

AUDITOR'S REPORT

To,
The Members of M/s PRECIOUS REALITIES & INVESTMENTS PRIVATE LIMITED.

I have audited the attached Balance Sheet of M/s. PRECIOUS REALITIES & INVESTMENTS PRIVATE LIMITED, as at 31st March, 2012 and also the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted my audit in accordance with auditing standards generally accepted in India. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

1. In my opinion, and to the best of my information and according to the explanations given to me, the Balance Sheet and the Profit and Loss Account together with the notes thereon attached thereto given in the prescribed manner, the information required by the Companies Act, 1956 and also give, respectively a true and fair view of the state of the Company's affairs as at 31st March, 2012 and its profit for the year ended on that date.
2. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for my audit. In my opinion, proper books of accounts have been kept as required by law so far as it appears from my examination of the books and the above mentioned accounts are in agreement therewith.
3. In my opinion, the Profit & Loss Account and Balance Sheet comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
4. According to the information and explanation given to me and on the basis of written representation received from the directors, taken on record by Board of Directors, no director is disqualified as on 31st March, 2006 from being appointed as a director under section 274 (1)(g) of the Companies Act, 1956.
5. Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order 2004 is not applicable since being a private limited company satisfying all the following conditions :
 1. It has not accepted any public deposits.
 2. Its turnover does not exceed Rs.5 crores; and
 3. Its outstanding loan from any bank or financial institution does not exceed Rs.100 Lacs.

PLACE : MUMBAI.

DATED : 12th September, 2012.

K. Gala & Associates
CHARTERED ACCOUNTANTS
MUMBAI
REGISTRATION/ACCOUNTANTS

These papers downloaded

from MCA SITE

Verified by me

for ICAI
Dhokkar

DIRECTOR'S REPORT

The Members,
Precious Realities & Investments Pvt Ltd.

Dear Shareholders,

1. Your Directors have pleasure in presenting the Annual Report and audited accounts of your Company for the period ended 31st March, 2012.

2. FINANCIAL RESULTS :

The Company has made a profit of Rs. 15,63,644.49/- . Director hope next year will be for company.

3. DIVIDEND :

This being the fifth year of operation of your company and having no business income your directors do not recommend any dividend for the year.

4. OPERATIONS & OUTLOOK :

Company has established its presence in the market. During the period under review the company has not done any business. The has a scope to do better in future expects to earn sizable revenue from its business.

The Company foresees a good business ahead and is confident of achieving better performance in future.

5. DIRECTORS :

There were no changes in the composition of the Board & the promoter directors continued to discharge their duties responsibly.

Verified by me

for ICAI

Anokhae

6. AUDITORS :

The auditors of the company M/s K. Gala & Associates., Chartered Accountants, retire at the conclusion of ensuing Annual General Meeting. Being eligible for reappointment, they have offered themselves for reappointment. The members are requested to reappoint them as auditors.

7. HUMEN RESOURCES

Your directors acknowledge and appreciate the sincere efforts and effective services rendered by the committed employees of the company.

As none of the employees were in receipt of remuneration as specified under section 217(2A) of the Companies Act, 1956 read with Companies (Particular of employees) Rules 1975 no details are annexed here to.

8. DIRECTORS RESPONSIBILITY STATEMENT :

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Director's Responsibility Statement, it is hereby confirmed:

- i) That in the preparation of the accounts for the period, the applicable accounting standards have been followed along with proper explanation relating to material departure, if any;
- ii) That the directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of
- iii) affairs of the Company at the end of the financial year and of the profit or loss of the Company for the period under review;
- iv) That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with Provisions of the Companies Act, 1956 for safe guarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- v) That the Directors have prepared the accounts for the year on a 'Going Concern' basis.

9. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION

The Companies (Disclosure of particulars in the Report of Directors) Rules 1988 require disclosure regarding conservation of energy in Form A and technology

Verified by me

for ICAT


absorption in the Form B prescribed by the Rules. The Company not being a Manufacturing Company is advised that Form A & Form B are not applicable to it.

