

**INDEPENDENT AUDITOR'S REPORT**

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

**Report on Financial statement**

We have audited the accompanying financial statements of *INDO EDUCATION PRIVATE LIMITED (formerly known as SAATVIK APARTMENTS PRIVATE LIMITED)* ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statement**

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.

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 there under.

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. but not for the purpose of expressing an opinion on the effectiveness of the entities internal control. 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.

(a) In the case of the Statement of Financial Position, of the state of affairs of the Company as at March 31, 2016; and

(b) In the case of the Statement of Income, of the Loss of the Company for the period ended March 31, 2016.

(c) In the case of the Statement of Cash Flows, of the cash flows of the Company for the period ended March 31, 2016.

### **Report On other Legal & 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 and the Statement of Cash Flows 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, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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**"; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For VED JAIN AND ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN: 001082N



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

PLACE: NEW DELHI  
DATED: 17<sup>th</sup> May, 2016

**"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 31<sup>ST</sup> MARCH 2016.**

Referred to in paragraph 1 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, 2016:

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.  
(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.  
(d) 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, 2016 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, 2016 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 there under.
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. Based upon the information and explanations given by the management, the provisions of managerial remuneration in accordance with the section 197 read with Schedule V to the Companies Act are not applicable to the company;
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<sup>th</sup> May, 2016

**Annexure - B to the Auditors' Report**  
**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting *INDO EDUCATION PRIVATE LIMITED (formerly known as SAATVIK APARTMENTS PRIVATE LIMITED)* ("the Company") as of 31 March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

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

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

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



## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.


## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

PLACE: NEW DELHI  
DATED: 17<sup>th</sup> May, 2016



For VED JAIN AND ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN: 001082N

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



**INDO EDUCATION PRIVATE LIMITED**  
**(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)**  
**CIN NO. U74999DL2002PTC114185**  
**BALANCE SHEET AS AT MARCH 31, 2016**

	PARTICULARS	NOTE NO.	AS AT 31.03.2016	AS AT 31.03.2015
<b>I</b>	<b><u>EQUITY &amp; LIABILITIES</u></b>			
<b>1</b>	<b>SHAREHOLDER'S FUNDS</b>			
	- SHARE CAPITAL	1	27,50,000	27,50,000
	- RESERVES & SURPLUS	2	(65,72,278)	(17,05,890)
			<b>(38,22,278)</b>	<b>10,44,110</b>
<b>2</b>	<b>NON-CURRENT LIABILITIES</b>			
	- LONG TERM BORROWINGS	3	12,99,67,000	12,93,17,000
	- DEFERRED TAX LIABILITIES (NET)		-	-
			<b>12,99,67,000</b>	<b>12,93,17,000</b>
<b>3</b>	<b>CURRENT LIABILITIES</b>			
	- OTHER CURRENT LIABILITIES	4	1,22,09,188	89,64,506
	- SHORT TERM PROVISIONS		-	-
			<b>1,22,09,188</b>	<b>89,64,506</b>
	<b>TOTAL ( 1+2+3 ) :-</b>		<b>13,83,53,910</b>	<b>13,93,25,616</b>
<b>II</b>	<b><u>ASSETS</u></b>			
<b>1</b>	<b>NON-CURRENT ASSETS</b>			
	<b>FIXED ASSETS</b>			
	- TANGIBLE ASSETS	5	6,31,156	32,27,160
	- INTANGIBLE ASSETS UNDER DEVELOPMENT		54,91,727	54,91,727
	- DEFERRED TAX ASSETS (NET)	16.B.9	27,66,008	17,52,597
	- NON-CURRENT INVESTMENTS		-	-
	- LONG TERM LOANS & ADVANCES	6	2,63,31,875	11,82,50,000
	- OTHER NON-CURRENT ASSETS		-	-
			<b>3,52,20,766</b>	<b>12,87,21,484</b>
<b>2</b>	<b>CURRENT ASSETS</b>			
	- CASH & CASH EQUIVALENTS	7	9,39,49,297	1,08,465
	- SHORT TERM LOAN & ADVANCES	8	15,78,378	25,13,792
	- OTHER CURRENT ASSETS	9	76,05,469	79,81,875
			<b>10,31,33,144</b>	<b>1,06,04,132</b>
	<b>TOTAL ( 1+2 ) :-</b>		<b>13,83,53,910</b>	<b>13,93,25,616</b>

**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 : 0013116



R.C KHANDURI  
 DIRECTOR

DIN : 3048392



SAROJ SOMANI  
 DIRECTOR

DIN : 0053119

PLACE : NEW DELHI

DATED : 17<sup>th</sup> May, 2016

**INDO EDUCATION PRIVATE LIMITED**

(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)

