

**Ladam Affordable
Housing Limited**

39th Annual Report

2017-18

Company Information**Board of Director****DIN**

| | |
|-----------------------|----------|
| Mr. Sumesh Aggarwal | 00325063 |
| Mr. Jayaprasad Pillai | 01560300 |
| Mr. Ashwin Sharma | 05143846 |
| Ms. Shraddha Rumade | 07262106 |

Company Secretary

Mr. Dharmendra Vyas (Resignation Date : 14th December, 2017)
Ms. Mohini Budhwani (Appointment Date: 15th December, 2017)

CFO

Mr. Sachin Jain (Appointment Date: 1st March, 2018)

CEO

Mr. Sumesh Aggarwal

Banker

HDFC Bank Limited

Auditors

H. J. MEHTA & ASSOCIATES
Chartered Accountants

Registrar & Share Transfer Agents

Purva Share registry India Private Limited.
Address: Unit no. 9 Shiv Shakti Ind. Estt.
J.R. Boricha marg, Lower Parel (E)
Mumbai 400 011
Tel No: 91-22-2301 6761 / 8261
Email: busicomp@gmail.com

Registered Office

Plot No., C-33, Road No. 28,
Wagle Industrial Estate,
Thane (W) – 400 604.
CIN: L65990MH1979PLC021923
Tel: 71191000/001
Email: compliances@ladam.in
Info@ladamaffordablehousing.com
Website: www.ladamaffordablehousing.com

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NOTICE

Notice is hereby given that the **Thirty Ninth Annual General Meeting** of the **Ladam Affordable Housing Limited**, the Company will be held at TSSIA House, Gr Floor P-26, Road No 16/T Wagle Industrial Estate, Thane (W) – 400 604 on **Thursday, the 27th September, 2018** at **12.00 Noon** to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 2018 and the Balance Sheet as at that date together with the Reports of the Board of Directors and the Auditors thereon.
2. To Appoint a Director in place of Mr. Ashwin Kumar Sharma (DIN: 05143846), who retires by rotation and being eligible, offers himself for re-appointment.

Ladam Affordable Housing Limited

Sd/-
Sumesh Aggarwal
Director
00325063

Registered Office:

Ladam House, C-33,
Opp. ITI, Wagle Industrial Estate,
Thane (W) – 400 604.

Date: **29th May, 2018**

Place: **Thane**

Notes:

1. A Member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be the member of the Company. Proxies, in order to be effective must be received at the Company's Registered Office not less than 48 hours before the meeting. Proxies submitted on behalf of limited Companies, societies, partnership firms etc., must be backed by appropriate resolution / authority as applicable, issued on behalf of the nominating organization.

A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the company. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

2. Members are requested to bring their Attendance Slip along with their copy of Annual Report to the Meeting.
3. Members who hold shares in dematerialized form are requested to write their Client ID and DP ID and those who hold shares in physical form are requested to write their folio number in attendance slip in attending the Meeting.
4. In case of Joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
5. The Annual Report 2017-18 is being sent through electronic mode only to the members whose email addresses are registered with the Company / Depository Participant(s), unless any member has requested for a physical copy of the report. For members who have not registered their email addresses, physical copies of the Annual Report 2017-18 are being sent by the permitted mode.
6. As per the provisions of the Companies Act, 2013, facility for making nominations is available to the shareholders in respect of the shares held by them. Nomination forms can be obtained from the Share Registrar of the Company.
7. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, substituted by Companies (Management and Administration) Amendment, Rules 2015, and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has provided a facility to the members to exercise their votes electronically through the electronic voting service facility arranged by Central Depository Services (India) Limited. The facility for voting, through ballot paper, will also be made available at the AGM and the members attending the AGM who have not already cast their votes by remote e-voting shall be able to exercise their right at the AGM through ballot paper. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The instructions for e-voting are annexed to the Notice.
8. Shareholders desiring any information as regards the Accounts are requested to write to the Company at an early date so as to enable the management to keep the information ready at the meeting.
9. The Register of Members and Share Transfer Books of the Company will remain closed from 21st September, 2018 to 27th September, 2018 (both days inclusive).
10. Members holding shares in physical form are requested to notify the change, if any, in their address and blank mandate details to the Registrar and Share Transfer Agent, Purva Share Registry (India) Private Limited Unit No. 9 Shiv Shakti Ind. Estt. J.R. Boricha marg, Lower Parel (E) Mumbai 400 011

11. Members are requested to immediately intimate changes, if any, in their registered addresses along with pin code number to the Company. Members holding shares in dematerialized mode are requested to intimate the same to their respective Depository Participants.
12. Members who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, and Circulars etc. from the Company electronically.
13. Members holding shares in physical form are requested to consider converting their holding to dematerialized form to eliminate risks associated with physical shares.
14. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during (3.00 pm to 5.00 pm) on all working days, upto and including the date of the Annual General Meeting of the Company.
15. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 will be available for inspection by the members at the Annual General Meeting.
16. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013 will be available for inspection by the members at the Annual General Meeting.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
Sumesh Aggarwal
Director
00325063

Registered Office:

Ladam House, C-33,
Opp. ITI, Wagle Industrial Estate,
Thane (W) – 400 604.

Date: **29th May, 2018**

Place: **Thane**

PROFILE OF DIRECTORS

(Seeking Appointment / Re-appointment)

As per Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and SS-2

Mr. Ashwin Kumar Suresh Kumar Sharma (DIN: 05143846)

| | |
|---|---|
| Date of Birth | October 29, 1977 |
| Age | 40 years |
| Date of appointment on the Board | December 12, 2013 |
| Qualification | Bachelor of Commerce |
| Expertise in specific functional areas | Sales & Marketing |
| Terms and conditions of appointment | As per the terms of HR Policy |
| Remuneration sought to be paid | No Consideration has been paid |
| Remuneration last drawn | |
| Brief Biography | Ashwin Kumar Suresh Kumar Sharma, has done his B Com and has been involved in the business since 1992. He has been involved in the Sale & Marketing business since 2004 in our associate/ subsidiary companies. He has brought various ideas and done more research to expand the Market for sale of flats of companies & its associates. He is also known for his customer friendly approach and looks for inclusive growth. |
| List of other Companies in which he holds Directorship as on March 31, 2018 | <ul style="list-style-type: none"> • Spearhead Metals & Alloys Limited |
| Chairmanship / Membership of the Committee as on March 31, 2018 | <ul style="list-style-type: none"> • Chairmanship: NIL • Membership: NIL (Committees considered are Audit Committee and Stakeholder's Relationship Committee, in public limited companies other than Ladam Affordable Housing Limited) |
| No. of Meetings attended during FY 2017-18 | 5 |
| Relationship with other Director/s, Manager and Key Managerial Personnel | None |
| Number of Shares held on March 31, 2018 | NIL |

SHAREHOLDER INSTRUCTIONS FOR E-VOTING

Pursuant to the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, substituted by Companies (Management and Administration) Amendment, 2015, and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide e-voting facility to the members to cast their votes electronically on all resolutions set forth in the Notice convening the 39th Annual General Meeting to be held on Thursday, September 27, 2018, at 12.00 Noon IST. The Company has engaged the services of the Central Depository Services (India) Limited (CDSL) to provide the e-voting facility. The e-voting facility is available at the link, <https://www.evotingindia.com>

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on September 23, 2018 at 09.00 a.m. and ends on, September 26, 2018 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of, September 20, 2018, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first-time user follow the steps given below:

| | For Members holding shares in Demat Form and Physical Form |
|------------------------------|---|
| PAN | Enter your 10-digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field. |
| DOB | Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format. |
| Dividend Bank Details | Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. <ul style="list-style-type: none"> • Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv) |

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein

they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant “Ladam Affordable Housing Limited” on which you choose to vote.
- (xii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/ NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) Note for Non – Individual Shareholders and Custodians

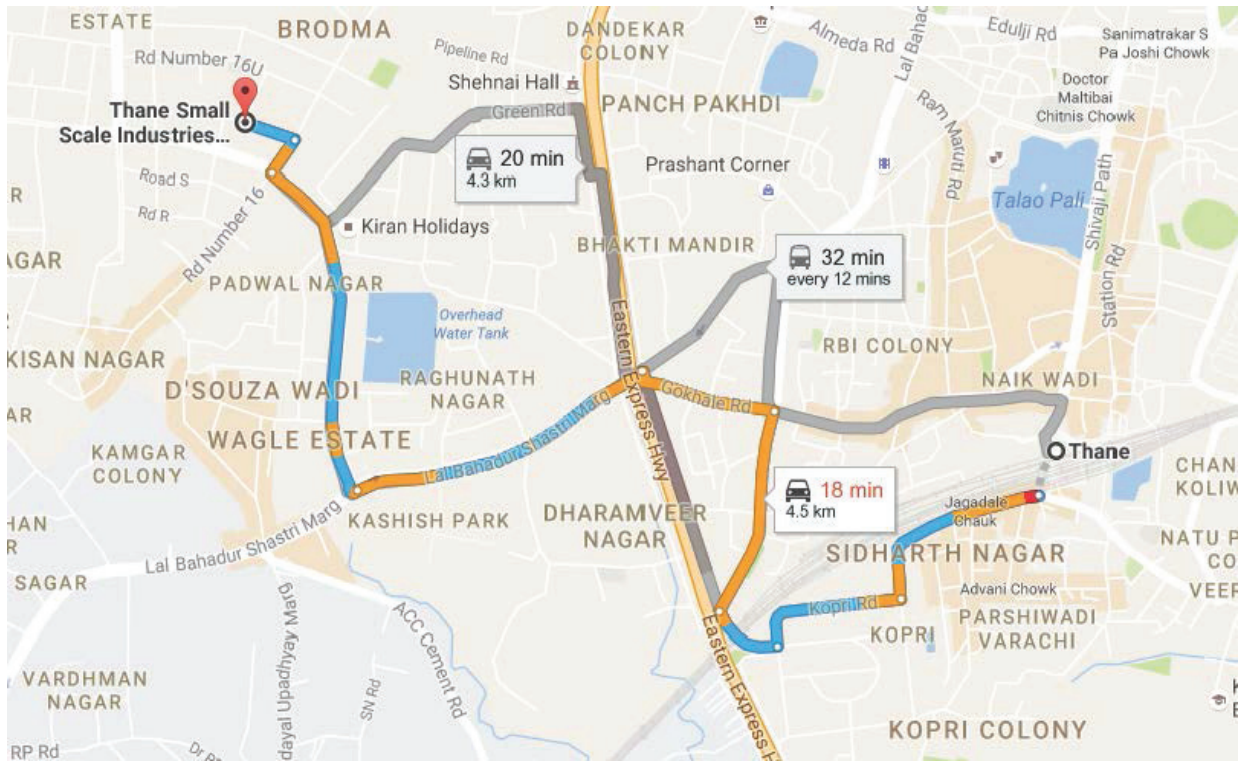
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com

Other Instructions

1. The Voting rights of members shall be in proportion to their share of the paid-up share capital of the Company as on September 20, 2018.
2. Mr Pratik Kalsariya has been appointed as Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
3. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (FAQs) and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.

Landmark and Route Map



TSSIA House, Gr Floor P-26, Road No 16/T Wagle Industrial Estate, Thane (W) – 400 604

Ladam Affordable Housing Limited

Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.

CIN No.: L65990MH1979PLC021923

**ATTENDANCE SLIP
THIRTY NINTH ANNUAL GENERAL MEETING
Thursday, September, 27, 2018 at 12.00 Noon**

| | |
|---|--|
| DP ID – Client ID /: Folio No. | |
| Name & Address: of Sole Member | |
| Name of Joint Holder (S) | |
| No. of Shares Held: | |

I/We hereby record my/our presence at the Thirty Ninth Annual General Meeting held at TSSIA House, Gr Floor P-26, Road No 16/T Wagle Industrial Estate, Thane (W) – 400 604

Member's/Proxy's Signature

------(Cut Here)-----

Electronic-Voting Particulars

| EVSN (Electronic Voting Sequence Number) | User ID | (PAN / Seq. No.) |
|---|----------------|-------------------------|
| | | |

NOTE: Please read the complete instructions annexed to the Notice (SHAREHOLDER INSTRUCTIONS FOR E-VOTING). The voting time starts from September 23, 2018 from 09.00 a.m. and ends on September 26, 2018 at 5.00 p.m. The voting module shall be disabled by CDSL for voting thereafter.

**MGT 11
PROXY FORM**

[Pursuant to section 105 (6) of the Companies Act 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Ladam Affordable Housing Limited
Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.
CIN No.: L65990MH1979PLC021923

OF

I/We _____
_____ Of _____ being a
Member/Members of **Ladam Affordable Housing Limited**, hereby appoint _____
_____ of _____ or failing him/her _____
_____ of _____ or failing him/her _____
_____ of _____ as my/our Proxy to attend
and vote for me/us and on my/our behalf at the Thirty Ninth Annual General Meeting of the Company, to
be held on Thursday, September 27, 2018 at 12.00 Noon and at any adjournment thereof in respect of such
resolutions as are indicated below:

| Sr. No. | Resolutions | For | Against |
|---------------------------|--|-----|---------|
| Ordinary Business: | | | |
| 1. | To receive, consider and adopt the audited Profit and Loss Account for the year ended 31 st March, 2018 and the Balance with the Report of the Board of Directors and the Auditors thereon. | | |
| 2. | To appoint a Director in place of Mr. Ashwin Kumar Sharma (DIN: 05143846), who retires by rotation and being eligible offers himself for re-appointment | | |

Signed this _____ day of _____ 2018

Signature of the Shareholder:

Signature of the Proxy Holder(s):

| | |
|---------------------------|----------------|
| For Office Use only | |
| Proxy No.: | No. of Shares: |
| Folio/DP & Client ID No.: | |

| |
|---------------------------------------|
| Affix Re. 1.00 Revenue Stamp |
|---------------------------------------|

Notes:

1. The Proxy Form should be signed across the Revenue Stamp as per specimen signature(s) registered with the Company.
2. The Proxy Form must be deposited at the Registered/Corporate Office of the Company not less than 48 hours before the time fixed for holding the Meeting.
3. A Proxy need not be a Member.

**MGT 12
POLLING PAPER**

[Pursuant to section 109 (5) of the Companies Act 2013 and rule 21(1)(c) of the
Companies (Management and Administration) Rules, 2014]

Ladam Affordable Housing Limited

adam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.
CIN No.: L65990MH1979PLC021923

| | |
|---|--|
| DP ID – Client ID /: Folio No. | |
| Name of the First Named Shareholder (In block letters) | |
| Postal Address | |
| Class of Shares | |

I/ We hereby exercise my / our vote in respect of the Resolution to be passed through Postal Ballot for the business stated in the Notice of the Company by sending my / our assent or dissent to the said Resolution by placing the tick (√) mark in the appropriate column.

| Sr. No. | Description | No. of Shares | Vote | |
|---------|---|---------------|------|---------|
| | | | For | Against |
| 1 | Consider and adopt Audited Financial Statement, Reports of the Board of Directors and Auditors. | | | |
| 2 | Re-appointment of the Mr. Ashwin Kumar Sharma as Director, retiring by rotation | | | |

Place:

Date:

(Signature of the Shareholder)

DIRECTORS' REPORT

To
The Members,
Ladam Affordable Housing Limited,
Thane

Your Directors have pleasure in submitting their 39th Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2018.

FINANCIAL RESULTS

The Company's financial performance for the year under review along with previous year's figures are given hereunder:

| Particulars | Standalone | | Consolidated | |
|---|---|---|---|---|
| | For the Year ended 31 st March, 2018 | For the Year ended 31 st March, 2017 | For the Year ended 31 st March, 2018 | For the Year ended 31 st March, 2017 |
| Net Sales / Income from Business Operations | - | - | 2,18,99,546 | 10,68,57,097 |
| Other Income | 12,24,680 | 74,12,716 | 49,47,679 | 1,14,14,853 |
| Total Income | 12,24,680 | 74,12,716 | 2,68,47,225 | 11,82,71,950 |
| Less: Interest | - | - | - | - |
| Profit before Depreciation | (13,90,632) | 10,45,949 | 39,26,540 | 1,96,79,392 |
| Less: Depreciation | - | - | - | 6,03,750 |
| Profit after depreciation and Interest | (13,90,632) | 10,45,949 | 30,83,299 | 1,90,75,642 |
| Less: Current Income Tax | - | - | 11,94,000 | 59,50,000 |
| Less: Previous year adjustment of Income Tax, | - | - | - | - |
| Less: Deferred Tax | - | - | - | - |
| Net Profit after Tax | (13,90,632) | 10,45,949 | 18,89,299 | 1,31,25,642 |
| Dividend (including Interim if any and final) | - | - | - | - |
| Net Profit after dividend and Tax | (13,90,632) | 10,45,949 | 18,89,299 | 1,31,25,642 |
| Amount transferred to General Reserve | - | - | - | - |
| Balance carried to Balance Sheet | (13,90,632) | 10,45,949 | 18,89,299 | 68,94,900 |
| Total Comprehensive Income for the year | 4,63,941 | 1,08,10,679 | 37,43,872 | 2,27,38,054 |
| Earnings per share (Basic) | (0.08) | 0.057 | 0.10 | 0.717 |
| Earnings per Share(Diluted) | (0.08) | 0.057 | 0.10 | 0.717 |

BUSINESS RESULTS

During the year under review, your Company has registered revenue as per Standalone & Consolidated financials of Rs 12.25 Lacs & Rs.268.47 Lacs as against Rs 74.13 Lacs & Rs 1182.72 Lacs respectively in the previous year. The Profit before taxes as per Standalone & Consolidated financials in the current year is Rs (13.90) Lacs & Rs.30.83 Lacs as against Rs 10.46 Lacs & Rs 190.76 -Lacs respectively in the previous year and profit after taxes as per Standalone & Consolidated financials are Rs (13.91) Lacs & Rs 18.89 Lacs as against Rs 10.46 Lacs & Rs 131.26 Lacs respectively in the previous year.

FINANCE

Cash and cash equivalents as per standalone and consolidated financials as on March 31, 2018 was Rs. 0.92 Lacs and Rs. 600.97 Lacs, respectively. The company continues to focus on judicious management of its working capital. Receivables, inventories and other working capital parameters were kept under strict check through continuous monitoring.

DIVIDEND

The Board does not recommend any Dividend for the current financial year due to no profit earned by the Company.

TRANSFER TO RESERVES:

The Company has not transferred any amount to General Reserve.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

Since there was no amount of unpaid/unclaimed Dividend, the Company is not required to transfer any amount to the Investor Education & Protection Fund as per provisions of Section 125 of the Companies Act, 2013.

DEPOSITS

The Company has not accepted any deposits which would be covered under Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

Pursuant to change of its name and Main objects in the year 2015-16, the Company intends to monetize its real estate portfolio by getting into construction of mass housing project considering affordable housing project scheme.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATE AND THE DATE OF THE REPORT

There are no material changes and commitment affecting the financial position of the Company occurred from 31st March, 2018 till date of this report which are required to be reported.

DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement: —

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had 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 and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DIRECTORS

In pursuant to the provisions of the Companies Act, 2013 and the Articles of Associations of the Company, Mr. Ashwin Kumar Sharma retires by rotation and being eligible, offer himself for re-appointment.

| Name | Designation | Qualification | Age & Experience (Years) | Date of Commencement of Employment |
|-------------------------|-------------|---------------|--------------------------|------------------------------------|
| Mr. Ashwin Kumar Sharma | Director | B. Com | 40/20 | 01/05/2004 |

KEY MANAGERIAL PERSONNEL:

During the financial year 2017-18, Ms. Mohini Meghraj Budhwani, was appointed as a Company Secretary w.e.f 15th December, 2017 and Mr. Sachin Asharfilal Jain, was appointed as a Chief Financial Officer of the Company w.e.f 01st March, 2018.

The following persons have been designated as key managerial personnel of the Company pursuant to section 2(51) of the Companies Act, 2013 read with rules framed thereunder:

1. Mr. Sumesh Aggarwal - Chief Executive Officer (CEO)
2. Ms. Mohini Budhwani - Company Secretary (CS)
3. Mr. Sachin Jain - Chief Financial Officer (CFO)

MEETINGS

A calendar of Board Meetings, Annual General Meeting and Committee Meetings is prepared and circulated in advance to the Directors of your Company.

The Board of Directors of your Company met 4 times during 2017-18 i.e. on 29th May, 2017, 14th September, 2017, 14th December, 2017 and 12th February, 2018. The maximum time gap between any two consecutive meetings did not exceed one hundred and twenty days.

The Company has complied with the applicable Secretarial Standards in respect of all the above Board meetings.

All the directors were present in the above mentioned Board meetings.

REMUNERATION / COMMISSION DRAWN FROM HOLDING / SUBSIDIARY COMPANY:

The details of remuneration / commission received by the directors of the Company from the holding Company / subsidiary Company are as follows:-

| Name of Director | Nature (Remuneration / Commission) | Amount | Company from which this amount is drawn |
|-------------------|-------------------------------------|-----------------|---|
| Sumesh B. Agarwal | Remuneration | 9,00,000/- p.a. | Ladam Homes Pvt Ltd |

BOARD & COMMITTEE EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and under Regulation 25 of the SEBI (Listing obligations and disclosure requirements) Regulations, 2015, the Board has carried out an evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration Committees.

POLICY ON DIRECTORS APPOINTMENT AND THEIR REMUNERATION

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The policy is available on the Company's website at www.ladamaffordablehousing.com

SEPARATE INDEPENDENT DIRECTORS' MEETINGS

The Independent Directors meet at least once in a year, without the presence of Executive Directors or Management representatives.

The Independent Directors met on 31st October, 2017 during the Financial Year.

FAMILIARIZATION PROGRAMME FOR INDEPENDENT DIRECTORS

The Company proactively keeps its Directors informed of the activities of the Company, its management and operations and provides an overall industry perspective as well as issues being faced by the industry. The details of the same are available on the website of the Company.

DECLARATION OF INDEPENDENCE

Your Company has received declarations from all the Independent Directors confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 read with Schedules and Rules issued there under and under Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

STATUTORY AUDITORS' REPORT

The statutory auditors' report is self-explanatory. It does not require any comment as there are no qualifications in reports.

REPORTING OF FRAUDS BY STATUTORY AUDITORS UNDER SECTION 143(12):

There were no incidences of reporting of frauds by Statutory Auditors of the Company under Section 143(12) of the Act read with Companies (Accounts) Rules, 2014.

SECRETARIAL AUDITOR

Pursuant to provisions of section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the company has appointed M/s. A G Ranade & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company.

SECRETARIAL AUDIT REPORT

The Secretarial Audit Report contains qualifications, reservations & explanations which are self-explanatory. The report is furnished in **Annexure A** attached to this report.

ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in **Annexure B** and is attached to this Report.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The details of financial performance of Subsidiary/ Joint Venture/Associate Company is furnished in **Annexure C** and attached to this report.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The particulars of Loans, guarantees or investments made under Section 186 are furnished in *Annexure D* and are attached to this report.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The particulars of Contracts or Arrangements made with related parties made pursuant to Section 186 are furnished in *Annexure E* and are attached to this report.

REPORT ON CORPORATE GOVERNANCE

The requirements of Para C, D and E of Schedule V, read with Regulation 15 and 27 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 were applicable to your Company for the quarter & year ending 31st March, 2018. As per the Proviso to Regulation 15(2)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, your Company has to comply with the requirements of the abovementioned regulations within six months from the date on which the provisions became applicable to the Company. However, your Company has complied with the requirements of the aforementioned regulations to the extent possible as on the date of this report and has filed the Corporate Governance Report with stock exchange for the quarter ended 30th June, 2018.

INTERNAL AUDIT SYSTEM

The Company's internal Auditors had conducted periodic audit to provide reasonable assurance that the Company's established policies and procedure have been followed.

INTERNAL CONTROL SYSTEM AND ITS ADEQUACY

The Company has a proper and adequate internal control system for all its activities including safeguarding and protecting its assets against any loss from its unauthorized use or disposition. All transactions are properly documented, authorized, recorded and reported correctly. The Company has well defined Management Reports on key performance indicators. The systems are reviewed continuously and its improvement and effectiveness is enhanced based on the reports from various fields. Normal foreseeable risks to the company's assets are adequately covered by comprehensive insurance.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Your Company is not engaged in any manufacturing activities and therefore, no particulars are required to be disclosed under the Rule 8(3) of the Companies (Accounts) Rules, 2014, in respect of conservation of energy and technology absorption.

Further, there were no foreign exchange earnings and outgo during the year under review.

STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Board of Directors of the Company has formed a Risk Management Committee to frame, implement and monitor the Risk Management Policy for the Company. The Committee is responsible for reviewing the risk management plan and ensuring its efficiency. The policy is available on the Company's website at www.ladamaffordablehousing.com

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

SHARES**a. BUY BACK OF SECURITIES**

The Company has not bought back any of its securities during the year under review.

b. SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES

No Bonus Shares were issued during the year under review.

d. EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.

PREVENTION OF INSIDER TRADING

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Board is responsible for implementation of the Code. All the Directors and the designated employees have confirmed compliance with the Code.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

In compliance with various Regulations of the SEBI (Listing obligations and disclosure requirements) Regulations, 2015 entered in with the Stock Exchange, a separate section on Management Discussion and Analysis that includes details on the state of affairs of the Company as required to be disclosed in the Directors Report forms part of this Annual Report.

COMMITTEE'S**AUDIT COMMITTEE**

The Composition of the Audit Committee and details of Meetings attended by the Directors during the financial year 2017-18 are given below:

| Name of Members | Position | No. of meetings | |
|-------------------------|----------|-----------------|----------|
| | | Held | Attended |
| Mr. Jayaprasad Pillai | Chairman | 4 | 4 |
| Mr. Sumesh Aggarwal | Member | 4 | 4 |
| Mr. Ashwin Kumar Sharma | Member | 4 | 4 |

NOMINATION AND REMUNERATION COMMITTEE

The Composition of the Nomination and Remuneration Committee and details of Meetings attended by the Directors during the financial year 2017-18 are given below:

| Name of Members | Position | No. of meetings | |
|-------------------------|----------|-----------------|----------|
| | | Held | Attended |
| Mr. Jayaprasad Pillai | Chairman | 4 | 4 |
| Mr. Sumesh Aggarwal | Member | 4 | 4 |
| Mr. Ashwin Kumar Sharma | Member | 4 | 4 |

STAKEHOLDER'S RELATIONSHIP COMMITTEE

The Composition of the Nomination and Remuneration Committee and details of Meetings attended by the Directors during the financial year 2017-18 are given below:

| Name of Members | Position | No. of meetings | |
|-------------------------|----------|-----------------|----------|
| | | Held | Attended |
| Mr. Jayaprasad Pillai | Chairman | 4 | 4 |
| Mr. Sumesh Aggarwal | Member | 4 | 4 |
| Mr. Ashwin Kumar Sharma | Member | 4 | 4 |

WHISTLE BLOWER POLICY

As required under Regulation 22 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has an effective Whistle Blower Policy to deal with the instances of fraud and mismanagement. The policy is available on the Company's website at www.ladamaffordablehousing.com. The policy provides for adequate safeguard against the victimization of the employees.

RISK MANAGEMENT POLICY

Your Company has framed a Risk Management policy to monitor the risk and manage uncertainty and changes in internal and external environment to limit negative impacts and capitalize on opportunities. The policy is available on the Company's website at www.ladamaffordablehousing.com

NOMINATION AND REMUNERATION POLICY

The Board has, on the recommendation of Remuneration committee framed a policy for selection and appointment of Directors, Senior management and their remuneration. The Remuneration Policy is available on the Company's website at www.ladamaffordablehousing.com

PARTICULARS OF EMPLOYEES

The applicable information required pursuant to section 197 of the Companies Act, 2013 read with rule (5) of the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014 in respect of employees are as under:

| Sr. No. | Name | Designation | Median remuneration of Employees in Rs. | Ratio | % increase |
|---------|----------------------|-------------------------|---|-------|------------|
| 1 | Mr. Dharmendra Vyas | Company Secretary | 15,000 | NA | NA |
| 2 | Ms. Mohini Budhwani | Company Secretary | 19,355 | NA | NA |
| 3 | Mr. Prashant Shinkar | Chief Financial Officer | 17,000 | NA | NA |
| 4 | Mr. Sachin Jain | Chief Financial Officer | 30,710 | NA | NA |

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaints Committee has been set up to redress the complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. There were no cases reported during the financial year ended March 31, 2018.

SAFETY

The Management is committed to ensure safety of its employees, plant and community at all its operations. The safety Management system has been established, communication, involvement, motivation, skill development, training and health have been identified as the key drivers for safe working environment. These initiatives have resulted in reducing the injuries and lost time significantly.

ENVIRONMENT PROTECTION AND POLLUTION CONTROL

The Company has always been socially conscious corporate, and has always carried forward all its operations and procedures following environment friendly norms with all necessary clearances.

ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
Mr. Sumesh Aggarwal
Director
00325063

Sd/-
Mr. Ashwin Sharma
Director
05143846

Registered Office:

Ladam House, C-33,
Opp. ITI, Wagle Industrial Estate,
Thane (W) – 400 604.

Date: May 29, 2018

Place: Thane

Email: agranade@rediffmail.com
info@agranadeandassociates.com

A. G. RANADE & Associates
Company Secretaries

Ph # 022-25420542

2, B Wing, Gr Fl, Om Sai Prasad Bldg, Shivaji Nagar, Nr. Railway Colony, B-Cabin, THANE (W) – 400 602

101, Bldg #4, Shiv Amrut Dham, KALYAN – 421 301

Form No. MR-3

SECRETARIAL AUDIT REPORT

For the Financial Year ended 31st March, 2018

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Ladam Affordable Housing Limited,
(Formerly known as Ladam Finance Limited)
Plot No. C-33, Road No. 28,
Wagle Industrial Estate,
Thane 400604

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Ladam Affordable Housing Limited** (Formerly known as **Ladam Finance Limited**) (hereinafter called the Company). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon. Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Ladam Affordable Housing Limited** (Formerly known as **Ladam Finance Limited**) ("**The Company**") for the financial year ended on 31st March, 2018 according to the provisions of:

- I. The Companies Act, 2013 (**the Act**) and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('**SCRA**') and the Rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

Email: agranade@rediffmail.com
info@agranadeandassociates.com

A. G. RANADE & Associates
Company Secretaries

Ph # 022-25420542

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101, Bldg #4, Shiv Amrut Dham, KALYAN – 421 301

- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (**'SEBI Act'**) to the extent applicable to the Company:-
- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- VI. and other applicable laws like Factories Act, 1948, the Payment of Gratuity Act, 1972

We have also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii) The Listing Agreements entered into by the Company with the Bombay Stock Exchange.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreements mentioned above except to the extent as mentioned below:

Email: agranade@rediffmail.com
info@agranadeandassociates.com

A. G. RANADE & Associates
Company Secretaries

Ph # 022-25420542

2, B Wing, Gr Fl, Om Sai Prasad Bldg, Shivaji Nagar, Nr. Railway Colony, B-Cabin, THANE (W) – 400 602

101, Bldg #4, Shiv Amrut Dham, KALYAN – 421 301

- 1) *Some shareholders of the Company have not dematerialised their shares in compliance with the provisions of the Depositories Act, 1996 and the Byelaws framed there under by the Depositories.*
- 2) *One form was filed belatedly with ROC on payment of additional filing fees. The form MGT 15 is not filed by the Company till end of financial year.*

We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors as on 31st March, 2018. There were no changes in the composition of the Board of Directors during the period under review.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
- There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

| | | |
|-------------------------------|---|---|
| Signature | : | Sd/- |
| Name of the Company Secretary | : | Ajay Ranade |
| Address | : | A G Ranade & Associates Company Secretaries, 2, Gr Fl, B Wing, Om Sai Prasad Bldg, Shivaji Nagar, Thane (W) – 400 602. |
| Membership No. | : | FCS 6199 |
| C. P. No. | : | 6231 |

Place: Thane

Date: 29th Aug, 2018

Note: Please refer specific non compliances / observations / audit qualification, reservation or adverse remarks as stated in this report.

This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

Email: agranade@rediffmail.com
info@agranadeandassociates.com

A. G. RANADE & Associates
Company Secretaries

Ph # 022-25420542

2, B Wing, Gr Fl, Om Sai Prasad Bldg, Shivaji Nagar, Nr. Railway Colony, B-
Cabin, THANE (W) – 400 602

101, Bldg #4, Shiv Amrut Dham, KALYAN – 421 301

Annexure A

The Members,
Ladam Affordable Housing Limited,
(Formerly known as Ladam Finance Limited)
Plot No. C-33, Road No. 28,
Wagle Industrial Estate,
Thane 400604

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

| | | |
|-------------------------------|---|---|
| Signature | : | Sd/- |
| Name of the Company Secretary | : | Ajay Ranade |
| Address | : | A G Ranade & Associates Company Secretaries, 2, Gr Fl, B Wing, Om Sai Prasad Bldg, Shivaji Nagar, Thane (W) – 400 602. |
| Membership No. | : | FCS 6199 |
| C. P. No. | : | 6231 |

Place: Thane
Date: 29th Aug, 2018

Annexure - B**FORM NO. MGT 9****EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2018

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company
(Management & Administration) Rules, 2014.**I. REGISTRATION & OTHER DETAILS:**

| | | | |
|---|--|---|---|
| 1 | CIN | : | L65990MH1979PLC021923 |
| 2 | Registration Date | : | 23-11-1979 |
| 3 | Name of the Company | : | Ladam Affordable Housing Limited |
| 4 | Category & Sub-Category of the Company | : | Company Limited by shares Non-Government Company |
| 5 | Address of the Registered office and contact details | : | Plot No. C - 33, Road No. 28, Wagle Industrial Estate, Thane - 400 604 Maharashtra Contact No: 022-71191000 / 001 Email ID: compliances@ladam.in Website: www.ladamaffordablehousing.com |
| 6 | Whether listed company | : | Yes |
| 7 | Name, Address and Contact details of Registrar and Transfer Agent, if any: | : | PurvaSharegistry Private Limited Address: Unit no. 9 Shiv Shakti Ind. Estt. J .R. Boricha Marg, Lower Parel (E) Mumbai 400 011 Tel No: 91-22-2301 6761 / 8261 Email: busicomp@vsnl.com |

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

| S. No. | Name and Description of main products / services | NIC Code of the Product/service | % to total turnover of the company |
|--------|--|---------------------------------|------------------------------------|
| 1 | Construction of Building | 410 | 100.00% |

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

| Sr. No. | Name and Address of the Company | CIN / GLN | Holding / Subsidiary / Associate | % of Shares Held | Applicable Section |
|---------|---|-----------------------|----------------------------------|------------------|--------------------|
| 1 | Ladam Homes Private Limited Ladam House, M Road, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604. | U45200MH1995PTC089247 | Subsidiary | 52.53% | 2(87) |
| 2 | Lacon India Limited Plot No, C-33, 3 rd Floor, Ladam House, Opp I T I Main Rd, Wagle Estate, Thane(W)400 604, Maharashtra | U99999MH1993PLC071265 | Associate | 38.36% | 2(6) |
| 3 | Ladam Steels Limited Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604. | U27100MH1983PLC030119 | Associate | 24.50% | 2(6) |
| 4 | Ladam Foods Private Limited , C-33, 3 rd Floor, Ladam House, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604 | U99999MH1994PTC082597 | Associate | 49.88% | 2(6) |
| 5 | Ladam Flora Private Limited Ladam House, M Road, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604 | U99999MH1994PTC083456 | Associate | 30.81 % | 2(6) |
| 6 | Spearhead Metals & Alloys Limited Ladam House, M Road, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604 | L27109MH1990PLC056088 | Associate | 20.42% | 2(6) |

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

A) Category-wise Share Holding

| Category of Shareholders | No. of Shares held at the beginning of the year | | | | No. of Shares held at the end of the year | | | | % of Change during the year |
|--------------------------|---|----------|---------|-------------------|---|----------|---------|-------------------|-----------------------------|
| | 31/03/2017 | | | | 31/03/2018 | | | | |
| | Demat | Physical | Total | % of Total TOTSHR | Demat | Physical | Total | % of Total TOTSHR | |
| A. Promoters | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| (g) Individuals/ HUF | 5497000 | 800000 | 6297000 | 34.40 | 5497000 | 800000 | 6297000 | 34.40 | 0.00 |
| (h) Central Govt | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (i) State Govt(s) | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (j) Bodies Corp. | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (k) Banks / FI | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (l) Any Other... | | | | | | | | | |
| * Directors | 4395800 | 0 | 4395800 | 24.01 | 4395800 | 0 | 4395800 | 24.01 | 0.00 |

| | | | | | | | | | |
|---|----------------|---------------|-----------------|--------------|----------------|---------------|-----------------|--------------|-------------|
| * Directors Relatives | 55800 | 0 | 55800 | 0.30 | 55800 | 0 | 55800 | 0.30 | 0.00 |
| * Person Acting In Concern | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| Sub Total (A)(1):- | 9948600 | 800000 | 10748600 | 58.72 | 9948600 | 800000 | 10748600 | 58.72 | 0.00 |
| (2) Foreign | | | | | | | | | |
| (a) NRI Individuals | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (b) Other Individuals | | | | | | | | | |
| (c) Bodies Corp. | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (d) Banks / FI | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (e) Any Other... | | | | | | | | | |
| Sub Total (A)(2):- | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| Total shareholding of Promoter (A) = (A) (1)+(A)(2) | 9948600 | 800000 | 10748600 | 58.72 | 9948600 | 800000 | 10748600 | 58.72 | 0.00 |
| B. Public Shareholding | | | | | | | | | |
| (1) Institutions | | | | | | | | | |
| (a) Mutual Funds | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (b) Banks FI | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (c) Central Govt | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (d) State Govet(s) | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (e) Venture Capital Funds | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (f) Insurance Companies | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (g) FIs | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (h) Foreign Venture Capital Funds | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (i) Others (specify) | | | | | | | | | |
| * U.T.I. | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Financial Institutions | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * I.D.B.I. | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * I.C.I.C.I. | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Government Companies | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * State Financial Corporation | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Qualified Foreign Investor | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Any Other | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Otc Dealers (Bodies Corporate) | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Private Sector Banks | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| Sub-total (B)(1):- | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (2) Non-Institutions | | | | | | | | | |
| (a) Bodies Corp. | | | | | | | | | |
| (i) Indian | 1651 | 67200 | 68851 | 0.38 | 2551 | 67600 | 70151 | 0.38 | 0.00 |
| (ii) Overseas | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| (b) Individuals | | | | | | | | | |
| (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh | 99958 | 3362200 | 3462158 | 18.91 | 194139 | 3247800 | 3441939 | 18.80 | -0.11 |
| (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh | 53531 | 3970400 | 4023931 | 21.98 | 163986 | 3863000 | 4026986 | 22.00 | 0.02 |
| (c) Others (specify) | | | | | | | | | |
| * IEPF | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |

| | | | | | | | | | |
|--|-----------------|----------------|-----------------|---------------|-----------------|----------------|-----------------|---------------|-------------|
| * LLP | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Foreign Nationals | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Qualified Foreign Investor | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Alternate Investment Fund | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * N.R.I. | 0 | 0 | 0 | 0.00 | 2149 | 0 | 2149 | 0.01 | 0.01 |
| * Foreign Corporate Bodies | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Trust | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Hindu Undivided Family | 960 | 0 | 960 | 0.01 | 12672 | 0 | 12672 | 0.07 | 0.06 |
| * Employee | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Clearing Members | 100 | 0 | 100 | 0.00 | 2103 | 0 | 2103 | 0.01 | 0.01 |
| * Depository Receipts | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Other Directors & Relatives | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| * Market Makers | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| Sub-total (B)(2):- | 156200 | 7399800 | 7556000 | 41.28 | 377600 | 7178400 | 7556000 | 41.28 | 0.00 |
| Total Public Shareholding (B) = (B)(1)+(B)(2) | 156200 | 7399800 | 7556000 | 41.28 | 377600 | 7178400 | 7556000 | 41.28 | 0.00 |
| C. Total Shares Held by Custodian for GDRs & ADRs | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0.00 | 0.00 |
| Grand Total(A + B + C) | 10104800 | 8199800 | 18304600 | 100.00 | 10326200 | 7978400 | 18304600 | 100.00 | 0.00 |

B) Shareholding of Promoter-

| SL No. | ShareHolder's Name | ShareHolding at the beginning of the year | | | ShareHolding at the end of the year | | | % change in share holding during the year |
|--------|-------------------------|---|----------------------------------|--|-------------------------------------|----------------------------------|--|---|
| | | 31/03/2017 | | | 31/03/2018 | | | |
| | | No of Shares | % of Total Shares of the Company | % of Shares Pledged / Encumbered to total shares | No. of Shares | % of Total Shares of the company | % of Shares Pledged / Encumbered to total shares | |
| 1 | B B Aggarwal | 6297000 | 30.03 | 4.37 | 6297000 | 30.03 | 4.37 | 0.00 |
| 2 | Sumesh B Agarwal | 4395800 | 24.01 | 0.00 | 4395800 | 24.01 | 0.00 | 0.00 |
| 3 | Saurabh Bharat Aggarwal | 55800 | 0.30 | 0.00 | 55800 | 0.30 | 0.00 | 0.00 |

C) Change in Promoters' Shareholding (please specify, if there is no change):

| SL No. | ShareHolder's Name | ShareHolding at the beginning of the year | | Cumulative ShareHolding at the end of the year | | Type |
|--------|-------------------------|---|----------------------------------|--|--|------|
| | | 31/03/2017 | | 31/03/2018 | | |
| | | No of Shares | % of Total Shares of the Company | No. of Shares | % change in shareholding during the year | |
| 1 | Bharat Bhushan Aggarwal | 5497000 | 30.03 | | | |
| | 31-03-2018 | | | 5497000 | 30.03 | |
| 2 | Sumesh B Agarwal | 4395800 | 24.01 | | | |
| | 31-03-2018 | | | 4395800 | 24.01 | |
| 3 | B. B. Aggarwal | 800000 | 4.37 | | | |
| | 31-03-2018 | | | 800000 | 4.37 | |
| 4 | Saurabh Bharat Aggarwal | 55800 | 0.30 | | | |
| | 31-03-2018 | | | 55800 | 0.30 | |

**D) Shareholding Pattern of top ten Shareholders:
(Other than Directors, Promoters and Holders of GDRs and ADRs):**

| SI No. | | Shareholding at the beginning of the year 31/03/2017 | | Cumulative Shareholding at the end of during the year 31/03/2018 | |
|--------|-----------------------------|---|----------------------------------|---|---|
| | | No. of Shares | % of Total Shares of the company | No. of Shares | % change in share holding during the year |
| 1 | Shyam Rane | 363200 | 1.98 | | |
| | 31-Mar-18 | | | 363200 | 1.98 |
| 2 | Vandana U. Satardekar | 289000 | 1.58 | | |
| | 31-Mar-18 | | | 289000 | 1.58 |
| 3 | Arun Rane | 286800 | 1.57 | | |
| | 31-Mar-18 | | | 286800 | 1.57 |
| 4 | Kalpana Jeetesh More | 285200 | 1.56 | | |
| | 31-Mar-18 | | | 285200 | 1.56 |
| 5 | Sanwarmal Shrilal Poojari | 258600 | 1.41 | | |
| | 31-Mar-18 | | | 258600 | 1.41 |
| 6 | Suresh Kumar Sharma | 236000 | 1.29 | | |
| | 31-Mar-18 | | | 236000 | 1.29 |
| 7 | Mukutmohan Ramkumar Beriwal | 223000 | 1.22 | | |
| | 31-Mar-18 | | | 223000 | 1.22 |
| 8 | JaydeepPatil | 219200 | 1.20 | | |
| | 31-Mar-18 | | | 219200 | 1.20 |
| 9 | Nagaraj V.Hoskeri | 213200 | 1.16 | | |
| | 31-Mar-18 | | | 213200 | 1.16 |
| 10 | Sheetal Rohan Dhulekar | 191200 | 1.04 | | |
| | 31-Mar-18 | | | 191200 | 1.04 |

E) Shareholding of Directors and Key Managerial Personnel:

| SR. No. | Share Holder's Name | Share Holding at the beginning of the year 31/03/2017 | | Shareholding at the end of year 31/03/2018 | |
|---------|---------------------|--|----------------------------------|---|---|
| | | No. of Shares | % of Total Shares of the company | No. of Shares | % change in share holding during the year |
| 1 | Sumesh B Agarwal | 4395800 | 24.01 | 4395800 | 24.01 |

- F) **INDEBTEDNESS** -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Amt. Rs./Lacs)

| Particulars | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|--|----------------------------------|-----------------|----------|--------------------|
| Indebtedness at the beginning of the financial year | | | | |
| i) Principal Amount | - | 9,57,39,015.00 | - | 9,57,39,015.00 |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i+ii+iii) | - | 9,57,39,015.00 | - | 9,57,39,015.00 |
| Change in Indebtedness during the financial year | | | | |
| * Addition | - | 51,50,204 | - | 51,50,204 |
| * Reduction | - | 2,28,16,530 | - | 2,28,16,530 |
| Net Change | - | (1,76,66.326) | - | (1,76,66.326) |
| Indebtedness at the end of the financial year | | | | |
| i) Principal Amount | - | 7,80,72,689.00 | - | 7,80,72,689.00 |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i+ii+iii) | - | 7,80,72,689.00 | - | 7,80,72,689.00 |

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

- A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

| SN. | Particulars of Remuneration | Name of MD/WTD/Manager | | Total Amount |
|-----|---|------------------------|---|--------------|
| | Name | Sumesh B Agarwal | | (Rs/Lac) |
| | Designation | Director | | - |
| 1 | Gross salary | - | - | - |
| | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | - | - | - |
| | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | - | - | - |
| | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961 | - | - | - |
| 2 | Stock Option | - | - | - |
| 3 | Sweat Equity | - | - | - |
| 4 | Commission | - | - | - |
| | - as % of profit | - | - | - |
| | - others, specify | - | - | - |
| 5 | Others, please specify | - | - | - |
| | Total (A) | - | - | - |
| | Ceiling as per the Act | - | - | - |

- B. Remuneration to other directors

| SN. | Particulars of Remuneration | Name of Directors | | | Total Amount |
|-----|--|------------------------------------|--------|---|--------------|
| | | Jayaprasad Pillai, Shraddha Rumade | | | (Rs) |
| 1 | Independent Directors | | | | - |
| | Fee for attending board committee meetings | 40,000 | 40,000 | - | 80,000 |
| | Commission | - | - | - | - |
| | Others, please specify | - | - | - | - |
| | Total (1) | 40,000 | 40,000 | - | 80,000 |

| | | | | | |
|---|--|--------|--------|---|--------|
| 2 | Other Non-Executive Directors | - | - | - | - |
| | Fee for attending board committee meetings | - | - | - | - |
| | Commission | - | - | - | - |
| | Others, please specify | - | - | - | - |
| | Total (2) | - | - | - | - |
| | Total (B)=(1+2) | 40,000 | 40,000 | - | 80,000 |
| | Total Managerial Remuneration | - | - | - | - |
| | Overall Ceiling as per the Act | - | - | - | - |

C. Remuneration to Key Managerial Person other than MD/Manager/WTD:

| SN. | Particulars of Remuneration | Name of Key Managerial Personnel | | | Total Amount (Rs) |
|-----|---|----------------------------------|--|---|-------------------|
| | | Sumesh Aggarwal CEO | Prashant Shinkar (April-Feb) & Sachin Jain (March) CFO | Dharmendra Kumar (April- Nov)& Mohini Budhwani (Dec- March) CS | |
| 1 | Gross salary | - | 2,20,633 | 1,95,162 | 4,15,795 |
| | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | N. A. | | | |
| | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | | | | |
| | (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961 | | | | |
| 2 | Stock Option | | | | |
| 3 | Sweat Equity | | | | |
| 4 | Commission - as % of profit - others, specify | | | | |
| 5 | Others, please specify | | | | |
| | Total | | | | |

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There is no Penalties/ Punishment/ Compounding Of Offences during the year.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
Mr. Sumesh Aggarwal
Director
00325063

Sd/-
Mr. Ashwin Sharma
Director
05143846

Registered Office:

Ladam House, C-33,
Opp. ITI, Wagle Industrial Estate,
Thane (W) – 400 604.