10. FOREIGN EXCHANGE EARNING & EXPENDITURE

The Company has neither incurred any expenditure nor earned any income in foreign exchange.

11. FIXED DEPOSITS

The Company has not accepted any fixed deposits from the public under section 58A of the Companies Act 1956.

12. ACKNOWLEDGEMENTS :

The director place on record their sincere appreciation for i) the dedicated services of all the employees who have worked with enthusiasm ii) assistance and support extended by all its business associates and bankers.

FOR AND ON BEHALF OF
THE BOARD OF DIRECTORS



Mumbai, 12th September 2012

DIRECTOR

Verified by me
for ICAI



PART I - Form of BALANCE SHEET
 PRECIOUS REALITIES & INVESTMENTS PRIVATE LIMITED
 Balance Sheet as at 31st March 2012

Particulars		Note No.	(in Rupees)	
1	2	3	31 March 2012	31 March 2011
I. EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a) Share capital	1		1,00,000.00	1,00,000.00
(b) Reserves and surplus	2		31,66,705.00	16,03,060.51
(c) Money received against share warrants				
2 Share application money pending allotment			53,96,000.00	97,64,000.00
3 Non-current liabilities				
(a) Long-term borrowings	3			
(b) Deferred tax liabilities (Net)	4			
(c) Other Long term liabilities	5			
(d) Long-term provisions				
4 Current liabilities				
(a) Short-term borrowings	6		7,68,14,914.65	6,86,94,110.00
(b) Trade payables				
(c) Other current liabilities	7		3,94,280.00	19,26,248.00
(d) Short-term provisions	8		5,000.00	
TOTAL			8,58,76,899.65	8,20,87,418.51
II. ASSETS				
Non-current assets				
1 (a) Fixed assets				
(i) Tangible assets				
(ii) Intangible assets				
(iii) Capital work-in-progress				
(iv) Intangible assets under development				
(b) Non-current investments	11			
(c) Deferred tax assets (net)	12			
(d) Long-term loans and advances				
(e) Other non-current assets				
2 Current assets				
(a) Current investments				
(b) Inventories	14			
(c) Trade receivables	15		4,29,230.00	
(d) Cash and cash equivalents	16		8,32,969.65	15,79,673.51
(e) Short-term loans and advances	17		8,37,26,850.00	8,01,13,853.00
(f) Other current assets	18		8,87,850.00	3,93,892.00
TOTAL			8,58,76,899.65	8,20,87,418.51

PRECIOUS REALITIES & INVESTMENTS PRIVATE LIMITED

Director Director

Date : 12/09/2012
 Place : Mumbai

Verified by me
 for ICAI Anshul

AS PER REPORT OF EVEN DATE

For K. Gala & Associates
 Chartered Accountants

Partner
 Membership No. 2048753

Address: 12-B, Singapuri Bldg., 1st Floor
 609, JSS Road, Marine Line
 Mumbai - 400002

Firm Regn. No. 135039W



NOTE 1

Disclosure pursuant to Note no. 6(A)(a, b & c) of Part I of Schedule VI to the Companies Act, 1956

Share Capital	3/31/2012	3/31/2011
	Amount	Amount
<u>Authorised</u>		
___% preference shares of ___ each		
500000 Equity Shares of 10 each	50,00,000.00	50,00,000.00
<u>Issued</u>		
___% preference shares of ___ each		
10000 Equity Shares of 10 each	1,00,000.00	1,00,000.00
<u>Subscribed & Paid up</u>		
___% preference shares of ___ each		
Equity Shares of ___ each fully paid		
<u>Subscribed but not fully Paid up</u>		
___% preference shares of ___ each, not fully paid up		
Equity Shares of ___ each, not fully paid up		
Total	1,00,000.00	1,00,000.00

NOTE 1 A

Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule VI to the Companies Act, 1956

