

INDEPENDENT AUDITOR'S REPORT

To the Members of
INDO EDUCATION PRIVATE LIMITED
(formerly known as SAATVIK APARTMENTS PVT. LTD.)

Report on the Standalone Financial Statements

We have audited the accompanying Standalone financial statements of **INDO EDUCATION PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, 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 and for Internal Financial Controls over Financial Reporting

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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 and to express an opinion on the Company's internal financial controls over financial reporting 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 and the Guidance Note on Audit of Internal Financial Controls over Financial Reporting. 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 the financial statements are free from material misstatement and whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

An audit involves performing procedures to obtain audit evidence about the amounts, the disclosures in the financial statements and 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 mis-statement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls 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 Company's internal financial controls system over financial reporting and the financial statements.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial controls 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 authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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



mis-statements 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 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.

(a) In the case of the Statement of Financial Position, of the state of affairs of the Company as at March 31, 2017; and

(b) In the case of the Statement of Income, of the Profit of the Company for the period ended March 31, 2017.

(c) In the case of the Statement of Cash Flows, of the Cash Flows of the Company for the period ended March 31, 2017.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, 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**, a statement on the matters specified in the paragraph 3 and 4 of the order.

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, 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. In our opinion considering nature of business, size of operation and organisational structure of the entity, the Company has, in all material respects, an adequate internal




financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company.

For Ved Jain & Associates
Chartered Accountants
(Firm's Registration No.: 001082N)



PLACE: NEW DELHI
DATED: 17.05.2017


(Swarnjit Singh)
PARTNER
(M.No. 80388)

ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF INDO EDUCATION PRIVATE LIMITED (formerly known as SAATVIK APARTMENTS PVT. LTD.) FOR THE YEAR ENDED 31ST MARCH 2017.

Referred to in paragraph 7 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the company for the year ended March 31, 2017:

1. (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
(c) The title deeds of immovable properties are held in the name of the company.
2. The Company does not hold any inventory. Therefore, the provisions of clause (ii) of paragraph 3 of the Order are not applicable to the Company.
3. a) The company has granted unsecured Loan to one party entered in the register maintained under section 189 of the Companies Act, 2013. But there is no loan o/s as on March 31,2017.
(b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
(c)The schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular.
(c) There are no overdue amounts in respect of the loan granted to a body corporate listed in the register maintained under section 189 of the Act
4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.



7. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute. According to the information and explanations given to us, there is no amount outstanding as at 31st March, 2017 which is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.
8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
9. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
11. The company has not paid managerial remuneration during the year. Hence, provisions of section 197 read with Schedule V to the Companies Act, 2013 are not applicable.
12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.




16. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon

For VED JAIN AND ASSOCIATES
CHARTERED ACCOUNTANTS

FRN: 001082N




(SWARNJIT SINGH)
PARTNER
(M.No.80388)

PLACE: NEW DELHI

DATED: 17.05.2017

INDO EDUCATION PRIVATE LIMITED
(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)
CIN NO. U74999DL2002PTC114185
BALANCE SHEET AS AT MARCH 31, 2017

	PARTICULARS	NOTE NO.	AS AT 31.03.2017	AS AT 31.03.2016
I	<u>EQUITY & LIABILITIES</u>			
1	SHAREHOLDER'S FUNDS			
	- SHARE CAPITAL	1	2,750,000	2,750,000
	- RESERVES & SURPLUS	2	(6,246,731)	(6,572,278)
			(3,496,731)	(3,822,278)
2	NON-CURRENT LIABILITIES			
	- LONG TERM BORROWINGS	3	128,367,000	129,967,000
	- DEFERRED TAX LIABILITIES (NET)		-	-
			128,367,000	129,967,000
3	CURRENT LIABILITIES			
	- OTHER CURRENT LIABILITIES	4	8,439,450	12,209,188
	- SHORT TERM PROVISIONS		-	-
			8,439,450	12,209,188
	TOTAL (1+2+3) :-		133,309,719	138,353,910
II	<u>ASSETS</u>			
1	NON-CURRENT ASSETS			
	FIXED ASSETS			
	- TANGIBLE ASSETS	5	454,168	631,156
	- INTANGIBLE ASSETS UNDER DEVELOPMENT		5,491,727	5,491,727
	- DEFERRED TAX ASSETS (NET)	16.B.9	2,495,879	2,766,008
	- LONG TERM LOANS & ADVANCES	6	-	26,331,875
	- OTHER NON-CURRENT ASSETS		-	-
			8,441,774	35,220,766
2	CURRENT ASSETS			
	- CASH & CASH EQUIVALENTS	7	120,495,275	93,949,297
	- SHORT TERM LOAN & ADVANCES	8	1,545,550	1,578,378
	- OTHER CURRENT ASSETS	9	2,827,120	7,605,469
			124,867,945	103,133,144
	TOTAL (1+2) :-		133,309,719	138,353,910

