

**ARVIND INFRASTRUCTURE LIMITED**

**ANNUAL ACCOUNTS**

**2009-2010**

## ARVIND INFRASTRUCTURE LIMITED

### NOTICE

NOTICE is hereby given that the SECOND Annual General Meeting of the Members of ARVIND INFRASTRUCTURE LIMITED will be held on Tuesday, the 21st September, 2010 at 11.30 a.m. at the Registered Office of the Company at Arvind Limited Premises, Naroda Road, Ahmedabad-380 025 to transact the following Business:-

#### ORDINARY BUSINESS:

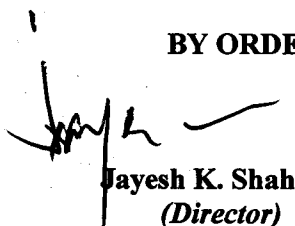
1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010 and the Report of the Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Jagdish G Dalal, who retires by rotation in terms of Article 149 of the Articles of Association of the Company and being eligible, offers himself for reappointment.
3. To appoint Auditors of the Company to hold office up to the conclusion of the next Annual General Meeting and to fix their remuneration.

**A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.**

Registered Office  
Arvind Limited Premises,  
Naroda Road,  
Ahmedabad-380 009

Date : 21<sup>st</sup> May, 2010  
Place : Ahmedabad

BY ORDER OF THE BOARD

  
Jayesh K. Shah  
(Director)

  
Jagdish G. Dalal  
(Director)

**ARVIND INFRASTRUCTURE LIMITED**  
Arvind Limited Premises, Naroda Road, Ahmedabad-380 025

**DIRECTORS' REPORT**

To  
The Members  
Arvind Infrastructure Limited  
Ahmedabad.

Your Directors have pleasure in presenting their Second Annual Report on the Audited Accounts of the company for the year ended 31st March, 2010.

**Financial Results**

During the year under review, your company has made a Loss of Rs. 1,70,860/-.

**Operations**

Your Directors are pleased to report that, during the year under review, your Company has succeeded in obtaining bookings for significant number of plots in its existing project Arvind Alcove at Sanavad. The development of the project is under and is likely to be completed in next financial year.

**Dividend**

In view of loss for the year, your directors do not recommend any dividend for the year.

**Directors**

Mr. Jayesh K. Shah, the Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for reappointment.

**Deposit**

The company has not accepted any deposit from public.

**Directors Responsibility Statement**

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956, the Board of Directors of the company confirms:

- (i) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- (ii) that the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) that the director had prepared the annual accounts on a going concern basis.

**Conservation of energy, technology absorption and foreign exchange earnings and outgo:**

Information in accordance with the provision of Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the Report of Board of Directors) Rule, 1988 regarding Conservation of Energy and Technology Absorption are not given as the Company has not undertaken any manufacturing activity.

There were no Foreign Exchange Earnings or Outgo during the period under review.

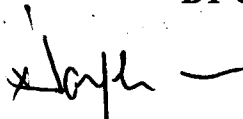
**Particulars of Employees**

The particulars as envisaged by section 217 (2A) read with the Companies (Particulars of Employees) Rules 1975, need not be given as no employee is covered there under.

**Auditors**

M/s. G. K. Choksi & Co., Chartered Accountants, Ahmedabad, retire at the conclusion of ensuing Annual General Meeting and being eligible, offer themselves for reappointment. You are requested to appoint Auditors and to fix their remuneration.

**BY ORDER OF THE BOARD**

  
(Director)

  
(Director)

**Place : Ahmedabad**  
**Date : 21<sup>st</sup> May, 2010**

# *G. K. Choksi & Co.*

*Chartered Accountants*

'Madhuban', Nr. Madalpur Underbridge, Ellisbridge, Ahmedabad - 380 006.  
Dial : 91 - 79 - 30012009 Fax : 91 - 79 - 26569929 E-mail : gkchoksi@hotmail.com

## **AUDITORS' REPORT**

To:  
The Members,  
**Arvind Infrastructure Limited**  
Ahmedabad.

