

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF Urban Infrastructure Venture Capital Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Urban Infrastructure Venture Capital Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act. 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 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 judgment, 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 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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 March 31, 2016, and its profit and its cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements:

- a) Note 16.1 to the financial statements regarding non- receipt of balance confirmations of Inter- Corporate Deposits and interest accrued & due thereon
- b) Note 16.2 to the financial statements regarding Inter-Corporate deposits and interest accrued & due there on aggregating to Rs. 80,91,12,346 due from three body-corporate in respect of which the Company has filed winding-up petitions and has considered the same good for recovery and no provision for doubtful debts has been considered necessary, for the reasons stated therein.
- c) Note 20.1 to the financial statements regarding payment of managerial remuneration, which is subject to the approval of Central Government

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order 2016 ("the Order"), issued by the Central Government of India, in terms of sub-section (11) of Section 143 of the Act, we give in the " Annexure A" hereto, a statement on the matters specified in the 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 it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 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".
 - (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 has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note 16.2 and Note 27 to the financial statements.
 - ii. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Chaturvedi & Shah

Chartered Accountants

(Firm's Registration No.101720W)

R.Koria

Partner

Membership No. 35629

Place: Mumbai

Date: 16.05.2016

**ANNEXURE “A” TO INDEPENDENT AUDITOR’S REPORT TO THE MEMBERS OF
URBAN INFRASTRUCTURE VENTURE CAPITAL LIMITED**

(Referred to in paragraph 1 under the heading “Report on other legal and regulatory requirements” of our report of even date to the members of Urban Infrastructure Venture Capital Limited on the accounts for the year ended 31st March, 2016)

- (i) In respect of its fixed assets:
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. As explained to us, the fixed assets have been physically verified by the management in accordance with the programme of verification, which in our opinion is reasonable, considering the size and nature of its assets. No discrepancies were noticed on such verification as compared with the available records.
 - c. The Company does not have immovable properties. Therefore the provisions of clause (i) (c) of paragraph 3 of the Order are not applicable to the Company.
- (ii) In respect of its inventories:

The Company does not have any inventory. Therefore the provisions of clause (ii) of paragraph 3 of the Order are not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has not granted any loan secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Therefore the provisions of clause (iii) of paragraph 3 of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied the provision of section 186 of the Act in respect of grant of loans and making investments. The Company has not granted any loan or provided any guarantee or security during the year to parties covered under section 185 of the Act and hence provision of section 185 are not applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit. Therefore the provisions of Clause (v) of paragraph 3 of the Order are not applicable to the Company.

- (vi) According to the information and explanations given to us, Central Government has not prescribed maintenance of cost records under sub-Section (1) of Section 148 of the Act in respect of activities carried on by the Company. Therefore the provisions of clause (vi) of paragraph 3 of the Order are not applicable to the Company.
- (vii) According to the information and explanations given to us, and the records of the Company examined by us:
- (a) The Company has generally been regular in depositing with appropriate authorities undisputed statutory dues, including provident Fund, employees' state insurance, income tax, sales tax, service tax, custom duty, excise duty, value added tax, cess and any other statutory dues as applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid statutory dues were outstanding, as at 31st March 2016 for a period of more than six months from the date they became payable.
- (b) The disputed statutory dues aggregating **Rs. 68 64 002** as at 31.03.2016, that have not been deposited on account of matters pending before appropriate authorities, is as under:

Name of the Statute	Nature of the Dues	Amount in Rs.	Period to which the amount relates	Forum where dispute is pending
Income Tax Act	Income Tax	58 64 102*	A.Y.09-10	ITAT
		9 99 900	A.Y.10-11	Commissioner of Income Tax(Appeals)

*Net of amount Rs.10 00 000/- deposited under protest

- (viii) Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to banks. During the year the Company has no dues to financial institutions, Government or debenture holders.
- (ix) According to the information and explanations given to us, the Company has not raised money by way of initial public offer or further public offer (including debt instruments) and no term loan was raised and therefore the provisions of clause (ix) of paragraph 3 of the Order are not applicable to the Company.

- (x) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and on the basis of information and explanations given by the management, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us, during the period from 1st April 2015 to 20th October 2015 the Company has received Central Government approval for the excess managerial remuneration paid to the Managing Director. During the period from 21st October 2015 to 31st March 2016 the Company has paid or provided an amount of Rs. 77 26 199/- to the Managing Director which was in excess of the remuneration as prescribed in the Schedule V to the Act by Rs. 955 209/-. The Shareholders at its meeting held on 30th October, 2015 approved the managerial remuneration by passing special resolution and accordingly the Company has applied for the approval of Central Government, which is awaited.
- (xii) In our opinion, the Company is not a nidhi Company. Therefore the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, the Company's transactions with its related parties are in compliance with section 177 and section 188 of the Act wherever applicable and the details of related party transactions have been disclosed in the financial statements as required by the applicable Accounting Standards.
- (xiv) According to the information and explanation given to us, during the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Therefore the provisions of clause (xiv) of paragraph 3 of the Order are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him under section 192 of the Act. Therefore the provisions of clause (xv) of paragraph 3 of the Order are not applicable to the Company.

(xvi) In our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Therefore, the provisions of Clause (xvi) of paragraph 3 of the Order are not applicable to the Company.

For Chaturvedi & Shah
Chartered Accountants
(Firm's Registration No.101720W)

R.Koria
Partner
Membership No. 35629

Place: Mumbai
Date: 16.05.2016

**ANNEXURE “B” TO INDEPENDENT AUDITOR’S REPORT TO THE MEMBERS OF
URBAN INFRASTRUCTURE VENTURE CAPITAL LIMITED**

(Referred to in paragraph 2 (f) under the heading “Report on other legal and regulatory requirements” of our report of even date to the members of Urban Infrastructure Venture Capital Limited on the accounts for the year ended 31st March, 2016)

Report on the Internal Financial Controls over financial reporting 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 Urban Infrastructure Venture Capital Limited (“the Company”) as of March 31, 2016 in conjunction with our audit of the 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 (“the Guidance Note”) issued by the Institute of Chartered Accountants of India. 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 and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide 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, to the best of our information and according to the explanations given to us, 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 March 31, 2016, 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.

For Chaturvedi & Shah

Chartered Accountants
(Firm’s Registration No.101720W)

R.Koria

Partner
Membership No. 35629

Place: Mumbai
Date: 16.05.2016

Urban Infrastructure Venture Capital Limited
Balance Sheet as at 31st March 2016

(Amount in Rs.)

