

NBCC SERVICES LIMITED
Balance Sheet as at March 31, 2015

(Amount in Rs.)

| Particulars | Note No. | As at March 31, 2015 |
|-----------------------------------|----------|-----------------------|
| I. EQUITY AND LIABILITIES | | |
| 1 Shareholders' funds | | |
| (a) Share Capital | 1 | 2,00,00,000.00 |
| (b) Reserves and Surplus | 2 | (16,25,995.20) |
| 2 Current liabilities | | |
| (a) Trade Payables | 3 | 37,45,152.00 |
| (b) Other Current Liabilities | 4 | 1,82,37,729.00 |
| TOTAL | | 4,03,56,885.80 |
| II. ASSETS | | |
| 1 Current Assets | | |
| (a) Cash and Bank Balances | 5 | 4,01,67,475.80 |
| (b) Short-Term Loans and Advances | 6 | 41,278.00 |
| (c) Other Current Assets | 7 | 1,48,132.00 |
| TOTAL | | 4,03,56,885.80 |

Significant Accounting Policies &
Notes on Financial Statements 1 to 21

For and on behalf of the Board of Directors

(HEM RAJ)
Director
(DIN: 06955662)

(B.K SOKHEY)
Director
(DIN : 06955670)

(S. K. CHAUDHARY)
Chairman
(DIN : 00515612

(K K KAPOOR)
CEO

(HARISH CHANDER)
DGM (Finance)

As per our Report of even date attached

For AIYAR & CO.
Chartered Accountants
(FRN: 001174N)

Place: New Delhi
Date :

(C. CHUTTANI)
Partner
Membership No. 090723

NBCC SERVICES LIMITED
Statement of Profit and Loss for the period 16th October 2014 to 31st March 2015

(Amount in Rs.)

| Particulars | Note No. | For the period ended March 31, 2015 |
|---|-----------|--|
| I. Revenue From Operations | | |
| Sale of Services | | - |
| Value of Services | 8 | 47,58,547.00 |
| II. Other Income | 9 | 4,12,777.80 |
| III. Total Revenue (I + II) | | 51,71,324.80 |
| IV. Expenses: | | |
| Work & Consultancy Expenses | 10 | 44,06,062.00 |
| Employee Benefits Expense | 11 | 10,86,859.00 |
| Other Expenses | 12 | 13,04,399.00 |
| Total Expenses | | 67,97,320.00 |
| V. Profit/(Loss) before Exceptional and Extraordinary Items and Tax (III-IV) | | (16,25,995.20) |
| VI. Exceptional Items | | - |
| VII. Profit/(Loss) before Extraordinary Items and Tax (V - VI) | | (16,25,995.20) |
| VIII Extraordinary Items | | - |
| IX Profit/(Loss) Before Tax (VII -VIII) | | (16,25,995.20) |
| X Tax Expense: | | |
| (1) Current Tax | | - |
| (2) Deferred Tax | | - |
| (3) Prior Period Tax Adjustment | | - |
| XI Profit/(Loss) for the Year (IX-X) | | (16,25,995.20) |
| XII Earnings per Share (Face value of ₹10/- per Equity Share) | 13 | |
| (1) Basic (in Rupees) | | (0.81) |
| (2) Diluted (in Rupees) | | (0.81) |
| Significant Accounting Policies & Notes on Financial Statements 1 to 21 | | |

For and on behalf of the Board of Directors

(HEM RAJ)
Director
(DIN: 06955662)

(B.K SOKHEY)
Director
(DIN : 06955670)

(S. K. CHAUDHARY)
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As per our Report of even date attached

For AIYAR & CO.
Chartered Accountants
(FRN: 001174N)

Place: New Delhi
Date :

(C. CHUTTANI)
Partner
Membership No. 090723

NBCC SERVICES LIMITED

CASH FLOW STATEMENT

(Amount in Rs.)