1. We have audited the attached Balance Sheet of Arvind Infrastructure Limited as at 31st March, 2010 and also Profit and Loss Account and Cash Flow Statement for the period ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis evidence supporting, the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of such checks as we considered appropriate and according to information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
  - a. We have obtained all the information and explanations, which, to the best of our knowledge and belief, were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account have been kept by the Company as required by law so far as appears from our examination of those books.
  - c. The Balance Sheet, the Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
  - d. In our opinion the Balance Sheet, Profit and Loss Account and Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - e. On the basis of written representation received from the directors of the company as at March 31<sup>st</sup>, 2010 and taken on record by the board of directors, we report that none of the directors is disqualified from being appointed as director of company under clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.



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Dial : 91-22-66324446/47 FAX : 91-22-22882133 Email : mumbai@gkcco.com  
'Surya Bhavan', Station Road, **PETLAD** - 388 450. Dial : 91-2697-224108

Branches : **MUMBAI** - 400 022, **PETLAD** - 388 450, **RAHEJA CHAMBERS** - 400 022

- f. In our opinion and to the best of our information and according to the explanations given to us, the said accounts, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view; in conformity with the accounting principles generally accepted in India:
- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2010;
  - (ii) in the case of the Profit and Loss Account, of the profit for the year ended on that date and
  - (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**FOR G. K. CHOKSI & CO.**  
Firm Registration No. 101895W  
*Chartered Accountants*

*Rohit Choksi*  
**ROHIT K. CHOKSI**  
Partner

Membership No. 31103

Place : Ahmedabad  
Date : 21<sup>st</sup> May, 2010



**ANNEXURE TO THE AUDITORS' REPORT**

**Re: Arvind Infrastructure Limited**

(Referred to in paragraph 3 of our report of even date)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management during the year at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) The Company has not disposed of any substantial part of its fixed assets during the period as would affect its going concern status.
- (ii) (a) Inventory comprises of land and work-in-progress have been physically verified by the management during the period under review. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The company is maintaining proper records of inventories. There were no discrepancies between the physical stocks and the book records.
- (iii) The Company has neither taken nor granted any loans, secured or unsecured, from / to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly the clauses 4(iii) (a) to 4(g) of the order are not applicable.
- (iv) In our opinion and according to information and explanations given to us; there is adequate internal control system commensurate with the size of the Company and the nature of the business, with regard to purchase of fixed assets and inventories. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control.
- (v) (a) In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees Five Lacs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Section 58A, 58AA or other relevant provisions of the Act and the rules framed there under.
- (vii) The share capital of the company does not exceed Rs. 50 lacs and the average turnover of the company for the preceding three financial years does not exceed Rs. 5 Crores. Accordingly related to internal audit is not applicable.
- (viii) According to information and explanations given to us, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of Section 209(1)(d) of the Companies Act, 1956.



- (ix) (a) The Company is generally regular in depositing undisputed statutory dues with appropriate authorities.
- (b) According to the information and explanations given to us, the Company had no disputed outstanding statutory dues as at 31st March, 2010.
- (x) Since the company has not completed five years of incorporation, the clause 4(iii)(x) is not applicable.
- (xi) According to the records of the Company examined by us and on the basis of information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders.
- (xii) As per the information and explanations given to us, the Company has not granted any loan or advance on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to Chit fund, Nidhi or Mutual Benefit Funds/Societies are not applicable to the Company.
- (xiv) According to the information and explanation given to us, the Company does not deal or trade in shares, securities, debentures and other investments.
- (xv) The company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, on an overall basis, the term loans have been applied for the purposes for which they were obtained.
- (xvii) On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, we report that the Company has not utilised any funds raised on short term basis for long term investments.
- (xviii) The Company has not made any preferential allotment to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company has not issued any debentures during the period under review.
- (xx) The Company has not raised any money by public issues during the period under review.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year under review.