Date: May 29, 2018

Place: Thane

FORM NO. AOC.1

Statement containing salient features of the financial statement of
subsidiaries/associate companies/joint ventures*(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of
Companies (Accounts) Rules, 2014)***Part "A": Subsidiaries****(Information in respect of each subsidiary to be presented with amounts in Rs)**

| | |
|--|----------------------------------|
| Name of the subsidiary | Ladam Homes Private Limited |
| Reporting period for the subsidiary concerned, if different from the holding company's reporting period | April 01, 2017 to March 31, 2018 |
| Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries. | Rs |
| Share capital | 95,18,650 |
| Reserves & surplus | 6,72,70,754 |
| Total assets | 71,64,62,239 |
| Total Liabilities | 71,64,62,239 |
| Investments | - |
| Turnover | 2,56,22,545 |
| Profit before taxation | 45,87,829 |
| Provision for taxation | 11,94,000 |
| Profit after taxation | 33,93,829 |
| Proposed Dividend | - |
| % of shareholding | 52.53 |

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations - NIL
2. Names of subsidiaries which have been liquidated or sold during the year. - NIL

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

| Name of Associates/Joint Ventures | Lacon India Ltd | Ladam Steels Ltd | Ladam Foods Pvt. Ltd | Ladam Flora Pvt. Ltd | Spearhead Metals & Alloys |
|---|-----------------------|-----------------------|-----------------------|-----------------------|---------------------------|
| 1. Latest audited Balance Sheet Date | March 31, 2018 | March 31, 2018 | March 31, 2018 | March 31, 2018 | March 31, 2018 |
| 2. Shares of Associate/Joint Ventures held by the company on the year end | | | | | |
| No. | 3,00,000 | 18,08,400 | 2,50,000 | 50,000 | 19,62,100 |
| Amount of Investment in Associates/Joint Venture | 30,00,000 | 1,80,84,000 | 25,00,000 | 5,00,000 | 1,96,21,000 |
| Extend of Holding % | 38.36% | 24.50% | 49.88% | 30.81% | 20.42% |
| 3. Description of how there is significant influence | | | | | |
| 4. Reason why the associate is not consolidated | | | | | |
| 5. Networth attributable to Shareholding as per latest audited Balance Sheet | -64,403 | -4,39,93,265 | -2,35,63,092 | 1,37,12,220 | -12,88,061 |
| 6. Profit / Loss for the year | -56,594 | -22,56,228 | -60,986 | -52,912 | -1,02,405 |
| i. Considered in Consolidation | Yes | Yes | Yes | Yes | Yes |
| i. Not Considered in Consolidation | | | | | |

- Names of associates or joint ventures which are yet to commence operations. - NIL
 - Names of associates or joint ventures which have been liquidated or sold during the year. - NIL
- Note : This Form is to be certified in the same manner in which the Balance Sheet is to be certified.

Ladam Affordable Housing Limited

Sd/-

Sumesh B Aggarwal
Director
00325063

Sd/-

Mohini Budhwani
Company Secretary

Sd/-

Ashwin Sharma
Director
01560300

Sd/-

Sachin Jain
CFO

DATE: May 29, 2018

PLACE: Thane

List of Subsidiaries, Joint Ventures and Associate Companies as on 31st March, 2018

| Sr. No. | Name and Address of the Company | CIN / GLN | Holding / Subsidiary / Associate | % of Shares Held | Applicable Section |
|---------|---|-----------------------|----------------------------------|------------------|--------------------|
| 1 | Ladam Homes Pvt. Ltd Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) - 400 604. | U45200MH1995PTC089247 | Subsidiary | 52.53 % | 2(87) |
| 2 | Lacon India Ltd Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) - 400 604. | U99999MH1993PLC071265 | Associate | 38.36% | 2(6) |
| 3 | Ladam Steels Ltd Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) - 400 604. | U27100MH1983PLC030119 | Associate | 24.50% | 2(6) |
| 4 | Ladam Foods Pvt. Ltd. (Formerly known as Ladam Food Ltd.) Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) - 400 604 | U99999MH1994PTC082597 | Associate | 49.88% | 2(6) |
| 5 | Ladam Flora Pvt. Ltd. (Formerly known as Ladam Flora Ltd.) Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) - 400 604 | U99999MH1994PTC083456 | Associate | 30.81 % | 2(6) |
| 6 | Spearhead Metals & Alloys Ltd. Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) - 400 604 | U27109MH1990PLC056088 | Associate | 20.42% | 2(6) |

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

Sumesh B Aggarwal
Director
00325063

Sd/-

Mr. Jayaprasad Pillai
Director
01560300

DATE: May 29, 2018

PLACE: Thane

Annexure - D**Particulars of Loans, Guarantees or Investments Made Under Section 186 of The Companies Act, 2013**

| Name of Party | Amt | Nature of Transaction | Date |
|---------------|-----|-----------------------|------|
| N. A. | | | |

Annexure - E**Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: The Company has not entered into any contracts or arrangements or transactions which are not at arm's length basis during the year.

- (a) Name(s) of the related party and nature of relationship: NA
- (b) Nature of contracts/arrangements/transactions: NA
- (c) Duration of the contracts / arrangements/transactions: NA
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: NA
- (e) Justification for entering into such contracts or arrangements or transactions: Loan given to Subsidiary company in ordinary course of business: NA
- (f) date(s) of approval by the Board: NA
- (g) Amount paid as advances, if any: NA
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188: NA

2. Details of material contracts or arrangement or transactions at arm's length basis

- (a) Name(s) of the related party and nature of relationship: N/A (Subsidiary Company)
- (b) Nature of contracts/arrangements/transactions: N/A
- (c) Duration of the contracts / arrangements/transactions: N/A
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: NA
- (e) Justification for entering into such contracts or arrangements or transactions: Loan given to Subsidiary company in ordinary course of business : NA
- (f) date(s) of approval by the Board: N/A

Declaration by the Whole-Time Director regarding compliance with Code of Conduct as provided under SEBI (Listing Obligations and Disclosure requirement) Regulations, 2015

As provided under SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, we hereby confirm that, all the Directors and the Senior Management personnel of the Company have affirmed compliance with the Code of Conduct, as applicable to them, for the financial year ended 31st March, 2018.

For Ladam Affordable Housing Ltd.

Sd/-
Sumesh Aggarwal
Director
00325063

Date: May 29, 2018
Place: Thane

Certification by Wholetime Director and Senior Management

I, Mr. Sumesh Aggarwal, Wholetime Director & Chief Executive Officer in our capacity as Senior Management Executive of the Company hereby certify that:

1. We have reviewed financial statements and the cash flow statement for the year ended 31st March 2018 and that to the best of our knowledge and belief:
 - a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable Laws and Regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls for the financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

We have indicated to the Auditor's and the Audit committee:

- a) significant changes in internal control over financial reporting during the year;
- b) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
- c) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For Ladam Affordable Housing Ltd.

**Sd/-
Sumesh Aggarwal
Director
00325063**

**Date: May 29, 2018
Place: Thane**

Management Discussions and Analysis forming part of Directors' Report for the year ended 31st March, 2018.

Industry Structure and Development

The Company is in real estate business. The primary focus of the Company in real estate is on affordable housing for masses. The Company's focus is to construct more than 5000 affordable homes by utilizing its existing land.

Opportunities & threats

India maintained its growth momentum on the foundation of relatively strong fundamentals of the economy. With the enforcement of RERA, we believe there is opportunity for more impactful business development. The Company does not foresee any big threat, but future is not predictable due to various reasons such as changes in government policies, funding problem which may impact profitability & effect the attractiveness of the sector & companies operating within the sector however the Company has strong intellectual manpower to averse the risk & threat.

Outlook

A cyclical downturn combined with demonetization and the implementation Real Estate (Regulation and Development) Act, 2016 has created a short-term uncertainty in the sector. However, these same factors will lead to consolidation and improved governance in the sector, which in turn will drive improved consumer confidence. The combination of this improved consumer confidence with far improved affordability will propel the sector in a very positive direction over the next several years. We expect 2018-19 to be a transition year for the sector with things starting out slow but seeing a dramatic improvement during the year.

Risk and Concerns

The Company considers good corporate governance as a pre-requisite for meeting the needs and aspiration of its shareholders. The main risk to the Company which may arise is mainly due to Government policies and decisions, Market Fluctuations in prices of shares & securities, Exchange rate fluctuations, Investment decisions, increased completion from local and global players operating in India, etc.

Segment wise Performance

The Company is presently a real estate company operating in one segment. Therefore, performance of the Company has to be seen in overall manner.

Internal control System and their Adequacy

The Company has developed adequate internal control system commensurate to its size and business. The Company has appointed the Internal Auditors, an outside independent agency to conduct the internal audit to ensure adequacy of internal control system, compliance of rules and regulations of the country and adherence to the management policies.

Financial Performance with respect to Operational Performance

The Company has registered a turnover of Rs. 12.25 Lacs and earned Profit before depreciation and tax of Rs. (13.91) Lacs. The depreciation provided during the year was Rs. Nil and the Net Profit for the year after depreciation and tax was Rs. (13.91) Lacs. The above turnover is out of

both operational and non-operational activities. Income generated through business operations are Rs. Nil out of Rs. 12.25 lacs during the year.

Human Resources

During the year, Company maintained harmonious and cordial relations. No man days lost due to any reason.

Disclosure by the Senior Management Personnel i.e. one level below the board including all HOD's

None of the senior Management Personnel has financial and commercial transaction with the Company, where they have personal interest that would have a potential conflict with the interest of the Company at large.

Cautionary statement

The statements in this management discussion and analysis describing the outlook may be “forward looking statement” within the meaning of applicable laws and regulations. Actual result might differ substantially or materially from those expected due to the developments that could affect the company's operations. The factors like significant change in political and economic environment, tax laws, litigation, technology, fluctuations in material cost etc. may deviate the outlook and result.

Ladam Affordable Housing Limited

Sd/-
Sumesh Aggarwal
Director
00325063

Registered Office:

Ladam House, C-33,
Opp. ITI, Wagle Industrial Estate,
Thane (W) – 400 604.

Date: May 29, 2018

Place: Thane

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.comemail: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT****Independent Auditor's Report**

To
The Members of
LADAM AFFORDABLE HOUSING LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Ladam Affordable Housing Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss along with Other Comprehensive Income, Cash Flow statement and Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position and financial performance 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 Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.comemail: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT**

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2018, and its Profit including the Other Comprehensive Income, its Cash Flows and Statement of Changes in Equity for the year ended on that date.

Emphasis of Matters

Attention is drawn to the Note '2' of the accompanying statement, stating thereto that ready reckoner rate issued by local authority was considered for calculation of fair value of the land. Fair value of land as per ready reckoner is Rs. 19,21,09,750 amounting to increase in valuation of Rs. 14,11,08,401 which is transferred to other equity as on the date of transition to IND AS. No separate valuation is being carried out by the company for this land. As per IND AS 113 this falls under level 3 hierarchy.

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 Companies Act 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by section 143(3) of the Act, we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

c) The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income, 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 standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the Directors are disqualified as on 31st March, 2018 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"; and

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i) The Company does not have any pending litigations which would impact its financial position.

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.comemail: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat -395002, **GUJARAT**

- 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 H.J. MEHTA & ASSOCIATES
Chartered Accountants
FRN : 114373W

Sd/-
Atul T Mehta
Partner
Mem.No : 102252
Date : 29/05/2018
Place : Mumbai

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.com
email: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT****ANNEXURE- A TO THE AUDIT REPORT**

The Annexure referred to the Independent Auditor's Report to the members of the Company on the standalone financial statements for the year ended 31st March, 2018, we report that:

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, these fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such physical verification.
- (c) The title deeds of immovable properties are held in the name of the company.
- (ii) The company does not have any inventory & therefore the clause is not applicable.
- (iii) As informed to us, the Company has granted loans, secured or unsecured to companies, firms, limited liability partnership firm or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

| Sr No. | Name of the Party | Relationship | Outstanding balance in Rs. |
|--------|-------------------------------|---|----------------------------|
| 1 | Ladam Flora Pvt. Ltd. | Subsidiary Company | 2,87,399 |
| 2 | Ladam Foods Pvt. Ltd. | Subsidiary Company | 1,65,45,749 |
| 3 | Ladam Steels Ltd. | Associate Company | 4,15,00,134 |
| 4 | Lacon India Ltd | Associate Company | 15,252 |
| 5 | Spearhead Metals & Alloys Ltd | Associate Company | 5,20,917 |
| 6 | Ram Kishan Metal Works | Significant influence in Partnership firm | 1,78,27,995 |

- a) In our opinion, and according to the information and explanations given to us, no interest is charged on the loans and other terms and conditions for such loans are not prima facie prejudicial to the interest to the company.
- (b) As informed by the management, the loans granted are repayable on demand. The company has not demanded repayment of any such loan during the year, thus, there has been no default on the part of the parties to whom the money has been lent. The loan given is interest free.
- (c) There is no overdue amount of loans granted to companies, firms or other parties listed in the register maintained under section 189 of the companies Act, 2013.
- (iv) The company has complied provisions of section 185 and 186 of Companies Act, 2013.

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.com
email: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT**

- (v) The company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under sub-section (l) of section 148 of the Companies Act for the products of the company.
- (vii) In respect of statutory dues:
- a) According to the records of the company, undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, Service Tax, Goods & Service Tax, duty of customs, duty of excise, value added tax, Cess and 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 aforesaid dues were outstanding as at the balance sheet date for a period of more than 6 months from the date of becoming payable.
- (b) According to information and explanation given to us, there are no disputed dues which have not been deposited by the company in respect of Income Tax/Sales Tax/Duty of Customs/Duty of excise or Value added tax.
- (viii) Based on our audit procedures and according to the information and explanations given to us, there are no loans or borrowings from financial institutions, banks, government or debenture holders & hence this clause is not applicable.
- (ix) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans. Hence this clause is not applicable.
- (x) Based on our audit procedures and the information and explanation made available to us, no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The Company has not paid or provided any Managerial Remuneration during the year. Hence the said clause is not applicable.
- (xii) The Company is not a Nidhi Company and hence this clause is not applicable.
- (xiii) All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable Indian Accounting standards (Ind AS).
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence this clause is not applicable.
- (xv) The company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act.

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.comemail: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT****ANNEXURE - B TO THE AUDITOR'S REPORT****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Ladam Affordable Housing Limited as of 31st March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 Companies Act, 2013.

Auditors' Responsibility

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

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

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.com
email: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT****Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 31st March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For H.J. MEHTA & ASSOCIATES
Chartered Accountants
FRN : 114373WSd/-
Atul T Mehta
Partner
Mem.No : 102252Date : 29/05/2018
Place : Mumbai

| CIN: L65990MH1979PLC021923 | | | | |
|---|----------|--------------------|--------------------|----------------------|
| Standalone Balance Sheet as at March 31, 2018 | | | | |
| Particulars | Note No. | As at March 31, | | Amt in Rs. |
| | | 2018 | 2017 | As at April 01, 2016 |
| ASSETS | | | | |
| Non-current Assets: | | | | |
| Property, Plant and Equipment | 2 | 192,109,750 | 192,109,750 | 192,109,750 |
| Capital work-in-progress | 3 | 2,030,278 | 2,030,278 | 2,030,278 |
| Intangible assets | | - | - | - |
| Financial assets: | | | | |
| Investments | 4 | 81,655,315 | 83,426,294 | 80,403,373 |
| Loans | 5 | - | - | - |
| Other financial assets | 6 | - | - | 25,500 |
| Deferred tax assets (net) | | - | - | - |
| Other non-current assets | | - | - | - |
| Total Non-current Assets | | 275,795,343 | 277,566,322 | 274,568,901 |
| Current Assets | | | | |
| Inventories | 7 | 6,157,429 | 4,067,067 | 3,748,772 |
| Financial assets | | | | |
| Trade receivables | 8 | 7,747 | 1,998,583 | - |
| Cash and cash equivalents | 9 | 91,614 | 247,967 | 439,763 |
| Loans | 5 | 80,303,942 | 96,316,425 | 89,311,021 |
| Other financial assets | 6 | 6,200 | - | - |
| Current tax assets (net) | 10 | 428,049 | 9,250 | 9,250 |
| Other current assets | | - | - | - |
| Total Current Assets | | 86,994,981 | 102,639,292 | 93,508,806 |
| TOTAL ASSETS | | 362,790,324 | 380,205,613 | 368,077,707 |
| EQUITY AND LIABILITIES | | | | |
| Equity | | | | |
| Equity share capital | 11 | 91,523,000 | 91,523,000 | 91,523,000 |
| Other equity | 12 | 190,677,332 | 190,213,391 | 179,367,548 |
| Total Equity | | 282,200,332 | 281,736,391 | 270,890,548 |
| Liabilities | | | | |
| Non-current Liabilities | | | | |
| Financial liabilities | | | | |
| Borrowings | 13 | - | - | - |
| Trade payables | 14 | - | - | - |
| Other financial liabilities | 15 | 1,000,000 | 1,000,000 | 1,000,000 |
| Provisions | 16 | - | - | - |
| Deferred tax liabilities (net) | | - | - | - |
| Other non-current liabilities | | - | - | - |
| Total Non-current Liabilities | | 1,000,000 | 1,000,000 | 1,000,000 |
| Current Liabilities | | | | |
| Financial liabilities | | | | |
| Borrowings | 13 | 78,072,689 | 95,739,015 | 94,964,623 |
| Trade payables | 14 | 1,067,014 | 1,352,290 | 973,644 |
| Other financial liabilities | 15 | 4,789 | 23,622 | 12,942 |
| Other current liabilities | | - | - | - |
| Provisions | 16 | 445,499 | 354,295 | 235,950 |
| Current tax liabilities (net) | | - | - | - |
| Total Current Liabilities | | 79,589,991 | 97,469,222 | 96,187,159 |
| TOTAL EQUITY AND LIABILITIES | | 362,790,324 | 380,205,613 | 368,077,707 |
| Significant Accounting Policies | 1 | | | |

The accompanying notes are an integral part of the financial statements.

| | | |
|------------------------------------|--|---------------------------|
| As per our report of even date | For and on behalf of the Board of Directors of | |
| H.J. Mehta & Associates | Ladam Affordable Housing Limited | |
| Chartered Accountants | | |
| Firm Registration No. 114373W | | |
| | Sd/- | Sd/- |
| | Sumesh Agarwal | Ashwin Sharma |
| Sd/- | (Director/CEO) | (Director) |
| Atul Mehta | DIN - 00325063 | DIN - 05143846 |
| Partner | | |
| Membership No. 102252 | Sd/- | Sd/- |
| Place : Mumbai | Mohini Budhwani | Sachin Jain |
| Date : May 29, 2018 | (Company Secretary) | (Chief Financial Officer) |

| CIN: L65990MH1979PLC021923 | | | |
|--|----------|------------------------------|--------------------|
| Standalone Statement of Profit and Loss for the year ended March 31, 2018 | | | |
| Particulars | Note No. | Amt in Rs. | |
| | | For the year ended March 31, | |
| | | 2018 | 2017 |
| INCOME | | | |
| Revenue from operations | | - | - |
| Other Income | 17 | 1,224,680 | 373,796 |
| Total Income | | 1,224,680 | 373,796 |
| EXPENSES | | | |
| Cost of materials consumed | | - | - |
| Purchase of stock-in-trade | | - | - |
| Changes in inventories of finished goods, work-in-progress and traded goods | | - | - |
| Other manufacturing expenses | | - | - |
| Employee benefits expense | 18 | 1,086,484 | 787,750 |
| Finance costs | | - | - |
| Depreciation and amortization expense | | - | - |
| Other expenses | 19 | 1,528,827 | 5,579,017 |
| Total Expenses | | 2,615,311 | 6,366,767 |
| Profit / (Loss) before exceptional items and tax | | (1,390,632) | (5,992,971) |
| Exceptional items | | - | - |
| Profit / (Loss) before tax | | (1,390,632) | (5,992,971) |
| Tax expenses | | | |
| Current tax | | 400,000 | - |
| Less: MAT Credit entitlement | | (400,000) | |
| Previous year's taxes | | - | - |
| | | - | - |
| Profit for the year | | (1,390,632) | (5,992,971) |
| Other Comprehensive Income / (Loss) | | | |
| Items that will not be reclassified to profit or loss | | | |
| Gain/(Loss) on Equity instruments designated at FVTOCI. | | 1,854,573 | 16,803,650 |
| Income Tax relating to items that will not be reclassified to profit or loss | | - | - |
| Total Other Comprehensive Income / (Loss) | | 1,854,573 | 16,803,650 |
| Total Comprehensive Income for the year | | 463,941 | 10,810,679 |
| Earnings per share (Face value of Rs 5/- each) | | | |
| Basic (in Rs.) | | (0.08) | (0.33) |
| Diluted (in Rs.) | | (0.08) | (0.33) |
| Significant Accounting Policies | 1 | | |
| The accompanying notes are an integral part of the financial statements. | | | |

| | | |
|------------------------------------|--|---------------------------|
| As per our report of even date | For and on behalf of the Board of Directors of | |
| H.J. Mehta & Associates | Ladam Affordable Housing Limited | |
| Chartered Accountants | | |
| Firm Registration No. 114373W | | |
| | Sd/- | Sd/- |
| | Sumesh Agarwal | Ashwin Sharma |
| Sd/- | (Director/CEO) | (Director) |
| Atul Mehta | DIN - 00325063 | DIN - 05143846 |
| Partner | | |
| Membership No. 102252 | Sd/- | Sd/- |
| Place : Mumbai | Mohini Budhwani | Sachin Jain |
| Date : May 29, 2018 | (Company Secretary) | (Chief Financial Officer) |

CIN: L65990MH1979PLC021923

Standalone Statement of changes in equity for the year ended March 31, 2018

| A. EQUITY SHARE CAPITAL | | | | |
|--|-----------------------------|---------------------|--------------------|--------------------|
| | | | Note No. | Amount (Rs.) |
| Balance as at April 01, 2016 | | | 11 | 91,523,000 |
| Changes in equity share capital during the year | | | | - |
| Balance as at March 31, 2017 | | | 11 | 91,523,000 |
| Changes in equity share capital during the year | | | | - |
| Balance as at March 31, 2018 | | | 11 | 91,523,000 |
| B. OTHER EQUITY | | | | |
| | Reserves and Surplus | | | |
| Particulars | Retained Earnings | Revaluation Reserve | Securities Premium | Total |
| Balance as at April 01, 2017 | 129,356,048 | 20,000,000 | 30,011,500 | 179,367,548 |
| Profit for the year | (5,992,971) | - | - | (5,992,971) |
| Other Comprehensive Income / (loss) | 16,803,650 | - | - | 16,803,650 |
| Total Comprehensive Income for the year | 140,166,727 | 20,000,000 | 30,011,500 | 190,178,227 |
| Adjustment relating to transitional provision contained in Schedule II | 35,164 | - | - | 35,164 |
| Balance as at March 31, 2017 | 140,201,891 | 20,000,000 | 30,011,500 | 190,213,391 |
| Balance as at April 01, 2017 | 140,201,891 | 20,000,000 | 30,011,500 | 190,213,391 |
| Profit for the year | (1,390,632) | - | - | (1,390,632) |
| Other Comprehensive Income / (loss) | 1,854,573 | - | - | 1,854,573 |
| Total Comprehensive Income for the year | 140,665,832 | 20,000,000 | 30,011,500 | 190,677,332 |
| Balance as at March 31, 2018 | 140,665,832 | 20,000,000 | 30,011,500 | 190,677,332 |
| Significant Accounting Policies Note-1 | | | | |
| The accompanying notes are an integral part of the financial statements. | | | | |

| CIN: L65990MH1979PLC021923 | | |
|--|----------------------|---------------------|
| Standalone Cash Flow Statement for the year ended March 31, 2018 | | |
| Particulars | Year ended March 31, | |
| | 2018 | 2017 |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit / (Loss) before tax | (1,390,632) | (5,992,971) |
| Profit before income tax | (1,390,632) | (5,992,971) |
| Non-cash Adjustment to Profit / (Loss) before tax: | | |
| Share in profits Ramkishan Metalwroks | (862,221) | (373,026) |
| Dividend and interest income | (362,459) | (770) |
| Operating profit before change in operating assets and liabilities | (2,615,311) | (6,366,767) |
| Change in operating assets and liabilities : | | |
| Decrease/(increase) in trade receivables | 1,990,836 | (1,998,583) |
| Decrease/(increase) in inventories | (2,090,362) | (318,295) |
| Decrease/(increase) in other current and non- current financial assets | (6,200) | 25,500 |
| Increase/(decrease) in trade payables | (285,276) | 378,646 |
| Decrease/(increase) in other non-current and current assets | (418,799) | - |
| Decrease/(increase) in loans | 16,012,483 | (7,005,404) |
| Increase/(decrease) in provisions | 91,204 | 118,345 |
| Increase/(decrease) in other current and non-current financial liabilities | (17,685,159) | 785,072 |
| Increase/(decrease) in other current and non current liabilities | - | - |
| Cash generated from operations | (5,006,584) | (14,381,486) |
| Direct taxes paid (net of refunds) | | |
| Net cash flow from operating activities (A) | (5,006,584) | (14,381,486) |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Proceeds from sale of investments | 4,487,773 | 14,188,920 |
| Interest received | - | 770 |
| Dividends received | 362,459 | - |
| Net cash flow used in investing activities (B) | 4,850,231 | 14,189,690 |
| | | |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from borrowings | - | - |
| Repayments of borrowings | - | - |
| Net cash flow used in financing activities (C) | - | - |
| Net increase/(decrease) in cash and cash equivalents (A+B+ C) | (156,353) | (191,796) |
| Cash and cash equivalents at the beginning of the year | 247,967 | 439,763 |
| Cash and cash equivalents at the end of the year | 91,614 | 247,967 |
| Cash and cash equivalents comprise of : | 2,018 | 2,017 |
| Balances with bank | 72,150 | 53,456 |
| Cash on hand | 19,464 | 194,511 |
| Total | 91,614 | 247,967 |
| Notes: | | |
| 1. The Cash Flow Statement has been prepared using the Indirect Method set out in Ind AS 7- Statement of Cash Flows. | | |

Notes to the Standalone Financial Statements for the year ended March 31, 2018**Background**

The Ladam business house has been in the metal and steel manufacturing business since over a century and has widened its business interest to real estate almost 2 decades ago. The primary focus in real estate is on affordable housing for the masses and the business house has delivered over 1500 homes to middle income families. Ladam Affordable Housing Limited is set to expand that focus by constructing more than 5000 affordable homes by utilizing its existing land bank.