**SIGNIFICANT ACCOUNTING POLICIES & NOTES
ON ACCOUNTS**

16

AS PER OUR REPORT OF EVEN DATE ATTACHED FOR AND ON BEHALF OF THE BOARD

**FOR VED JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS**

FRN No. 001082 N

(SWARNJIT SINGH)

PARTNER

M.NO. 80388

D.K JAIN
DIRECTOR

DIN : 00013116

R.C KHANDURI
DIRECTOR

DIN : 03048392

SAROJ SOMANI
DIRECTOR

DIN : 00053119

PLACE : NEW DELHI

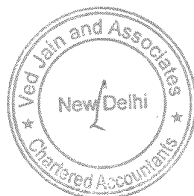
DATED : 17.05.2017

INDO EDUCATION PRIVATE LIMITED
(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)
CIN NO. U74999DL2002PTC114185
PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED MARCH 31, 2017

	PARTICULARS	NOTE NO.	FOR THE YEAR ENDED 31.03.2017	FOR THE YEAR ENDED 31.03.2016
I	REVENUE FROM OPERATION	10	216,770	312,499
II	OTHER INCOME	11	9,128,086	8,501,954
III	TOTAL REVENUE (I + II)		9,344,856	8,814,453
IV	EXPENSES:			
	- EMPLOYEE BENEFIT EXPENSES	12	-	553,095
	- FINANCE COSTS	13	8,432,730	8,449,692
	- DEPRECIATION EXPENSE	5	176,988	567,853
	- OTHER EXPENSES	14	125,662	3,081,720
	- PAYMENT TO AUDITORS	15	13,800	13,740
	TOTAL EXPENSES		8,749,180	12,666,100
V	PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX (III - IV)		595,676	(3,851,647)
VI	EXCEPTIONAL ITEMS		-	-
	- FIXED ASSETS W/OFF		-	2,028,152
VII	PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX (V - VI)		595,676	(5,879,799)
VIII	EXTRAORDINARY ITEMS		-	-
IX	PROFIT BEFORE TAX (VII - VIII)		595,676	(5,879,799)
X	TAX EXPENSE			
	- CURRENT TAX		-	-
	- EARLIER YEAR TAX		-	-
	- DEFERRED TAX	16.B.9	270,129	(1,013,411)
	TOTAL TAX EXPENSES		270,129	(1,013,411)
XI	PROFIT FOR THE PERIOD FROM CONTINUING OPERATION (IX - X)		325,547	(4,866,388)
XII	PROFIT/(LOSS) FROM DISCONTINUING OPERATION		-	-
XIII	TAX EXPENSE OF DISCONTINUING OPERATIONS		-	-
XIV	PROFIT/(LOSS) FROM DISCONTINUING OPERATION (AFTER TAX) (XII-XIII)		-	-
XV	PROFIT/(LOSS) FOR THE PERIOD (XI+XIV)		325,547	(4,866,388)
XVI	EARNINGS PER EQUITY SHARE:			
	- BASIC		1.18	(17.70)
	- DILUTED		1.18	(17.70)

**SIGNIFICANT ACCOUNTING POLICIES & NOTES ON
ACCOUNTS**

16

AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR AND ON BEHALF OF THE BOARD
**FOR VED JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS**
FRN No. 001082 N
**(SWARNJIT SINGH)
PARTNER
M.NO. 80388**

**D.K JAIN
DIRECTOR
DIN : 00013116**
**SAROJ SOMANI
DIRECTOR
DIN : 00053119**
**R.C KHANDURI
DIRECTOR
DIN : 03048392**
**PLACE : NEW DELHI
DATED : 17.05.2017**

INDO EDUCATION PRIVATE LIMITED

(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)