**FOR G. K. CHOKSI & CO.**  
Firm Registration No. 101895W  
Chartered Accountants

  
**ROHIT K. CHOKSI**  
Partner  
Membership No. 31103

Place : Ahmedabad  
Date : 21<sup>st</sup> May, 2010





**ARVIND INFRASTRUCTURE LIMITED**

**Balance Sheet as at 31st March, 2010**

Particulars	Schedule	As at 31st March, 2010		As at
		Amount (Rs.)	Amount (Rs.)	31/03/2009
<b>SOURCES OF FUNDS</b>				
<b>Shareholders' Funds</b>				
Share Capital	1		5 00 000	5 00 000
<b>Reserves and Surplus</b>				
Profit and Loss Account			1 70 860	0
<b>Loan Funds</b>				
Secured Loan	2		7 00 00 000	0
Deferred Tax Liability			510	0
<b>Total :</b>			<u>7 06 71 370</u>	<u>5 00 000</u>
<b>APPLICATION OF FUNDS</b>				
<b>Fixed Assets</b>				
Office Equipment		29 400		0
Less: Depreciation		<u>674</u>		<u>0</u>
			28 726	<u>0</u>
<b>Current Assets, Loans and Advances</b>				
Inventories	3	27 09 32 001		0
Cash and Bank Balances		1 38 27 826		4 79 650
Loans and Advances		<u>9 80 145</u>		<u>0</u>
			<u>28 57 39 972</u>	<u>4 79 650</u>
<b>Less : Current liabilities and provisions</b>				
Current liabilities	4	21 50 17 328		33 081
Provision		<u>80 000</u>		<u>0</u>
			<u>21 50 97 328</u>	<u>33 081</u>
Net Current Assets :			7 06 42 644	<u>4 46 569</u>
<b>Miscellaneous Expenditure (to the extent not written off)</b>				
Preliminary Expenses			0	41 875
Preoperative Expenses			0	11 556
<b>Total :</b>			<u>7 06 71 370</u>	<u>5 00 000</u>

Notes forming part of accounts 7

As per our attached report of even date

**FOR G. K. CHOKSI & CO.**

Firm Registration No. 101895W

Chartered Accountants

*Rohit K. Choksi*  
**ROHIT K. CHOKSI**

Partner

Place: Ahmedabad.

Date: 21st May, 2010



**FOR ARVIND INFRASTRUCTURE LIMITED**

*Director*  
Director

*Director*  
Director

Place: Ahmedabad

Date: 21st May, 2010

**ARVIND INFRASTRUCTURE LIMITED**

**Profit and Loss Account for the year ended on 31st March, 2010**

Particulars	Schedule	For the year ended 31/03/2010		For the year
		Amount (Rs.)	Amount (Rs.)	ended 31/03/09
				Amount (Rs.)
<b>INCOME</b>				
Interest Income			3 97 089	0
<b>EXPENDITURE</b>				
Project Development Expenses	5	27 09 32 001		0
Less : Project Development Work In Progress		27 09 32 001		0
		<u>0</u>		<u>0</u>
Administration and Other Expenses	6	1 45 045		0
Depreciation		<u>674</u>		<u>0</u>
			1 45 719	0
<b>Profit Before Tax</b>			<u>2 51 370</u>	<u>0</u>
<b>Provision</b>				
Current Tax		80 000		0
Deferred Tax		<u>510</u>		<u>0</u>
			80 510	0
<b>Profit/(Loss) After Tax</b>			<u>1 70 860</u>	<u>0</u>
Balance Carried from Previous Year			0	0
Balance Carried to Balance Sheet			<u>1 70 860</u>	<u>0</u>
Basic and Diluted Earnings per Equity Share (Refer Note No. 2 of Schedule - '7')			3.42	-

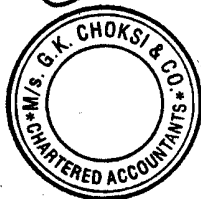
Notes forming part of accounts 7

As per our attached report of even date

**FOR G. K. CHOKSI & CO.**

Firm Registration No. 101895W  
Chartered Accountants

*Rohit Choksi*  
**ROHIT K. CHOKSI**  
Partner



Place: Ahmedabad.  
Date: 21st May, 2010

**FOR ARVIND INFRASTRUCTURE LIMITED**

*Sudalal Juyar*  
Director

*Sudalal Juyar*  
Director

Place : Ahmedabad  
Date: 21st May, 2010

**ARVIND INFRASTRUCTURE LIMITED**

Cash Flow Statement for the year ended 31st March, 2010

[Amount in Rs.]