Particulars	Equity Shares	
	Number	Amount
Shares outstanding at the beginning of the year		1,00,000.00
Shares Issued during the year		
Shares bought back during the year		
Shares outstanding at the end of the year		1,00,000.00

Verified by me
for ICAI *Athabkare*

NOTE 2

Disclosure pursuant to Note no. 6(B) of Part I of Schedule VI to the Companies Act, 1956

<u>Reserves & Surplus</u>	As at 31 March 2012	As at 31 March 2011
a. Capital Reserves		
Opening Balance		
(+) Current Year Transfer		
(-) Written Back in Current Year		
Closing Balance		
b. Capital Redemption Reserve		
Opening Balance		
(+) Current Year Transfer		
(-) Written Back in Current Year		
Closing Balance		
c. Securities Premium Account		
Opening Balance		
Add: Securities premium credited on Share issue		
Less: Premium Utilised for various reasons:		
Premium on Redemption of Debentures		
For Issuing Bonus Shares		
Closing Balance		
d. Debenture Redemption Reserve		
Opening Balance		
(+) Current Year Transfer		
(-) Written Back in Current Year		
Closing Balance		
e. Revaluation Reserve		
Opening Balance		
(+) Current Year Transfer		
(-) Written Back in Current Year		
Closing Balance		
f. Share Options Outstanding Account		
Opening Balance		
(+) Current Year Transfer		
(-) Written Back in Current Year		
Closing Balance		

verified by me
for ICAI *Ashok*

g. Other Reserves (Specify the nature and purpose of each reserve)

Opening Balance
 (+) Current Year Transfer
 (-) Written Back in Current Year
 Closing Balance

h. Surplus

Opening balance
 (+) Net Profit/(Net Loss) For the current year
 (+) Transfer from Reserves
 (-) Proposed Dividends
 (-) Interim Dividends
 (-) Transfer to Reserves
 Closing Balance

Total

16,03,060.51	9,16,469.92
15,63,644.49	6,86,590.59
31,66,705.00	16,03,060.51
31,66,705.00	16,03,060.51

Note:

termed as a "fund"
 instead of presenting on the asset side

Verified by me

for *RAI Shakkal*

Closure pursuant to Note no. 6(F) of Part I of Schedule VI to the Companies Act, 1956

Short Term Borrowings

As at 31 March 2012

As at 31 March 2011

Secured

(a) Loans repayable on demand

from banks

(Secured By _____)

from other parties

(Secured By _____)

(of the above, _____ is guaranteed by Directors and / or others)

(b) Loans and advances from related parties

(Secured By _____)

(of the above, _____ is guaranteed by Directors and / or others)

(c) Deposits

(Secured By _____)

(of the above, _____ is guaranteed by Directors and / or others)

(d) Other loans and advances (specify nature)

(Secured By _____)

(of the above, _____ is guaranteed by Directors and / or others)

of loans and interest with respect to (a) (b) & (d)

1. Period of default

2. Amount

Unsecured

(a) Loans repayable on demand

from banks

from other parties

(of the above, _____ is guaranteed by Directors and / or others)

(b) Loans and advances from related parties

(of the above, _____ is guaranteed by Directors and / or others)

(c) Deposits

(of the above, _____ is guaranteed by Directors and / or others)

(d) Other loans and advances (specify nature)

(of the above, _____ is guaranteed by Directors and / or others)

7,68,14,914.65

6,86,94,110.00

7,68,14,914.65

6,86,94,110.00

Verified by me

for ICAI

Athokkal

loans and interest with respect to (a) (b) & (d)
Period of default
2. Amount

Total

7,68,14,914.65	6,86,94,110.00
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Verified by me
for ICAI *Shokke*

Disclosure pursuant to Note no. 6(G) of Part I of Schedule VI to the Companies Act, 1956