The company currently have land at Shahpur which is yet to be deployed for any project.

Authorization of financial statements

The financial statements were authorized for issue in accordance with a resolution of the directors on 29th May, 2018.

1. Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the presentation of these standalone financial statements.

1.1 Basis of Preparation**(i) Compliance with Ind AS**

The standalone financial statements comply in all material aspects with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("the Act") Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and other relevant provisions of the Act.

The financial statements up to year ended March 31, 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) ("previous GAAP") and other relevant provisions of the Act.

These financial statements are the first financial statements of the Company under Ind AS. Refer Note no.20 for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows. The date of transition to Ind AS is April 1, 2016.

(ii) Historical cost convention

The financial statements have been prepared under the historical cost convention on accrual basis except certain financial instruments measured at fair value other than those with carrying amounts that are reasonable approximations of fair values.

1.2 Current versus non-current classification

The Company presents its assets and liabilities in the Balance Sheet based on current / non-current classification. An asset is treated as current if 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) the 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 current when:

- 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.

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

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its normal operating cycle.

1.3 Use of judgements, estimates & assumptions

The preparation of financial statements in conformity with accounting principles generally accepted in India requires management, where necessary, to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised.

1.4 Property, Plant and Equipment

- a) Property Plant and equipment are stated at cost, net of credit availed in respect of any taxes, duties less accumulated depreciation. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Financing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for intended use are also included to the extent they relate to the period up to such assets are ready for their intended use. Expenditure directly relating to construction/erection activity is capitalized. Indirect expenditure incurred during construction period is capitalized as part of the construction cost to the extent such expenditure is related to construction or is incidental thereto. Direct expenditure during construction period attributable to the cost of assets under construction is considered as capital work in progress and indirect expenditure is included under expenditure during construction period pending allocation.
- b) Subsequent expenditure incurred on existing fixed assets is added to their book value only if such expenditure increases the future benefits from the existing assets beyond their previously assessed standard of performance.
- c) Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value over the useful life of asset after the asset becomes ready for use as per IND AS 16.
- d) As per IND AS 101, fair value of land on date of transition was considered as deemed cost of the land. In absence of any valuation, ready recknor rates issued by local authority was considered

for calculation of fair value of the land. Fair value of land as per ready recknor is Rs. 19,21,09,750 amounting to increase in valuation of Rs. 14,11,08,401 which is transferred to other equity.

1.5 Intangible assets

Intangible assets are carried at cost, net of credit availed in respect of any taxes and duties, less accumulated amortization. Currently there are no assets in the company which can be classified under Intangible asset as per IND AS 38.

1.6 Impairment of Non-Financial Assets as per IND AS 36.

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. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When 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 value in use, the estimated future cash flows are discounted to their present value using a 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.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year. To estimate cash flow projections beyond periods covered by the most recent budgets/forecasts, the Company extrapolates cash flow projections in the budget using a steady or declining growth rate for subsequent years, unless an increasing rate can be justified.

Impairment losses of continuing operations, including impairment on inventories, are recognized in the statement of profit and loss.

An assessment is made at each reporting date to determine whether there is an indication that previously recognized impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceeds its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit or loss.

1.7 Inventories

Raw materials, fuels, stores and spares are valued at lower of cost and net realisable value. However there are no such Raw materials in the company based on the nature of business of the company.

Work-in-progress and finished goods are valued at lower of cost and net realisable value. Cost includes direct materials, labour, other direct cost and a proportion of manufacturing overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

1.8 Cash and cash equivalents

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, 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, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Balance Sheet.

1.9 Government Grants

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it shall be recognised in profit or loss on a systematic basis over the periods in which the Company recognises as expenses the related costs for which the grants are intended to compensate. The above criteria is also used for recognition of incentives under various scheme notified by the Government. However, company has not availed any such incentives/grants from the government.

1.10 Financial Instruments

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

Initial Recognition and Measurement – Financial Assets and Financial Liabilities

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the Statement of Profit and Loss.

Classification and Subsequent Measurement: Financial Assets

The Company classifies financial assets as subsequently measured at amortised cost, fair value through Other Comprehensive Income (“FVTOCI”) or fair value through profit or loss (“FVTPL”) on the basis of following :

- the entity’s business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

Amortised Cost:

A financial asset is classified and measured at amortised cost if both of the following conditions are met:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

FVTOCI:

A financial asset is classified and measured at FVTOCI if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and

- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Equity investment in Shree Pushkar Ltd i.e. listed company is of the long term nature. The investment is financial asset and based on business model & contractual cashflow test, irrevocable option of Fair value through other comprehensive is selected.

FVTPL:

A financial asset is classified and measured at FVTPL unless it is measured at amortised cost or at FVTOCI.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

Classification and Subsequent measurement: Financial Liabilities

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

Financial Liabilities at FVTPL:

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.

Gains or losses on financial liabilities held for trading are recognised in the Statement of Profit and Loss.

Other Financial Liabilities:

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

The company has taken unsecured interest free loan from Kashish park realty private limited. This loan has no fixed contractual cash flows or stated repayment terms. The company is expected to repay the loan from the internally generated funds from the business. This means company has obligation to repay the loan even though there is no specific repayment date, and it may be appropriately classified as a financial liability.

Since it is not practicable to estimate the timing of repayment of this loan (although the company is expected to have sufficient funds for repayment), this liability could be considered as repayable on demand. In this scenario, Ind AS 113 states that 'the fair value of a financial liability with a demand feature is not less than the amount payable on demand, discounted from the first date that the amount could be required to be paid.' Since this loan is considered as repayable on demand at any time, no discounting would be required on initial recognition.

Derecognition of Financial Assets and Financial Liabilities

The Company de-recognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counter party.

1.11 Financial liabilities and equity instruments:

Classification as debt or equity:

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments:

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a Company are recognised at the proceeds received.

1.12 Investments in Subsidiaries, Associates and Joint Ventures

A Subsidiary is an entity that is controlled by another entity. An investor controls an investee if and only if the investor has the following; (i) Power over the investee, (ii) exposure, or rights, to variable returns from its involvement with the investee and (iii) the ability to use its power over the investee to affect the amount of the investor's returns.

An Associate is an entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies.

A Joint Venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the Joint Venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The investment in subsidiary and associate companies as per previous GAAP were checked for existence of control as per IND AS. It was concluded that Ladam affordable controls the following companies in which investment were held as associate as per previous GAAP. As per IND AS 110 this companies will be classified as subsidiaries and will be considered for consolidation purpose.

List of associate companies where control was existing and will be consolidated:

| Sr No. | Name of company | Classification as per | |
|--------|---------------------|-----------------------|------------|
| | | Previous GAAP | IND AS |
| 1 | Ladam Flora Pvt Ltd | Associate | Subsidiary |
| 2 | Ladam Foods Ltd | Associate | Subsidiary |

Investment in above companies and investment in Ladam Homes Limited i.e. subsidiary is carried by considering previous GAAP carrying amount as deemed cost as per exemption provided in IND AS 101.

Investment in associate companies i.e. Lacon India Ltd, Spearhead metals & Alloys pvt ltd & Ladam steels limited are carried by considering the previous GAAP amount as deemed cost as per exemption provided in IND AS 101.

1.13 Borrowing Cost

General and specific borrowing costs directly attributable to the acquisition, construction of qualifying assets, which take a substantial period of time to get ready for their intended use, is initially carried under expenditure incurred during the construction period and the borrowing cost till the assets are substantially ready for their intended use is added to the cost of those assets.

All other borrowing costs are recognized in Statement of Profit and Loss in the period in which they are incurred.

1.14 Provisions, Contingent liabilities, Contingent Assets

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a current pre-tax rate. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent liabilities are disclosed in the case of:

- a present obligation arising from the past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from the past events, when no reliable estimate is possible;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote.

Contingent Assets is disclosed when inflow of economic benefits is probable.

1.15 Gratuity and other post-employment benefits

a) Short-term obligations

There are no short term employee benefits to recognize.

b) Post-employment obligations**Gratuity obligations**

Since there are only few employees in the company to whom the gratuity provisions are not applicable as on the balance sheet date & hence company is not under obligation to provide for the gratuity & hence no accounting treatment is done in respect of such obligation.

Defined contribution plans

The Company is not making any such contribution in any such plans.

1.16 Revenue Recognition

Revenue is recognized when it is probable that the economic benefits will flow to the Company and it can be reliably measured. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes. The Company applies the revenue recognition criteria to each nature of revenue transaction as set-out below:

(i) Revenue from real estate projects:

The Company recognizes revenue using the percentage of completion method based on the "Guidance note on accounting for real estate transactions for companies following IND AS". This requires forecasts to be made of total budgeted cost with the outcomes of underlying construction and service contracts, which require assessments and judgements to be made on changes in work scopes, claims (compensation, rebates etc.) and other payments to the extent they are probable and they are capable of being reliably measured. For the purpose of making estimates for claims, the Company used the available contractual and historical information.

Currently project is not yet started & is under very preliminary stage & hence no revenue is recognized in respect of the same.

(ii) Share of profit/loss from partnership firm:

Share of profit/ loss from firms in which the Company is a partner is accounted for in the financial year ending on (or immediately before) the date of the balance sheet.

(iii) Dividend Income

Dividend income is recognized at the time when the right to receive is established by the reporting date.

1.17 Taxes on Income**Current Tax**

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Current income tax relating to items recognised directly in equity is recognised in equity and not in the Statement of Profit and Loss.

Deferred tax

Deferred tax is provided using the Balance Sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

1.18 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends, if any, and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is adjusted for after income tax effect of interest and other financing costs associated with dilutive potential equity shares and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

1.19 Leases

The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date, whether fulfilment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset, even if that right is not explicitly specified in an arrangement.

Company is not under any such arrangement which can be classified as lease in terms of IND AS 17.

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Notes to Standalone Financial Statements for the year ended March 31, 2018

| 2 Property, plant and equipment : | | | | | | | | | | | | | Amt in Rs. | |
|-----------------------------------|-----------------------|-----------|----------|--------------------|----------------------|---------------------|--------------|--------------------------|--------------------|----------------------|----------------------|----------------------|------------|--|
| Current year | Gross Carrying Amount | | | | | Depreciation | | | | | Net Block | | | |
| | As at April 1, 2017 | Addi-tion | Disposal | Other Adjust-ments | As at March 31, 2018 | As at April 1, 2017 | For the Year | Elimina-tion on disposal | Other adjust-ments | As at March 31, 2018 | As at March 31, 2018 | As at March 31, 2017 | | |
| Own Assets: | | | | | | | | | | | | | | |
| Land - Freehold | 192,109,750 | | | | 192,109,750 | | | | | - | 192,109,750 | 192,109,750 | | |
| Total | 192,109,750 | - | - | - | 192,109,750 | - | - | - | - | - | 192,109,750 | 192,109,750 | | |
| Previous year | Gross Carrying Amount | | | | | Depreciation | | | | | Net Block | | | |
| | As at April 1, 2016 | Addi-tion | Disposal | Other Adjust-ments | As at March 31, 2017 | As at April 1, 2016 | For the Year | Elimina-tion on disposal | Other adjust-ments | As at March 31, 2017 | As at March 31, 2017 | As at March 31, 2016 | | |
| Own Assets: | | | | | | | | | | | | | | |
| Land - Freehold | 192,109,750 | | | | 192,109,750 | | | | | - | 192,109,750 | 192,109,750 | | |
| Total | 192,109,750 | - | - | - | 192,109,750 | - | - | - | - | - | 192,109,750 | 192,109,750 | | |

Note : The management has considered the ready recknor value issued by local authority as fair value of the land. This classifies the fair value measurement under level 3 hierarchy.

Note : This land is mortgaged against gurantee given for term loan from Indian overseas bank by Ladam homes pvt ltd i.e. our subsidi-ary company.

| As at March 31, 2018 | | | | | |
|-----------------------------|--|---------------|--|-----------------------------|-----------------------------|
| 3 Capital Work in Progress: | | Current year | | Amt in Rs. | |
| | | | | Net Block | |
| | | | | As at March 31, 2018 | As at March 31, 2017 |
| Capital Work in Progress | | | | 2030278 | 2030278 |
| Total | | - | | 2,030,278 | 2,030,278 |
| | | Previous Year | | | |
| | | | | Net Block | |
| | | | | As at March 31, 2017 | As at March 31, 2016 |
| Capital Work in Progress | | | | 2030278 | 2030278 |
| | | 0 | | | |
| Total | | - | | 2,030,278 | 2,030,278 |

CIN: L65990MH1979PLC021923

Notes to Standalone Financial Statements for the year ended March 31, 2018

| | | | | | | | | Amt in Rs. |
|---|--|------------|------------------|-------------------|------------------|-------------------|------------------|-------------------|
| 4 | Investments | Face Value | As at March 31 | | | | As at April 01 | |
| | | | 2018 | | 2017 | | 2016 | |
| | | | Qty | Amount | Qty | Amount | Qty | Amount |
| | Investments in Equity Instruments (fully paid up)- Unquoted | | | | | | | |
| | Investments in subsidiary (Unquoted) | 10 | 800,000 | 700,000 | 800,000 | 700,000 | 800,000 | 700,000 |
| | Investments in associates (Unquoted) | 10 | 4,070,500 | 1,675,600 | 4,070,500 | 1,675,600 | 4,070,500 | 1,675,600 |
| | Investments in Equity Instruments-Quoted | 65 | 225,263 | 45,694,600 | 241,639 | 48,327,800 | 351,639 | 45,677,906 |
| | Other Unquoted investments | - | - | 33,585,115 | - | 32,722,894 | - | 32,349,867 |
| | Total non - current investments | | 5,095,763 | 81,655,315 | 5,112,139 | 83,426,294 | 5,222,139 | 80,403,373 |
| | | | | | | | | Amt in Rs. |
| | Aggregate book value of quoted investments | | | 45,694,600 | | 48,327,800 | | 45,677,906 |
| | Aggregate market value of investments designated at FVTOCI | | | 45,694,600 | | 48,327,800 | | 45,677,906 |
| | Aggregate amount of unquoted investments | | | 35,960,715 | | 35,098,494 | | 34,725,467 |

| | | | | | | | | Amt in Rs. |
|---|----------------------------------|----------------|------|----------------|-------------------|-------------------|-------------------|----------------|
| 5 | Loans | Non Current | | | | Current | | |
| | | As at March 31 | | As at April 01 | | As at March 31 | | As at April 01 |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 | |
| | Security Deposits-Utility | | | | | | | |
| | Unsecured, considered good | - | - | - | 100,000 | 100,000 | - | - |
| | (a) | - | - | - | 100,000 | 100,000 | - | - |
| | Loans to related parties | | | | | | | |
| | Unsecured, considered good | - | - | - | 76,697,718 | 92,730,425 | 85,825,021 | - |
| | (b) | - | - | - | 76,697,718 | 92,730,425 | 85,825,021 | - |
| | Loans to other parties | | | | | | | |
| | Unsecured, considered good | - | - | - | 3,506,224 | 3,486,000 | 3,486,000 | - |
| | (c) | - | - | - | 3,506,224 | 3,486,000 | 3,486,000 | - |
| | Total (a + b + c) | - | - | - | 80,303,942 | 96,316,425 | 89,311,021 | - |

| | | | | | | | | Amt in Rs. |
|---|-------------------------------|----------------|------|----------------|--------------|----------------|------|----------------|
| 6 | Other financial assets | Non Current | | | | Current | | |
| | | As at March 31 | | As at April 01 | | As at March 31 | | As at April 01 |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 | |
| | Income Tax Net off Provisions | - | - | 25,500 | - | - | - | - |
| | Creditors paid in advance | - | - | - | 6,200 | - | - | - |
| | Total | - | - | 25,500 | 6,200 | - | - | - |

| | | | | | | Amt in Rs. |
|---|------------------|------------------|------------------|------------------|------------------|----------------|
| 7 | Inventories | As at March 31 | | | | As at April 01 |
| | | 2018 | | 2017 | | 2016 |
| | | 2018 | 2017 | 2016 | 2017 | 2016 |
| | Work-in-progress | 6,157,429 | 4,067,067 | 3,748,772 | 3,748,772 | - |
| | Total | 6,157,429 | 4,067,067 | 3,748,772 | 3,748,772 | - |

| | | | | | | Amt in Rs. |
|---|-------------------|----------------|------|------|------|----------------|
| 8 | Trade receivables | As at March 31 | | | | As at April 01 |
| | | 2018 | | 2017 | | 2016 |
| | | 2018 | 2017 | 2016 | 2017 | 2016 |
| | | | | | | |

| | | | | | | |
|-----------|--|--|-----------------------|---------------------|-----------------------|---------------------|
| | Unsecured, considered good | | 7,747 | 1,998,583 | - | |
| | Total | | 7,747 | 1,998,583 | - | |
| | | | | | Amt in Rs. | |
| 9 | Cash and Cash equivalents | | As at March 31 | | As at April 01 | |
| | | | 2018 | 2017 | 2016 | |
| | Balances with banks: | | | | | |
| | HDFC Bank | | 72,150 | 53,456 | 432,993 | |
| | Cash on hand | | 19,464 | 194,511 | 6,770 | |
| | Total | | 91,614 | 247,967 | 439,763 | |
| | | | | | Amt in Rs. | |
| 10 | Current Tax Assets (net) | | As at March 31 | | As at April 01 | |
| | | | 2018 | 2017 | 2016 | |
| | Current Tax Assets | | | | | |
| | GST Credit | | 280,259 | - | - | |
| | MAT Credit available | | 538,540 | - | - | |
| | TDS receivable | | 9,250 | 9,250 | 9,250 | |
| | | | 828,049 | 9,250 | 9,250 | |
| | Current Tax Liabilities | | | | | |
| | Provision for taxation | | 400,000 | - | - | |
| | Total | | 428,049 | 9,250 | 9,250 | |
| | | | | | Amt in Rs. | |
| 11 | Equity Share Capital | | As at March 31 | | As at April 01 | |
| | | | 2,018 | 2,017 | 2,016 | |
| | Authorised Share Capital : | | | | | |
| | 2,03,00,000 Equity Shares of Rs. 5/- each | | 101,500,000 | 101,500,000 | 101,500,000 | |
| | | | - | - | - | |
| | | | 101,500,000 | 101,500,000 | 101,500,000 | |
| | Issued, Subscribed and Paid up : | | | | | |
| | 183,04,600 Equity Shares of Rs. 5/- each | | 91,523,000 | 91,523,000 | 91,523,000 | |
| | Total | | 91,523,000 | 91,523,000 | 91,523,000 | |
| | | | | | Amt in Rs. | |
| | a. Reconciliation of shares outstanding as at the beginning and at the end of the reporting period: | | | | | |
| | Equity shares | | As at March 31 | | As at April 01 | |
| | | | 2018 | 2017 | 2016 | |
| | At the beginning of the year | | 18,304,600 | 18,304,600 | 18,304,600 | |
| | Allotment during the year | | - | - | - | |
| | Outstanding at the end of the year | | 18,304,600 | 18,304,600 | 18,304,600 | |
| | b. Rights, preference and restrictions attached to Equity & Preference shares: | | | | | |
| | i The Company has one class of equity shares having a par value of Rs. 5 per share. Each shareholder is entitled to one vote per equity share. The shareholders are entitled to dividend declared on proportionate basis. On liquidation of the Company, the equity shareholders are eligible to receive remaining assets of the Company in proportion to their shareholding after distribution of all preferential amounts. | | | | | |
| | ii Rights, privileges and conditions attached to the preference shares will be decided at the time of issue. | | | | | |
| | c. Details of shareholders holding more than 5% shares in the Company | | | | | |
| | Name of the Shareholder | | As at March 31 | | As at April 01 | |
| | | | 2018 | | 2017 | |
| | | | 2017 | | 2016 | |
| | | | No. of Shares | % of holding | No. of Shares | % of holding |
| | | | No. of Shares | % of holding | No. of Shares | % of holding |
| | B.B. Agarwal | | 6,297,000 | 34.40% | 6,297,000 | 34.40% |
| | Sumesh Agarwal | | 4,395,800 | 24.01% | 4,395,800 | 24.01% |

| | | | | Amt in Rs. | | | |
|--|--|--------------------|--------------------|------------------|----------------|--------------------|----------------|
| 12 | Other Equity | As at March 31 | | | As at April 01 | | |
| | | 2018 | 2017 | | 2016 | | |
| | i Revaluation Reserve | | | | | | |
| | Balance as at the beginning of the year | 20,000,000 | 20,000,000 | | | 20,000,000 | |
| | Add: amount transferred from surplus balance in the Statement of Profit and Loss | - | - | | | - | |
| | Balance as at the end of the year | 20,000,000 | 20,000,000 | | | 20,000,000 | |
| | ii Share Premium | | | | | | |
| | Balance at beginning of year | 30,011,500 | 30,011,500 | | | 30,011,500 | |
| | Profit for the year | - | - | | | - | |
| | Balance as at the end of the year | 30,011,500 | 30,011,500 | | | 30,011,500 | |
| | iii Retained Earnings | | | | | | |
| | Balance as at the beginning of the year | 140,201,891 | 129,356,048 | | | (34,588,535) | |
| | Profit for the year | 463,941 | 10,810,679 | | | 77,643 | |
| | Adjustment relating to transitional provision of IND AS as per Note No. | | 35,164 | | | 163,866,940 | |
| | Balance as at the end of the year | 140,665,832 | 140,201,891 | | | 129,356,048 | |
| | Total other equity | 190,677,332 | 190,213,391 | | | 179,367,548 | |
| Description of the nature and purpose of each reserve within equity is as follows: | | | | | | | |
| (a) Retained Earnings : | | | | | | | |
| Retained earnings are the profits that the Company has earned till date and is net of amount transferred to other reserves such as general reserves, debenture redemption reserve etc., amount distributed as dividend and adjustments on account of transition to Ind AS. | | | | | | | |
| | | | | Amt in Rs. | | | |
| 13 | Borrowings | Current | | | As at April 01 | | |
| | | As at March 31 | | As at April 01 | | | |
| | Particulars | 2,018 | 2,017 | 2,016 | | | |
| | i Unsecured from related party | | | | | | |
| | Ladam Homes Pvt Ltd | 1,224,074 | - | | | - | |
| | Total (A) | 1,224,074 | - | | | - | |
| | ii Unsecured from others | | | | | | |
| | Kashish Park Realty Pvt Ltd. | 76,848,615 | 95,739,015 | | | 94,964,623 | |
| | Total (B) | 76,848,615 | 95,739,015 | | | 94,964,623 | |
| | Grand Total (A+B) | 78,072,689 | 95,739,015 | | | 94,964,623 | |
| | | | | Amt in Rs. | | | |
| 14 | Trade payables | As at March 31 | | | As at April 01 | | |
| | | 2,018 | 2,017 | 2,016 | | | |
| | Total outstanding dues including from Micro Enterprises & Small Enterprises | 1,067,014 | 1,352,290 | | | 973,644 | |
| | Total | 1,067,014 | 1,352,290 | | | 973,644 | |
| | | | | Amt in Rs. | | | |
| 15 | Other financial liabilities | Non Current | | | Current | | |
| | | As at March 31 | | As at April 01 | As at March 31 | | |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | |
| | Payable to Government Authorities | - | - | - | 4,789 | 23,622 | 12,942 |
| | Others | 1,000,000 | 1,000,000 | 1,000,000 | - | - | - |
| | Total | 1,000,000 | 1,000,000 | 1,000,000 | 4,789 | 23,622 | 12,942 |
| | | | | Amt in Rs. | | | |
| 16 | Provisions | Non Current | | | Current | | |
| | | As at March 31 | | As at April 01 | As at March 31 | | |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | |
| | Provision for tax | - | - | - | 17,765 | 17,765 | 17,765 |
| | Provision for expenses | - | - | - | 427,734 | 336,530 | 218,185 |
| | Others | - | - | - | - | - | - |
| | Total | - | - | - | 445,499 | 354,295 | 235,950 |