EQUITY AND LIABILITIES	Note	As at 31st March 2016		As at 31st March 2015	
SHAREHOLDERS' FUNDS					
Share Capital	2	5 00 00 000		5 00 00 000	
Reserves and Surplus	3	<u>181 69 98 067</u>	186 69 98 067	<u>181 68 47 965</u>	186 68 47 965
NON-CURRENT LIABILITIES					
Long-Term Provisions	4		63 44 209		74 54 350
CURRENT LIABILITIES					
Short-Term Borrowings	5	8 43 82 599		3 81 30 772	
Trade Payables	6	3 00 068		1 38 227	
Other Current Liabilities	7	1 16 40 828		92 59 771	
Short-Term Provisions	8	<u>71 01 879</u>	10 34 25 374	<u>1 85 46 815</u>	6 60 75 585
TOTAL			<u>197 67 67 650</u>		<u>194 03 77 900</u>
ASSETS					
NON-CURRENT ASSETS					
Fixed Assets -					
Tangible Assets	9	51 30 494		36 01 637	
Intangible Assets		<u>8 34 108</u>		<u>12 21 690</u>	
		59 64 602		48 23 327	
Non-Current Investments	10	56 31 59 354		56 61 49 452	
Deferred Tax Assets (Net)	11	44 45 680		66 07 073	
Long-Term Loans and Advances	12	<u>9 71 00 738</u>	67 06 70 374	<u>6 72 94 648</u>	64 48 74 500
CURRENT ASSETS					
Current Investments	13	4 84 88 510		5 47 31 549	
Trade Receivables	14	3 14 59 734		3 17 09 674	
Cash and Cash Equivalents	15	13 19 219		15 54 448	
Short-Term Loans and Advances	16	107 92 24 212		106 19 02 128	
Other Current Asset	17	<u>14 56 05 601</u>	130 60 97 276	<u>14 56 05 601</u>	129 55 03 400
TOTAL			<u>197 67 67 650</u>		<u>194 03 77 900</u>
SIGNIFICANT ACCOUNTING POLICIES					
	1				
NOTES ON FINANCIAL STATEMENTS					
	2 -- 29				

As per our report of even date
For CHATURVEDI & SHAH
Chartered Accountants
Firm Registration No.101720W

For & on behalf of the Board of Directors

R. KORIA
Partner
Membership No.35629

Anand Jain
Chairman
DIN : 00003514

Parag Parekh
Managing Director & CEO
DIN : 00015655

Place : Mumbai
Date : 16th May, 2016

S S Thakur
Director
DIN : 00001466

P. Krishnamurthy
Director
DIN : 00013565

Dharmesh Trivedi **Daya Shah**
CFO Company Secretary
Mem No.: 40961 Mem No.: A38079

Urban Infrastructure Venture Capital Limited

Cash Flow Statement for the year ended 31st March, 2016

(Amount in Rs.)

	For the year ended 31.03.2016	For the year ended 31.03.2015
Cash flow from Operating Activities		
Profit before tax as per Statement of Profit & Loss	1 19 24 775	8 47 37 980
	1 19 24 775	8 47 37 980
Adjustments for :		
Depreciation	18 52 233	46 18 520
Dividend from Investments	(3 55 246)	(5 58 391)
Interest Income	(4 59 92 578)	(5 62 04 510)
Finance Cost	43 49 590	2 01 31 121
Profit on Sale / Redemption of Current Investments (net)	(21 38 283)	(13 96 462)
Loss on sale/discard of fixed assets (Net)	8 708	18 91 808
Provision/(reversal) for Diminution in value of Investments (Net)	88 25 890	(1 79 34 809)
Operating profit/(loss) before working capital changes	(2 15 24 911)	3 52 85 257
Trade and others Receivables	(2 42 96 266)	(26 29 672)
Trade and othes Payables	(43 48 612)	85 97 373
Cash generated from/(used in) operations	(5 01 69 790)	4 12 52 958
Less: Taxes Paid	(1 35 36 652)	(3 44 02 245)
Net Cash from/(used in) Operating Activities (A)	(6 37 06 443)	68 50 713
Cash flow from Investing Activities		
Purchase of fixed assets	(30 35 716)	(14 95 670)
Sale of Fixed Assets	33 500	12 500
Purchase of Investments	-	(29 84 410)
Sale / Redemption of Investments	25 45 524	2 62 48 417
Movement in loans	1 50 00 000	8 49 99 998
Interest Received	1 23 33 989	6 89 97 858
Dividend Received	3 55 246	5 58 391
Net Cash from investing activities (B)	2 72 32 543	17 63 37 084
Cash flow from Financing Activities		
Short term loan (Net)	4 62 51 827	(15 52 65 894)
Dividend paid (Including Dividend Distribution tax)	(60 17 882)	(58 49 750)
Finance charges paid	(39 95 275)	(2 19 91 343)
Net Cash from /(used in) financing activities (C)	3 62 38 670	(18 31 06 987)
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	(2 35 229)	80 810
Opening Balance of cash and cash equivalents*	15 54 448	14 73 638
Closing Balance of cash and cash equivalents*	13 19 219	15 54 448

*For components refer Note No.15

Notes:

- The Cash Flow Statement has been prepared under the "Indirect Method" set out in Accounting Standard 3 on "Cash Flow Statement" as notified in Companies (Accounting Standard) Rules, 2006.
- The previous year's figures have been regrouped and reworked wherever necessary.
- Figures in "()" indicates Cash outflow.

As per our report of even date

For Chaturvedi & Shah

Chartered Accountants

Firm Registration No.101720W

For and on behalf of the Board of Directors

R. Koria

Partner

Membership No.35629

Anand Jain

Chairman

DIN : 00003514

Parag Parekh

Managing Director & CEO

DIN : 00015655

S S Thakur

Director

DIN : 00001466

P.Krishnamurthy

Director

DIN : 00013565

Dharmesh Trivedi

CFO

Mem No.: 40961

Daya Shah

Company Secretary

Mem No.: A38079

Place: Mumbai

Date : 16th May, 2016

Urban Infrastructure Venture Capital Limited
Statement of Profit and Loss for the year ended 31st March, 2016

(Amount in Rs.)