Particulars	For the year ended 31/03/2010
<b>A. Cash flow from operating activities:</b>	
Profit/(Loss) for the year before taxation and exceptional items	3 04 801
Adjustments for :	
Depreciation and Amortization	674
Interest Income	( 3 97 089)
Operating profit before working capital changes	<u>( 91 614)</u>
Adjustments for :	
Trade and other receivables	( 9 39 848)
Inventories	(27 09 32 001)
Trade payables	21 49 84 247
Cash generated from operations	<u>(5 69 79 216)</u>
Direct taxes Refund/(paid)	( 40 297)
<b>Net cash from operating activities</b>	<b>[A] (5 70 19 513)</b>
<b>B. Cash flow from investing activities</b>	
Purchase of fixed assets	( 29 400)
Interest received	3 97 089
<b>Net cash used in investing activities</b>	<b>[B] 3 67 689</b>
<b>C. Cash flow from financing activities</b>	
Procurement/(Repayment) of long/ short term borrowings	7 00 00 000
Proceeds from Issue of Equity Shares	0
<b>Net cash flow from financial activities</b>	<b>[C] 7 00 00 000</b>
<b>Net Increase/(Decrease) in cash and cash equivalents [A+B+C]</b>	<b>1 33 48 176</b>
Cash and cash equivalents opening	4 79 650
Cash and cash equivalents closing	<u>1 38 27 826</u>

**Explanatory Notes to Cash Flow Statement**

- The Cash Flow Statement is prepared in accordance with the format prescribed by Securities and Exchange Board of India & as Accounting Standard 3 as Prescribed by the Institute of Chartered Accountants of India.
- In Part A of the Cash Flow Statements, figures in brackets indicates deductions made from the net profit for deriving the cash flow from operating activities. In part B & part C, figures in brackets indicates cash outflows.

FOR G. K. CHOKSI & CO.

Chartered Accountants

*Rohit Choksi*  
ROHIT K. CHOKSI

Partner

Place : Ahmedabad

Date : 21st May, 2010



FOR ARVIND INFRASTRUCTURE LIMITED

*Harshad Jyoti*  
Director

Director

Place : Ahmedabad

Date : 21st May, 2010

**ARVIND INFRASTRUCTURE LIMITED**

**Schedule - '1' Share Capital**

Particulars	As at 31st March, 2010		As at
	Amount (Rs.)	Amount (Rs.)	31/03/2009 Amount (Rs.)
<b>Authorised :</b>			
50,000 Equity Shares of Rs.10/- each		5 00 000	5 00 000
<b>Issued, Subscribed and Paid-up :</b>			
50,000 Equity Shares of Rs.10/- each fully paid up		5 00 000	5 00 000
(The above shares are held by holding company "Arvind Limited" and its Nominees)			
<b>Total :</b>		5 00 000	5 00 000

**Schedule - '2' : Loan Funds**

**Secured Loans**

Housing Development Finance Corporation Limited (Secured against mortgage of property "Arvind Alcove" being land on survey nos. 28 and 38/P at Sanavad, further secured by receivable including booking amounts arising out of or in connection with the project and corporate guarantee by holding company)		7 00 00 000	0
<b>Total :</b>		7 00 00 000	0

**Schedule - '3' Current Assets, Loans and Advances**

**Inventories**

Stock in trade (Land at Motibhoayan)	9 10 00 000		0
Project Development work in progress (Sanavad)	17 99 32 001		0
		27 09 32 001	0

**Cash and Bank Balances**

Cash Balance	644		0
Cheques on hand	1 09 94 504		0

*Bank Balances*

In Current Account	24 20 448		4 79 650
In Fixed Deposit	4 12 230		0
	28 32 678		4 79 650
		1 38 27 826	4 79 650

**Loans and Advances**

Advances recoverable in cash or in kind or for value to be received	9 39 848		0
Advance Tax and TDS A.Y. : 2009-2010	40 297		0

**Total :**

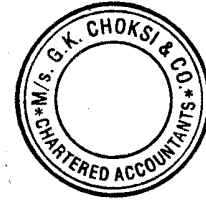
	9 80 145		0
	28 57 39 972		4 79 650



**ARVIND INFRASTRUCTURE LIMITED**

**Schedule - '4' : Current Liabilities and Provisions**

Particulars	As at 31st March, 2010		As at
	Amount (Rs.)	Amount (Rs.)	31/03/2009 Amount (Rs.)
<b>Current Liabilities</b>			
Sundry Creditors	5 35 33 292		33 081
Other Liabilities	83 239		0
Purchasers' Consideration / Advances towards Booking of Plots	16 14 00 797		0
		21 50 17 328	33 081
Provision for Income-tax		80 000	0
<b>Total :</b>		<b>21 50 97 328</b>	<b>33 081</b>