CIN: L65990MH1979PLC021923

Notes to Standalone Financial Statements for the year ended March 31, 2018

| | | Amt in Rs. | |
|-----------|---|------------------------------|------------------|
| | | For the year ended March 31, | |
| | | 2018 | 2017 |
| 17 | Other Income | | |
| | Share in profit from Ram Kishan Metal works (Bom) | 862,221 | 373,026 |
| | Dividend Receivable | 362,459 | - |
| | Interest Received | - | 770 |
| | Total | 1,224,680 | 373,796 |
| 18 | Employee benefits expense | | |
| | Salaries, wages and bonus | 1,086,484 | 787,750 |
| | Total | 1,086,484 | 787,750 |
| 19 | Other expenses | | |
| | Advertisement | 164,448 | 91,355 |
| | AGM Expenses | 16,230 | - |
| | Annual Fees | 25,876 | - |
| | Artwork Charges | 1,500 | - |
| | Audit Fees | 78,250 | 57,500 |
| | Bank Charges | 1,180 | 115 |
| | Listing Fees | 287,500 | 3,688,000 |
| | Consulting Fees | 266,935 | - |
| | Conveyance | 47,905 | - |
| | Custodial Fees - NSDC | 25,876 | - |
| | Donation | 16,001 | 1,100 |
| | E-Voting Charges | 5,000 | - |
| | Insurance Charges | 1,719 | - |
| | Medical Expenses | 1,005 | - |
| | Misc Exp. | 1,328 | - |
| | Office Expenses | 7,222 | 55,587 |
| | Petrol & Diesel Expnses | 4,100 | - |
| | Postage & Telegram | 178,085 | 371,959 |
| | Printing & Stationery | 74,703 | 111,251 |
| | Legal & Professional Fees | 178,485 | 766,695 |
| | Profession Tax | 12,354 | 7,850 |
| | Roc Fees | 8,400 | 65,844 |
| | Service Tax @ 15% | 8,841 | - |
| | Share Trading Charges | 8,723 | 22,851 |
| | Sitting Fees | 70,000 | - |
| | Staff Welfare Exp. | 28,798 | - |
| | TDS - Penalty | 943 | - |
| | Toll Charges | 420 | - |
| | Web Site Exp | 7,000 | - |
| | Electricity charges | - | 4,890 |
| | Property Tax | - | 40,523 |
| | Security Charges | - | 293,497 |
| | Total | 1,528,827 | 5,579,017 |

CIN: L65990MH1979PLC021923

Note 20: Reconciliations between previous GAAP and Ind AS

| Particulars | Note No. | As at 31/03/2017 | | | As at 01/04/2016 | | |
|---------------------------------|----------|---------------------|--------------------------------|----------------------------|---------------------|--------------------------------|----------------------------|
| | | Previous GAAP | Effect of Transition to IND AS | As per IND AS Balancesheet | Previous GAAP | Effect of Transition to IND AS | As per IND AS Balancesheet |
| ASSETS | | | | | | | |
| Non-Current Assets | | | | | | | |
| Property, Plant and Equipment | 2 | 5,10,01,349 | 14,11,08,401 | 19,21,09,750 | 5,10,01,349 | 14,11,08,401 | 19,21,09,750 |
| Capital work-in-progress | | 20,30,278 | - | 20,30,278 | 20,30,278 | - | 20,30,278 |
| Intangible assets | | | | - | | | - |
| Financial assets | | | | - | | | - |
| Investments | 3 | 5,08,05,029 | 3,26,21,265 | 8,34,26,294 | 5,75,82,002 | 2,28,21,371 | 8,04,03,373 |
| Trade Receivables | | - | - | - | - | - | - |
| Loans | | - | - | - | - | - | - |
| Other financial assets | | - | - | - | 25,500 | - | 25,500 |
| Deferred tax assets (net) | | - | - | - | - | - | - |
| Other non-current assets | | - | - | - | - | - | - |
| | | 10,38,36,656 | 17,37,29,666 | 27,75,66,322 | 11,06,39,129 | 16,39,29,772 | 27,45,68,901 |
| Current Assets | | | | | | | |
| Inventories | | 40,67,067 | - | 40,67,067 | 37,48,772 | - | 37,48,772 |
| Financial assets | | - | - | - | - | - | - |
| Trade receivables | | 19,98,583 | - | 19,98,583 | - | - | - |
| Cash and cash equivalents | | 2,47,968 | - | 2,47,968 | 4,39,763 | - | 4,39,763 |
| Loans | 1 | 9,62,88,507 | (62,832) | 9,62,25,675 | 8,93,83,103 | (62,832) | 8,93,20,271 |
| Other financial assets | | - | - | - | - | - | - |
| Current tax assets (net) | | - | - | - | - | - | - |
| Other current assets | | 1,00,000 | - | 1,00,000 | - | - | - |
| | | 10,27,02,125 | (62,832) | 10,26,39,293 | 9,35,71,638 | (62,832) | 9,35,08,806 |
| Total | | 20,65,38,781 | 17,36,66,834 | 38,02,05,615 | 20,42,10,767 | 16,38,66,940 | 36,80,77,708 |
| EQUITY AND LIABILITIES | | | | | | | |
| Equity: | | | | | | | |
| Equity share capital | | 9,15,23,000 | - | 9,15,23,000 | 9,15,23,000 | - | 9,15,23,000 |
| Other equity | | 1,65,46,557 | 17,36,66,834 | 19,02,13,391 | 1,55,00,608 | 16,38,66,940 | 17,93,67,548 |
| | | 10,80,69,557 | 17,36,66,834 | 28,17,36,391 | 10,70,23,608 | 16,38,66,940 | 27,08,90,548 |
| Non-Current Liabilities: | | | | | | | |
| Financial liabilities | | | | | | | |
| Borrowings | 1 | 9,57,39,015 | (9,57,39,015) | - | 9,49,64,623 | (9,49,64,623) | - |
| Trade payables | | - | - | - | - | - | - |
| Other financial liabilities | | 10,00,000 | - | 10,00,000 | 10,00,000 | - | 10,00,000 |
| Provisions | | - | - | - | - | - | - |
| Deferred tax liabilities (net) | | - | - | - | - | - | - |
| Other non-current liabilities | | - | - | - | - | - | - |
| | | 9,67,39,015 | (9,57,39,015) | 10,00,000 | 9,59,64,623 | (9,49,64,623) | 10,00,000 |
| Current Liabilities: | | | | | | | |
| Financial Liabilities: | | | | | | | |
| Borrowings | 1 | - | 9,57,39,015 | 9,57,39,015 | - | 9,49,64,623 | 9,49,64,623 |
| Trade payables | | 13,52,291 | - | 13,52,291 | 9,73,645 | - | 9,73,645 |
| Other financial liabilities | | 23,622 | - | 23,622 | 12,942 | - | 12,942 |
| Other current liabilities | | - | - | - | - | - | - |
| Provisions | | 3,54,295 | - | 3,54,295 | 2,35,950 | - | 2,35,950 |
| Current tax liabilities (net) | | - | - | - | - | - | - |
| | | 17,30,208 | 9,57,39,015 | 9,74,69,223 | 12,22,537 | 9,49,64,623 | 9,61,87,160 |

| Total | | 20,65,38,780 | 17,36,66,834 | 38,02,05,614 | 20,42,10,767 | 16,38,66,940 | 36,80,77,707 |
|--|--|--------------|--------------|--------------|--------------|--------------|--------------|
| | | | | | | | |
| First time Adoption Notes:- | | | | | | | |
| <p>The company prepared its financial statements in accordance with the Accounting Standards (AS) notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the companies(Accounts) Rules, 2014 (Indian GAAP) for and including the year ended March 31, 2017. The company has prepared its first Ind AS (Indian Accounting Standards) compliant Financial Statements for the year ended March 31,2018 with restated comparative figures for the year ended March 31, 2017 in compliance with Ind AS. Accordingly, the Opening Balance Sheet, in line with Ind AS transitional provisions, has been prepared as at April 1, 2016, the date of company's transition to Ind AS. The principal adjustments made by the company in restating its Indian GAAP financial statements for the financial year ending March 31, 2017 and the balance sheet as at April 1, 2016 are as mentioned below:</p> | | | | | | | |
| Exemptions applied: | | | | | | | |
| Ind AS 101 on First Time adoption of Ind AS allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The company has adopted the following exemptions: | | | | | | | |
| Overall principle | | | | | | | |
| 1. The Company has prepared the opening standalone Balance Sheet as per Ind AS of the transition date by : | | | | | | | |
| <ul style="list-style-type: none"> - recognising all assets and liabilities whose recognition is required by Ind AS; - not recognising items of assets or liabilities which are not permitted by Ind AS; - by reclassifying items from previous GAAP to Ind AS as required under Ind AS; and - applying Ind AS in measurement of recognised assets and liabilities." | | | | | | | |
| As per above principle Rs. 62,832 on 01st April 2016 receivable back from Lacon India Ltd is not more recoverable & hence do not satisfy the asset definition & hence are removed on date of transition. | | | | | | | |
| Borrowings from Kashish park realty pvt ltd. which were classified in Non current liability in previous GAAP, is now re classified to borrowings in current liability amounting to Rs. 94,964,623 as on 01st April 2016 & Rs. 95,739,015 as on 31st March 2017 since it was repayable to related parties on demand. | | | | | | | |
| 2. Deemed cost of Property, Plant and Equipment("PPE")/Capital Work-in-Progress("CWIP"). | | | | | | | |
| The company has elected to use fair value on date of transition as deemed cost for its property as per option available in IND AS 101. For capital WIP, carrying amount as per previous GAAP is considered to be deemed cost as per IND AS 101 exemption. | | | | | | | |
| 3. Fair valuation of financial assets: | | | | | | | |
| The Company has valued financial assets (other than Investment in subsidiaries, associate and joint ventures which are accounted at cost), at fair value. Impact of fair value changes as on the date of transition, is recognised in opening reserves and changes thereafter are recognised in Other Comprehensive Income. | | | | | | | |
| 4. Impairment of financial assets. | | | | | | | |
| The Company has applied the exception related to impairment of financial assets given in Ind AS 101. It has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial assets were initially recognized and compared that to the credit risk as at April 1, 2016. | | | | | | | |
| 5. Classification and measurement of financial assets. | | | | | | | |
| The Company has classified the financial assets in accordance to Ind AS 109 on the basis of the facts and circumstances that exist on the date of transition to Ind AS. | | | | | | | |

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Note 20: Reconciliations between previous GAAP and Ind AS (Contd.)

Reconciliation of total comprehensive income for the year ended 31 March 2017

| Particulars | Notes to first-time adoption | Previous GAAP | Adjustments | Amt in Rs. | |
|---|------------------------------|------------------|--------------------|--------------------|---|
| | | | | Ind AS | |
| INCOME | | | | | |
| Revenue from operations: | | | | | |
| Sale of Product | | - | - | - | - |
| Income from Services | | - | - | - | - |
| Other income | | 7,412,716 | (7,038,920) | 373,796 | |
| Total income | | 7,412,716 | (7,038,920) | 373,796 | |
| EXPENSES: | | | | | |
| Cost of materials consumed | | - | - | - | - |
| Purchase of stock-in-trade | | | | | |
| Changes in inventories of finished goods, work-in-progress and traded goods | | | | | |
| Other manufacturing expenses | | - | - | - | - |
| Employee benefits expense | | 787,750 | - | 787,750 | |
| Finance costs | | - | - | - | - |
| Depreciation and amortization expense | | - | - | - | - |
| Other expenses | | 5,579,017 | - | 5,579,017 | |
| Total expenses | | 6,366,767 | - | 6,366,767 | |
| Profit before tax | | 1,045,949 | (7,038,920) | (5,992,971) | |
| Tax expense | | - | - | - | - |
| Current tax | | - | - | - | - |
| Deferred tax | | - | - | - | - |
| Total tax expense | | - | - | - | |
| Profit for the year | | 1,045,949 | (7,038,920) | (5,992,971) | |
| Other comprehensive income for the year (net of tax) | | - | 16,803,650 | 16,803,650 | |
| Total comprehensive income for the year | | 1,045,949 | 9,764,730 | 10,810,679 | |

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Notes to Standalone Financial Statements for the year ended March 31, 2018

| | | | | |
|-----------|--|---|--------------------------------|--------------------------------|
| 21 | Segment Reporting: | | | |
| | All the assets are located in India. The Company caters to the need of only the Indian market. Accordingly there are no reportable secondary geographical segments. | | | |
| | The Company operation predominantly consists of construction business. Accordingly, the Company recognizes its activity as its only primary business segment and the same comprises the primary basis of segmental Information set out in these financial statements. | | | |
| 22 | Related party disclosures: | | | |
| | A. Names of related parties and related party relationships: | | | |
| | Name | Relation | | |
| | Ladam Flora Private Ltd. | Subsidiary Company | | |
| | Ladam Foods Private Ltd. | Subsidiary Company | | |
| | Ladam Homes Private Ltd. | Subsidiary Company | | |
| | Lacon India Ltd. | Associate Company | | |
| | Ladam Steels Ltd. | Associate Company | | |
| | Spearhead Metals & Alloys Ltd. | Associate Company | | |
| | Ramkishan Metal works (Bom). | Significant influence in partnership firm | | |
| | B. Balances with related parties: | | | |
| | Particulars | Type of transaction | Balance as on 2018 | Balance as on 2017 |
| | Lacon India Ltd. | Loan given | 15,525 | 12,525 |
| | Ladam Flora Private Ltd. | Loan given | 287,399 | 286,399 |
| | Ladam Foods Private Ltd. | Loan given | 16,545,749 | 16,544,548 |
| | Ladam Steels Ltd. | Loan given | 41,500,134 | 55,005,111 |
| | Spearhead Metals & Alloys Ltd. | Loan given | 520,917 | 269,717 |
| | C. Transactions with related parties: | | | |
| | Particulars | Type of transaction | Transaction during 2018 | Transaction during 2017 |
| | Ram Kishan Metal Works (Bom) | Share in profits | 862,221 | 373,026 |
| | Ladam Homes Private Ltd. | Loan Accepted | 4,040,204 | 4,006,200 |
| | Ladam Homes Private Ltd. | Loan Repaid | 72,000 | 4,845,964 |
| 23 | Contingent Liabilities: | | | |
| | CONTINGENT LIABILITIES AND COMMITMENTS | | | |
| | Particulars | | 2018 | 2017 |
| | Contingent Liabilities | | | |
| | Claims against the company not acknowledged as debt | | NIL | NIL |
| | Guarantees (Given for term loan of subsidiary company) | | 120,000,000 | 120,000,000 |
| | Other money for which the company is contingently liable. | | NIL | NIL |
| | Commitments | | | |
| | Estimated amount of contracts remaining to be executed on capital account and not provided for | | NIL | NIL |
| | Uncalled liability on shares and other investments partly paid; | | NIL | NIL |
| | Other commitments (specify nature). | | NIL | NIL |
| 24 | Details of amounts due to micro and small enterprises as defined under the MSMED Act, 2006: | | | |
| | On the basis of the information and records available with management, there are no dues to micro, small and medium enterprises, which have registered with the competent authorities during the current or previous year. | | | |
| | Further, based on the information and records available with the company, there are no dues outstanding for a period of 30 days as at 31 March 2018, in respect of small scale industries as defined under clause (j) of section 3 of the Industries (Development and Regulation) Act, 1951. | | | |
| 25 | Fair Value Hierarchy: | | | |
| | Financial assets and financial liabilities are measured at fair value in the financial statement and are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows: | | | |

| | | | |
|-----------|--|----------------------------|------------------------------------|
| | Level 1: Quoted prices (unadjusted) in active markets for financial instruments. | | |
| | Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. | | |
| | Level 3: Unobservable inputs for the asset or liability. | | |
| | Investment in quoted equity instruments | | |
| | Particulars | Level 1 | Level 2 |
| | As on 31st March 2018 | 45,694,600 | - |
| | As on 31st March 2017 | 48,327,800 | - |
| | As on 01st April 2016 | 45,677,906 | - |
| | | | |
| 26 | Capital Management: | | |
| | Equity share capital and other equity are considered for the purpose of Company's capital management. | | |
| | The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence. | | |
| | The management and the board of directors monitors the return on capital. The Company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure by issue of new equity shares or return capital to shareholders or by repayment of debt. | | |
| | Particulars | 31st March 2018 | 31st March 2017 |
| | Net debts* | 76,757,001 | 95,491,049 |
| | Total Equity | 282,200,332 | 281,736,391 |
| | Net debt to equity ratio | 0.27 | 0.34 |
| | *Net debts is equal to total borrowings reduced by cash & cash equivalents. | | |
| | | | |
| 27 | Financial Risk Management: | | |
| | The Company's business activities are exposed to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has the overall responsibility for establishing and governing the Company's risk management framework. The Company has constituted a Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set and monitor appropriate risk limits and controls, periodically review the changes in market conditions and reflect the changes in the policy accordingly. The key risks and mitigating actions are also placed before the Audit Committee of the Company. | | |
| | A. Management of Liquidity Risk: | | |
| | Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, management considers both normal and stressed conditions. | | |
| | The Company maintained a cautious liquidity strategy, with a positive cash balance throughout the year ended 31st March, 2018 and 31st March, 2017. Cash flow from investing activities provides the funds to service the financial liabilities as & when needed till the time company is starting the project which may generate further operational cash flows. | | |
| | The Company regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs. Any short term surplus cash generated, over and above the amount required for working capital management and other operational requirements, is retained as cash and cash equivalents (to the extent required). | | |
| | The following table shows the maturity analysis of the Company's financial liabilities based on contractually agreed undiscounted cash flows along with its carrying value as at the Balance Sheet date. | | |
| | | Undiscounted amount | |
| | Particulars | Carrying Amount | Payable with- in 1 year |
| | | | More than 1 year |
| | As at 31 March, 2018 | | |
| | Non-derivative liabilities | | |
| | Trade payables | 1,067,014 | 1,067,014 |
| | Borrowings (Repayable on demand) | 78,072,689 | 78,072,689 |
| | Other payables | 4,789 | 4,789 |
| | As at 31 March, 2017 | | |
| | Trade payables | 1,352,290 | 1,352,290 |
| | Borrowings (Repayable on demand) | 95,739,015 | 95,739,015 |
| | Other payables | 23,622 | 23,622 |
| | As at 31 March, 2016 | | |
| | Trade payables | 973,644 | 973,644 |
| | Borrowings (Repayable on demand) | 94,964,623 | 94,964,623 |
| | Other payables | 12,942 | 12,942 |

| | | |
|--|--|--|
| B. Management of Credit Risk | | |
| Credit risk is the risk of financial loss to the Company if a customer or counter-party fails to meet its contractual obligations. | | |
| Trade Receivables: | | |
| Concentration of credit risk with respect to trade receivables are limited, as company is yet to initiate the project for generating future operational cash flows. | | |
| Loans & Other financial assets: | | |
| The Company maintains exposure in cash and cash equivalents, The Company has given inter-corporate deposits (ICD) only to its related parties amounting Rs. 7.67 crores (31st March, 2017: Rs. 9.27 crores and 1st April, 2016: Rs. 8.58 crores). | | |
| The Company's maximum exposure to credit risk as at 31st March, 2018, 2017 and 1st April, 2016 is the carrying value of each class of financial assets. | | |
| B. Management of Market Risk | | |
| The Company's size and operations result in it being exposed to the following market risks that arise from its use of financial instruments: | | |
| (i) Currency Risk | | |
| (ii) Interest Rate Risk | | |
| (iii) Other Price Risk | | |
| The above risks may affect the Company's income and expenses, or the value of its financial instruments. The Company's exposure to and management of these risks are explained below. | | |
| Potential Impact of Risk | Management Policy | Sensitivity to Risk |
| (i) Currency Risk | | |
| The Company does not have international transactions and is not exposed to foreign exchange risk arising from foreign currency transactions. | If any foreign currency risk arises in future the Company will manage currency exposures within prescribed limits, through use of forward exchange contracts. The aim of the Company's approach to management of currency risk is to leave the Company with no material residual risk. | A 5% strengthening of the INR against foreign currencies to which the Company is probable to be exposed would have led to approximately an additional NIL gain in the Statement of Profit and Loss (2016-17: NIL gain). A 5% weakening of the INR against these currencies would have led to an equal but opposite effect. |
| (ii) Interest Rate Risk | | |
| The Company is not exposed to the interest rate risk due to its inter company deposits (ICD) which are all repayable on demand. The interest rate risk arises due to uncertainties about the future market interest rate on these investments. | The Company will implement policies and guidelines including tenure of investment made to minimise impact of interest rate risk if any of the loans will be subject to interest rate risk in future. | A 0.25% decrease in interest rates would have led to approximately an additional NIL gain in the Statement of Profit and Loss (2016-17 NIL gain). A 0.25% decrease in interest rates would have led to an equal but opposite effect. |
| (iii) Other Price Risk | | |
| The company is mainly exposed to price risk due to its investmnet made in listed equity shares of Shree Pushkar Chemicals & Fertilizers Limited. The price risk arises due to the uncertanities about the future market value of these investments. At 31st March 2018, the investments in the equity shares amounts to Rs. 456.95 lakhs (31st March 2017: Rs 483.28 lakhs and 1st April 2016 Rs. 456.78 lakhs) These are exposed to price risk. | The Company has laid policies and guidelines which it adheres to in order to minimise price risk arising from investments by selling off its holding in the said company and minimising the companies overall exposure to the market. By doing this the company generates additional cash inflows which are used in repaying the financial liabilities of the company. | A 1% increase in prices would have led to approximately an additional Rs. 4.57 lakhs gain in the Statement of Profit and Loss (2016-17: Rs. 4.83 lakhs gain). A 1% decrease in prices would have led to an equal but opposite effect. |

SIGNATURES FOR NOTES 1 TO 27

| | | |
|------------------------------------|--|---------------------------|
| As per our report of even date | For and on behalf of the Board of Directors of | |
| H.J. Mehta & Associates | Ladam Affordable Housing Limited | |
| Chartered Accountants | | |
| Firm Registration No. 114373W | | |
| | Sd/- | |
| | Sumesh Agarwal | |
| Sd/- | (Director/CEO) | |
| Atul Mehta | DIN - 00325063 | |
| Partner | | |
| Membership No. 102252 | Sd/- | Sd/- |
| Place : Mumbai | Mohini Budhwani | Sachin Jain |
| Date : May 29, 2018 | (Company Secretary) | (Chief Financial Officer) |

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.com
email: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT**

Independent Auditor's Report

To
The Members of
LADAM AFFORDABLE HOUSING LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated financial statements of Ladam Affordable Housing Limited ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') and its associates, which comprise the Consolidated Balance Sheet as at 31st March, 2018, the Consolidated Statement of Profit and Loss along with Other Comprehensive Income, Consolidated Cash Flow statement and Consolidated Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Consolidated financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated profit or loss (consolidated financial performance including other comprehensive income), consolidated cash flows and consolidated changes in equity of the Group including its associates 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 Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Consolidated financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.comemail: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT**

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements and other financial information of the subsidiaries and associates give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group and its associates as at 31st March, 2018, and its Consolidated Profit including the Other Comprehensive Income, its Consolidated Cash Flows and Consolidated Statement of Changes in Equity for the year ended on that date.

Emphasis of Matters

Attention is drawn to the Note '2' of the accompanying statement, stating thereto that ready reckoner rate issued by local authority was considered for calculation of fair value of the land. Fair value of land as per ready reckoner is Rs. 19,21,09,750 amounting to increase in valuation of Rs. 14,11,08,401 which is transferred to other equity as on the date of transition to IND AS. No separate valuation is being carried out by the company for this land. As per IND AS 113 this falls under level 3 hierarchy.

Other Matters

We did not audit the financial statements of 3 subsidiaries, whose financial statements reflect total assets of Rs. 7082.44 lakhs and net assets of Rs. 677.15 lakhs as at 31 March 2018, total revenues of Rs. 219 lakhs and net cash inflows amounting to Rs. 13.72 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose report(s) have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and associates, is based solely on the reports of the other auditors.