CIN NO. U74999DL2002PTC114185

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2017

AS PER ACCOUNTING STANDERED-3 ISSUED BY ICAI

S. NO.	PARTICULARS	FOR THE YEAR ENDED 31.03.2017	FOR THE YEAR ENDED 31.03.2016
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	NET PROFIT/LOSS BEFORE TAX AND EXTRA-ORDINARY ITEMS	595,676	(5,879,799)
	ADD: DEPRECIATION & NON CASH EXPENSES	176,988	2,596,005
	ADD: INTEREST ON LOAN	8,425,630	8,445,191
	LESS: INTEREST & OTHER INCOME	(9,063,567)	(8,460,515)
	OPERATING LOSS BEFORE WORKING CAPITAL CHANGES	134,727	(3,299,119)
	ADJUSTMENTS FOR		
	INCREASE/DECREASE IN LONG TERM LOANS & ADVANCES	-	-
	INCREASE/DECREASE IN SHORT TERM LOANS & ADVANCES	93,143	894,036
	INCREASE/DECREASE IN TRADE AND OTHER RECEIVABLES	-	-
	INCREASE/DECREASE IN OTHER CURRENT LIABILITIES	(32,767)	(155,990)
	CASH GENERATED /LOST FROM OPERATIONS	195,103	(2,561,073)
	LESS: TAXES PAID	(60,315)	41,378
	NET CASH FLOW FROM OPERATING ACTIVITIES	134,788	(2,519,695)
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	LOAN AMT REFUNDED BY SOMANI RESEARCH AND EDUCATION FOUNDATION	26,331,875	91,918,125
	INTEREST RECEIVED	13,841,916	8,836,921
	SALE OF MUTUAL FUND	-	-
	PURCHASE OF MUTUAL FUND	-	-
	INVESTMENT IN TANGIBLE FIXED ASSETS	-	-
	SALE OF FIXED ASSETS	-	-
	NET CASH FLOW FROM INVESTING ACTIVITIES	40,173,791	100,755,046
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	LOAN FROM HOLDING COMPANY	(1,600,000)	650,000
	LESS, INTEREST PAID ON LOAN	(12,162,601)	(5,044,519)
	NET CASH FLOW FROM FINANCING ACTIVITIES	(13,762,601)	(4,394,519)
	NET INCREASE/DECREASE IN CASH & CASH EQUIVALENT	26,545,978	93,840,832
	OPENING CASH & CASH EQUIVALENT	93,949,297	108,465
	CLOSING CASH & CASH EQUIVALENT	120,495,275	93,949,297

AS PER OUR REPORT OF EVEN DATE ATTACHED FOR AND ON BEHALF OF THE BOARD

FOR VED JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN No. 001082 N

(SWARNJIT SINGH)

PARTNER

M.NO. 80388



D.K JAIN
DIRECTOR

DIN : 00013

R.C KHANDURI
DIRECTOR

DIN : 03048392

SAROJ SOMANI
DIRECTOR

DIN : 00053119

PLACE : NEW DELHI

DATED : 17.05.2017

INDO EDUCATION PRIVATE LIMITED (FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.) CIN NO. U74999DL2002PTC114185 NOTES FORMING PART OF THE BALANCE SHEET		
PARTICULARS	AS AT 31.03.2017	AS AT 31.03.2016
NOTE NO- 1		
SHARE CAPITAL		
AUTHORISED:		
1,55,00,000 EQUITY SHARES (PREVIOUS YEAR 1,55,00,000 EQUITY SHARES) OF RS.10/- EACH	155,000,000.00	155,000,000.00
ISSUED, SUBSCRIBED & PAID UP:		
2,75,000 EQUITY SHARES (PREVIOUS YEAR 2,75,000 EQUITY SHARES) OF RS.10/- EACH	2,750,000	2,750,000

Reconciliation of the shares outstanding at the beginning and at the end of the period		
	AS AT 31.03.2017	AS AT 31.03.2016
SHARES OUTSTANDING AT THE BEGINNING OF THE YEAR	275,000	275,000
SHARES ISSUED DURING THE YEAR	-	-
SHARES BOUGHT BACK DURING THE YEAR	-	-
ANY OTHER MOVEMENT (PLEASE SPECIFY)	-	-
SHARES OUTSTANDING AT THE END OF THE YEAR	275,000	275,000

Shares held by ultimate holding company	AS AT 31.03.2017	AS AT 31.03.2016
EMERGENT GLOBAL EDU AND SERVICES LIMITED (FORMERLY KNOWN AS EMERGENT ENERGY AND SERVICES LIMITED)		
2,75,000 * EQUITY SHARES (PREVIOUS YEAR 2,75,000 * EQUITY SHARES) OF RS.10/- EACH	275,000	275,000
*INCLUDING 60 SHARES HELD BY 6 NOMINEES HOLDING 10 SHARES EACH ON BEHALF OF EMERGENT GLOBAL EDU AND SERVICES LIMITED (FORMERLY KNOWN AS EMERGENT ENERGY AND SERVICES LIMITED)		