Particulars	Note	Year ended 31st March 2016		Year ended 31st March 2015	
Revenue from Operations	18	13 08 67 227		19 85 57 421	
Less :- Service Tax Recovered		<u>6 81 133</u>	13 01 86 094	<u>81 07 496</u>	19 04 49 925
Other Income	19		<u>4 90 56 968</u>		<u>7 67 94 525</u>
Total Revenue			<u>17 92 43 062</u>		<u>26 72 44 450</u>
Expenses					
Employee Benefits Expenses	20		8 50 52 047		10 03 73 037
Finance Costs	21		43 49 590		2 01 31 121
Depreciation	9		18 52 233		46 18 520
Administrative and Other Expenses	22		<u>7 60 64 417</u>		<u>5 73 83 792</u>
Total Expenses			<u>16 73 18 287</u>		<u>18 25 06 470</u>
Profit Before Tax			1 19 24 775		8 47 37 980
Tax Expenses					
Current Tax			96 13 280		2 51 95 000
Deferred Tax (Credit)			21 61 393		(18 23 153)
Profit After Tax			<u>1 50 102</u>		<u>6 13 66 133</u>
Basic & Diluted Earning Per Share of Rs. 5/- each.	23		0.02		6.14
SIGNIFICANT ACCOUNTING POLICIES	1				
NOTES ON FINANCIAL STATEMENTS	2 -- 29				

As per our report of even date
For CHATURVEDI & SHAH
Chartered Accountants
Firm Registration No.101720W

For & on behalf of the Board of Directors

R. KORIA
Partner
Membership No.35629

Anand Jain
Chairman
DIN : 00003514

Parag Parekh
Managing Director & CEO
DIN : 00015655

Place : Mumbai
Date : 16th May, 2016

S S Thakur
Director
DIN : 00001466

P. Krishnamurthy
Director
DIN : 00013565

Dharmesh Trivedi **Daya Shah**
CFO Company Secretary
Mem No.: 40961 Mem No.: A38079

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards issued under the Companies (Accounting Standards) Rules, 2006 which continue to apply as per Section 133 of the Companies Act 2013. The financial statements have been prepared as a going concern basis under the historical cost convention.

1.2 USE OF ESTIMATE

The preparation of financial statements requires estimates and assumptions to be made that effect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known / materialized.

1.3 FIXED ASSETS

Fixed assets are stated at cost of acquisition less accumulated depreciation.

1.4 INTANGIBLE ASSETS

Intangible assets are stated at cost of acquisition less accumulated amortisation. Computer Software is amortised over a period of three years.

1.5 REVENUE RECOGNITION

The investment management fees are recognized in accordance with management agreement entered into, for the period for which services are rendered. Other revenues are recognised when it is earned and no significant uncertainty exists as to its ultimate collection and includes, service tax, wherever applicable . Dividend is recognized when right to receive payment is established by balance sheet date. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable. Interest on Non convertible Debentures (NCD's) beyond the period of maturity is accounted in the year of receipt.

1.6 DEPRECIATION

Depreciation on fixed assets is provided to the extent of depreciable amount on the straight-line method over the useful life of assets as prescribed Part-C of Schedule II to the Companies Act, 2013.

1.7 FOREIGN CURRENCY TRANSACTION

- i) Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the date of the transaction.
- ii) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of any item which is covered by forward exchange contract, the difference between the year end rate and the rate on the date of the contract is recognised as exchange rate difference and the premium paid on forward contracts not intended for trading or speculation purpose is amortised as expense over life of the contract.
- iii) Non monetary foreign currency items are carried at cost.
- iv) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit & Loss.

1.8 INVESTMENTS

Current investments are carried at the lower of cost and quoted / fair value, computed scrip wise. Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management. Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investment. All other investments are classified as long term investments.

1.9 EMPLOYEE BENEFITS

- i) Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.
- ii) Post employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss.
- iii) Compensated absences are accounted similar to the short term employee benefits.

1.10 BORROWING COST

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged as per expenses in the year in which they are incurred.

1.11 PROVISION FOR CURRENT AND DEFERRED TAX

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing difference" between book and taxable Profit is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future.

1.12 PRELIMINARY AND ISSUE EXPENSES

Preliminary and issue expenses are charged off to the statement of Profit and Loss in the year in which incurred.

1.13 IMPAIRMENT OF ASSETS

The carrying amount of assets are reviewed at each Balance Sheet date, if there is any indication of impairment based on internal or external factors. An Asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment Loss is charged to statement of Profit & Loss in the year in which an asset is identified as impaired. The impairment Loss recognized in prior Accounting period is reversed if there has been a change in the estimate of recoverable amount.

1.14 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

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

Urban Infrastructure Venture Capital Limited
Notes on Financial Statements for the year ended 31st March 2016

Note 2 Share Capital

Particulars	(Amount in Rs.)	
	As at 31 March 2016	As at 31 March 2015
Authorised		
1 00 00 000 (Previous Year 1 00 00 000) Equity Shares of Rs.5/- each.	5 00 00 000	5 00 00 000
Total	5 00 00 000	5 00 00 000
Issued Subscribed & Fully Paid up		
1 00 00 000 (Previous Year 1 00 00 000) Equity Shares of Rs.5/-each, fully paid-up.	5 00 00 000	5 00 00 000
Total	5 00 00 000	5 00 00 000

2.1 Aggregate number of Bonus shares allotted during the period of five years immediately preceeding 31st March, 2016 :

Particulars	No. of Shares	Year of Allotement
Equity shares allotted as fully paid-up by way of Bonus shares	80 00 000	2012-13

2.2 Reconciliation of number of Equity shares outstanding at the beginning and at the end of the year:

Particulars	2015-16		2014-15	
	(In Nos.)	(Amount in Rs.)	(In Nos.)	(Amount in Rs.)
Shares outstanding at the beginning of the year	1 00 00 000	5 00 00 000	1 00 00 000	5 00 00 000
Shares outstanding at the end of the year	1 00 00 000	5 00 00 000	1 00 00 000	5 00 00 000

2.3 The terms/rights attached to the Equity Shares:

The holder of equity share of Rs.5/- each is entitled to one vote per share. The equity shareholders are entitled to dividend only if dividend in particular financial year is recommended by the Board of Directors and approved by the Members at the Annual General Meeting of that year. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts if any. The distribution will be in proportion to the number of equity shares held by the share holders.