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**

Website: www.cahjmehta.com
email: info@cahjmehta.com



Mumbai H.O: 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086

Branch: C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT**

The Company had prepared separate sets of consolidated financial statements for the year ended 31 March 2017 and 31 March 2018 in accordance with Accounting Standards prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) on which we issued auditor's reports dated 29 May 2017 and 26 May 2016, respectively. These separate sets of consolidated financial statements have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have also been audited by us. Our opinion is not modified in respect of this matter

Report on Other Legal and Regulatory Requirements

1. 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 of the aforesaid consolidated financial statements.
- b) In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Company so far as appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Cash Flow statement and Consolidated Statement of Changes in Equity, dealt with by this report are in agreement with the books of account.
- d) In our opinion, the aforesaid Consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2018 taken on record by the Board of Directors of the Holding Company and the reports of the other statutory auditors of its subsidiary companies, associate companies covered under the Act, none of the Directors of the Group Companies and its associates are disqualified as on 31st March, 2018 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 Holding Company and its subsidiary companies, associate companies covered under the Act the operating effectiveness of such controls, refer to our separate report in "Annexure A" ; and

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.comemail: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT**

- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries, associates:
- i) The Group Company along with its associate companies does not have any pending lit which would impact its financial position.
 - ii) The Group Company along with its associate companies 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 Group Company along with its associate companies.

For H.J. MEHTA & ASSOCIATES

Chartered Accountants

FRN : 114373W

Sd/-

Atul T Mehta

Partner

Mem.No : 102252

Date : 29/05/2018

Place : Mumbai

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.com
email: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT****ANNEXURE - A TO THE AUDITOR'S REPORT****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated financial statements of Ladam Affordable Housing Limited ("the Holding Company") and its subsidiaries, (the Holding Company and its subsidiaries together referred to as "the Group"), its associates as of and for the year ended 31 March 2018

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company, its subsidiary companies, its associate companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting ("the Guidance Note") 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 the Company's business, including adherence to the Company's policies, the safeguarding of the Company's 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Holding Company, its subsidiary companies, its associate companies as aforesaid based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 Holding Company its subsidiary companies, its associate companies internal financial controls system over financial reporting.

**H. J. MEHTA & ASSOCIATES
CHARTERED ACCOUNTANTS**Website: www.cahjmehta.com
email: info@cahjmehta.com**Mumbai H.O:** 201, BHAVESHWAR COMPLEX,
NEAR RAILWAY STATION, VIDYAVIHAR (W),
MUMBAI-400086**Branch:** C-127, ITC Building, Majura Gate, Ring Road, Surat –395002, **GUJARAT****Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 Holding Company, its subsidiary companies and its associate companies, which are companies incorporated in India, 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 31st March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For H.J. MEHTA & ASSOCIATES
Chartered Accountants
FRN : 114373W

Sd/-
Atul T Mehta
Partner
Mem.No : 102252

Date : 29/05/2018
Place : Mumbai

CIN: L65990MH1979PLC021923

Consolidated Balance Sheet as at March 31, 2018

| Particulars | Note No. | As at March 31, | | Amt in Rs. |
|---|----------|----------------------|--------------------|----------------------|
| | | 2018 | 2017 | As at April 01, 2016 |
| ASSETS | | | | |
| Non-current Assets: | | | | |
| Property, Plant and Equipment | 2 | 210,489,447 | 211,319,198 | 207,796,602 |
| Capital work-in-progress | 3 | 2,030,278 | 2,030,278 | 2,030,278 |
| Goodwill | 4 | 3,152,382 | 3,152,382 | 3,152,382 |
| Financial assets: | | | | |
| Investments | 5 | 79,279,715 | 82,726,294 | 79,703,373 |
| Loans & Advances | 6 | 55,703,323 | 6,111,687 | 1,016,082 |
| Other financial assets | 7 | - | - | 25,500 |
| Deferred tax assets (net) | | - | - | - |
| Other non-current assets | 8 | 3,835,984 | 2,762,848 | 3,877,550 |
| Total Non-current Assets | | 354,491,129 | 308,102,687 | 297,601,767 |
| Current Assets | | | | |
| Inventories | 9 | 588,543,150 | 508,574,215 | 387,701,428 |
| Financial assets | | | | |
| Trade receivables | 10 | 3,997,874 | 15,404,253 | 10,270,207 |
| Cash and cash equivalents | 11 | 60,096,917 | 58,568,818 | 57,770,132 |
| Loans | 6 | 63,470,794 | 79,485,477 | 72,570,801 |
| Other financial assets | 7 | 6,200 | - | - |
| Current tax assets (net) | 12 | 428,049 | 9,250 | 9,250 |
| Other current assets | | - | - | - |
| Total Current Assets | | 716,542,984 | 662,042,013 | 528,321,818 |
| TOTAL ASSETS | | 1,071,034,113 | 970,144,700 | 825,923,585 |
| EQUITY AND LIABILITIES | | | | |
| Equity | | | | |
| Equity share capital | 13 | 91,523,000 | 91,523,000 | 91,523,000 |
| Other equity | 14 | 2,23,765,755 | 229,199,206 | 206,539,417 |
| Equity attributable to holding company | | 3,15,288,755 | 320,722,206 | 298,062,417 |
| Non-Controlling Interest | 15 | 34,626,892 | 33,083,018 | 26,945,149 |
| Total Equity | | 349,915,647 | 353,805,225 | 325,007,566 |
| Liabilities | | | | |
| Non-current Liabilities | | | | |
| Financial liabilities | | | | |
| Borrowings | 16 | 243,530,950 | 240,641,534 | 243,269,795 |
| Trade payables | 17 | - | - | - |
| Other financial liabilities | 18 | 1,000,000 | 1,000,000 | 1,000,000 |
| Provisions | 20 | - | - | - |
| Deferred tax liabilities (net) | | - | - | - |
| Other non-current liabilities | | - | - | - |
| Total Non-current Liabilities | | 244,530,950 | 241,641,534 | 244,269,795 |
| Current Liabilities | | | | |
| Financial liabilities | | | | |
| Borrowings | 16 | 117,857,483 | 133,534,685 | 133,002,098 |
| Trade payables | 17 | 53,198,500 | 45,356,882 | 32,697,552 |
| Other financial liabilities | 18 | 4,789 | 23,622 | 12,942 |
| Other current liabilities | | 303,807,916 | 195,436,307 | 78,197,684 |
| Provisions | 20 | 1,718,829 | 6,304,295 | 12,735,950 |
| Current tax liabilities (net) | | - | - | - |
| Total Current Liabilities | | 476,587,517 | 380,655,791 | 569,277,361 |
| TOTAL EQUITY AND LIABILITIES | | 1,071,034,113 | 976,102,550 | 569,277,361 |
| Significant Accounting Policies | 1 | | | |

The accompanying notes are an integral part of the financial statements.

As per our report of even date
H.J. Mehta & Associates
Chartered Accountants
Firm Registration No. 114373W

Sd/-
Atul Mehta
Partner
Membership No. 102252
Place : Mumbai
Date : May 29, 2018

For and on behalf of the Board of Directors of
Ladam Affordable Housing Limited

Sd/-
Sumesh Agarwal
(Director)
DIN - 00325063

Sd/-
Ashwin Sharma
(Director)
DIN - 05143846

Sd/-
Mohini Budhwani
(Company Secretary)

Sd/-
Sachin Jain
(Chief Financial Officer)

CIN: L65990MH1979PLC021923

| Consolidated Statement of Profit and Loss for the year ended March 31, 2018 | | | |
|---|------|-----------------------------------|--------------------|
| Particulars | Note | Amt in Rs. | |
| | No. | For the year ended March 31, 2018 | 2017 |
| INCOME | | | |
| Revenue from operations | | 21,899,546 | 106,857,097 |
| Other Income | 22 | 4,947,679 | 4,375,933 |
| Total Income | | 26,847,225 | 111,233,030 |
| EXPENSES | | | |
| Cost of materials consumed | | 3,766,401 | 28,626,525 |
| Purchase of stock-in-trade | | - | - |
| Changes in inventories of finished goods, work-in-progress and traded goods | | 13,489,418 | 61,845,769 |
| Employee benefits expense | 25 | 1,157,484 | 857,750 |
| Finance costs | | 2,860,656 | 1,723,497 |
| Depreciation and amortization expense | | 843,241 | 603,750 |
| Other expenses | 27 | 1,646,725 | 5,691,335 |
| Total Expenses | | 23,763,925 | 99,348,626 |
| Profit / (Loss) before exceptional items and tax | | 3,083,299 | 11,884,404 |
| Exceptional items | | - | - |
| Profit / (Loss) before tax | | 3,083,299 | 11,884,404 |
| Tax expenses | | | |
| Current tax | | 400,000 | - |
| Less: MAT Credit entitlement | | (400,000) | |
| Profit for the year | | 3,083,299 | 11,884,404 |
| Other Comprehensive Income / (Loss) | | | |
| Items that will not be reclassified to profit or loss | | | |
| Gain/(Loss) on Equity instruments designated at FVTOCI. | | 1,854,573 | 16,803,650 |
| Total Other Comprehensive Income / (Loss) | | 1,854,573 | 16,803,650 |
| Total Comprehensive Income for the year | | 4,937,872 | 28,688,054 |
| Earnings per share (Face value of ` 5/- each) | | | |
| Basic (in Rs.) | | 0.17 | 0.65 |
| Diluted (in Rs.) | | 0.17 | 0.65 |
| Significant Accounting Policies | 1 | | |
| The accompanying notes are an integral part of the financial statements. | | | |

As per our report of even date
H.J. Mehta & Associates
Chartered Accountants
Firm Registration No. 114373W

Sd/-
Atul Mehta
Partner
Membership No. 102252
Place : Mumbai
Date : May 29, 2018

For and on behalf of the Board of Directors of
Ladam Affordable Housing Limited

Sd/-
Sumesh Agarwal
(Director)
DIN - 00325063

Sd/-
Ashwin Sharma
(Director)
DIN - 05143846

Sd/-
Mohini Budhwani
(Company Secretary)

Sd/-
Sachin Jain
(Chief Financial Officer)

CIN: L65990MH1979PLC021923

Consolidated Statement of changes in equity for the year ended March 31, 2018

| | | | | (Amt. in Rs.) | |
|--|--------------------------|-------------------------------|---------------------------|--------------------|--------------|
| A. EQUITY SHARE CAPITAL | | Note No. | | Amount | |
| Balance as at April 01, 2016 | | 13 | | 91,523,000 | |
| Changes in equity share capital during the year | | | | - | |
| Balance as at March 31, 2017 | | 13 | | 91,523,000 | |
| Changes in equity share capital during the year | | | | - | |
| Balance as at March 31, 2018 | | 13 | | 91,523,000 | |
| B. OTHER EQUITY | | Reserves & Surplus | | | Total |
| | Retained Earnings | Revaluation Reserve | Securities Premium | | |
| Balance as at April 01, 2016 | 156,527,917 | 20,000,000 | 30,011,500 | 206,539,417 | |
| Profit for the year | 28,688,054 | - | - | 28,688,054 | |
| Other Comprehensive Income / (loss) | - | - | - | - | |
| Total Comprehensive Income for the year | 185,215,971 | 20,000,000 | 30,011,500 | 235,227,471 | |
| Non- Controlling interest | (6,137,869) | | | (6,137,869) | |
| Adjustment relating to transitional provision contained in Schedule II | 109,605 | - | - | 109,605 | |
| Balance as at March 31, 2017 | 179,187,706 | 20,000,000 | 30,011,500 | 229,199,206 | |
| Balance as at April 01, 2017 | 179,187,706 | 20,000,000 | 30,011,500 | 229,199,206 | |
| Profit for the year | 4,937,872 | - | - | 4,937,872 | |
| Other Comprehensive Income / (loss) | - | - | - | - | |
| Total Comprehensive Income for the year | 184,125,579 | 20,000,000 | 30,011,500 | 234,137,079 | |
| Non- Controlling interest | 67,177 | | | 67,177 | |
| Less: Impairment provision for investment in associates | (1,675,600) | | | (1,675,600) | |
| Balance as at March 31, 2018 | 182,517,156 | 20,000,000 | 30,011,500 | 232,528,656 | |

Significant Accounting Policies Note-1

The accompanying notes are an integral part of the financial statements.

As per our report of even date
H.J. Mehta & Associates
Chartered Accountants
Firm Registration No. 114373W

For and on behalf of the Board of Directors of
Ladam Affordable Housing Limited

Sd/-
Atul Mehta
Partner
Membership No. 102252
Place : Mumbai
Date : May 29, 2018

Sd/-
Sumesh Agarwal
(Director)
DIN - 00325063

Sd/-
Ashwin Sharma
(Director)
DIN - 05143846

Sd/-
Mohini Budhwani
(Company Secretary)

Sd/-
Sachin Jain
(Chief Financial Officer)

| CIN: L65990MH1979PLC021923 | | |
|--|----------------------|--------------------|
| Consolidated Cash Flow Statement for the year ended March 31, 2018 | | |
| Particulars | Year ended March 31, | |
| | 2018 | 2017 |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit / (Loss) before tax | 3,083,299 | 11,876,554 |
| Profit Before Tax from Discontinuing Operations | | |
| Profit before income tax | 3,083,299 | 11,876,554 |
| Non-cash Adjustment to Profit / (Loss) before tax: | | |
| Depreciation and amortization expense | 843,241 | 603,750 |
| Ind AS Convergence items | - | 74,440 |
| Share in profits Ramkishan Metalwroks (Bom) | (862,221) | (373,026) |
| Dividend income | (362,459) | - |
| Interest income | (3,722,999) | (3,992,432) |
| Finance costs | 2,860,656 | 1,723,497 |
| Operating profit before change in operating assets and liabilities | 1,839,518 | 9,912,783 |
| Change in operating assets and liabilities : | | |
| Decrease/(increase) in trade receivables | 11,406,379 | (5,134,046) |
| Decrease/(increase) in inventories | (73,133,738) | (120,872,787) |
| Decrease/(increase) in other financial assets | (6,200) | 25,500 |
| Decrease/(increase) in loans | 16,012,483 | (7,005,404) |
| Decrease/(increase) in other current and non-current assets | (1,491,935) | 1,114,702 |
| Increase/(decrease) in trade payables | 7,841,618 | 12,659,331 |
| Increase/(decrease) in provisions | (4,585,466) | (6,431,655) |
| Increase/(decrease) in other current and non current financial liabilities | 92,707,774 | 117,872,618 |
| Cash generated from operations | 50,590,433 | 2,141,042 |
| Direct taxes paid (net of refunds) | 1,194,000 | 5,950,000 |
| Net cash flow from operating activities (A) | 49,396,433 | (3,808,958) |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Payments for acquisition of property, plant and equipment | (13,490) | (4,126,346) |
| Proceeds from sale of investments | 4,487,773 | 14,188,920 |
| Interest received | 3,722,999 | 3,992,432 |
| Dividends received | 362,459 | - |
| Net cash flow used in investing activities (B) | 8,559,740 | 14,055,006 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from borrowings | 2,889,415 | - |
| Repayments of borrowings | - | (2,628,260) |
| Loan given to subsidiary | (56,456,833) | (5,095,605) |
| Interest paid | (2,860,656) | (1,723,497) |
| Net cash flow used in financing activities (C) | (56,428,074) | (9,447,362) |
| Net increase/(decrease) in cash and cash equivalents (A+B+ C) | 1,528,099 | 798,685 |
| Cash and cash equivalents at the beginning of the year | 58,568,818 | 57,770,133 |
| Cash and cash equivalents at the end of the year | 60,096,917 | 58,568,818 |
| Cash and cash equivalents comprise of : | | |
| Balances with bank | 5,878,621 | 3,531,396 |
| Deposits with original maturity of less than three months | 54,192,331 | 54,827,973 |
| Cash on hand | 25,965 | 209,449 |
| Total | 60,096,917 | 58,568,818 |
| Notes: | | |
| 1. The Cash Flow Statement has been prepared using the Indirect Method set out in Ind AS 7- Statement of Cash Flows. | | |

As per our report of even date
H.J. Mehta & Associates
Chartered Accountants
Firm Registration No. 114373W

Sd/-
Atul Mehta
Partner
Membership No. 102252
Place : Mumbai
Date : May 29, 2018

For and on behalf of the Board of Directors of
Ladam Affordable Housing Limited

Sd/-
Sumesh Agarwal
(Director)
DIN - 00325063

Sd/-
Ashwin Sharma
(Director)
DIN - 05143846

Sd/-
Mohini Budhwani
(Company Secretary)

Sd/-
Sachin Jain
(Chief Financial Officer)

Notes to the Consolidated Financial Statements for the year ended March 31, 2018**Background**

Ladam Affordable Housing Limited (The holding company) a public limited company, together with its Subsidiaries and Associates (collectively referred to as the 'Group') has been in the metal and steel manufacturing business since over a century and has widened its business interest to real estate almost 2 decades ago. The primary focus in real estate is on affordable housing for the masses and the business house has delivered over 1500 homes to middle income families. Ladam Affordable Housing Limited is set to expand that focus by constructing more than 5000 affordable homes by utilizing its existing land bank. The Holding Company is domiciled in India and its registered office is situated at Ladam House, Road no 28, Waghle Industrial Estate, Thane 400604.

Authorization of financial statements

The financial statements were authorized for issue in accordance with a resolution of the directors on 29th May, 2018.

1. Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the presentation of these standalone financial statements.

1.1 Basis of Preparation**(i) Compliance with Ind AS**

The consolidated financial statements of the group have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("the Act") Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and other relevant provisions of the Act. The Group has uniformly applied the accounting policies during the periods presented.

For all periods up to and including the year ended 31 March 2017, the Group had prepared its consolidated financial statements in accordance with accounting standards notified under section 133 of the Act read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Previous GAAP). These consolidated financial statements for the year ended 31 March 2018 are the first consolidated financial statements which the Group has prepared in accordance with Ind AS (see note 62 for explanation for transition to Ind AS). For the purpose of comparatives, consolidated financial statements for the year ended 31 March 2017 and opening consolidated balance sheet as at 1 April 2016 are also prepared as per Ind AS. These Consolidated financial statements were authorized and approved by the Board of Directors on 29th May, 2018.

These financial statements are the first financial statements of the Company under Ind AS. Refer Note No. 28 for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows. The date of transition to Ind AS is April 1, 2016.

(ii) Historical cost convention for overall consideration

The consolidated financial statements have been prepared under the historical cost convention on accrual basis except certain financial instruments measured at fair value other than those with carrying amounts that are reasonable approximations of fair values.

(iii) Basis of consolidation**Subsidiaries:**

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. The Group can have power over the investee even if it owns less than majority voting rights i.e. rights arising from other contractual arrangements. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases. Statement of profit and loss (including other comprehensive income ('OCI')) of subsidiaries acquired or disposed of during the period are recognized from the effective date of acquisition, or up to the effective date of disposal, as applicable.

The Group combines the financial statements of the Holding Company and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses.

Associates:

Investment in entities in which there exists significant influence but not a controlling interest are accounted for under the equity method i.e. the investment is initially recorded at cost, identifying any goodwill arising at the time of acquisition, as the case may be, which will be inherent in investment. The carrying amount of the investment is adjusted thereafter for the post acquisition changes in the share of net assets of the investee, adjusted where necessary to ensure consistency with the accounting policies of the Group. The consolidated statement of profit and loss (including the other comprehensive income) includes the Group's share of the results of the operations of the investee. Dividends received or receivable from associate ventures are recognized as a reduction in the carrying amount of the investment. The Group discontinues the use of equity method from the date when investment ceases to be an associate.

The excess of cost to the Group of its investment in subsidiaries, on the acquisition dates over and above the Group's share of equity in the subsidiaries, is recognised as 'Goodwill on Consolidation' being an asset in the consolidated financial statements. The said Goodwill is not amortised, however, it is tested for impairment at each Balance Sheet date and the impairment loss, if any, is provided for. On the other hand, where the share of equity in subsidiaries as on the date of investment is in excess of cost of investments of the Group, it is recognised as 'Capital Reserve' and shown under the head 'Other Equity' in the consolidated financial statements.

Non-controlling interests in the net assets of consolidated subsidiaries is identified and presented in the consolidated Balance Sheet separately within equity. Non-controlling interests in the net assets of consolidated subsidiaries consists of:

- (a) The amount of equity attributable to non-controlling interests at the date on which investment in a subsidiary is made; and
- (b) The non-controlling interests share of movements in equity since the date parent subsidiary relationship came into existence. The profit and other comprehensive income attributable to non-controlling interests of subsidiaries are shown separately in the Statement of Profit and Loss and Statement of Changes in Equity.

1.2 Current versus non-current classification

The Company presents its assets and liabilities in the Balance Sheet based on current / non-current classification. An asset is treated as current if 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) the 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 current when:

- 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.

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

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its normal operating cycle.

1.3 Use of judgements, estimates & assumptions

The preparation of financial statements in conformity with accounting principles generally accepted in India requires management, where necessary, to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised.

1.4 Property, Plant and Equipment

- a) Property Plant and equipment are stated at cost, net of credit availed in respect of any taxes, duties less accumulated depreciation. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Financing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for intended use are also included to the extent they relate to the period up to such assets are ready for their intended use. Expenditure directly relating to construction/ erection activity is capitalized. Indirect expenditure incurred during construction period is capitalized as part of the construction cost to the extent such expenditure is related

to construction or is incidental thereto. Direct expenditure during construction period attributable to the cost of assets under construction is considered as capital work in progress and indirect expenditure is included under expenditure during construction period pending allocation.

- b) Subsequent expenditure incurred on existing fixed assets is added to their book value only if such expenditure increases the future benefits from the existing assets beyond their previously assessed standard of performance.
- c) Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value over the useful life of asset after the asset becomes ready for use as per IND AS 16.
- d) As per IND AS 101, fair value of land on date of transition was considered as deemed cost of the land. In absence of any valuation, ready reckoner rates issued by local authority was considered for calculation of fair value of the land. Fair value of land as per ready reckoner is Rs. 19,21,09,750 amounting to increase in valuation of Rs. 14,11,08,401 which is transferred to other equity.

1.5 Intangible assets

Intangible assets are carried at cost, net of credit availed in respect of any taxes and duties, less accumulated amortization. Currently there are no assets in the company which can be classified under Intangible asset as per IND AS 38.

1.6 Impairment of Non-Financial Assets as per IND AS 36.

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. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When 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 value in use, the estimated future cash flows are discounted to their present value using a 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.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year. To estimate cash flow projections beyond periods covered by the most recent budgets/forecasts, the Company extrapolates cash flow projections in the budget using a steady or declining growth rate for subsequent years, unless an increasing rate can be justified.

Impairment losses of continuing operations, including impairment on inventories, are recognized in the statement of profit and loss.

An assessment is made at each reporting date to determine whether there is an indication that previously recognized impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognized

impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit or loss.

1.7 Inventories

Raw materials, fuels, stores and spares are valued at lower of cost and net realisable value. However there are no such Raw materials in the company based on the nature of business of the company.

Work-in-progress and finished goods are valued at lower of cost and net realisable value. Cost includes direct materials, labour, other direct cost and a proportion of manufacturing overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

1.8 Cash and cash equivalents

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, 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, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Balance Sheet.

1.9 Government Grants

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it shall be recognised in profit or loss on a systematic basis over the periods in which the Company recognises as expenses the related costs for which the grants are intended to compensate. The above criteria is also used for recognition of incentives under various scheme notified by the Government. However, company has not availed any such incentives/grants from the government.

1.10 Financial Instruments

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

Initial Recognition and Measurement – Financial Assets and Financial Liabilities

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the Statement of Profit and Loss.

Classification and Subsequent Measurement: Financial Assets

The Company classifies financial assets as subsequently measured at amortised cost, fair value through Other Comprehensive Income ("FVTOCI") or fair value through profit or loss ("FVTPL") on the basis of following :

- the entity's business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

Amortised Cost:

A financial asset is classified and measured at amortised cost if both of the following conditions are met:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

FVTOCI:

A financial asset is classified and measured at FVTOCI if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Equity investment in Shree pushkar chemicals & fertilisers ltd i.e. listed company is of the long term nature. The investment is financial asset and based on business model & contractual cashflow test, irrevocable option of Fair value through other comprehensive is selected.

FVTPL:

A financial asset is classified and measured at FVTPL unless it is measured at amortised cost or at FVTOCI.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

Classification and Subsequent measurement: Financial Liabilities

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

Financial Liabilities at FVTPL:

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.

Gains or losses on financial liabilities held for trading are recognised in the Statement of Profit and Loss.

Other Financial Liabilities:

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

The company has taken unsecured interest free loan from Kashish park realty private limited. This loan has no fixed contractual cash flows or stated repayment terms. The company is expected to repay the loan from the internally generated funds from the business. This means company has obligation to repay the loan even though there is no specific repayment date, and it is appropriately classified as a financial liability.

Since it is not practicable to estimate the timing of repayment of this loan (although the company is expected to have sufficient funds for repayment), this liability could be considered as repayable on demand. In this scenario, Ind AS 113 states that 'the fair value of a financial liability with a demand feature is not less than the amount payable on demand, discounted from the first date that the amount could be required to be paid.' Since this loan is considered as repayable on demand at any time, no discounting would be required on initial recognition.