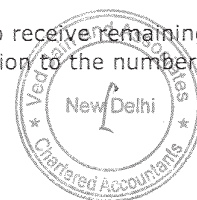
Detail of shareholders holding more than 5% shares in the company		
	AS AT 31.03.2017	
	No. of shares	% holding in the class
EQUITY SHARES OF RS. 10 EACH FULLY PAID UP		
EMERGENT GLOBAL EDU AND SERVICES LIMITED (FORMERLY KNOWN AS EMERGENT ENERGY AND SERVICES LIMITED), THE HOLDING COMPANY	275,000	100%
(INCLUDING 60 SHARES HELD BY 6 NOMINEES HOLDING 10 SHARES EACH ON BEHALF OF EMERGENT GLOBAL EDU AND SERVICES LIMITED (FORMERLY KNOWN AS EMERGENT ENERGY AND SERVICES LIMITED))		

Terms/rights attached to equity shares

Class of Equity Shares, Par Value, Vote per Share, dividend proposed, Distribution at the time of liquidation of co.

The company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividend in Indian rupees.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.



INDO EDUCATION PRIVATE LIMITED
(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)
CIN NO. U74999DL2002PTC114185
NOTES FORMING PART OF THE BALANCE SHEET

PARTICULARS	AS AT 31.03.2017	AS AT 31.03.2016
NOTE NO- 2		
RESERVES & SURPLUS		
SURPLUS/(DEFICIT) IN THE STATEMENT OF PROFIT & LOSS		
BALANCE AS PER THE LAST FINANCIAL STATEMENTS	(6,572,278)	(1,705,890)
PROFIT FOR THE YEAR	325,547	(4,866,388)
NET SURPLUS IN THE STATEMENT OF PROFIT & LOSS	(6,246,731)	(6,572,278)
TOTAL RESERVES & SURPLUS	(6,246,731)	(6,572,278)
NOTE NO- 3		
LONG TERM BORROWINGS		
- LOANS FROM RELATED PARTIES	128,367,000	129,967,000
(FROM EMERGENT GLOBAL EDU AND SERVICES LIMITED BEING A HOLDING COMPANY		
	128,367,000	129,967,000
NOTE NO- 4		
OTHER CURRENT LIABILITIES		
- INTEREST PAYABLE	7,583,067	11,320,038
- OTHER EXPENSES PAYABLE	13,800	44,420
- DUTIES & TAXES PAYABLE PAYABLE	842,583	844,730
	8,439,450	12,209,188



INDO EDUCATION PRIVATE LIMITED
CIN NO. U74999DL2002PTC114185
(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)
Note No. - 5

NOTE OF FIXED ASSETS FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS STATEMENT

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	COST AS AT 01.04.2017	ADDITIONS During 2016-17	ADJUSTMENT SALES	TOTAL COST AS AT 31.03.2017	TOTAL UPTO 01.04.2017	FOR THE PERIOD 2016-17	ON DISPOSAL	TOTAL UPTO 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016
Furniture & Fixtures	266,685	-	-	266,685	214,124	27,210	-	241,334	25,351	52,561
Office Equipment	949,679	-	-	949,679	371,084	149,778	-	520,862	428,817	578,595
TOTAL :	1,216,364	-	-	1,216,364	585,208	176,988	-	762,196	454,168	631,156
Previous Year	4,105,422	-	2,889,058	1,216,364	878,262	567,853	860,906	585,209	631,156	3,227,160



INDO EDUCATION PRIVATE LIMITED

(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)