| | For the period ended March 31, 2015 |
|---|-------------------------------------|
| A. Cash flows from operating activities | |
| Net profit before tax and extraordinary items | (16,25,995.20) |
| Adjustment for: | |
| Interest Received | (4,12,777.80) |
| Operating Profit before Working Capital Changes | (20,38,773.00) |
| Adjustment for: | |
| Decrease/(Increase) in Other Current Assets | (1,48,132.00) |
| (Decrease) /Increase in Trade Payables | 37,45,152.00 |
| (Decrease) /Increase in Other Current Liabilities | 1,82,37,729.00 |
| Cash generated from Operations before Extra Ordinary Items | 1,97,95,976.00 |
| Extraordinary Items | - |
| Direct Taxes Paid | (41,278.00) |
| Net Cash from Operating Activities (A) | 1,97,54,698.00 |
| B. Cash Flows from Investing Activities: | |
| Interest Received | 4,12,777.80 |
| Net Cash from Investing Activities: (B) | 4,12,777.80 |
| C. Cash Flows from Financing Activities: | |
| Equity Share Capital | 2,00,00,000.00 |
| Net Cash from Financing Activities (C) | 2,00,00,000.00 |
| Net Increase in Cash and Cash Equivalent (A) + (B) + (C) | 4,01,67,475.80 |
| Cash and Cash Equivalents - Opening | - |
| Cash and Cash Equivalents - Closing | 4,01,67,475.80 |

i) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on 'Cash Flow Statements'.

| | |
|--|-----------------------|
| ii) Cash and Cash Equivalents Includes: | |
| a) Cash / Stamps in Hand | - |
| b) Balances / FDRs/Call Deposits with Banks | 4,01,67,475.80 |
| | 4,01,67,475.80 |

iii) Figures in brackets indicate cash outgo.

For and on behalf of the Board of Directors

(HEM RAJ)
Director
(DIN: 06955662)

(B.K SOKHEY)
Director
(DIN : 06955670)

(S. K. CHAUDHARY)
Chairman
(DIN : 00515612)

(K K KAPOOR)
CEO

(HARISH CHANDER)
DGM (Finance)

As per our Report of even date attached

For AIYAR & CO.
Chartered Accountants
(FRN: 001174N)

(C. CHUTTANI)
Partner
Membership No. 090723

Notes to Financial Statements

Note 1

(Amount in Rs.)

| Share Capital | As at March 31, 2015 | |
|--|----------------------|-----------------------|
| | Number | Amount |
| Authorised: Equity Shares of Rs.10/- each | 50,00,000 | 5,00,00,000.00 |
| Issued ,Subscribed & Paid up Fully paid up Equity Shares of Rs.10/- each | 20,00,000 | 2,00,00,000.00 |
| Total | 20,00,000 | 2,00,00,000.00 |

(a)

(Amount in Rs.)

| Share Capital | Equity Shares | |
|---|----------------------|----------------|
| | As at March 31, 2015 | |
| | Number | Amount |
| Shares outstanding at the beginning of the year | | |
| Addition during the year | 20,00,000 | 2,00,00,000.00 |
| Shares outstanding at the end of the year | 20,00,000 | 2,00,00,000.00 |

(b)

The Company has only one class of equity shares and the shareholders of the company are entitled to receive dividends as and when declared by the company and enjoy proportionate voting rights in case any resolution is put to vote

(c)

Shareholders holding more than 5% of fully paid-up equity shares:

(Amount in Rs.)

| Name | As at March 31, 2015 | |
|---|----------------------|------------|
| | No. Of Shares | Percentage |
| All Shares are held by Holding Co. i.e NATIONAL BUILDINGS CONSTRUCTION CORPORATION LIMITED & its Nominess | 20,00,000 | 100% |

Note 2

(Amount in Rs.)

| Reserves & Surplus | | As at March 31, 2015 |
|--|---------------|-----------------------|
| a. General Reserve | | |
| (+) Current Year Transfer | | - |
| Closing Balance | (a) | - |
| b. Statement of Profit & Loss | | |
| (+) Net Profit/(Loss) For the current period | | (16,25,995.20) |
| Closing Balance | (b) | (16,25,995.20) |
| Total | (a+b) | (16,25,995.20) |