Derecognition of Financial Assets and Financial Liabilities

The Company de-recognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counter party.

1.11 Financial liabilities and equity instruments:**Classification as debt or equity:**

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments:

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a Company are recognised at the proceeds received.

1.12 Investments in Subsidiaries, Associates and Joint Ventures

A Subsidiary is an entity that is controlled by another entity. An investor controls an investee if and only if the investor has the following; (i) Power over the investee, (ii) exposure, or rights, to variable returns from its involvement with the investee and (iii) the ability to use its power over the investee to affect the amount of the investor's returns.

An Associate is an entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies.

A Joint Venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the Joint Venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The investment in subsidiary and associate companies as per previous GAAP were checked for existence of control as per IND AS. It was concluded that Ladam affordable housing limited controls the following companies in which investment were held as associate as per previous GAAP. As per IND AS 110 this companies will be classified as subsidiaries and will be considered for consolidation purpose.

List of associate companies where control was existing and will be consolidated:

| Sr No. | Name of company | Classification as per | |
|--------|---------------------|-----------------------|------------|
| | | Previous GAAP | IND AS |
| 1 | Ladam Flora Pvt Ltd | Associate | Subsidiary |
| 2 | Ladam Foods Pvt Ltd | Associate | Subsidiary |

Investment in above companies and investment in Ladam Homes Private Limited i.e. subsidiary is carried by considering previous GAAP carrying amount as deemed cost as per exemption provided in IND AS 101.

Investment in associate companies i.e. Lacon India Ltd, Spearhead metals & Alloys ltd & Ladam steels ltd. are carried by considering the previous GAAP amount as deemed cost as per exemption provided in IND AS 101.

1.13 Borrowing Cost

General and specific borrowing costs directly attributable to the acquisition, construction of qualifying assets, which take a substantial period of time to get ready for their intended use, is initially carried under expenditure incurred during the construction period and the borrowing

cost till the assets are substantially ready for their intended use is added to the cost of those assets.

All other borrowing costs are recognized in Statement of Profit and Loss in the period in which they are incurred.

1.14 Provisions, Contingent liabilities, Contingent Assets

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a current pre-tax rate. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent liabilities are disclosed in the case of:

- a present obligation arising from the past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from the past events, when no reliable estimate is possible;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote.

Contingent Assets is disclosed when inflow of economic benefits is probable.

1.15 Gratuity and other post-employment benefits

a) Short-term obligations

There are no short term employee benefits to recognize.

b) Post-employment obligations

Gratuity obligations

Since there are only few employees in the company to whom the gratuity provisions are not applicable as on the balance sheet date & hence company is not under obligation to provide for the gratuity & hence no accounting treatment is done in respect of such obligation.

Defined contribution plans

The Company is not making any such contribution in any such plans.

1.16 Revenue Recognition

Revenue is recognized when it is probable that the economic benefits will flow to the Company and it can be reliably measured. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes. The Company applies the revenue recognition criteria to each nature of revenue transaction as set-out below:

(i) Revenue from real estate projects:

The Company recognizes revenue using the percentage of completion method based on the "Guidance note on accounting for real estate transactions for companies following IND AS".

This requires forecasts to be made of total budgeted cost with the outcomes of underlying construction and service contracts, which require assessments and judgements to be made on changes in work scopes, claims (compensation, rebates etc.) and other payments to the extent they are probable and they are capable of being reliably measured. For the purpose of making estimates for claims, the Company used the available contractual and historical information.

Currently project is not yet started & is under very preliminary stage & hence no revenue is recognized in respect of the same.

(ii) Share of profit/loss from partnership firm:

Share of profit/ loss from firms in which the Company is a partner is accounted for in the financial year ending on (or immediately before) the date of the balance sheet.

(iii) Dividend Income

Dividend income is recognized at the time when the right to receive is established by the reporting date.

1.17 Taxes on Income

Current Tax

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Current income tax relating to items recognised directly in equity is recognised in equity and not in the Statement of Profit and Loss.

Deferred tax

Deferred tax is provided using the Balance Sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

1.18 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends, if any, and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is adjusted for after income tax effect of interest and other financing costs associated with dilutive potential equity shares and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

1.19 Leases

The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date, whether fulfilment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset, even if that right is not explicitly specified in an arrangement.

Company is not under any such arrangement which can be classified as lease in terms of IND AS 17.

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Notes to Consolidated Financial Statements for the year ended March 31, 2018

| 2 Property, plant and equipment : (Amt. in Rs.) | | | | | | | | | | | | | |
|---|-----------------------|------------------|----------|---|-------------------|----------------------|---------------------|----------------|-------------------------|-------------------|----------------------|----------------------|----------------------|
| Current year | Gross Carrying Amount | | | | | | Depreciation | | | | | Net Block | |
| | As at April 1, 2017 | Addition | Disposal | Acquisition through business combinations | Other Adjustments | As at March 31, 2018 | As at April 1, 2017 | For the Year | Elimination on disposal | Other adjustments | As at March 31, 2018 | As at March 31, 2018 | As at March 31, 2017 |
| Land - Freehold of Ladam Affordable Housing Ltd | 192,109,750 | - | - | - | - | 192,109,750 | - | - | - | - | - | 192,109,750 | 192,109,750 |
| Land - Freehold of Ladam Flora Pvt Ltd | 14,667,481 | - | - | - | - | 14,667,481 | - | - | - | - | - | 14,667,481 | 14,667,481 |
| Office Equipment | 1,442,852 | 13,490 | - | - | - | 1,456,342 | 873,145 | 209,821 | - | - | 1,082,966 | 373,376 | 569,707 |
| Computers | 730,806 | - | - | - | - | 730,806 | 524,068 | 137,738 | - | - | 661,806 | 69,000 | 206,738 |
| Furniture & Fixtures | 335,205 | - | - | - | - | 335,205 | 53,254 | 35,384 | - | - | 88,638 | 246,567 | 281,951 |
| Vehicles | 3,679,810 | - | - | - | - | 3,679,810 | 196,239 | 460,298 | - | - | 656,537 | 3,023,273 | 3,483,571 |
| Total | 212,965,904 | 13,490 | - | - | - | 212,979,394 | 1,646,706 | 843,241 | - | - | 2,489,947 | 210,489,447 | 211,319,198 |
| Previous year | Gross Carrying Amount | | | | | | Depreciation | | | | | Net Block | |
| | As at April 1, 2016 | Addition | Disposal | Acquisition through business combinations | Other Adjustments | As at March 31, 2017 | As at April 1, 2016 | For the Year | Elimination on disposal | Other adjustments | As at March 31, 2017 | As at March 31, 2017 | As at March 31, 2016 |
| Land - Freehold of Ladam Affordable Housing Ltd | 192,109,750 | - | - | - | - | 192,109,750 | - | - | - | - | - | 192,109,750 | 192,109,750 |
| Land - Freehold of Ladam Flora Pvt Ltd | 14,667,481 | - | - | - | - | 14,667,481 | - | - | - | - | - | 14,667,481 | 14,667,481 |
| Office Equipment | 1,296,362 | 146,490 | - | - | - | 1,442,852 | 664,672 | 208,473 | - | - | 873,145 | 569,707 | 631,690 |
| Computers | 657,460 | 73,346 | - | - | - | 730,806 | 323,553 | 200,515 | - | - | 524,068 | 206,738 | 333,907 |
| Furniture & Fixtures | 67,505 | 267,700 | - | - | - | 335,205 | 30,925 | 22,329 | - | - | 53,254 | 281,951 | 36,580 |
| Vehicles | 41,000 | 3,638,810 | - | - | - | 3,679,810 | 23,806 | 172,433 | - | - | 196,239 | 3,483,571 | 17,194 |
| Total | 208,839,558 | 4,126,346 | - | - | - | 212,965,904 | 1,042,956 | 603,750 | - | - | 1,646,706 | 211,319,198 | 207,796,602 |

| 3 Capital Work in Progress: | | |
|--|---------------------------------|---------------------------------|
| Current year | Net Block | |
| | As at March 31, 2018 | As at March 31, 2017 |
| Capital Work in Progress of Ladam Affordable Housing Limited | 2030278 | 2030278 |
| Total | 2,030,278 | 2,030,278 |
| Previous Year | | |
| Capital Work in Progress of Ladam Affordable Housing Limited | 2030278 | 2030278 |
| Total | 2,030,278 | 2,030,278 |
| 4 Goodwill: | | |
| Current year | Net Block | |
| | As at March 31, 2018 | As at March 31, 2017 |
| Goodwill on consolidation of : | | |
| Ladam Flora Private Limited | 12163882.682 | 12163882.682 |
| Total (A) | 12163882.682 | 12163882.682 |
| Capital Reserve on consolidation of: | | |
| Ladam Homes Private Limited | 4750000 | 4750000 |
| Ladam Foods Private Limited | 4261500.687 | 4261500.687 |
| Total (B) | 9011500.687 | 9011500.687 |
| Total (A-B) | 3,152,382 | 3,152,382 |
| Previous Year | | |
| Goodwill on consolidation of : | | |
| Ladam Flora Private Limited | 12163882.682 | 12163882.682 |
| Total (A) | 12163882.682 | 12163882.682 |
| Capital Reserve on consolidation of: | | |
| Ladam Homes Private Limited | 4750000 | 4750000 |
| Ladam Foods Private Limited | 4261500.687 | 4261500.687 |
| Total (B) | 9011500.687 | 9011500.687 |
| Total (A-B) | 3,152,382 | 3,152,382 |

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Notes to Consolidated Financial Statements for the year ended March 31, 2018

(Amt. in Rs.)

| 5 | Investments | As at March 31, | | | | As at April 01, | |
|---|--|-------------------|-------------------|------------------|-------------------|-------------------|-------------------|
| | | 2018 | | 2017 | | 2016 | |
| | | Qty | Amount | Qty | Amount | Qty | Amount |
| | Investments in Equity Instruments (fully paid up)- Unquoted | | | | | | |
| | Investments in Associates (Unquoted) | 4,070,500 | - | 4,070,500 | 1,675,600 | 4,070,500 | 1,675,600 |
| | Investments in Equity Instruments-Quoted | 225,263 | 45,694,600 | 241,639 | 48,327,800 | 351,639 | 45,677,906 |
| | Other Unquoted investments | - | 33,585,115 | - | 32,722,894 | - | 32,349,867 |
| | Total non - current investments | 4,070,500 | 79,279,715 | 4,070,500 | 82,726,294 | 4,070,500 | 79,703,373 |
| | Aggregate book value of quoted investments | 225,263 | 45,694,600 | 241,639 | 48,327,800 | 351,639 | 45,677,906 |
| | Aggregate market value of investments designated at FVTOCI | | - | | - | | - |
| | Aggregate amount of un-quoted investments | 4,070,500 | 33,585,115 | 4,070,500 | 34,398,494 | 4,070,500 | 34,025,467 |
| | | | | | | | |
| 6 | Loans | Non Current | | | Current | | |
| | | As at March 31, | | As at April 01, | As at March 31, | | As at April 01, |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 |
| | Security Deposits-Utility | | | | | | |
| | Unsecured, considered good | 12,269 | 139,255 | 139,255 | 100,000 | 100,000 | - |
| | (a) | 12,269 | 139,255 | 139,255 | 100,000 | 100,000 | - |
| | Loans to related parties | | | | | | |
| | Loans to Group companies | | | | | | |
| | Unsecured, considered good | 46,797,806 | 3,156,405 | 60,800 | 59,864,570 | 75,899,477 | 69,084,801 |
| | (b) | 46,797,806 | 3,156,405 | 60,800 | 59,864,570 | 75,899,477 | 69,084,801 |
| | Loans to other parties | | | | | | |
| | Unsecured, considered good | 8,893,248 | 2,816,027 | 816,027 | 3,506,224 | 3,486,000 | 3,486,000 |
| | (c) | 8,893,248 | 2,816,027 | 816,027 | 3,506,224 | 3,486,000 | 3,486,000 |
| | Total (a + b + c) | 55,703,323 | 6,111,687 | 1,016,082 | 63,470,794 | 79,485,477 | 72,570,801 |
| | | | | | | | |
| 7 | Other financial assets | Non Current | | | Current | | |
| | | As at March 31, | | As at April 01, | As at March 31, | | As at April 01, |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 |
| | Income Tax Net off Provisions | - | - | 25,500 | - | - | - |
| | Creditors paid in advance | - | - | - | 6,200 | - | - |
| | Total | - | - | 25,500 | 6,200 | - | - |
| | | | | | | | |
| 8 | Other assets | Non Current | | | Current | | |
| | | As at March 31, | | As at April 01, | As at March 31, | | As at April 01, |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 |
| | Balance with Govt Authorities | - | - | - | - | - | - |
| | TDS & SA Tax paid | 3,835,984 | 2,762,848 | 3,877,550 | - | - | - |
| | Total | 3,835,984 | 2,762,848 | 3,877,550 | - | - | - |

| | | As at March 31, | | As at April 01, |
|--|---|--------------------|--------------------|--------------------|
| | | 2018 | 2017 | 2016 |
| 9 Inventories | | | | |
| | | | | |
| | Work-in-progress | 574,614,237 | 487,313,313 | 304,594,757 |
| | Finished goods | 13,928,913 | 21,260,902 | 83,106,671 |
| | Total | 588,543,150 | 508,574,215 | 387,701,428 |
| 10 Trade receivables | | | | |
| | | | | |
| | Unsecured, considered good | 3,997,874 | 15,404,253 | 10,270,207 |
| | | 3,997,874 | 15,404,253 | 10,270,207 |
| | Less: Allowance for doubtful debts (expected credit loss) | - | - | - |
| | Total | 3,997,874 | 15,404,253 | 10,270,207 |
| 11 Cash and Cash equivalents | | | | |
| | | | | |
| | Balances with banks: | | | |
| | In current Account | 5,867,407 | 3,526,396 | 6,691,551 |
| | Deposits with original maturity of less than three months | 54,192,331 | 54,827,973 | 50,960,163 |
| | Cash on hand | 37,179 | 214,449 | 118,418 |
| | Total | 60,096,917 | 58,568,818 | 57,770,132 |
| 12 Current Tax Assets (net) | | | | |
| | | | | |
| | Current Tax Assets | | | |
| | GST Credit | 280,259 | - | - |
| | MAT Credit available | 538,540 | | |
| | TDS receivable | 9,250 | 9,250 | 9,250 |
| | | 828,049 | 9,250 | 9,250 |
| | Current Tax Liabilities | | | |
| | Provision for taxation | 400,000 | | |
| | | 400,000 | - | - |
| | Total | 428,049 | 9,250 | 9,250 |
| 13 Equity Share Capital | | | | |
| | | | | |
| | Authorised Share Capital : | | | |
| | 2,03,00,000 Equity Shares of Rs. 5/- each | 101,500,000 | 101,500,000 | 101,500,000 |
| | | - | - | - |
| | | 101,500,000 | 101,500,000 | 101,500,000 |
| | Issued, Subscribed and Paid up : | | | |
| | 183,04,600 Equity Shares of Rs. 5/- each | 91,523,000 | 91,523,000 | 91,523,000 |
| | Total | 91,523,000 | 91,523,000 | 91,523,000 |
| a. Reconciliation of shares outstanding as at the beginning and at the end of the reporting period: | | | | |
| Equity shares | | | | |
| | | | | |
| | At the beginning of the year | 18,304,600 | 18,304,600 | 18,304,600 |
| | Outstanding at the end of the year | 18,304,600 | 18,304,600 | 18,304,600 |
| b. Rights, preference and restrictions attached to Equity & Preference shares: | | | | |
| i The Company has one class of equity shares having a par value of Rs5 per share. Each shareholder is entitled to one vote per equity share. The shareholders are entitled to dividend declared on proportionate basis. On liquidation of the Company, the equity shareholders are eligible to receive remaining assets of the Company in proportion to their shareholding after distribution of all preferential amounts. | | | | |

ii Rights, privileges and conditions attached to the preference shares will be decided at the time of issue.

c. Details of shareholders holding more than 5% shares in the Company

| Name of the Shareholder | As at March 31, | | | | As at April 01, | |
|-------------------------|-----------------|--------------|---------------|--------------|-----------------|--------------|
| | 2018 | | 2017 | | 2016 | |
| | No. of Shares | % of holding | No. of Shares | % of holding | No. of Shares | % of holding |
| B.B. Agarwal | 6,297,000 | 34.40% | 6,297,000 | 34.40% | 6,297,000 | 34.40% |
| Sumesh Agarwal | 4,395,800 | 24.01% | 4,395,800 | 24.01% | 4,395,800 | 24.01% |

| 14 Other Equity | As at March 31, | | As at April 01, |
|--|--------------------|--------------------|--------------------|
| | 2018 | 2017 | 2016 |
| i Revaluation Reserve | | | |
| Balance as at the beginning of the year | 20,000,000 | 20,000,000 | 20,000,000 |
| Add: amount transferred from surplus balance in the Statement of Profit and Loss | - | - | - |
| Balance as at the end of the year | 20,000,000 | 20,000,000 | 20,000,000 |
| ii Share Premium | | | |
| Balance at beginning of year | 30,011,500 | 30,011,500 | 30,011,500 |
| Profit for the year | - | - | - |
| Balance as at the end of the year | 30,011,500 | 30,011,500 | 30,011,500 |
| iii Retained Earnings | | | |
| Balance as at the beginning of the year | 179,187,706 | 156,527,917 | (22,350,915) |
| Profit for the year | 4,937,872 | 28,688,054 | 24,645,510 |
| Less: Non-controlling interest of Ladam Homes Private Limited | - | (6,230,742) | (11,699,224) |
| Less: Non-controlling interest of Ladam Flora Private Limited | 36,611 | 46,784 | - |
| Less: Non-controlling interest of Ladam Foods Private Limited | 30,566 | 46,089 | - |
| Less: Impairment provision for investment in associates | (1,675,600) | | - |
| Adjustment relating to transitional provision of IND AS in Ladam Foods Private Limited as per Note No.28 | - | 37,010 | - |
| Adjustment relating to transitional provision of IND AS in Ladam Flora Private Limited as per Note No.28 | - | 37,430 | - |
| Adjustment relating to transitional provision of IND AS in Ladam Homes Private Limited as per Note No.28 | - | 35,165 | 165,932,546 |
| Balance as at the end of the year | 182,517,156 | 179,187,706 | 156,527,917 |
| Total other equity | 232,528,656 | 229,199,206 | 206,539,417 |

Description of the nature and purpose of each reserve within equity is as follows:

Retained Earnings :

Retained earnings are the profits that the Company has earned till date and is net of amount transferred to other reserves such as general reserves, debenture redemption reserve etc., amount distributed as dividend and adjustments on account of transition to Ind AS.

| 15 Non Controlling Interest | As at March 31, | | As at April 01, |
|---|-------------------|-------------------|-------------------|
| | 2018 | 2017 | 2016 |
| Non Controlling Interest - Ladam Homes Private Limited | | | |
| Share Capital | 4,518,650 | 4,518,650 | 4,518,650 |
| Reserves | 32,467,156 | 30,856,105 | 24,625,363 |
| Non Controlling Interest - Ladam Flora Private Limited | | | |
| Share Capital | 1,122,990 | 1,122,990 | 1,122,990 |
| Reserves | 8,364,860 | 8,401,471 | 8,448,255 |
| Non Controlling Interest - Ladam Foods Private Limited | | | |
| Share Capital | 2,512,000 | 2,512,000 | 2,512,000 |
| Reserves | (14,358,764) | (14,328,198) | (14,282,109) |
| Total | 34,626,892 | 33,083,018 | 26,945,149 |

| 16 | Borrowings | Non Current | | | Current | | |
|----|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | | As at March 31, | | As at April 01, | As at March 31, | | As at April 01, |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 |
| | Secured | | | | | | |
| | Loans repayable to banks | 112,640,520 | 94,218,787 | 30,000,000 | 39,008,484 | 37,019,360 | 37,302,165 |
| | Total (A) | 112,640,520 | 94,218,787 | 30,000,000 | 39,008,484 | 37,019,360 | 37,302,165 |
| | Unsecured | | | | | | |
| | from related party | 1,416,281 | - | 213,269,795 | 1,224,074 | - | - |
| | from others | 129,474,149 | 143,678,618 | - | 77,497,565 | 96,387,965 | 95,572,573 |
| | Ladam Homes Pvt Ltd | - | 2,744,129 | | | | |
| | Total (B) | 130,890,430 | 146,422,747 | 213,269,795 | 78,721,639 | 96,387,965 | 95,572,573 |
| | Grand Total (A+B) | 243,530,950 | 240,641,534 | 243,269,795 | 117,730,123 | 133,407,325 | 132,874,738 |
| | | | | | | | |
| 17 | Trade payables | Non Current | | | Current | | |
| | | As at March 31, | | As at April 01, | As at March 31, | | As at April 01, |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 |
| | Total outstanding dues including from Micro Enterprises & Small Enterprises | 53,198,500 | 45,356,882 | 32,697,552 | | | |
| | Total | 53,198,500 | 45,356,882 | 32,697,552 | | | |
| | | | | | | | |
| 18 | Other financial liabilities | Non Current | | | Current | | |
| | | As at March 31, | | As at April 01, | As at March 31, | | As at April 01, |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 |
| | Payable to Government Authorities | - | - | - | 4,789 | 23,622 | 12,942 |
| | Ladam Steel Limited - Lease Deposit | 1,000,000 | 1,000,000 | 1,000,000 | - | - | - |
| | Total | 1,000,000 | 1,000,000 | 1,000,000 | 4,789 | 23,622 | 12,942 |
| | | | | | | | |
| 19 | Other liabilities | Non Current | | | Current | | |
| | | As at March 31, | | As at April 01, | As at March 31, | | As at April 01, |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 |
| | Advance from customers | - | - | - | 303,807,916 | 195,436,307 | 78,197,684 |
| | Total | - | - | - | 303,807,916 | 195,436,307 | 78,197,684 |
| | | | | | | | |
| 20 | Provisions | Non Current | | | Current | | |
| | | As at March 31, | | As at April 01, | As at March 31, | | As at April 01, |
| | | 2018 | 2017 | 2016 | 2018 | 2017 | 2016 |
| | Provision for tax | - | - | - | 17,765 | 17,765 | 17,765 |
| | Provision for expenses | - | - | - | 471,064 | 336,530 | 218,185 |
| | Statutory liabilities | - | - | - | 1,194,000 | 5,950,000 | 12,500,000 |
| | Total | - | - | - | 1,682,829 | 6,304,295 | 12,735,950 |

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Notes to Consolidated Financial Statements for the year ended March 31, 2018

| | | (Amt. in Rs.) | |
|-----------|--|-------------------------------------|---------------------|
| 21 | Revenue from operations | For the year ended March 31, | |
| | | 2018 | 2017 |
| | Revenue from operations | | |
| | Sale of products | 21,899,546 | 106,857,097 |
| | Total | 21,899,546 | 106,857,097 |
| 22 | Other Income | For the year ended March 31, | |
| | | 2018 | 2017 |
| | Other gains and losses : | | |
| | Net gain on sale of investments | - | - |
| | Share in profit from Ramkishan Metal works (Bom) | 862,221 | 373,026 |
| | Dividend Receivable | 362,459 | - |
| | Interest Received | 3,722,999 | 3,992,432 |
| | Other Income | | 10,475 |
| | Total | 4,947,679 | 4,375,933 |
| 23 | Cost of materials consumed | For the year ended March 31, | |
| | | 2018 | 2017 |
| | Direct Expenses / Cost of construction | 3,766,401 | 28,626,525 |
| | Total | 3,766,401 | 28,626,525 |
| 24 | Changes in inventories | For the year ended March 31, | |
| | | 2018 | 2017 |
| | Inventories at the end of the year | | |
| | Stock -in-trade | 7,771,484 | 21,260,902 |
| | (a) | 7,771,484 | 21,260,902 |
| | Inventories at the beginning of the year | | |
| | Stock -in-trade | 21,260,902 | 83,106,671 |
| | (b) | 21,260,902 | 83,106,671 |
| | Total (a - b) | (13,489,418) | (61,845,769) |
| 25 | Employee benefits expense | For the year ended March 31, | |
| | | 2018 | 2017 |
| | Salaries, wages and bonus | 1,157,484 | 857,750 |
| | Total | 1,157,484 | 857,750 |
| 26 | Finance costs | For the year ended March 31, | |
| | | 2018 | 2017 |
| | Interest and Finance charges on financial liabilities | | |
| | Interest on others | 2,860,656 | 1,723,497 |
| | Total | 2,860,656 | 1,723,497 |
| 27 | Other expenses | For the year ended March 31, | |
| | | 2018 | 2017 |
| | Advertisement | 164,448 | 91,355 |
| | AGM Expenses | 16,230 | - |
| | Annual Fees | 25,876 | - |
| | Artwork Charges | 1,500 | - |
| | Audit Fees | 170,650 | 98,950 |
| | Bank Charges | 4,112 | 115 |
| | Listing Fees | 287,500 | 3,688,000 |
| | Consulting Fees | 284,871 | 68,778 |

| | | |
|---------------------------|------------------|------------------|
| Conveyance | 48,885 | 2,100 |
| Custodial Fees - NSDC | 25,876 | - |
| Donation | 16,001 | 1,100 |
| E-Voting Charges | 5,000 | - |
| Insurance Charges | 1,719 | - |
| Medical Expenses | 1,005 | - |
| Office Expenses | 7,222 | 55,587 |
| Petrol & Diesel Expenses | 4,100 | - |
| Postage & Telegram | 178,085 | 371,959 |
| Printing & Stationery | 76,153 | 113,591 |
| Legal & Professional Fees | 178,485 | 766,695 |
| Profession Tax | 12,354 | - |
| Roc Fees | 10,600 | 71,344 |
| Service Tax @ 15% | 8,841 | - |
| Share Trading Charges | 8,723 | 22,851 |
| Sitting Fees | 70,000 | - |
| Staff Welfare Expenses | 28,798 | - |
| TDS - Penalty | 943 | - |
| Toll Charges | 420 | - |
| Web Site Expenses | 7,000 | - |
| Electricity charges | - | 4,890 |
| Property Tax | - | 40,523 |
| Security Charges | - | 293,497 |
| Total | 1,646,725 | 5,691,335 |

