accelerated depreciation for tax purpose		35,989	44,511
Remeasurement Gain on Mutual Fund		(1,781,396)	1,781,396
Expenses allowable on payment basis		(106,870)	(17,642)
Deferred Tax Liabilities/ (Asset)		(1,852,277)	1,808,265
<b>D Reconciliation of deferred tax liabilities/(asset) net:</b>			
Opening balance as on 1st April		1,808,265	-
Tax expenses / (income) during the period		(1,852,277)	1,808,265
Closing balance		(44,012)	1,808,265
<b>27 Employees Benefits:</b>			
<b>Expenses recognised for Defined contribution plan:</b>			
Company's Contribution to Provident Fund		176,183	-
		<b>176,183</b>	<b>-</b>
<b>Expenses recognised for Defined benefits plan:</b>			
The company provides gratuity benefit to its employees which are a defined benefit plan. The present value of obligations is determined based on actuarial valuation using the Projected Unit Credit Method.			

Notes	Particulars	As at	
		31st March 2019	As at 31st March 2018
		2018-19	2017-18
			Gratuity (Funded)
<b>1 Change in Defined Benefit Obligation during the year</b>			
Defined Benefit Obligation at the beginning of the year	15,777		-
Interest Cost	10,736		-
Current Service Cost	114,374		-
Past Service Cost	-		15,777
Benefits paid during the year	-		-
Actuarial (gain)/loss on Defined Benefit Obligation	110,869		-
Defined Benefit Obligation at the end of the year	251,756		15,777
<b>2 Change in fair value of Plan Assets during the year</b>			
Fair value of Plan Assets at the beginning of the year	-		-
Expected Return on plan assets	-		-
Contribution	-		-
Benefits paid during the year	-		-
Actuarial gains/(losses) on Plan Asset	-		-
Fair value of Plan Assets at the end of the year	-		-
<b>3 Amount to be recognized in Balance sheet:</b>			
Present value of Defined Benefit Obligation	251,756		15,777
Fair Value of plan assets at the end of the year	-		-
Amount recognized in Balance sheet	251,756		15,777
<b>4 Current / Non - current bifurcation:</b>			
Current benefit obligation	4,456		31
Non - current benefit obligation	247,300		15,746
<b>5 Expenses recognised in the statement of Financial position for the year</b>			
Current Service Cost	114,374		-
Past Service Cost	-		15,777
Interest cost on obligation	10,736		-
Expected Return on plan assets	-		-
Actuarial (gain)/loss on Defined Benefit Obligation	-		-
Expense recognized in the statement of Profit & Loss account	125,110		15,777
<b>6 Recognised in Other Comprehensive income for the year</b>			
Remeasurement due to:			
Effect of change in financial assumptions	14,046		-
Effect of change in demographic assumptions	-		-
Effect of experience adjustments	96,823		-
Return on plan of assets( excluding interest)	-		-
Net Actuarial (gain)/loss recognized for the year	110,869		-
<b>7 Maturity profile of defined benefit obligation</b>			
Within the next 12 months	4,456		31
Between 2 to 5 years	51,149		1,380
Between 5 to 10 years	96,686		6,804
<b>8 Actuarial assumptions used for estimating defined benefit obligations</b>			
Discount Rate	7.75%		8.25%
Salary Escalation Rate	7.50%		7.50%
Expected Rate of Return on Assets	NA		7.50%
Mortality Rate	IALM (2006-08)		IALM (2006-08)
	Ultimate		Ultimate
Attrition/ Withdrawal Rate	5%		5%
The weighted average duration of plan	12.15 years		12.53 years
No. of Employees	11		8
Average Age	33.82		34.35
Total Salary	306,000		417,500
Average Salary	27,818		52,188
Average Service	1.26		0.35
Accrued Benefit	303,750		21,923
Actuarial Liability	251,756		15,777