2.4 1 00 00 000 (Previous year 1 00 00 000) Equity shares are held by Jai Corp Limited, the holding Company (including Equity Shares held jointly with the nominees)

2.5 The details of shareholder holding more than 5% Equity shares :

Name of Shareholder	As at 31 March 2016		As at 31 March 2015	
	No. of shares	Percentage	No. of shares	Percentage
Jai Corp Limited (including equity shares held jointly with the nominees)	1 00 00 000	100%	1 00 00 000	100%

Urban Infrastructure Venture Capital Limited
Notes on Financial Statements for the year ended 31st March 2016

Note 3 Reserves and Surplus		(Amount in Rs.)	
Particulars	As at 31 March 2016	As at 31 March 2015	
General Reserves			
As per last Balance Sheet	71 00 00 000	71 00 00 000	
Surplus in Statement of Profit and Loss			
As per last Balance Sheet	1 10 68 47 965	1 05 14 99 714	
Add:-Net Profit for the year	<u>1 50 102</u>	<u>6 13 66 133</u>	
Amount available for Appropriations	1 10 69 98 067	1 11 28 65 847	
Appropriations			
Proposed Dividend on Equity Shares	-	50 00 000	
Dividend Distribution Tax on Proposed Dividend	<u>-</u>	<u>10 17 882</u>	
Total	<u><u>1 81 69 98 067</u></u>	<u><u>1 81 68 47 965</u></u>	
Note 4 Long Term Provisions			
Particulars	As at 31 March 2016	(Amount in Rs.) As at 31 March 2015	
Provision for employee benefits			
Gratuity (Refer Note No.20.2)	63 44 209	74 54 350	
Total	<u><u>63 44 209</u></u>	<u><u>74 54 350</u></u>	
Note 5 Short Term Borrowings			
Particulars	As at 31 March 2016	(Amount in Rs.) As at 31 March 2015	
Secured			
Revolving Term Loan from a Bank	8 43 82 599	3 81 30 772	
Total	<u><u>8 43 82 599</u></u>	<u><u>3 81 30 772</u></u>	
5.1	Above loan is secured by hypothecation of first and exclusive charge on receivable (management fees and advisory fees) from Urban Infrastructure Opportunity Fund and Urban Infrastructure Capital Advisors - Mauritius.		
5.2	The rate of interest on above loan is 13.20% p.a.		
Note 6 Trade Payables			
Particulars	As at 31 March 2016	(Amount in Rs.) As at 31 March 2015	
Micro, Small and Medium Enterprises	-	-	
Others	3 00 068	1 38 227	
Total	<u><u>3 00 068</u></u>	<u><u>1 38 227</u></u>	
6.1	Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED 2006) have been determined based on the information available with the Company and the details of amount outstanding due to them are as given below:		
	Particulars	As at 31 March 2016	As at 31 March 2015
			(Amount in Rs.)
a)	Principal amount remaining unpaid	-	-
b)	Interest due thereon	-	-
c)	Interest paid by the Company in terms of Section 16 of MSMED	-	-
d)	Interest due and payable for the period of delay in making	-	-
e)	Interest accrued and remaining unpaid	-	-
f)	Further interest remaining due and payable in the succeeding	-	-
Note 7 Other Current Liabilities			
Particulars	As at 31 March 2016	(Amount in Rs.) As at 31 March 2015	
Interest accrued and due on borrowing	5 55 123	2 00 808	
Statutory Liabilities	34 98 599	21 91 736	
Other Payables	75 87 106	68 67 227	
Total	<u><u>1 16 40 828</u></u>	<u><u>92 59 771</u></u>	
7.1	Other Payables includes liability for Leave Travel Allowance and other expenses.		
Note 8 Short Term Provisions			
Particulars	As at 31 March 2016	(Amount in Rs.) As at 31 March 2015	
Proposed Dividend on Equity Shares	-	50 00 000	
Tax on Proposed Dividend	-	10 17 882	
Gratuity - (Refer Note No.20.2)	17 31 456	18 07 601	
Compensated Absences	53 70 423	1 07 21 332	
Total	<u><u>71 01 879</u></u>	<u><u>1 85 46 815</u></u>	
8.1	During the year Company has changed the policy in respect of encashment of accumulated Compensated Absences. As per new policy accumulation more than 60 days will not be encashed as against 120 days and accordingly opening liability has been reversed during the year		

Urban Infrastructure Venture Capital Limited
Notes on Financial Statements for the year ended 31st March 2016

Note 14 Trade receivables

Particulars	(Amount in Rs.)	
	As at 31 March 2016	As at 31 March 2015
Unsecured, Considered good		
Debts due for a period exceeding six months from the date they are due for repayment	-	-
Other Debts	3 14 59 734	3 17 09 674
Total	3 14 59 734	3 17 09 674

Note 15 Cash and Cash Equivalents

Particulars	(Amount in Rs.)	
	As at 31 March 2016	As at 31 March 2015
Balance with banks in Current Accounts	10 01 820	9 45 526
Cheque on hand	-	5 91 523
Cash on hand	3 17 399	17 399
Total	13 19 219	15 54 448

Note 16 Short term Loans and Advances

Particulars	(Amount in Rs.)	
	As at 31 March 2016	As at 31 March 2015
Unsecured, Considered good		
Advances to Related party (Refer Note No.24)	6 27 000	9 96 600
Others		
Inter-corporate Deposits (Refer Note No.16.1 and 16.2)	80 13 45 115	79 29 55 844
Interest Accrued & Due on above (Refer Note No.16.1 and 16.2)	25 84 91 320	25 49 35 956
Service Tax Receivable	1 35 811	1 28 438
Balance with Service Tax Authorities	-	46 05 491
Prepaid expenses	65 438	2 61 428
Rental & Other deposits	-	48 30 200
Others*	1 85 59 528	31 88 171
Total	1 07 92 24 212	1 06 19 02 128

*Includes Staff advances, Interest Receivable and Re-imbursement of Expenses.

16.1 Inter Corporate Deposit (ICD) of Rs. 60 17 77 842/- (Previous Year Rs. 59 44 00 000/-) and Interest accrued and due on the same of Rs. 22 00 75 172/- (Previous year Rs. 21 47 12 346/-) are subject to confirmation.

16.2 Inter Corporate Deposit (ICD) of Rs.59,44,00,000/- alongwith interest accrued and due on the same amounting to Rs. 21 47 12 346/- recoverable from Neelkanth Devansh Developers Pvt. Ltd., Neelkanth Kalindi Realtors Pvt. Ltd. and Neelkanth Soham Developers Pvt. Ltd. are overdue. These ICDs were given during the financial year 2009-10 and since then the Company has neither received the interest nor the repayment of the principal. In order to recover the said dues the Company has filed winding up petitions u/s 433, 434 and 435 of the Companies Act, 1956 against each of the above Companies in previous year. In view of the pending petitions and following the principle of prudence, the Company has decided not to recognize the interest on the same from financial year 2012-13 onwards and to account the same as and when realised or the matter is settled. However, in view of the value of the assets and commitment from the Promoter of those Companies, the Company is of the view that the entire outstanding amount is recoverable and no provision for doubtful advance is necessary. The Hon'ble Surpeme Court vide it's order dated 08th April, 2016 has passed an order that in case the above 3 companies makes the payment of the principal amount of Rs. 59 44 00 000/- within a period of 8 weeks from the date of order, the Company Court shall not proceed with the winding up proceedings. Further Company has also filed a suit against these companies for the recovery of amount with interest.