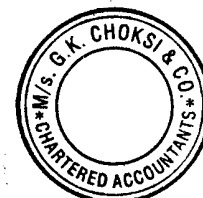
**ARVIND INFRASTRUCTURE LIMITED**

**Schedule - '5' Project Development Expenses**

Particulars	For the year ended 31/03/2010		For the year ended 31/03/09
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
Land Purchased (Motibhoyan)		9 10 00 000	0
Land Development Rights		15 76 01 907	0
Construction Expenses for Club House		28 19 324	0
Compound Wall And Structure		59 06 520	0
Borewell		8 43 397	0
Drainage		11 57 122	0
Labour Charges (Others)		1 28 200	0
Paver Block Account		3 05 404	0
Rain Water Harvesting		2 65 000	0
Road		66 90 779	0
Electrical Fitting Expenses		5 96 696	0
Plumbing Expenses		6 56 281	0
Plantation and Gardening		4 77 060	0
Fees and legal Expenses		15 32 306	0
Other Site Expenses		2 75 359	0
Printing Expense		1 15 303	0
Selling Expenses		1 31 762	0
Interest and Finance Charges		5 37 831	0
		<u>27 10 40 251</u>	0
Less: Expenses Recovered		1 08 250	0
<b>Total :</b>		<u><u>27 09 32 001</u></u>	0

**Schedule - '6' Administration and Other Expenses**

Auditor's Remuneration	18 000	0
Other Expenses	48 614	0
Preliminary Expenses Written Off	41 875	0
Preoperative Expenses Written Off	11 556	0
Donation	25 000	0
<b>Total :</b>	<u>1 45 045</u>	0



## ARVIND INFRASTRUCTURE LIMITED

### SCHEDULE - '7': NOTES FORMING PART OF THE ACCOUNTS

#### 1. Significant Accounting Policies

##### (a) Accounting Conventions

These financial statements have been prepared on the accrual basis of accounting, under the historical cost convention, in accordance with the Companies Act, 1956, the applicable accounting standards notified by The Companies Accounting Standard Rules, 2006 and the Guidance note issued by the Institute of Chartered Accountants of India.

##### (b) Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reported period. Differences between the actual result and estimates are recognised in the period in which the results are known/ determined.

Significant estimates made by the management in the preparation of these financial statements include computation of percentage completion for projects in progress, project cost, revenue and saleable area.

##### (c) Revenue Recognition

###### (i) Recognition of Revenue from real estate projects

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Income from operations is net of adjustment on account of cancellation/returns if any.

Revenue from sale of developed property is recognized upon transfer of all significant risks and rewards of ownership of such property, as per the terms of the contracts entered into with buyers, which generally coincides with the firming of the allotment letter/agreements, except for contracts where the Company still has obligations to perform substantial acts even after the transfer of all significant risks and rewards.

Revenue from projects is recognized when it is reasonably certain that the ultimate collection will be made and that there is buyers' commitment to make the complete payment.

###### (ii) Interest income

Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

##### (d) Work in Progress

Work in Progress represents the cost incurred in respect of unsold area of the Real Estate Development Projects and cost incurred on Projects where the revenue is yet to be recognized.



(e) **Taxation**

Current year tax is provided based on the taxable income computed in accordance with the provisions of the Income-tax Act, 1961.

Deferred income taxes are recognized for the future tax consequences attributable to timing differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. The effect on deferred tax assets and liabilities of a change in the tax rates is recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax asset arising from unabsorbed depreciation or carry forward losses under tax laws are recognized only to the extent that there is virtual certainty of realization. Other deferred tax assets are recognized and carried forward to the extent that there is reasonable certainty of realization.

(f) **Earnings per Share**

Earning per equity share (basic/diluted) is arrived at based on Net Profit after taxation available to equity shareholders to the basic/weighted average number of equity shares.