Notes	Particulars	As at 31st March 2019	As at 31st March 2018
<b>Notes:</b>			
1	Salary escalation rate is arrived after taking into account regular increments, price inflation and promotion and other relevant factors such as supply and demand in employment market.		
2	Discount rate is based on prevailing market yields of Indian Government Securities as at balance sheet date for estimated term of obligations.		
3	Attrition rate/ withdrawal rate is based on Company's policy towards retention of employees, historical data and industry outlook.		
4	Expected contribution to defined benefit plans for financial year 2019-20 is ₹4,456/- (P.Y. ₹ NIL )		
5	The above information is certified by actuary.		
<b>9</b>	<b>Sensitivity analysis:</b> Increase/ (decrease) on present value of defined benefits obligations at the end of the year:		
		Change in assumption	Effect on Gratuity obligation
		2018-19	2017-18
Discount rate	+1% -1%	27,030 (31,710)	2,102 (2,547)
Salary Escalation rate	+1% -1%	23,049 (21,850)	1,915 (2,015)
Attrition Rate	+1% -1%	1,984 (1,527)	489 (461)
These gratuity plan typically expose the Company to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.			
<b>Investment Risk:</b> The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. For other defined benefit plans, the discount rate is determined by reference to market yield at the end of reporting period on high quality corporate bonds when there is a deep market for such bonds; if the return on plan asset is below this rate, it will create a plan deficit.			
<b>Interest risk</b> A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan debt investments.			
<b>Longevity risk</b> The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.			
<b>Salary risk</b> The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.			
<b>C Other Long term benefit plan compensated absences</b>			
		Year ended	
		March 31, 2019	
		₹	
Particulars		March 31, 2019	March 31, 2018
Present value of unfunded obligations		227,136	52,076
Expenses recognised in the statement of profit and loss		193,335	52,076
Discount rate (per annum)		7.75%	8.25%
Salary escalation rate (per annum)		7.50%	7.50%

**Alyssum Developers Private Limited**

(CIN No. U70109MH2017PTC292588)

**Notes to Financial Statements for the year ended 31st March, 2019**

**28 Fair Value of Financial assets and Liabilities:**

Set out below is the comparison by class of carrying amounts and fair value of Company's financial instruments that are recognised in the financial statements.

A Particulars	(Amount in ₹)			
	As at March 31, 2019		As at March 31, 2018	
	Carrying Value	Fair Value	Carrying Value	Fair Value
<b>Financial assets designated at fair value through Profit &amp; Loss</b>				
Current Investments	-	-	396,849,978	396,849,978
<b>Financial Assets Designated at Ammortised cost</b>				
Cash and Cash Equivalents	9,785,022	9,785,022	3,979,823	3,979,823
Bank balance other than Cash and Cash equivalent	2,500,000	2,500,000	-	-
Other financial assets	29,485	29,485	-	-
<b>Total</b>	<b>12,314,507</b>	<b>12,314,507</b>	<b>400,829,801</b>	<b>400,829,801</b>
<b>Financial liabilities designated at amortised cost</b>				
Trade payables and others	4,700,065	4,700,065	3,782,984	3,782,984
Other financial liabilities	18,210,595	18,210,595	1,568	1,568
Short Term Borrowings	130,000,000	130,000,000	-	-
<b>Total</b>	<b>152,910,660</b>	<b>152,910,660</b>	<b>3,784,552</b>	<b>3,784,552</b>

**Fair valuation techniques:**

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The following methods and assumptions were used to estimate the fair values

- 1 Fair value of current investment in Mutual fund is calculated based on NAV declare by Fund
- 2 Fair value of Financial Assets & Financial Liability(except long term borrowings) are carried at amortised cost is not materially different from it's carrying cost.

**B Fair Value hierarchy:**

The following table provides the fair value measurement hierarchy of Company's asset and liabilities, grouped into Level 1 to Level 3 as described below:

Level 1: Quoted prices / published NAV (unadjusted) in active markets for identical assets or liabilities. It includes fair value of financial instruments traded in active markets and are based on quoted market prices at the balance sheet date.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). It includes fair value of the financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on the company specific estimates. If all significant inputs required to fair value an instrument are observable then instrument is included in level 2

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs). If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

	(Amount in ₹)					
	2018-19			2017-18		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Assets /Liabilities measured at fair value</b>						
<b>Financial Asset:</b>						
Investments - in Mutual Funds	-	-	-		396,849,978	-

**29 Financial risk Management:**

The Company's activities expose it to credit risk, liquidity risk and market risk. This note explains the sources of risks which the entity is exposed to and how it mitigates that risk.