<u>Other Current Liabilities *</u>	As at 31 March 2012	As at 31 March 2011
(a) Current maturities of long-term debt		
(b) Current maturities of finance lease obligations		
(c) Interest accrued but not due on borrowings		
(d) Interest accrued and due on borrowings		
(e) Income received in advance		
(f) Unpaid dividends		
(g) Application money received for allotment of securities and due for interest accrued on (g) above		
Number of shares proposed to be issued: _____		
Amount of premium (if any): _____		
Terms and conditions of shares proposed to be issued: _____		
Date by which shares shall be allotted: _____		
Whether the company has sufficient authorized capital to cover the share		
The period overdue from the last date of allotment is _____; reason _____		
* All amounts out of Share Application money which are refundable to be		
(h) Unpaid matured deposits and interest accrued thereon		
(i) Unpaid matured debentures and interest accrued thereon		
(j) Other payables (specify nature) Sundry Creditors	3,94,280.00	19,26,248.00
Total	3,94,280.00	19,26,248.00

NOTE 8

Disclosure pursuant to Note no. 6(H) of Part I of Schedule VI to the Companies Act, 1956

<u>Short Term Provisions</u>	As at 31 March 2012	As at 31 March 2011
(a) Provision for employee benefits		
Salary & Reimbursements		
Contribution to PF		
Gratuity (Funded)		
Leave Encashment (funded)		
Superannuation (funded)		
ESOP / ESOS		
(b) Others (Specify nature)	5,000.00	
Total	5,000.00	

Verified by me
for ICAI *Ashok*

closure pursuant to Note no.P (i), (ii), (iii) and (iv) of Part I of Schedule VI to the Companies Act, 1956

Trade Receivables	As at 31 March 2012	As at 31 March 2011
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	4,29,230.00	66,463.00
Unsecured, considered good		
Unsecured, considered doubtful		
Less: Provision for doubtful debts		
	4,29,230.00	66,463.00
Trade receivables outstanding for a period more than six months from the date they are due for payment		
Secured, considered good		
Unsecured, considered good		
Unsecured, considered doubtful		
Less: Provision for doubtful debts		
Total	4,29,230.00	66,463.00

Verified by me
for ICAI *Ahokkar*

Disclosure pursuant to Note no.Q (i), (ii), (iii), (iv) and (v) of Part I of Schedule VI to the Companies Act,

Cash and cash equivalents	As at 31 March 2012	As at 31 March 2011
a. Balances with banks*		
This includes:		
Earmarked Balances (eg/- unpaid dividend accounts)	5,81,219.65	15,13,211.51
Margin money		
Security against borrowings		
Guarantees		
Other Commitments		
Bank deposits with more than 12 months maturity		
b. Cheques, drafts on hand		
c. Cash on hand*	2,51,750.00	66,462.00
d. Others (specify nature)		
Total	8,32,969.65	15,79,673.51

*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.

NOTE 17

Disclosure pursuant to Note no.R (i), (ii) and (iii) of Part I of Schedule VI to the Companies Act, 1956

Short-term loans and advances	As at 31 March 2012	As at 31 March 2011
a. Loans and advances to related parties (refer note 2)		
Secured, considered good	8,37,26,850.00	8,01,13,853.00
Unsecured, considered good		
Doubtful		
Less: Provision for doubtful loans and advances		
	8,37,26,850.00	8,01,13,853.00
b. Others (specify nature)		
Secured, considered good		
Unsecured, considered good		
Doubtful		
Less: Provision for _____		
Total	8,37,26,850.00	8,01,13,853.00

Verified by me
for ICAI *Ahokkar*

Point No. 6S of General Instructions for Preparation of Balance Sheet

No	Other current assets (specify nature)	As at 31 March 2012	As at 31 March 2011
1	Tds Refund	8,21,616.00	3,11,100.00
2	Misc. Expenses (Assets)	66,234.00	82,792.00
		8,87,850.00	3,93,892.00
	This is an all-inclusive heading, which incorporates current assets that do not fit into any other asset categories.		

This is an all-inclusive heading, which incorporates current assets that do not fit into any other asset categories.

Verified by me
for ICAI *Shakke*