CIN NO. U74999DL2002PTC114185

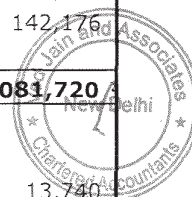
NOTES FORMING PART OF THE BALANCE SHEET

PARTICULARS	AS AT 31.03.2017	AS AT 31.03.2016
NOTE NO- 6		
LONG TERM LOANS & ADVANCES		
LOANS AND ADVANCES		
(UNSECURED, CONSIDERED GOOD)		
LOAN TO SOMANI RESEARCH AND EDUCATION FOUNDATION	-	26,331,875
	-	26,331,875
NOTE NO- 7		
CASH & CASH EQUIVALENTS		
- BALANCE WITH BANK		
- IN CURRENT ACCOUNT	10,598,965	946,085
- CASH ON HAND	15,507	1,139
- FIXED DEPOSITS	109,880,803	93,000,000
- FOREIGN CURRENCY IN HAND	-	2,073
	120,495,275	93,949,297
NOTE NO- 8		
SHORT TERM LOAN & ADVANCES		
- PREPAID EXPENSES	-	62,795
- SECURITY DEPOSITS	500	500
- ADVANCE TAX & TDS	906,346	846,031
- DUTIES & TAXES RECEIVABLE	638,704	669,052
	1,545,550	1,578,378
NOTE NO- 9		
OTHER CURRENT ASSETS		
- INTEREST RECEIVABLE	2,827,120	7,605,469
	2,827,120	7,605,469



INDO EDUCATION PRIVATE LIMITED
(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)
CIN NO. U74999DL2002PTC114185
NOTES FORMING PART OF THE PROFIT AND LOSS STATEMENT

PARTICULARS	FOR THE YEAR ENDED 31.03.2017	FOR THE YEAR ENDED 31.03.2016
NOTE NO- 10		
REVENUE FROM OPERATION		
- EDUCATION INCOME	-	270,261
- COMMISSION INCOME	216,770	42,238
	216,770	312,499
NOTE NO- 11		
OTHER INCOME		
- INTEREST ON LOAN	1,542,903	6,993,285
- INTEREST ON FIXED DEPOSIT	7,520,664	1,467,230
- OTHER INTEREST INCOME	33,839	39,931
- MISCELLANEOUS INCOME	30,680	1,508
	9,128,086	8,501,954
NOTE NO- 12		
EMPLOYEE BENEFIT EXPENSES		
- SALARIES & WAGES	-	553,095
	-	553,095
NOTE NO- 13		
FINANCE COSTS		
- INTEREST ON LOAN	8,425,630	8,445,191
- BANK CHARGES	7,100	4,501
	8,432,730	8,449,692
NOTE NO- 14		
OTHER EXPENSES		
- LEGAL & PROFESSIONAL CHARGES	24,918	105,955
- FILLING FEES	3,160	248
- RENT & HIRE CHARGES	-	1,724,465
- SECURITY CHARGES	-	46,750
- CONVEYANCE EXPENSES	-	38,986
- BUSINESS PROMOTION EXPENSES	62,795	93,337
- ADVERTISEMENT EXPENSES	-	369,443
- ELECTRICITY EXPENSES	-	233,934
- REPAIR & MAINTENANCE	-	67,899
- COMMISSION CHARGES	27,758	23,998
- TELEPHONE & INTERNET EXPENSES	-	93,075
- MISCELLANEOUS EXPENSES	6,331	55,010
- SOFTWARE EXPENSES	-	56,000
- PRINTING & STATIONARY	700	30,444
- TRAVELLING EXPENSES	-	142,176
	125,662	3,081,720
NOTE NO- 15		
PAYMENT TO AUDITORS		
- STATUTORY AUDIT FEE	13,800	13,740
	13,800	13,740



**INDO EDUCATION PVT. LTD.
(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)
CIN NO. U74999DL2002PTC114185**

NOTES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS STATEMENT.

NOTE NO - 16

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A . SIGNIFICANT ACCOUNTING POLICIES.

1. System of Accounting

The financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the Generally Accepted Accounting principles (GAAP). The company has prepared these financial statements to comply in all material aspects with the accounting standards as notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on a realizable basis as against the going concern basis. The accounting policies in the preparation of financial statements are consistent with those of previous year.

2. Method of Accounting

All items having any material bearing on the financial statements are recognized on accrual basis.

3. Fixed Assets

Fixed assets are stated at cost of acquisition and subsequent improvement thereto, including taxes, duties, freight and other incidental expenses related to acquisition and installation.

Fixed Assets are stated at cost less depreciation. Depreciation is provided on the written down value at the rates and in the manner specified in Schedule II of the Companies Act, 2013. Schedule II prescribes useful lives for fixed assets. However, allows companies to use higher/ lower useful lives and residual values if such useful lives and residual values can be technically supported and justification for difference is disclosed in the financial statements

4. Investments

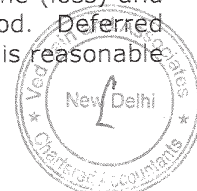
Investments are considered at cost unless there is permanent decline in the value thereon.

5. Preliminary Expenses

Preliminary expenses are written off in equal installments over a period of 10 accounting years.