**• Credit Risk**

Credit risk is the risk of financial loss to the Company that a customer or counter party to a financial instrument fails to meet its obligations. The Company is exposed to credit risk from its investing activities, including deposits with banks, mutual funds and financial institutions and other financial instruments.

**• Market risk:**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings and investments in securities.

**Alyssum Developers Private Limited**

(CIN No. U70109MH2017PTC292588)

**Notes to Financial Statements for the year ended 31st March, 2019**

● **Foreign currency risk**

The Company is exposed to insignificant foreign exchange risk as at the respective reporting dates.

● **Interest rate risk**

Fluctuation in fair value or future cash flows of a financial instrument because of changes in market interest rates gives rise to interest rate risk. The Company is not exposed to the Interest rate risk.

Cash and cash equivalents and other investments

The Company is exposed to counter party risk relating to medium term deposits with banks and investment in mutual funds. The Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which balances and deposits are maintained. Generally, the balances are maintained with the institutions with which the Company has also availed borrowings. The Company does not maintain significant cash and deposit balances other than those required for its day to day operations.

Exposure to credit risk

The gross carrying amount of financial assets, net of impairment losses recognised represents the maximum credit exposure. The maximum exposure to credit risk as at March 31, 2019 and March 31, 2018 is as follows:

Particulars	As at	
	31/03/2019	31/03/2018
Financial assets for which loss allowances is measured using 12 months		
Expected Credit Losses (ECL):		
Cash and cash equivalents	9,785,022	3,979,823
Bank Deposits	2,500,000	-
Loans	-	870,550
Other financial assets	29,485	-

Cash and Cash equivalent, other Investment, Loans and other financial assets are neither past due nor impaired. Management is of view that these financial assets are considered good and 12 months ECL is not provided.

● **Liquidity risk**

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company relies on a mix of borrowings, capital infusion and excess operating cash flows to meet its needs for funds. The current borrowings are sufficient to meet its short to medium term expansion needs. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

Particulars	(Amount in ₹)					
	As at March 31, 2019					
	Carrying Amount	On Demand	Less than 12 months	1 - 5 Years	>5 years	Total
Borrowings	130,000,000	130,000,000	-	-	-	130,000,000
Other Financial Liabilities	18,210,595	18,210,595	-	-	-	18,210,595
Trade and other payables	4,700,065	-	4,254,178	445,887	-	4,700,065

  

Particulars	As at March 31, 2018					
	Carrying Amount	On Demand	Less than 12 months	1 - 5 Years	>5 years	Total
Borrowings	-	-	-	-	-	-
Other Financial Liabilities	1,568	1,568	-	-	-	1,568
Trade and other payables	3,782,984	-	3,640,943	142,040	-	3,782,984

**Capital management**

The primary objective of the Company's capital management is to maximize the shareholder value. The Company's primary objective when managing capital is to ensure that it maintains an efficient capital structure and healthy capital ratios and safeguard the Company's ability to continue as a going concern in order to support its business and provide maximum returns for shareholders. The Company also proposes to maintain an optimal capital structure to reduce the cost of capital. No changes were made in the objectives, policies or processes during the year ended March 31, 2019 and March 31, 2018.

Particulars	As At 31-03-2019	As At 31-03-2018
Loans and Borrowings	130,000,000	-
Less: Cash and cash equivalents + Bank Deposits	12,285,022	3,979,823
Net Debt	117,714,978	(3,979,823)
Total Capital	3,489,175,048	3,496,619,226
Capital+Net Debt	3,606,890,025	3,492,639,403
Gearing Ratio	3%	0%

**30 Related party Disclosure.:**

In accordance with the requirements of IND AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are:

- a) Related Party with whom transactions have been taken place and relationships:

	Name of the party	Relationship
1	The Phoenix Mills Limited (PML)	Ultimate Holding Company
2	Island Star Mall Developers Private Limited (ISML)	Holding Company
3	Destiny Retail Mall Developers Private Limited (DRMDPL)	Fellow Subsidiary
4	Vamona Developers Private Limited (VDPL)	Fellow Subsidiary
5	Pallazio Hotels & Leisure Private Limited (PHLL)	Fellow Subsidiary
6	Marketcity Resources Private Limited (MCR)	Fellow Subsidiary

- b) Transactions during the year

(Amount in ₹ )