16.3 The Company has granted loans for the purpose of business and working capital needs of the recipient of the loan.

Note 17 Other Current Asset

Particulars	(Amount in Rs.)	
	As at 31 March 2016	As at 31 March 2015
Interest accrued on Investments*	14 56 05 601	14 56 05 601
Total	14 56 05 601	14 56 05 601

*Subject to Confirmation

Urban Infrastructure Venture Capital Limited
Notes on Financial Statements for the year ended 31st March 2016

Note 10 - Non - Current Investments

		As at 31 st March 2016				(Amount in Rs.) As at 31st March 2015
(A)	Particulars	Face Value	No. of Shares/Units	Rs.	No. of Shares/Units	Rs.
	Long Term Investments					
	Trade Investments					
	(a) In Equity Shares					
	Unquoted Fully Paid up					
	Subsidiary Company					
	UI Wealth Advisors Ltd.	10	21 00 000	2 10 00 000	21 00 000	2 10 00 000
	(b) In Venture Capital Fund					
	Unquoted Fully Paid up					
	Urban Infrastructure Venture Capital Fund - Class "B"	100	20 000	20 00 000	20 000	20 00 000
	Total Trade Investments (A)			2 30 00 000		2 30 00 000
	(B) Other Than Trade Investments					
	(a) In Equity Shares					
	Quoted Fully Paid up					
	Others					
	Hubtown Ltd	10	10	4 238	10	4 238
	Ajmera Realty & Infra India Ltd.	10	1	135	1	135
	Alpine Housing Development Corporation Ltd (Alpine Industries Ltd)	10	2	26	1	26
	Anant Raj Industries Ltd	2	5	1 323	5	1 323
	Ansal Buildwell Ltd	10	100	17 341	100	17 341
	Ansal Housing and Construction Ltd.	10	300	34 675	300	34 675
	Ansal Properties & Infrastructure Ltd.	5	1	278	1	278
	Arihant Foundation & Housing Ltd	10	1	308	1	308
	Ashina Housing & Finance (I) Ltd	2	15	190	15	190
	BL Kashyap & Sons Ltd	1	10	352	10	352
	BSEL Infrastructure Reality Ltd	10	10	704	10	704
	D S Kulkarni Developrs Ltd	10	10	2 429	10	2 429
	DLF Limited	2	1	634	1	634
	DB Realty	10	1	419	1	419
	Diwan Housing Finance	10	2	70	1	70
	DMC Educational Ltd	5	1	8	1	8
	EIH Ltd.	2	1	134	1	134
	EIH Associated Hotels Ltd.	10	5	498	5	498
	Eideco Housing & Industries Ltd	10	1	113	1	113
	ERA Infra Engineering Ltd (ERA Construction (I) Ltd)	2	5	362	5	362
	Ganesh Housing Corporation Ltd	10	1	420	1	420
	GIC Housing Finance Ltd	10	1	54	1	54
	Gruh Finance	10	10	180	5	180
	HB Estate Developers Ltd	10	1	32	1	32
	Hotel Leela Venture Ltd	2	1	32	1	32
	Housing Development Finance Corporation Ltd.	2	5	2 534	5	2 534
	Hindusthan Construction Company Ltd.	1	10	576	10	576
	Housing Development & Infrastructure Ltd	5	1	536	1	536
	Rattan India Infrastructure Ltd. (Indiabulls Infrastructure & Power Ltd	2	2	432	2	432
	India Bulls Real Estate Ltd	2	1	216	1	216
	Indo Asian Projects Ltd	10	1	39	1	39
	IVRCL Infrastructure & Project Ltd	2	2	362	2	362
	Jaypee Infratech Ltd.	10	1	84	1	84
	KCL Infra Projects Ltd. (Kadamb Constructions Ltd)	2	5	38	5	38
	Kamanwala Housing Const. Ltd	10	1	29	1	29
	Kolte Patil Developers Ltd.	10	1	45	1	45
	KSL & Industries Ltd	4	11	577	11	577
	Lanco Infratech Ltd	1	10	294	10	294
	Lancor Holdings Ltd	2	2	42	1	42
	LIC Housing Finance Ltd	2	5	235	5	235
	Lok Housing & Construction Ltd.	10	5	749	5	749
	Mahindra Life Space Developers Ltd. (Mahindra Gesco Developers)	10	100	89 399	100	89 399
	Marg Ltd	10	1	102	1	102
	Narendra Properties Ltd	10	1	23	1	23
	Nila Infrastructure Ltd	1	1	2	1	2
	Nitesh Estate	10	1	39	1	39
	Omaxe Ltd.	10	565	1 39 500	565	1 39 500
	Orbit Corporation Ltd	10	10	1 269	10	1 269
	Brigade Enterprises Ltd.	10	1	117	1	117
	The Ruby Mills Ltd.	5	4	725	2	725
	Future Retail Ltd.(Pantaloon Retail (I) Ltd)	2	1	452	1	452
	Parshwanath Developers Ltd.	5	200	46 570	200	46 570
	Peninsula Land Ltd.(Morarjee Realities Ltd.)	2	10	1 019	10	1 019
	Prajay engineers Syndicate Ltd.	10	5	1 252	5	1 252

Prime Property Development Corp. Ltd	5	1	113	1	113
Provogue (I) Ltd	1	5	244	5	244
Prozone Capital Shopping Centres Ltd.	2	5	244	5	244
Purvankara Projects Ltd.	5	1	375	1	375
Radhe Developers (India) Ltd.	10	10	157	10	157
Ragaliaa Realty Ltd	10	1	8	1	8
Rainbow Foundations Ltd	10	1	10	1	10
Rajswari Infrastructure Ltd.(Rajeswari Foundations Ltd)	10	1	16	1	16
SAAG RR Infra Ltd	10	1	22	1	22
Shoppers Stop Ltd	5	2	598	2	598
Simplex Realty Ltd.	10	1	164	1	164
Sobha Ltd.(Sobha Developers Ltd)	10	10	7 928	10	7 928
Sunteck Realty Ltd	2	5	1 986	5	1 986
Taj GVK Hotels & Resorts Ltd	2	1	80	1	80
Peninsula Land (The Phoenix Mills Ltd)	2	5	2 108	5	2 108
Trent Ltd	10	1	708	1	708
Tribhuvan Housing Ltd	1	5	14	5	14
Unitech Ltd	2	200	48 861	200	48 861
Vijay Shanthi Builders Ltd	10	1	27	1	27
Vipul Ltd	1	10	806	10	806
Godrej Properties Ltd.	5	2	807	2	807
Blue Cost Hotel (Morphe Hotel)	10	1	205	1	205
Oberoi Realty	10	1	238	1	238
Prestige Estate	10	1	130	1	130
Gravis Hospitality Ltd. (Share GL Hotel)	2	1	25	1	25
Total			4 18 086		4 18 086