(g) **Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

2. **Particulars of Earning per Share:**

Particulars	Current Year	Previous Year
Net Profit/ (Loss) for the year Rs.	1,70,860	--
Weighted Number of equity shares	50000	--
Nominal value of the share Rs.	10	--
Earning per Share Rs.	3.42	--

3. **Related Party Disclosures**

As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

(a) List of related parties with whom transactions have taken place during the year and relationship:

Sr. No.	Name of related party	Relationship
1	Arvind Limited	Holding Company
2	Arvind Accel Limited	Fellow Subsidiary Company





(b) Transactions with related parties

[Amount in Rs.]

Sr. No.	Nature of transaction	Current Year	Previous Year
(i)	Equity Share Capital - Holding Company	5,00,000	--
(ii)	Purchase of Development Rights (Land at Sanavad) - Holding Company	2,68,56,180	--
(iii)	Non Agriculture Charges (Land at Sanavad) - Holding Company	3,39,227	--
(iv)	Purchase of Land - Holding Company	9,10,00,000	--
(v)	Construction of Road and Wall - Fellow Subsidiary Company	25,58,414	--

(c) Outstanding Balances as at March, 31, 2010

[Amount in Rs.]

Sr. No.	Particulars	Current Year	Previous Year
(i)	Balance Payable - Fellow Subsidiary Company	4,42,637	--

4. Auditors' Remuneration is made up of:

[Amount in Rs.]

Particulars	Current Year	Previous Year
Audit Fees (in previous year carried to preoperative expenses)	18,000	10,033

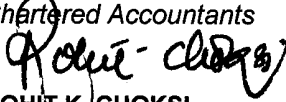
- Balances of creditors, loans and advances are subject to confirmation by the parties concerned.
- Other information required in terms of para 4-C and 4-D of part II of Schedule VI to the Companies Act, 1956, are NIL.
- The company had not compiled profit and loss account in previous period in view of no commercial activities. The company has commenced its commercial activities during the year under review and therefore the corresponding figures for previous year have not been given. Since the company has become wholly owned subsidiary of a listed company, the cash flow statement has been given for current year only.
- Previous years figures have been regrouped, reworked and reclassified wherever necessary.

As per our attached report of even date.

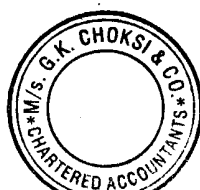
FOR G. K. CHOKSI & CO.

Firm Registration No. 101895W

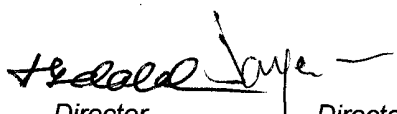
Chartered Accountants

  
ROHIT K. CHOKSI  
Partner

Place: Ahmedabad  
Date: 21<sup>st</sup> May, 2010



FOR ARVIND INFRASTRUCTURE LIMITED

  
Director

Place: Ahmedabad  
Date: 21<sup>st</sup> May, 2010

**ARVIND INFRASTRUCTURE LIMITED**

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.

I. Registration Details:

Registration No. 55771, State Code 04  
Balance Sheet Date 31st March, 2010

II. Capital Raised during the year (Amount in Rs. Thousand)

Public Issue :	--	Right Issue :	--
Bonus Issue :	--	Private Placement :	500

III. Position of mobilisation and Deployment of Funds (Amount in Rs. Thousand)

<b>Total Liabilities</b>	70672	<b>Total Assets</b>	70672
<b>Sources of Funds</b>		<b>Application of Funds</b>	
Paid-up Capital	500	Net Fixed Assets	29
Share Application Money	--	Investments	--
Reserve and Surplus	171	Net Current Assets	70643
Secured Loan	70000	Misc. Expenditure	--
Unsecured Loan	--	Accumulated Losses	--
Deferred Tax Liability	1		

IV. Performance of Company (Amount in Rs. Thousand)

Turnover & Other Income	397	Total Expenditure	146
(+) Profit/(Loss) before tax	251	(+) Profit/(Loss) after tax	171
Earning per share (Rs.)	3.42	Dividend Rate	--

V. Generic names of three principal products services of company (as per monetary terms)

Product/Service Description	Item code No.
Developing and Constructing in Real Estate	Not Applicable

**FOR ARVIND INFRASTRUCTURE LIMITED**

  
 Director                      Director

Place : Ahmedabad  
Date : 21<sup>st</sup> May, 2010