Sr. No.	Nature of Transaction	PML	ISML	DHSPL	VDPL	PHLL	MCR	Total
1	Interest on OCD	- (-)	3,500 (1,742)	- (-)	- (-)	- (-)	- (-)	3,500 (1,742)
2	Sale of Asset	- (-)	- (-)	109,300 (-)	- (-)	- (-)	- (-)	109,300 (-)
3	Purchase of Asset	- (-)	- (-)	- (-)	80,508 (-)	100,136 (-)	- (-)	180,644 (-)
4	Reimbursement of Expenses	- (-)	- (-)	- (-)	- (-)	132,968 (-)	- (-)	132,968 (-)
5	Loan Taken (ICD)	130,000,000 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	130,000,000 (-)
6	Interest Charged (ICD)	106,849 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	106,849 (-)
7	Service Charges	- (-)	- (-)	- (-)	- (-)	- (-)	4,024,728 (-)	4,024,728 (-)

- c) Balance with the related party at the year end is as under

(Amount in ₹ )

Sr. No.	Nature of Transaction	PML	ISML	DHSPL	VDPL	PHLL	MCR	Total
1	OCD	- (-)	3,500,000,000 (3,500,000,000)	- (-)	- (-)	- (-)	- (-)	3,500,000,000 (3,500,000,000)
2	Interest Payable	96,164 (-)	3,150 (1,568)	- (-)	- (-)	- (-)	- (-)	99,314 (1,568)
3	Purchase of Asset	- (-)	- (-)	- (-)	- (-)	118,160 (-)	- (-)	118,160 (-)
4	Loan Taken (ICD)	130,000,000 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	130,000,000 (-)
4	Provision for Expenses	- (-)	- (-)	- (-)	- (-)	- (-)	3,622,255 (-)	3,622,255 (-)

**Note:-** Figures in bracket represents previous year figures.

- 1 The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions.
- 2 Review of outstanding balances is undertaken each financial year through examining the financial position of the related party and the market in which related party operates. These balances are unsecured and their settlement occurs through Banking channel.

**31 Segment Reporting :**

The Company is mainly engaged in Real Estate Activities catering to Indian customers. Accordingly, the company has only one identifiable segment reportable under INDAS 108 "Operating Segment"

**32 Expenditure incurred during construction period :**

The Group's various projects relating to construction of commercial, retail, hotel and entertainment complexes are in progress. The expenditure incurred during the construction period is treated as "Project Development Expenditure" pending capitalisation. The same has been included under Capital Work In Progress and will be apportioned to fixed assets on the completion of the project

<b>Particulars</b>	<b>2018-19</b>	<b>2017-18</b>
<b>Opening Balance Expenditure</b>	13,217,029	
Interest & Finance Charges	291,195	25,255
Property Taxes	-	-
Admin Expenses (Salaries,travelling,etc.)	17,725,783	13,191,774
<b>Closing Balance</b>	<b>31,234,007</b>	<b>13,217,029</b>

- 33** The previous year figures have been regrouped, reworked, rearranged and reclassified, whenever necessary and are to be read in relation to the amounts and other disclosures relating to the current year.

**As per our Report of even date****For Chaturvedi & Shah LLP**

Chartered Accountants

Firm Reg. No. 101720W / W100355

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

Partner

Membership No. 102749

**Vidyasagar Pingali**

Director

DIN No. 02710397

**Varun Parwal**

Director

DIN No. 07586435

Place : Mumbai

Date : 14th May 2019

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

**1. Corporate Information:**

The Company is a private limited company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The registered office of the company is located at Ground Floor, R R Hosiery Building, Shree Laxmi Woollen Mills Estate, Dr. E Moses Road, Mahalaxmi – 400 011.

The Company is mainly engaged in real estate activities. For Company's principal shareholders, refer note no. 13.

These financial statements were approved and adopted by board of directors of the Company in their meeting dated 14<sup>th</sup> May, 2019.

**2. Summary of Significant Accounting Policies:**

**A) Basis of Preparation of Financial Statement:**

The Financial Statements have been prepared to comply in all material aspects with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended.