Note 3

(Amount in Rs.)

| Trade Payables | As at March 31, 2015 |
|--|----------------------|
| Due to Micro, Small and Medium Enterprises | - |
| Due to others | |
| - Sundry Creditors for Services | 37,45,152.00 |
| Total | 37,45,152.00 |

There are no Micro, Small or Medium Enterprises to whom the Company owes any dues

Note 4**(Amount in Rs.)**

| Other Current Liabilities | As at March 31, 2015 |
|---|-----------------------------|
| a) Statutory dues Payable | 2,77,751.00 |
| b) Earnest Money & Security Deposits | 4,70,982.00 |
| c) Advance for services from Holding Co. (refer not | 1,52,51,453.00 |
| d) Audit Fee Payable | 51,180.00 |
| e) Expense Payable to Holding Co. (refer note 18) | 21,86,363.00 |
| Total | 1,82,37,729.00 |

Note 5**(Amount in Rs.)**

| Cash and Bank Balances | As at March 31, 2015 |
|--|-----------------------------|
| Cash and cash equivalents | |
| a. Balances with Banks | 5,04,872.80 |
| b. Cash on hand | - |
| c. Bank Deposit in Flexi Account | 1,96,62,603.00 |
| Other Bank Balances | |
| Bank deposits more than 3 months and upto 12 months Maturity | 2,00,00,000.00 |
| Total | 4,01,67,475.80 |

Note 6**(Amount in Rs.)**

| Short Term Loans and Advances | As at March 31, 2015 |
|--------------------------------------|-----------------------------|
| Unsecured, considered good | |
| Tax Deducted at Source | 41,278.00 |
| Total | 41,278.00 |

Note 7**(Amount in Rs.)**

| Other Current Assets | As at March 31, 2015 |
|------------------------------------|-----------------------------|
| Unsecured, considered good | |
| Interest Accrued on Fixed Deposits | 1,48,132.00 |
| Total | 1,48,132.00 |

Note 8**(Amount in Rs.)**

| <u>Income from Operations</u> | For the period ended March 31, 2015 | |
|--|--|--|
| Value of Services | | |
| Value of Work Done (Project Management & Supervision Services) | 47,58,547.00 | |
| Total | 47,58,547.00 | |

Note 9**(Amount in Rs.)**

| <u>Other Income</u> | For the period ended March 31, 2015 | |
|----------------------------|--|--------------------|
| Interest Income | | |
| From Bank | 4,12,777.80 | |
| Others | - | 4,12,777.80 |
| Total | | 4,12,777.80 |

Note 10**(Amount in Rs.)**

| <u>Work and Consultancy Expenses</u> | For the period ended March 31, 2015 | |
|---|--|--|
| Work contract with material | 44,06,062.00 | |
| Total | 44,06,062.00 | |

Note 11**(Amount in Rs.)**

| <u>Employee Benefit Expenses</u> | For the period ended March 31, 2015 | |
|---|--|--|
| Salaries and incentives | 10,00,078.00 | |
| Contributions to Provident fund | 86,781.00 | |
| Total | 10,86,859.00 | |

Note 12**(Amount in Rs.)**

| <u>Other Expenses</u> | For the period ended March 31, 2015 | |
|-----------------------------------|--|--|
| Rent | 5,66,294.00 | |
| Auditor's Remuneration -Audit fee | 56,180.00 | |
| Legal & Professional Charges | 41,407.00 | |
| Bank charges | 728.00 | |
| Preliminary Expenses written off | 6,39,790.00 | |
| Total | 13,04,399.00 | |

Note 13

Earnings per share (EPS) computed in accordance with Accounting Standard - 20 "Earning per Share"

Basic & Diluted

| | 2014-15 |
|--|----------------|
| Profit after Tax as per Statement of P&L (A) | (16,25,995.20) |
| No of Equity Shares Issued (B) | 20,00,000.00 |
| Basic and Diluted EPS (Rupees) (A/B) | (0.81) |
| Face Value per Equity Share (Rupees) | 10.00 |

Note 14

The company was incorporated on 16th October 2014 with the date of commencement of business approved on January 1, 2015. This being the first financial year of incorporation of the company, the accounts are for the period from 16th October, 2014 to 31st March, 2015. Hence the previous year's figures are not given.