Less: Provision for the diminution in the value of the investment			2 58 732		2 53 044
Total Equity Shares (a)			1 59 354		1 65 042

(b) In Debentures

Unquoted Fully Paid up					
14% Non-Convertible Denentures of Ozone Propex Pvt. Ltd.	100	54 00 000	54 00 00 000	54 00 000	54 00 00 000
			54 00 00 000		54 00 00 000
Quoted Fully Paid up					
Unsecured Cumpulsory Convertible Debentures of The Indian Hotels Company Limited	55	-	-	54 262	29 84 410
					29 84 410
Total Debentures (b)			54 00 00 000		54 29 84 410
Total Other than Trade Investments (a+b+c) (B)			54 01 59 354		54 31 49 452
Total Non - Current Investments (A+B)			56 31 59 354		56 61 49 452

10.1 Non-Current Investment are stated at cost. Provision for dimiution in the value of Non Current Investment is made only if such decline is other than temporary in the opinion of the management.

10.2 Aggregate Amount of Non - Current Investments:

Particulars	(Amount in Rs.)			
	Book Value	As at 31 st March 2016 Market value	As at 31st March 2015 Book Value	Market value
Quoted Investments	1 59 354	1 71 879	31 49 452	60 21 954
Unquoted Investments	56 30 00 000	-	56 30 00 000	-

10.3 Refer Note 1.8 in respect of method of valuation of investments

Urban Infrastructure Venture Capital Limited
Notes to Financial Statements for the year ended 31st March 2015

Note 11 Deferred Tax Assets (Net)

Particulars	As at 31 st March 2016	(Amount in Rs.) As at 31st March 2015
(a) Deferred Tax Liability		
Related to fixed assets	-	-
(b) Deferred Tax Assets		
Disallowance under Section 43B of the Income Tax Act 1961	44 45 680	66 07 073
Total	44 45 680	66 07 073

Note 12 Long Term Loans and Advances

Particulars	As at 31 st March 2016	(Amount in Rs.) As at 31st March 2015
Unsecured, Considered good		
Other loans and advances		
Rental & Other deposits	26 18 175	6 350
Balance with Service Tax Authorities	1 01 51 393	-
Income Tax-Advance Tax & TDS (Net)	6 86 97 170	6 47 73 798
Others	1 56 34 000	25 14 500
Total	9 71 00 738	6 72 94 648

12.1 Others includes advance given to employees.

Note 13- Current Investments

Particulars	As at 31 st March 2016			(Amount in Rs.) As at 31st March 2015		
	Face Value	No. of Shares/Units	Rs.	No. of Shares/Units	Rs.	
In Equity Shares						
Quoted Fully Paid up						
Ansar Properties & Infrastructure Ltd.	5	7 62 608	1 34 98 160	7 62 608	1 79 59 417	
Bombay Dying Mfg. Company Ltd	2	1 76 000	83 68 800	1 76 000	1 12 46 401	
PVR Ltd.(Cinemax Exhibition India Ltd.)	10	8	835	8	836.00	
Electrotherm India Ltd.	10	2 500	1 20 625	2 500	54 626	
Essar Shipping Ltd	10	12 512	3 15 928	12 512	2 74 640	
Essar Ports Ltd	10	-	-	19 732	4 07 241	
Indian Hotels Company Ltd.	1	1 71 062	1 14 41 397	1 16 800	84 56 988	
Tata Communication Ltd.	10	38 700	1 47 42 765	38 700	1 63 31 400	
Total Current Investments			4 84 88 510		5 47 31 549	

13.1 The Aggregate amount of Provision for Diminution in Value of Current Investments is Rs. 7 92 52 378/- (Previous Year Rs. 7 04 32 176/-).

13.2 Current Investment are carried at cost or Market value / NAV , whichever is lower.

13.3 Aggregate Amount of Current Investments

	As at 31 st March 2016		As at 31st March 2015	
	Book Value Rs.	Market value Rs.	Book Value Rs.	Market value Rs.
Quoted Investments	4 84 88 510	5 37 51 600	5 47 31 549	6 19 54 714

13.4 Refer Note 1.8 in respect of method of valuation of investments

Urban Infrastructure Venture Capital Limited
Notes on Financial Statements for the year ended 31st March 2016

Note 18 Gross revenue from operations

Particulars	Year ended 31 March 2016	(Amount in Rs.)
		Year ended 31 March 2015
Sale of services		
Investment Management Fees	-	6 27 67 200 *
Advisory Fees	12 51 30 861	12 48 55 341
Other services	57 36 366	1 09 34 880
Total	<u>13 08 67 227</u>	<u>19 85 57 421</u>

*represents income upto 30th June 2014 since the Board of Directors of the Company has decided not to charge investment management fees from 1st July 2014.

Note 19 Other Income

Particulars	Year ended 31 March 2016	(Amount in Rs.)
		Year ended 31 March 2015
Interest income on:-		
Loans	3 92 58 730	5 62 04 510
Others	67 33 848	-
Dividend from		
Current Investment	3 53 650	5 56 218
Long Term Investment	1 596	2 173
Profit on Sale / Redemption of Current Investments (Net)	21 38 283	13 96 462
Reversal of Provision for Diminution in the value of Investments (Net)	-	1 79 34 809
Net gain on Foreign currency transactions	5 70 861	7 00 353
Total	<u>4 90 56 968</u>	<u>7 67 94 525</u>

Note 20 Employee Benefits Expenses

Particulars	Year ended 31 March 2016	(Amount in Rs.)
		Year ended 31 March 2015
Salaries and Perquisites	7 68 50 432	9 13 11 006
Contribution to Provident Fund, Superannuation Fund and Pension Scheme	46 34 803	48 55 595
Gratuity	17 21 980	17 84 557
Employees Welfare and Amenities	18 44 832	24 21 879
Total	<u>8 50 52 047</u>	<u>10 03 73 037</u>

- 20.1**
- During the Financial year 2014-15 the Company has paid/provided an amount of Rs. 1 40 85 464/- to the Managing Director which was in excess of the remuneration as prescribed in the Schedule V to the Companies Act 2013 by Rs.30 93 308/-. The Shareholders at its meeting held on 27th March,2015 approved the managerial remuneration by passing special resolution and the Central Government accorded its approval for payment of remuneration vide its order dated 29th September, 2015.
 - During the period from 1st April 2015 to 20th October 2015 the Company has paid/provided an amount of Rs. 77 51 156/- to the Managing Director which was in excess of the remuneration as prescribed in the Schedule V to the Companies Act 2013 by Rs. 16 56 699/-. The Shareholders at its meeting held on 27th March,2015 approved the managerial remuneration by passing special resolution and the Central Government accorded its approval for payment of remuneration vide its order dated 29th September, 2015.
 - During the period from 21st October 2015 to 31st March 2016 the Company has paid/provided an amount of Rs. 77 26 199/- to the Managing Director which was in excess of the remuneration as prescribed in the Schedule V to the Companies Act 2013 by Rs. 9 55 209/-. The Shareholders at its meeting held on 30th October,2015 approved the managerial remuneration by passing special resolution and accordingly the Company has applied for Central Government Approval and the approval is still awaited.