With effect from 1st April 2018, Ind AS 115 – “Revenue from Contracts with Customers” (Ind AS 115) supersedes Ind AS 18 – “Revenue”, Ind AS 11 – “Construction Contracts” and related Appendices. The Company has adopted Ind AS 115 using the modified retrospective approach. The application of Ind AS 115 did not have any impact on recognition and measurement principles. However, it results in additional presentation and disclosure requirements for the Company

The significant accounting policies used in preparing financial statements are set out below in Note 2.B) of the Notes to Financial Statements and are applied consistently throughout the year.

**B) Significant Accounting Policies:**

**a) Functional and presentation of currency:**

The financial statements are presented in Indian Rupees, which is the Company's functional currency and all amounts are rounded to the nearest rupees.

**b) Basis of measurement:**

The Financial Statements have been prepared on historical cost basis, except the following:

- Certain financial assets and liabilities that is measured at fair value.

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

- Defined benefit plans – plan assets measured at fair value.

**c) Use of Estimates :**

The preparation of the financial statements requires management to make estimates, judgements and assumptions that affect the reported balances of assets and liabilities, disclosure of contingent liabilities as on the date of financial statements and reported amounts of income and expenses during the period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are described in Notes No. 3. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

**d) Cash and cash equivalents:**

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**e) Classification of assets and liabilities as current and non – current:**

The Company presents assets and liabilities in Balance Sheet based on current/non-current classification.

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
- b) Held primarily for the purpose of trading,
- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

- a) It is expected to be settled in normal operating cycle,
- b) It is held primarily for the purpose of trading,
- c) It is due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

**f) Equity share capital:**

Ordinary shares are classified as equity. Incremental costs net of taxes directly attributable to the issue of new equity shares are reduced from retained earnings, net of taxes.

**g) Revenue Recognition:**

***Revenue from license fees and other operating services***

Revenue from license fees are recognised on a straight line basis over the license terms, except where the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary operating cost increases.

Revenue from operating services is recognized on satisfaction of performance obligation upon transfer of control of promised services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those services, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when it becomes unconditional. Generally, the credit period varies between 0-30 days from the delivery of services.

A contract asset (Trade receivable) is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs part of its obligation by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration when that right is conditional on the Company's future performance.

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

**Interest income**

Interest income from debt instrument is recognised using effective interest rate method. The effective interest rate is the rate that discounts estimated future cash receipts through the expected life of financial asset to the gross carrying amount of financial asset. When calculating effective interest rate, the company expects cash flows by considering all contractual terms of financial instrument but does not consider the expected credit losses.

**Dividends**

Dividends are recognised when the right to receive the payment is established

**h) Provisions and contingencies:**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using the government securities interest rate for the equivalent period. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate. Provisions are not recognised for future operating losses.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the notes to the financial statements. Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

**i) Income Taxes:**

*Current Income Tax:*

Current Income Tax liabilities are measured at the amount expected to be paid to the taxation authorities using the tax rates and tax laws that are enacted or subsequently enacted at the end of the reporting period. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and creates provisions where appropriate.

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

***Deferred Tax:***

Deferred Tax is provided, using the liability method, on temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred Income Tax is determined using the tax rates and tax laws that are enacted or subsequently enacted at the end of the reporting period.

Deferred Tax liabilities are recognised for all temporary differences. Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and the deferred tax balances relate to the same taxation authority. Current tax asset and liabilities are offset where the company has a legally enforceable right and intends either to settle on net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the statement of profit & loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, to the extent it would be available for set off against future current income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realised.

**j) Earnings per share:**

Basic earnings per share is calculated by dividing the net profit or loss (after tax) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is calculated by dividing the net profit or loss (after tax) for the year attributable to equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**k) Property, Plant and Equipment:**

Freehold land is carried at historical cost. Capital work in progress carried at historical cost and will be capitalised on completion of the project. All other items of property, plant and

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

equipment are stated at historical cost net of accumulated depreciation and accumulated impairment losses, if any.

Historical cost includes expenditure that is directly attributable to the acquisition of the items. Such cost includes borrowing costs for long-term construction projects if the recognition criteria are met.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

*Depreciation methods, estimated useful lives and residual value*

Depreciation is calculated using the straight-line method to allocate their cost, net of their residual values, over their estimated useful lives as specified by Schedule II to the Companies Act; 2013. The residual values are not more than 5% of the original cost of the asset. The assets residual values and useful lives and method of depreciation are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss.