6. Taxes on Income

Deferred tax is recognized on timing differences between the taxable income (loss) and Accounting Income that originates in one period or more subsequent period. Deferred tax assets are recognized and carried forward only to the extent that there is reasonable



certainty of its allowability apart from that sufficient future taxable income will be available against which such deferred tax can be realized.

Deferred tax has been calculated on the accumulated timing difference at the year end based on the tax rate and laws enacted on the date of the Balance Sheet.

7. Expenditure during Project Period

Expenditure directly relating to a project/ expansion is capitalised. Indirect expenditure incurred during gestation period is capitalised as part of the indirect cost to the extent to which the expenditure is indirectly related to project or is incidental thereto.

All direct capital expenditure on expansion is capitalised. As regards indirect expenditure on expansion, only that portion is capitalised which represents the marginal increase in such expenditure as a results of capital expansion. Both direct and indirect expenditure are capitalised only if they increase the value of the asset beyond its original standard of performance.

B. NOTES ON ACCOUNTS

1. In the opinion of the Board, the current assets, loan and advances are of the value stated if realized in the ordinary course of business. There are no contingent liabilities. No personal expenses have been charged to revenue.

2. Managerial Remuneration

	<u>2016-17</u>	<u>2015-16</u>
Director's Remuneration	NIL	NIL

3. Notes 1 to 16 are relative to and form an integral part of the accounts.
4. Company is fully owned subsidiary company of M/s Emergent Global Edu and Services Limited (Formerly Known as M/s Emergent Energy and Services Ltd) by virtue of purchases of entire equity share capital of the company.
5. The company has written off foreign currency balance of Singapore \$ 1.70 and US \$ 30 as on March 31, 2017 as it feels that the same does not hold any market value.
6. During the year M/s Somani Research and Education Foundation a charitable society engaged in providing education has repaid the interest bearing loan.
7. The details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 as provided in the table below:-

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	70,500	507	71,007
(+) Permitted receipts		1,00,000	1,00,000
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	70,500	-	70,500
Closing cash in hand as on 30.12.2016]	-	1,00,507	1,00,507

Further, the company has complied with all relevant guidelines/notifications issued by RBI from time to time in respect of holding and dealing with SBN's, and that the company had proper controls, system and procedures in place for such compliance.



8. **Details of Expenditure pending for allocation**

<u>Particulars</u>	<u>Amount (Rs.)</u>
Opening Balance	54,91,727.00
Add, during the year FY 2016-17	----
Closing Balance	<u>54,91,727.00</u>

9. **Deferred Tax:-**

The break-up of deferred tax asset and liabilities is as under:-

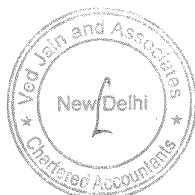
Deferred Tax Liability	As on 31.03.2016	During the Year	As on 31.03.2017
Timing Difference on			
Account of Fixed Assets	59,456	20,085	79,541
Business Loss	27,06,552	(2,90,214)	24,16,338
	-----	-----	-----
Total Deferred Tax Asset	27,66,008	(2,70,129)	24,95,879
	-----	-----	-----

10. Disclosure under Micro, small and Medium Enterprises Development (MSMED) Act, 2006:
As per the information available with the Company and as certified by the management, there are no dues outstanding including interest as on 31st March, 2017 to Micro, Small and Medium Enterprises as defined under the Micro, small and Medium Enterprises Development (MSMED) Act, 2006.
11. Additional information as required under part II of the Schedule III of the Companies Act, 2013:-
- | | <u>2016-17</u> | <u>2015-16</u> |
|---------------------------------|----------------|----------------|
| Foreign Currency | | |
| a. Expenses in foreign currency | NIL | NIL |
| b. Earnings in foreign exchange | 2,16,770 | 42,238 |
12. No provision for Gratuity is made as Gratuity Act 1972 is not applicable.
13. Previous year figures have been regrouped wherever necessary.

AS PER REPORT OF EVEN DATE ATTACHED

**For VED JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN NO- 001082N**

**(SWARNJIT SINGH)
PARTNER
M.NO. 080388
PLACE: NEW DELHI
DATE: 17.05.2017**



FOR AND ON BEHALF OF THE BOARD

**D.K JAIN
DIRECTOR
DIN : 0013116**

**R.C KHANDURI
DIRECTOR
DIN : 03048392**

**SAROJ SOMANI
DIRECTOR
DIN : 0053119**