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Note 28: Reconciliations between previous GAAP and Ind AS

(Amt. in Rs.)

| Particulars | Note No. | As at 31/03/2017 | | | As at 01/04/2016 | | |
|---|----------|---------------------|---|----------------------------|---------------------|---|----------------------------|
| | | Previous GAAP | Effect of Transition to IND AS (Refer Note 6) | As per IND AS Balancesheet | Previous GAAP | Effect of Transition to IND AS (Refer Note 6) | As per IND AS Balancesheet |
| ASSETS | | | | | | | |
| Non-Current Assets | | | | | | | |
| Property, Plant and Equipment | 1 | 5,55,43,316 | 15,57,75,882 | 21,13,19,198 | 5,20,20,720 | 15,57,75,882 | 20,77,96,602 |
| Capital work-in-progress | 1 | 20,30,278 | - | 20,30,278 | 20,30,278 | - | 20,30,278 |
| Intangible assets | | | 31,52,382 | 31,52,382 | | 31,52,382 | 31,52,382 |
| Financial assets | | | | - | | | - |
| Investments | 2 | 5,05,55,029 | 3,26,21,265 | 8,31,76,294 | 5,73,32,002 | 2,28,21,371 | 8,01,53,373 |
| Less: Investment of additional subsidiary consolidated on first time adoption | | | (4,50,000) | (4,50,000) | | (4,50,000) | (4,50,000) |
| Trade Receivables | | - | - | - | - | - | - |
| Loans | | - | 61,11,687 | 61,11,687 | - | 10,16,082 | 10,16,082 |
| Other financial assets | | 88,82,535 | (88,82,535) | - | 49,27,132 | (49,01,632) | 25,500 |
| Deferred tax assets (net) | | - | - | - | - | - | - |
| Other non-current assets | | - | 27,62,848 | 27,62,848 | - | 38,77,550 | 38,77,550 |
| | | 11,70,11,158 | 19,10,91,529 | 30,81,02,687 | 11,63,10,132 | 18,12,91,635 | 29,76,01,767 |
| Current Assets | | | | | | | |
| Inventories | | 51,54,09,412 | (68,35,197) | 50,85,74,215 | 39,45,36,625 | (68,35,197) | 38,77,01,428 |
| Financial assets | | - | - | - | - | - | - |
| Trade receivables | | 1,54,04,253 | - | 1,54,04,253 | 1,02,70,207 | - | 1,02,70,207 |
| Cash and cash equivalents | | 5,85,22,820 | 46,000 | 5,85,68,820 | 5,77,70,133 | - | 5,77,70,133 |
| Loans | | 9,62,88,507 | (1,68,03,030) | 7,94,85,477 | 8,93,83,103 | (1,68,12,302) | 7,25,70,801 |
| Other financial assets | | - | - | - | - | - | - |
| Current tax assets (net) | | - | 9,250 | 9,250 | - | 9,250 | 9,250 |
| Other current assets | | 1,00,000 | -1,00,000 | - | - | - | - |

| | | | | | | | |
|--|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | | 68,57,24,992 | (2,36,82,977) | 66,20,42,015 | 55,19,60,068 | (2,36,38,249) | 52,83,21,819 |
| Total | | 80,27,36,150 | 16,74,08,552 | 97,01,44,702 | 66,82,70,200 | 15,76,53,386 | 82,59,23,587 |
| EQUITY AND LIABILITIES | | | | | | | |
| Equity: | | | | | | | |
| Equity share capital | | 9,15,23,000 | - | 9,15,23,000 | 9,15,23,000 | - | 9,15,23,000 |
| Other equity | | 5,22,51,771 | 17,09,89,586 | 22,32,41,357 | 4,53,56,872 | 16,11,82,546 | 20,65,39,418 |
| | | 14,37,74,771 | 17,09,89,586 | 31,47,64,357 | 13,68,79,872 | 16,11,82,546 | 29,80,62,418 |
| | | | | | | | |
| NCI of Ladam Homes Private Limited | | 3,35,08,121 | 18,66,634 | 3,53,74,755 | 2,72,77,379 | 18,66,634 | 2,91,44,013 |
| NCI of additional subsidiaries consolidated on first time adoption | | | (22,91,737) | (22,91,737) | | (21,98,864) | (21,98,864) |
| Non-Current Liabilities: | | | | | | | |
| Financial liabilities | | | | | | | |
| Borrowings | | 37,33,99,910 | (13,27,58,376) | 24,06,41,534 | 37,55,36,583 | (13,22,66,788) | 24,32,69,795 |
| Trade payables | | - | - | - | - | - | - |
| Other financial liabilities | | 10,00,000 | - | 10,00,000 | 10,00,000 | - | 10,00,000 |
| Provisions | | - | - | - | - | - | - |
| Deferred tax liabilities (net) | | - | - | - | - | - | - |
| Other non-current liabilities | | - | - | - | - | - | - |
| | | 40,79,08,031 | (13,31,83,479) | 27,47,24,552 | 40,38,13,962 | (13,25,99,017) | 27,12,14,945 |
| | | | | | | | |
| Current Liabilities: | | | | | | | |
| Financial Liabilities: | | | | | | | |
| Borrowings | | - | 13,35,34,686 | 13,35,34,686 | - | 13,30,02,098 | 13,30,02,098 |
| Trade payables | | 4,92,89,123 | (39,32,240) | 4,53,56,883 | 3,66,29,792 | (39,32,240) | 3,26,97,552 |
| Other financial liabilities | | 23,622 | - | 23,622 | 12,942 | - | 12,942 |
| Other current liabilities | | 19,54,36,307 | - | 19,54,36,307 | 7,81,97,684 | - | 7,81,97,684 |
| Provisions | | 63,04,295 | - | 63,04,295 | 1,27,35,950 | - | 1,27,35,950 |
| Current tax liabilities (net) | | - | - | - | - | - | - |
| | | 25,10,53,347 | 12,96,02,446 | 38,06,55,793 | 12,75,76,368 | 12,90,69,858 | 25,66,46,226 |
| Total | | 80,27,36,149 | 16,74,08,553 | 97,01,44,703 | 66,82,70,201 | 15,76,53,386 | 82,59,23,588 |

First time Adoption Notes:-

The company prepared its financial statements in accordance with the Accounting Standards (AS) notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the companies (Accounts) Rules, 2014 (Indian GAAP) for and including the year ended March 31, 2017. The company has prepared its first Ind AS (Indian Accounting Standards) compliant Financial Statements for the year ended March 31, 2018 with restated comparative figures for the year ended March 31, 2017 in compliance with Ind AS. Accordingly, the Opening Balance Sheet, in line with Ind AS transitional provisions, has been prepared as at April 1, 2016, the date of company's transition to Ind AS. The principal adjustments made by the company in restating its Indian GAAP financial statements for the financial year ending March 31, 2017 and the balance sheet as at April 1, 2016 are as mentioned below:

Exemptions applied:

Ind AS 101 on First Time adoption of Ind AS allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The company has adopted the following exemptions:

1. Deemed cost of Property, Plant and Equipment ("PPE")/Capital Work-in-Progress ("CWIP").

The company has elected to continue with the carrying values for all of its property, plant and equipment & Capital WIP as recognized in its Indian GAAP financial statements as the deemed cost at the transition date. Accumulated depreciation was calculated on that amount as at the date of transition to Ind AS on the basis of the current estimate of the useful life of the asset using the depreciation policy adopted by the company in accordance with Ind AS. In case of land held as fixed asset in holding company, the fair value as deemed cost option was elected as per IND AS 101.

2. Fair value of investment in equity.

Under previous GAAP, investments in long-term equity instrument were carried at cost and tested for other than temporary diminution. Under Ind AS, such investments are carried at fair value through profit or loss (FVTPL) or fair value through other comprehensive income (FVOCI) (except for investment in subsidiaries, associates and joint venture).

3. Impairment of financial assets.

The Company has applied the exception related to impairment of financial assets given in Ind AS 101. It has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial assets were initially recognized and compared that to the credit risk as at April 1, 2016.

4. De-recognition of financial assets and financial liabilities.

The Company has applied the De-recognition requirements for financial assets and financial liabilities in Ind AS 109 prospectively for transactions occurring on or after the transition to Ind AS.

5. Classification and measurement of financial assets.

The Company has classified the financial assets in accordance to Ind AS 109 on the basis of the facts and circumstances that exist on the date of transition to Ind AS.

6. New entities consolidated under IND AS.

The column of effect of transition to IND AS includes the impact of new entities (Ladam Foods private Limited & Ladam Flora Private Limited) consolidated under IND AS which were previously treated as associates.

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Note 28: Reconciliations between previous GAAP and Ind AS (Contd.)

| Reconciliation of total comprehensive income for the year ended 31 March 2017 | | | | (Amt. in Rs.) |
|--|------------------------------|--------------------|--------------------|--------------------|
| Particulars | Notes to first-time adoption | Previous GAAP | Adjustments | Ind AS |
| INCOME | | | | |
| Revenue from operations | | | | |
| Sale of Product | | 106,857,097 | - | 106,857,097 |
| Income from Services | | | - | - |
| Other income | 1 | 11,414,853 | (7,038,920) | 4,375,933 |
| Total income | | 118,271,950 | (7,038,920) | 111,233,030 |
| EXPENSES: | | | | |
| Cost of materials consumed | | - | - | - |
| Purchase of stock-in-trade | | 28,626,525 | | 28,626,525 |
| Changes in inventories of finished goods, work-in-progress and traded goods | | 61,845,769 | | 61,845,769 |
| Employee benefits expense | | 857,750 | - | 857,750 |
| Finance costs | | 1,723,497 | - | 1,723,497 |
| Depreciation and amortization expense | | 603,750 | - | 603,750 |
| Other expenses | | 5,699,185 | - | 5,699,185 |
| Total expenses | | 99,356,476 | - | 99,356,476 |
| Profit before tax | | 18,915,474 | (7,038,920) | 11,876,554 |
| Tax expense | | - | | - |
| Current tax | | 5,950,000 | | 5,950,000 |
| Deferred tax | | - | | - |
| Total tax expense | | 5,950,000 | - | 5,950,000 |
| Profit for the year | | 12,965,474 | (7,038,920) | 5,926,554 |
| Other comprehensive income for the year (net of tax) | | - | 16,803,650 | 16,803,650 |
| Total comprehensive income for the year | | 12,965,474 | 9,764,730 | 22,730,204 |
| Notes: | | | | |

1 - As per IND AS 109 investment in equity shares are recognized through FVTOCI & hence corresponding changes have been made in previous year's already recognized figures of realized gain on sale of portion of these equity shares.

CIN: L65990MH1979PLC021923

Notes to Consolidated Financial Statements for the year ended March 31, 2018

(Amt. in Rs.)

| | | | | |
|-----------|--|---|---------------------------|---------------------------|
| 29 | Segment Reporting | | | |
| | All the assets are located in India. The Company caters to the need of only the Indian market. Accordingly there are no reportable secondary geographical segments. | | | |
| | The Company operation predominantly consists of construction business. Accordingly, the Company recognizes its activity as its only primary business segment and the same comprises the primary basis of segmental Information set out in these financial statements. | | | |
| 30 | Related party disclosures | | | |
| | A. Names of related parties and related party relationships | | | |
| | Name | Relation | | |
| | Ladam Homes Pvt Ltd | Subsidiary Company | | |
| | Ladam Flora Pvt Ltd | Subsidiary Company | | |
| | Ladam Foods Pvt Ltd | Subsidiary Company | | |
| | Ladam Steels Ltd | Associate Company | | |
| | Lacon India Ltd | Associate Company | | |
| | Spearhead Metals & Alloys Ltd | Associate Company | | |
| | Ramkishan Metal works (Bom) | Significant influence in partnership firm | | |
| | B. Transactions with related parties | | | |
| | Particulars | Type of transaction | Balance as on 2018 | Balance as on 2017 |
| | Lacon India Ltd | Loan given | 15,525 | 12,525 |
| | Ladam Steels Ltd | Loan given | 41,500,134 | 55,005,111 |
| | Ladam Homes Pvt Ltd | Loan given | - | 2,744,130 |
| | Ram Kishan Metal Works (Bom) | Loan given | 17,827,995 | 17,867,995 |
| | Spearhead Metals & Alloys Ltd | Loan given | 520,917 | 269,717 |
| 31 | Contingent Liabilities | | | |
| | CONTINGENT LIABILITIES AND COMMITMENTS | | | |
| | Particulars | 2018 | 2017 | |
| | Contingent Liabilities | | | |
| | Claims against the company not acknowledged as debt | NIL | NIL | |
| | Guarantees | NIL | NIL | |
| | Other money for which the company is contingently liable. | NIL | NIL | |
| | Commitments | | | |
| | Estimated amount of contracts remaining to be executed on capital account and not provided for | NIL | NIL | |
| | Uncalled liability on shares and other investments partly paid; | NIL | NIL | |
| | Other commitments (specify nature). | NIL | NIL | |
| 32 | Details of amounts due to micro and small enterprises as defined under the MSMED Act, 2006 | | | |
| | On the basis of the information and records available with management, there are no dues to micro, small and medium enterprises, which have registered with the competent authorities during the current or previous year. | | | |
| | Further, based on the information and records available with the company, there are no dues outstanding for a period of 30 days as at 31 March 2018, in respect of small scale industries as defined under clause (j) of section 3 of the Industries (Development and Regulation) Act, 1951. | | | |
| 33 | Fair Value Hierarchy: | | | |
| | Financial assets and financial liabilities are measured at fair value in the financial statement and are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows: | | | |
| | Level 1: Quoted prices (unadjusted) in active markets for financial instruments. | | | |
| | Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. | | | |
| | Level 3: Unobservable inputs for the asset or liability. | | | |

| Investment in quoted equity instruments | | | |
|---|------------|---------|---------|
| Particulars | Level 1 | Level 2 | Level 3 |
| As on 31st March 2018 | 45,694,600 | - | - |
| As on 31st March 2017 | 48,327,800 | - | - |
| As on 01st April 2016 | 45,677,906 | - | - |
| Capital Management: | | | |

Equity share capital and other equity are considered for the purpose of Company's capital management.

The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence.

The management and the board of directors monitors the return on capital. The Company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure by issue of new equity shares or return capital to shareholders or by repayment of debt.

| Particulars | 31st March 2018 | 31st March 2017 | 1st April 2016 |
|---------------------------------|-----------------|-----------------|----------------|
| Net debts* | 301,291,516 | 315,607,401 | 318,501,761 |
| Total Equity | 315,288,755 | 314,764,356 | 298,062,417 |
| Net debt to equity ratio | 0.96 | 1.00 | 1.07 |

*Net debts is equal to total borrowings reduced by cash & cash equivalents.

Financial Risk Management:

The Company's business activities are exposed to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has the overall responsibility for establishing and governing the Company's risk management framework. The Company has constituted a Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set and monitor appropriate risk limits and controls, periodically review the changes in market conditions and reflect the changes in the policy accordingly. The key risks and mitigating actions are also placed before the Audit Committee of the Company.

A. Management of Liquidity Risk:

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, management considers both normal and stressed conditions.

The Company maintained a cautious liquidity strategy, with a positive cash balance throughout the year ended 31st March, 2018 and 31st March, 2017. Cash flow from investing activities provides the funds to service the financial liabilities as & when needed till the time company is starting the project which may generate further operational cash flows.

The Company regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs. Any short term surplus cash generated, over and above the amount required for working capital management and other operational requirements, is retained as cash and cash equivalents (to the extent required).

The following table shows the maturity analysis of the Company's financial liabilities based on contractually agreed undiscounted cash flows along with its carrying value as at the Balance Sheet date.

| Particulars | Carrying Amount | Undiscounted amount | | Total |
|-----------------------------------|-----------------|-----------------------|------------------|-------------|
| | | Payable within 1 year | More than 1 year | |
| As at 31 March, 2018 | | | | |
| Non-derivative liabilities | | | | |
| Trade payables | 53,198,500 | 53,198,500 | - | 53,198,500 |
| Borrowings (Repayable on demand) | 117,857,483 | 117,857,483 | - | 117,857,483 |
| Other payables | 4,789 | 4,789 | - | 4,789 |
| As at 31 March, 2017 | | | | |
| Trade payables | 45,356,882 | 45,356,882 | - | 45,356,882 |
| Borrowings (Repayable on demand) | 133,534,685 | 133,534,685 | - | 133,534,685 |
| Other payables | 23,622 | 23,622 | - | 23,622 |
| As at 31 March, 2016 | | | | |
| Trade payables | 32,697,552 | 32,697,552 | - | 32,697,552 |
| Borrowings (Repayable on demand) | 133,002,098 | 133,002,098 | - | 133,002,098 |
| Other payables | 12,942 | 12,942 | - | 12,942 |

B. Management of Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counter-party fails to meet its contractual obligations.

Trade Receivables:

Concentration of credit risk with respect to trade receivables are limited, as company is yet to initiate the project for generating future operational cash flows.

Loans & Other financial assets:

The Company's maximum exposure to credit risk as at 31st March, 2018, 2017 and 1st April, 2016 is the carrying value of each class of financial assets.

B. Management of Market Risk

The Company's size and operations result in it being exposed to the following market risks that arise from its use of financial instruments:

- (i) Currency Risk
- (ii) Interest Rate Risk
- (iii) Other Price Risk

The above risks may affect the Company's income and expenses, or the value of its financial instruments. The Company's exposure to and management of these risks are explained below.

| Potential Impact of Risk | Management Policy | Sensitivity to Risk |
|--|--|--|
| (i) Currency Risk | | |
| The Company does not have international transactions and is not exposed to foreign exchange risk arising from foreign currency transactions. | If any foreign currency risk arises in future the Company will manage currency exposures within prescribed limits, through use of forward exchange contracts. The aim of the Company's approach to management of currency risk is to leave the Company with no material residual risk. | A 5% strengthening of the INR against foreign currencies to which the Company is probable to be exposed would have led to approximately an additional NIL gain in the Statement of Profit and Loss (2016-17: NIL gain). A 5% weakening of the INR against these currencies would have led to an equal but opposite effect. |
| (ii) Interest Rate Risk | | |
| The Company is not exposed to the interest rate risk due to its inter company deposits (ICD) which are all repayable on demand. The interest rate risk arises due to uncertainties about the future market interest rate on these investments. | The Company will implement policies and guidelines including tenure of investment made to minimise impact of interest rate risk if any of the loans will be subject to interest rate risk in future. | A 0.25% decrease in interest rates would have led to approximately an additional NIL gain in the Statement of Profit and Loss (2016-17 NIL gain). A 0.25% decrease in interest rates would have led to an equal but opposite effect. |
| (iii) Other Price Risk | | |
| The company is mainly exposed to price risk due to its investment made in listed equity shares of Shree Pushkar Chemicals & Fertilizers Limited. The price risk arises due to the uncertainties about the future market value of these investments. At 31st March 2018, the investments in the equity shares amounts to Rs. 456.95 lakhs (31st March 2017: Rs 483.28 lakhs and 1st April 2016 Rs. 456.78 lakhs) These are exposed to price risk. | The Company has laid policies and guidelines which it adheres to in order to minimize price risk arising from investments by selling off its holding in the said company and minimizing the companies overall exposure to the market. By doing this the company generates additional cash inflows which are used in repaying the financial liabilities of the company. | A 1% increase in prices would have led to approximately an additional Rs. 4.57 lakhs gain in the Statement of Profit and Loss (2016-17: Rs. 4.83 lakhs gain). A 1% decrease in prices would have led to an equal but opposite effect. |

As per our report of even date
H.J. Mehta & Associates
Chartered Accountants
Firm Registration No. 114373W

For and on behalf of the Board of Directors of
Ladam Affordable Housing Limited

Sd/-
Atul Mehta
Partner
Membership No. 102252
Place : Mumbai

Sd/-
Sumesh Agarwal
(Director)
DIN - 00325063

Sd/-
Ashwin Sharma
(Director)
DIN - 05143846

Sd/-
Mohini Budhwani
(Company Secretary)

Sd/-
Sachin Jain
(Chief Financial Officer)

Ladam Affordable Housing Limited

Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.

CIN No.: L65990MH1979PLC021923

Ref. No. PURVA/LADAM/01/18-19

To,

Dear Shareholders,

LADAM AFFORDABLE HOUSING LIMITED

ISIN : INE213U01019

The Securities and Exchange Board of India vide Circular No. SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated April 20, 2018 has mandated submission of Permanent Account Number (PAN) and bank account details of all securities holders holding securities in physical form. Further, SEBI has given a notification on June 8th, 2018 stating that **physical transfer of shares will be allowed until December 4th, 2018** vide Circular No. SEBI/LAD/NRO/GN/2018/24. Hence, kindly send your shares for transfer before December 4th, 2018 or demat your shares with your Depository Participant at any time after updating your KYC information with us. **Please note that pursuant to the subdivision of equity shares from face value Rs. 10/- to face value Rs. 5/-, you are requested to surrender your old share certificate of face value Rs. 10/- to us for exchange and after receiving new share certificate of face value Rs. 5/-, you may send the same to your DP concerned for dematerialisation.** Kindly submit the following details and documents to the address mentioned below within 21 days of receipt of this communication. **As per our records, your folio needs to be updated with the PAN / Complete Bank details so that the investments held by you are in compliance with the aforementioned circular.**

I/We hereby, declare that the particulars given below are correct and complete. **I/We, further request you to update my/our current signature(s) in your records** and undertake to inform the Company of any subsequent change(s) in the above particulars.

| | | | | | | | | | | | |
|--|--|--|--|----------------|--|---------|--|------------------|--|--------|--|
| Registered Folio No.: | | | | | | | | | | | |
| Mobile No. | | | | | | | | | | | |
| Email Id | | | | | | | | | | | |
| Name of the first/sole shareholder Address: | | | | | | | | | | | |
| IFSC Code | | | | | | | | | | | |
| Bank Name of First Holder | | | | | | | | | | | |
| Branch | | | | | | | | | | | |
| Bank Account Number | | | | | | | | | | | |
| Account Type (Please tick the option) (√) | | | | Saving | | Current | | Cash Credit | | Others | |
| MICR No. | | | | | | | | | | | |
| Name | | | | PAN No. | | | | Signature | | | |
| 1. | | | | | | | | | | | |
| 2. | | | | | | | | | | | |
| 3. | | | | | | | | | | | |

Note:

1. Please fill in the information in CAPITAL LETTERS and ENGLISH ONLY.
2. Kindly enclose:-
 - a. Copy of Self attested Pan Cards of all the shareholder(s)
 - b. Copy of address proof of First Holder (Preferably Aadhar Card)
 - c. Copy of cancelled cheque of First Holder

Purva Sharegistry (India) Pvt. Ltd.
(Unit – LADAM AFFORDABLE HOUSING LIMITED - INE213U01019)
9, Shiv Shakti Industrial Estate,
J. R. Boricha Marg, Near Lodha Excelus,
Lower Parel East, Mumbai – 400 011

Book-Post

If undelivered please return to:

Registered Office

Plot No., C-33, Road No. 28,

Wagle Industrial Estate,

Thane (W) – 400 604.

CIN: L65990MH1979PLC021923

Tel: 71191000/001

Email:compliances@ladam.in

Info@ladamaffordablehousing.com

Website: www.ladamaffordablehousing.com