CIN NO. U74999DL2002PTC114185

**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED MARCH 31, 2016**

	PARTICULARS	NOTE NO.	FOR THE YEAR ENDED 31.03.2016	FOR THE YEAR ENDED 31.03.2015
<b>I</b>	REVENUE FROM OPERATION	10	3,12,499	2,83,643
<b>II</b>	OTHER INCOME	11	85,01,954	89,61,175
<b>III</b>	<b>TOTAL REVENUE ( I+ II )</b>		<b>88,14,453</b>	<b>92,44,818</b>
<b>IV</b>	EXPENSES:			
	- EMPLOYEE BENEFIT EXPENSES	12	5,53,095	7,61,863
	- FINANCE COSTS	13	84,49,692	88,02,630
	- DEPRECIATION EXPENSE	5	5,67,853	8,28,388
	- OTHER EXPENSES	14	30,81,721	45,10,566
	- PAYMENT TO AUDITORS	15	13,740	13,483
	<b>TOTAL EXPENSES</b>		<b>1,26,66,101</b>	<b>1,49,16,929</b>
<b>V</b>	PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX ( III - IV )		(38,51,648)	(56,72,111)
<b>VI</b>	EXCEPTIONAL ITEMS		-	-
	- FIXED ASSETS W/OFF		20,28,152	
<b>VII</b>	PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX ( V - VI )		(58,79,799)	(56,72,111)
<b>VIII</b>	EXTRAORDINARY ITEMS		-	-
<b>IX</b>	<b>PROFIT BEFORE TAX ( VII - VIII )</b>		<b>(58,79,799)</b>	<b>(56,72,111)</b>
<b>X</b>	TAX EXPENSE			
	- CURRENT TAX		-	-
	- EARLIER YEAR TAX		-	(903)
	- DEFERRED TAX	16.B.9	(10,13,411)	(17,55,238)
	<b>TOTAL TAX EXPENSES</b>		<b>(10,13,411)</b>	<b>(17,56,141)</b>
<b>XI</b>	PROFIT FOR THE PERIOD FROM CONTINUING OPERATION ( IX - X )		(48,66,388)	(39,15,970)
<b>XII</b>	PROFIT/(LOSS) FROM DISCONTINUING OPERATION		-	-
<b>XIII</b>	TAX EXPENSE OF DISCONTINUING OPERATIONS		-	-
<b>XIV</b>	PROFIT/(LOSS) FROM DISCONTINUING OPERATION (AFTER TAX) (XII-XIII)		-	-
<b>XV</b>	<b>PROFIT/(LOSS) FOR THE PERIOD (XI+XIV)</b>		<b>(48,66,388)</b>	<b>(39,15,970)</b>
<b>XVI</b>	EARNINGS PER EQUITY SHARE:			
	- BASIC		(17.70)	(14.24)
	- DILUTED		(17.70)	(14.24)

**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

*(Signature)*

(SWARNJIT SINGH)  
PARTNER  
M.NO. 80388



*(Signature)*  
D.K JAIN  
DIRECTOR  
DIN : 00013116

*(Signature)*  
R.C KHANDURI  
DIRECTOR  
DIN : 03048392

*(Signature)*  
SAROJ SOMANI  
DIRECTOR  
DIN : 0053119

PLACE : NEW DELHI

DATED : 17<sup>th</sup> May, 2016

**INDO EDUCATION PRIVATE LIMITED**

(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)

CIN NO. U74999DL2002PTC114185

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016**

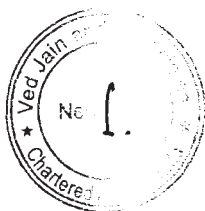
**AS PER ACCOUNTING STANDERED-3 ISSUED BY ICAI**