I) **Intangible asset:**

Identifiable intangible assets are recognised when the Company controls the asset &, it is probable that future economic benefits attributed to the asset will flow to the Company and the cost of the asset can be reliably measured.

Intangible assets acquired are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

*Amortisation methods and periods*

Estimated useful lives of Intangible assets are considered as 5 years. Intangible assets are amortised over its useful life using the straight-line method. The amortisation period and the amortisation method for an intangible asset are reviewed at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss.

**m) Borrowing Cost:**

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for such capitalisation.

Other borrowing costs are expensed in the period in which they are incurred.

Borrowing costs consist of interest and other costs that are incurred in connection with the borrowing of funds.

**n) Impairment of Non – Financial Asset:**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Unit's (CGU) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing the value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

**o) Financial Instrument:**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instruments of another entity. Classifications of financial instrument are in accordance with the substance of the contractual arrangement and as per the definitions of financial assets, financial liability and an equity instruments.

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

*Financial Assets and investments*

i) **Initial recognition and measurement:**

At initial recognition, the company measures a financial asset at its fair value (other than financial asset at fair value through profit or loss) plus or minus, in the case of a, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

ii) **Subsequent recognition and measurement:**

Subsequent measurement of financial asset depends on the company's business model for managing the asset and the cash flow characteristics of the asset. For the purpose of subsequent recognition and measurement financial assets are classified in four categories:

• **Debt instrument at amortised cost:**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

• **Debt instrument at fair value through other comprehensive income (FVOCI):**

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses and interest revenue which are recognised in statement of profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest ratemethod.

• **Debt instrument at fair value through profit and loss (FVTPL):**

Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised in the statement of profit and loss and presented net in the statement of profit and loss within other gains/(losses) in the period in which it arises. Interest income from these financial assets is included in other income.

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

**•      Equity instruments:**

All equity instruments are initially measured at fair value. Any subsequent fair value gain /loss is recognised through profit or loss if such investments are held for trading purposes. The fair value gains or losses of all other equity securities are recognised in Other Comprehensive Income.

**iii) De-recognition:**

A financial asset is primarily derecognised i.e. removed from Company's financial statement when:

- The rights to receive cash flows from asset have expired or
- The Company has transferred its right to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under 'pass- through' arrangement and either;
  - a) The Company has transferred substantially all the risks and rewards of the assets,
  - b) The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

***Financial Liabilities:***

**i)      Initial recognition and measurement:**

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings.

**ii)      Subsequent measurement:**

## **Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

### **Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

The measurement of financial liabilities depends on their classification, as described below:

#### **Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and has designated upon initial measurement recognition at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

Gains or losses on liabilities held for trading are recognised in the statement of profit and loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied.

#### **iii) Financial Liabilities at amortised cost:**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate (EIR) method. Gains and losses are recognised in the statement of profit and loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

#### **Derecognition:**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

#### **p) Impairment of Financial asset:**

The company assesses impairment based on expected credit losses (ECL) model to the following:

- Financial assets carried at amortised cost;
- Financial asset measured at FVOCI debt instruments.

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

The Company follows ‘simplified approach’ for recognition of impairment loss allowance on

**Trade receivables**

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The Company uses a provision matrix to determine impairment loss allowance on trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognise impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

**q) Employees benefits:**

*(i) Short-term Employee benefits:*

All employees' benefits payable wholly within 12 months rendering services are classified as Short Term obligations. Benefits such as salaries, wages, short term compensated absences, performance incentives, expected cost of bonus and ex-gratia are recognised during the period in which the employees renders related services.

*(ii) Post-employment obligations*

a. Defined benefit plans

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

The Company has defined benefit plans comprising of gratuity. Company's obligation towards gratuity liability is funded and is managed by Life Insurance Corporation of India (LIC). The present value of the defined benefit obligations is determined based on actuarial valuation using the projected unit credit method. The rate used to discount defined benefit obligation is determined by reference to market yields at the Balance Sheet date on Indian Government Bonds for the estimated term of obligations.

Re-measurements comprising of (a) actuarial gains and losses, (b) the effect of the asset ceiling (excluding amounts included in net interest on the net defined benefit liability) and (c) the return on plan assets (excluding amounts included in net interest on the net defined benefit liability) are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Re-measurements are not reclassified to the statement of profit and loss in subsequent periods.