Note 15

In the opinion of the management, the value of current assets on realisation in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet.

Note 16

No provision has been made in respect of liabilities for long term employee benefits expense in the financial statement of the company as all the employees have been posted on secondment basis from the holding company. In view of the Management the liabilities on account of the same is not material amount as on reporting date.

Note 17

The Company's significant leasing arrangement are in respect of operating leases relating to its leased office premises. The aggregate lease rentals paid is disclosed under rent in Note No. 12.

Note 18

As per accounting Standard -18, the list of the related parties during the period is given below

- (a) Holding Company
NBCC Limited
- (b) Key Managerial Personnel:
(a) Mr. S.K Chaudhary, Director
(b) Mr. Hem raj, Director
(c) Ms. B.K Sokhey, Director
(d) Mr. K. K. Kapoor, CEO

Transactions with the related parties during the period are as under :

- (a) NBCC Limited- Holding Company

| Particulars | Amount | (Amount in Rs.) |
|--|-----------------------|------------------|
| Nature of Transaction | | |
| (i) Advance receive for services | 2,00,00,000.00 | |
| Advance received for opening Bank A/c | 10,000.00 | |
| Less: service rendered | (47,58,547.00) | |
| Advance payable at the end of the year (refer Note 4) | 1,52,51,453.00 | |
| (ii) Employee benefit and other payable | 16,70,469.00 | |
| (iii) Rent payable | 5,66,294.00 | |
| Less: TDS deducted | (50,400.00) | |
| Rent payable at the end of the year | 5,15,894.00 | |
| Total Payable (ii+iii) (refer note 4) | 21,86,363.00 | |

- (b) Salary and other short-term benefits paid to Mr. K. K. Kapoor, CEO during the period

| Particulars | Amount | (Amount in Rs.) |
|-------------|--------|------------------|
| | | |

| | |
|-----------------------------|--------------------|
| Salary | 5,09,145.00 |
| Providend Fund Contribution | 44,116.00 |
| Total | 5,53,261.00 |

Note 19

The Company during the period is engaged in project management and supervision activities which is the only primary business segment and as such the requirement of Segment wise reporting is not attracted.

Note 20

The preliminary expenditures are charged to statement of Profit & Loss during the current period.

Grouping for the year ended March 31, 2015

| Particulars | Amount |
|--|-----------------------|
| <u>Payable to Holding Co.</u> | |
| Rent Payable | 5,15,894.00 |
| Employee Benefit Expense | 10,86,859.00 |
| Preliminary Expense Payable | 5,83,610.00 |
| | 21,86,363.00 |
| <u>Advance from Holding Co.</u> | |
| Advance Received | 2,00,00,000.00 |
| Amount received for opening bank A/c | 10,000.00 |
| Less : Work Done | (47,58,547.00) |
| | 1,52,51,453.00 |
| <u>Sundry Creditors</u> | |
| Work Done | 44,06,062.00 |
| Less : TDS (2%) | (88,122.00) |
| Less : WCT (2%) | (88,121.00) |
| Less : SD 10% | (4,40,607.00) |
| Less : Labour Cess 1% | (44,060.00) |
| | 37,45,152.00 |
| <u>Statutory dues Payable</u> | |
| TDS Payable u/s 94C | 88,122.00 |
| TDS Payable u/s 94C (WCT) | 88,121.00 |
| TDS Payable u/s 94J- Audit fee | 5,000.00 |
| TDS Payable u/s 94J- other | 2,048.00 |
| TDS Payable u/s 94I | 50,400.00 |
| Labour cess Payable | 44,060.00 |
| | 2,77,751.00 |