20.2 The disclosures required under Accounting Standard 15 "Employee Benefits" notified in the Companies (Accounting Standards) Rules 2006, are given below :

Defined Contribution Plan	Year ended 31 March 2016	(Amount in Rs.)
		Year ended 31 March 2015
Contribution to Defined Contribution Plan, recognised and charged off for the year are as under :		
Employer's Contribution to Provident Fund	42 23 583	44 86 087
Employer's Contribution to Employee Deposit Link Insurance (EDLI)	23 275	20 923
Employer's Contribution to Pension Scheme	3 87 945	3 48 585

Defined Benefit Plan

The present value of Employees' Gratuity obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Particulars	Gratuity (Unfunded)				
	Year ended 31 March 2016	Year ended 31 March 2015			
a) Reconciliation of opening and closing balances of Defined Benefit obligation					
Defined Benefit obligation at beginning of the year	92 61 951	80 33 700			
Current Service Cost	5 90 598	6 15 095			
Interest Cost	7 06 951	7 01 109			
Actuarial (gain)/loss	4 24 431	4 68 353			
Benefits paid	(29 08 266)	(5 56 306)			
Defined Benefit obligation at year end -					
- Current	17 31 456	18 07 601			
- Non Current	<u>63 44 209</u>	<u>74 54 350</u>			
	80 75 665	92 61 951			
b) Amount to be recognised in Balance Sheet					
Present value of obligation	80 75 665	92 61 951			
Amount recognised in Balance Sheet	80 75 665	92 61 951			
c) Expenses recognized during the year					
Current Service Cost	5 90 598	6 15 095			
Interest Cost	7 06 951	7 01 109			
Actuarial (gain) / loss	4 24 431	4 68 353			
Total	<u>17 21 980</u>	<u>17 84 557</u>			
d) Actuarial Assumptions					
Mortality Table (Ult)	IALM (2006-08)	IALM (2006-08)			
Discount Rate (per annum)	7.55%	7.90%			
Rate of escalation in salary (per annum)	6.00%	10% for the first year & 6% thereafter			
e) Experience Adjustments					
	2015-16	2014-15	2013-14	2012-13	2011-12
Defined Benefit Obligation	80 75 665	92 61 951	80 33 700	80 39 719	76 96 047
Plan Assets	-	-	-	-	-
Surplus/(Deficit)	(80 75 665)	(92 61 951)	(80 33 700)	(80 39 719)	(76 96 047)
Experience Adjustments on Plan Liabilities	3 12 452	65 765	(1 83 800)	(6 40 146)	8 60 340
Experience Adjustments on Plan Assets	-	-	-	-	-

The estimates of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

Note 21 Finance Costs

Particulars	(Amount in Rs.)	
	Year ended 31 March 2016	Year ended 31 March 2015
Interest Expenses	39 38 510	2 00 31 121
Other Borrowing Costs	4 11 080	1 00 000
Total	<u>43 49 590</u>	<u>2 01 31 121</u>

Note 22 Administrative and Other expenses*

Particulars	(Amount in Rs.)	
	Year ended 31 March 2016	Year ended 31 March 2015
Rent (Under cancelable operating lease)	1 05 22 656	1 90 85 800
Rates & Taxes	1 55 100	24 821
Repairs & Maintenance :		
- Building	9 14 245	6 17 719
- Other	5 25 002	5 65 117
Legal & Professional Charges	3 08 73 013	2 69 57 023
Traveling & Conveyance	7 95 309	9 72 114
Telephone Expenses	5 64 044	4 26 178
Business Promotion	2 81 243	2 67 630
Electricity Expenses	10 85 845	17 24 356
Director Sitting Fees	2 40 400	2 00 000
Auditor's Remuneration	6 23 000	6 05 000
Provision for Diminution in the value of Investments (Net)	88 25 890	-
Net loss on Foreign currency transactions	-	-
Loss on sale / discard of Fixed Assets (Net)	8 708	18 91 808
Bank Charges	24 548	330
Sundry balance written off (Net)	74 143	-
Corporate Social Responsibility expenses	1 55 45 279	-
Other Expenses	50 05 992	40 45 896
Total	<u>7 60 64 417</u>	<u>5 73 83 792</u>
* Net of recovery		
22.1 Details of Auditor's Remuneration		
Audit Fees	5 02 500	5 00 000
Tax Audit Fees	1 00 500	1 00 000
Certification charges	20 000	5 000
Total	<u>6 23 000</u>	<u>6 05 000</u>
22.2 The notes to accounts relating to Corporate Social Responsibility		
a. Gross Amount Rs.1 53 44 270/- required to be spent by the Company during the Financial Year 2014-15 and 2015-16.		
b. Amount transferred to Urban Foundaton Rs.1 55 45 279/- during the year for carrying out activity on Corporate Social Responsibility.		