The expected return on plan assets is the Company's expectation of average long-term rate of return on the investment of the fund over the entire life of the related obligation. Plan assets are measured at fair value as at the Balance Sheet date.

The interest cost on defined benefit obligation and expected return on plan assets is recognised under employee benefit expense.

Gains or losses on the curtailment or settlement of defined benefit plan are recognised when the curtailment or settlement occurs.

b. Defined contribution plans

The defined contribution plan is post-employment benefit plan under which the Company contributes fixed contribution to a government administered fund and will have no legal or constructive obligation to pay further contribution. The Company's defined contribution plan comprises of Provident Fund, Labour Welfare Fund and Employee State Insurance Scheme. The Company's contribution to defined contribution plans are recognised in the statement of profit and loss in the period in which employees have rendered services.

*(iii) Long term Employee benefits:*

The Company has other long-term benefits in the form of leave benefits. The present value of the other long term employee benefits is determined based on actuarial valuation using the projected unit credit method. The rate used to discount defined benefit obligation is determined by reference to market yields at the Balance Sheet date on Indian Government Bonds for the estimated term of obligations.

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

Actuarial gains or losses arising on account of experience adjustment and the effect of changes in actuarial assumptions are recognised immediately in the statement of profit and loss as income or expense.

Gains or losses on the curtailment or settlement of other long-term benefits are recognised when the curtailment or settlement occurs.

**3. Critical accounting estimates, assumptions and judgements:**

The preparation of the financial statements requires management to make estimates, judgements and assumptions that affect the reported balances of assets and liabilities, disclosure of contingent liabilities as on the date of financial statements and reported amounts of income and expenses during the period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year. The Company based its assumptions and estimates on parameters available, when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

In the process of applying the Company's accounting policies, management has made the following estimates and judgements, which have significant effect on the amounts recognized in the financial statement:

**(a) Depreciation and useful lives of Property, Plant and Equipment**

Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

**(b) Investment Property**

Management has assessed applicability of Ind AS 40- Investment property to the property held to earn income from licensee fees. In assessing such applicability, management has considered the ownership of assets, terms of license agreement, various services provided to the licensee etc. The Company considers these other services as significant in addition to the License fees charged. Based on such assessment, the management has considered the mall property as owner-occupied property and hence classified as Property, Plant & Equipment.

**(c) Recoverability of trade receivables**

Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. The Company uses a provision matrix to determine impairment loss allowance on its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

**(d) Defined Benefit plans**

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

**(e) Provisions:**

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

**(f) Impairment of financial assets:**

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

Estimates and judgments are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. They are continuously evaluated.

**(g) Fair Value measurement:**

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques, including the discounted cash flow model, which involve various judgements and assumptions.

**4) STANDARDS ISSUED BUT NOT EFFECTIVE**

On March 30,2019, the Ministry of Corporate Affairs (MCA) has notified Ind AS 116 – Leases and certain amendment to existing Ind AS. These amendments shall be applicable to the Group from April 01, 2019.

**A. ISSUE OF IND AS 116 - LEASES**

Ind AS 116 will replace the existing leasing standard i.e. Ind AS 17 and related interpretations. Ind AS 116 introduces a single lessee accounting model and requires lessee to recognize assets and liabilities for all leases with non-cancellable period of more than twelve months except for low value assets. Ind AS 116 substantially carries forward the lessor accounting requirement in Ind AS 17.

**B. AMENDMENT TO EXISTING STANDARD**

The MCA has also carried out amendments of the following accounting standards:

- i. Ind AS 101- First time adoption of Indian Accounting Standards

**Alyssum Developers Private Limited**

(CIN No.U70109MH2017PTC292588)

**Notes to the Financial Statement for the year ended 31<sup>st</sup> March 2019**

- ii. Ind AS 103 – Business Combinations
- iii. Ind AS 109 - Financial Instruments
- iv. Ind AS 111 – Joint Arrangements
- v. Ind AS 12 – Income Taxes
- vi. Ind AS 19 – Employee Benefits
- vii. Ind AS 23 – Borrowing Costs
- viii. Ind AS 28 - Investment in Associates and Joint Ventures

Application of above standards are not expected to have any significant impact on the financial statements.