Urban Infrastructure Venture Capital Limited
Notes on Financial Statements for the year ended 31st March 2016

Note 23 Basic and Diluted Earning per share (EPS)

Particulars	(Amount in Rs.)	
	Year ended 31 March 2016	Year ended 31 March 2015
i. Profit as per statement of profit and loss	1 50 102	6 13 66 133
ii. Weighted average number of equity shares used as denomination for calculating EPS	1 00 00 000	1 00 00 000
iii. Basic and diluted EPS of face value of Rs.5/- each	0.02	6.14

Note 24 Related Party Transaction

As per Accounting Standard – 18 on Related Party disclosures as notified by the Companies (Accounting Standard) Rules, 2006, the disclosures of transactions are given below:

List of Related Party and relation.	
Name of the Party	Relation
i. Jai Corp Limited	Holding Company
ii. Urban Infrastructure Venture Capital Fund	Associate
iii. Urban Infrastructure Trustees Limited	Fellow Subsidiary Company
iv. UI Wealth Advisors Limited	Subsidiary Company
v. Mr. Anand Jain	Key Management Personnel
vi. Mr. Parag Parekh	Key Management Personnel
vii. Mr. Satyapal Jain	Relative of Mr. Anand Jain
viii. Mrs. Rina Jain	Relative of Mr. Anand Jain
ix. Jubilant Enterprises Private Limited	Other Related Party
x. Urban Foundation	Other Related Party

Transaction during the year with related parties

Particulars	(Amount in Rs.)	
	Year ended 31 March 2016	Year ended 31 March 2015
1 Jai Corp Limited		
Equity Share Capital		
Closing Balance as at 31st March	5 00 00 000	5 00 00 000
2 Urban Infrastructure Venture Capital Fund		
Income		
Investment Management Fees(including service tax)	-	6 27 67 200
Reimbursement of the Expenditure (Net of TDS)	22 31 263	53 54 711
Other Receivables		
Closing Balance as at 31st March	6 27 000	9 96 600
3 UI Wealth Advisors Limited		
Investment in Equity Shares		
Closing Balance as at 31st March	2 10 00 000	2 10 00 000
Expenses		
Reimbursement of the Expenditure (Net of TDS)		
Closing Balance as at 31st March	31 350	-
4 Mr. Anand Jain		
Rent	-	70 35 000
5 Mr. Parag Parekh		
Remuneration	1 51 02 192	1 40 85 464
6 Mr. Satyapal Jain		
Rent	-	66 75 000
7 Mrs. Rina Jain		
Rent	-	53 40 000
8 Jubilant Enterprises Private Limited		
Rent	1 04 90 156	-
9 Urban Foundation		
Corporate Social Responsibility expenses	1 55 45 279	-

Urban Infrastructure Venture Capital Limited
Notes on Financial Statements for the year ended 31st March 2016

Note 25 Earning in Foreign Currency

Particulars	(Amount in Rs.)	
	Year ended 31 March 2016	Year ended 31 March 2015
Advisory Fees	12 51 30 861	12 48 55 341
Total	<u>12 51 30 861</u>	<u>12 48 55 341</u>

Note 26 Disclosure on Financial Instruments

26.1 The Company does not have financial and derivative contracts outstanding as at 31st March 2016.

26.2 The Company have foreign currency exposure of Rs.3 14 59 734.25(Previous Year Rs.3 11 41 012/-) that are not hedged by derivative instruments as at 31st March, 2016.

Note 27 Contingent liability

The Income - Tax assessments of the Company have been completed up to Assessment Year 2013-14. The disputed demand outstanding up to the said Assessment Year is Rs. 78 64 002/- (Previous year Rs.78 64 002/-). The Company has paid Rs.10 00 000/- under protest. In respect of disputed demand of Rs. 68 64 102/- for the A.Y. 2009-10 , the Income Tax Appellate Tribunal has issued an order dated 18th February 2016 in favor of the Company and in respect of disputed demand of Rs. 9 99 900/- for the A.Y. 2010-11, the Commissioner of Income-Tax (Appeals) has also issued an order partly favorable to the Company, however orders after considering the above impact is yet to be received. The above does not includes demand of Rs. 86 00 580/- for the Assessment Year 2012-13 under section 143(3) in respect of which the Company has filed a rectification under section 154 for not given credit of self tax of Rs. 88 54 778 paid on 31st August 2013. Management is of the view that above will not impact the financial position of the Company. Based on the decisions of the Appellate authorities and the interpretations of other relevant provisions, the Company has been advised that the demand is likely to be either deleted or substantially reduced and accordingly no provision has been made.

Note 28 The company is primarily engaged in the investment management business. As such, there is only one reportable segment, as per Accounting Standards on "Segment Reporting" (AS 17) notified by the Companies (Accounting Standard) Rules 2006.

Note 29 Previous year's figure have been regrouped/reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date
For **CHATURVEDI & SHAH**
Chartered Accountants
Firm Registration No.101720W

For & on behalf of the Board of Directors

R. KORIA
Partner
Membership No.35629

Anand Jain
Chairman
DIN : 00003514

Parag Parekh
Managing Director & CEO
DIN : 00015655

Place : Mumbai
Date : 16th May, 2016

S S Thakur
Director
DIN : 00001466

P. Krishnamurthy
Director
DIN : 00013565

Dharmesh Trivedi **Daya Shah**
CFO
Mem No.: 40961
Company Secretary
Mem No.: A38079

Urban Infrastructure Venture Capital Limited
Notes on Financial Statements for the year ended 31st March 2016
Note 9
FIXED ASSETS

(Amount in Rs.)

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01.04.2015	Additions	Deductions/A djstments	As at 31.03.2016	Up to 31.03.2015	For the year	Deductions/Ad jstments	Upto 31.03.2016	As At 31.03.2016	As At 31.03.2015
OWN ASSETS										
TANGIBLE										
Furniture	36 15 493	13 15 541	-	49 31 034	20 49 427	5 58 416		26 07 843	23 23 191	15 66 066
Office Equipments	23 35 779	10 37 473	57 500	33 15 752	18 65 863	2 75 300	15 292	21 25 871	11 89 881	4 69 917
Vehicles	21 96 756	-	-	21 96 756	8 86 883	3 20 185	-	12 07 068	9 89 688	13 09 873
Computers	32 26 965	6 82 702	-	39 09 667	29 71 183	3 10 750		32 81 933	6 27 734	2 55 781
	1 13 74 993	30 35 716	57 500	1 43 53 209	77 73 356	14 64 651	15 292	92 22 715	51 30 494	36 01 637
INTANGIBLE										
Computer Software*	12 23 814	-	-	12 23 814	2 124	3 87 582	-	3 89 706	8 34 108	12 21 690
	12 23 814	-	-	12 23 814	2 124	3 87 582	-	3 89 706	8 34 108	12 21 690
Total	1 25 98 807	30 35 716	57 500	1 55 77 023	77 75 480	18 52 233	15 292	96 12 421	59 64 602	48 23 327
Previous Year	1 85 15 394	14 95 670	74 12 257	1 25 98 807	86 64 908	46 18 520	55 07 948	77 75 480	48 23 328	

*Other than internally generated.

Notes:-

9.1 Pursuant to the enactment of the Companies Act, 2013, the Company has applied the estimated useful life as specified in the Schedule II. Accordingly, the unamortised carrying value is being depreciated/amortised over the revised remaining useful life. The Written-down Value of fixed assets whose life have expired as at 1st April, 2014 have been charged to Statement of Profit & Loss.