S. NO.	PARTICULARS	FOR THE YEAR ENDED 31.03.2016	FOR THE YEAR ENDED 31.03.2015
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	NET PROFIT/LOSS BEFORE TAX AND EXTRA-ORDINARY ITEMS	(58,79,799)	(56,72,111)
	ADD: DEPRECIATION & NON CASH EXPENSES	25,96,005	8,28,388
	ADD: INTEREST ON LOAN	84,45,191	87,99,296
	LESS: INTEREST & OTHER INCOME	(84,60,515)	(88,76,481)
	OPERATING LOSS BEFORE WORKING CAPITAL CHANGES	(32,99,119)	(49,20,909)
	ADJUSTMENTS FOR		
	INCREASE/DECREASE IN LONG TERM LOANS & ADVANCES	-	-
	INCREASE/DECREASE IN SHORT TERM LOANS & ADVANCES	8,94,036	(16,26,383)
	INCREASE/DECREASE IN TRADE AND OTHER RECEIVABLES	-	-
	INCREASE/DECREASE IN OTHER CURRENT LIABILITIES	(1,55,990)	1,91,157
	<b>CASH GENERATED /LOST FROM OPERATIONS</b>	<b>(25,61,073)</b>	<b>(63,56,135)</b>
	LESS: TAXES PAID	41,378	6,11,237
	<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>(25,19,695)</b>	<b>(57,44,898)</b>
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	LOAN AMT REFUNDED BY SOMANI RESEARCH AND EDUCATION FOUNDATION	9,19,18,125	-
	INTEREST RECEIVED	88,36,921	9,92,906
	SALE OF MUTUAL FUND	-	-
	PURCHASE OF MUTUAL FUND	-	-
	INVESTMENT IN TANGIBLE FIXED ASSETS	-	(40,52,922)
	INVESTMENT IN INTANGIBLE FIXED ASSETS UNDER DEVELOPMENT	-	(10,65,150)
	SALE OF FIXED ASSETS	-	-
	<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>10,07,55,046</b>	<b>(41,25,166)</b>
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	LOAN FROM HOLDING COMPANY	6,50,000	93,17,000
	LESS, INTEREST PAID ON LOAN	(50,44,519)	(8,79,930)
	<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>(43,94,519)</b>	<b>84,37,070</b>
	<b>NET INCREASE/DECREASE IN CASH &amp; CASH EQUIVALENT</b>	<b>9,38,40,832</b>	<b>(14,32,994)</b>
	<b>OPENING CASH &amp; CASH EQUIVALENT</b>	<b>1,08,465</b>	<b>15,41,459</b>
	<b>CLOSING CASH &amp; CASH EQUIVALENT</b>	<b>9,39,49,297</b>	<b>1,08,465</b>

**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

*(Signature)*  
**(SWARNJIT SINGH)**  
**PARTNER**  
**M.NO. 80388**



*(Signature)*  
**D.K JAIN**  
**DIRECTOR**  
**DIN : 00013116**

*(Signature)*  
**R.C KHANDURI**  
**DIRECTOR**  
**DIN : 03048392**

*(Signature)*  
**SAROJ SOMANI**  
**DIRECTOR**  
**DIN : 0053119**

**PLACE : NEW DELHI**  
**DATED : 17<sup>th</sup> May, 2016**

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

<b>PARTICULARS</b>	<b>AS AT 31.03.2016</b>	<b>AS AT 31.03.2015</b>
<b>NOTE NO- 1</b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED:</b>		
1,55,00,000 EQUITY SHARES (PREVIOUS YEAR 1,55,00,000 EQUITY SHARES) OF RS.10/- EACH	15,50,00,000.00	15,50,00,000.00
<b>ISSUED, SUBSCRIBED &amp; PAID UP:</b>		
2,75,000 EQUITY SHARES (PREVIOUS YEAR 2,75,000 EQUITY SHARES) OF RS.10/- EACH	<b>27,50,000</b>	<b>27,50,000</b>

<b>Reconciliation of the shares outstanding at the beginning and at the end of the period</b>		
	<b>AS AT 31.03.2016</b>	<b>AS AT 31.03.2015</b>
SHARES OUTSTANDING AT THE BEGINNING OF THE YEAR	2,75,000	2,75,000
SHARES ISSUED DURING THE YEAR	-	-
SHARES BOUGHT BACK DURING THE YEAR	-	-
ANY OTHER MOVEMENT (PLEASE SPECIFY)	-	-
SHARES OUTSTANDING AT THE END OF THE YEAR	2,75,000	2,75,000

<b>Shares held by ultimate holding company</b>	<b>AS AT 31.03.2016</b>	<b>AS AT 31.03.2015</b>
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	2,75,000	2,75,000
*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)		

<b>Detail of shareholders holding more than 5% shares in the company</b>		
	<b>AS AT 31.03.2016</b>	
	<b>No. of shares</b>	<b>% holding in the class</b>
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	<b>2,75,000</b>	<b>100%</b>
(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**

<b>PARTICULARS</b>	<b>AS AT 31.03.2016</b>	<b>AS AT 31.03.2015</b>
<b>NOTE NO- 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
<b>SURPLUS/(DEFICIT) IN THE STATEMENT OF PROFIT &amp; LOSS</b>		
BALANCE AS PER THE LAST FINANCIAL STATEMENTS	(17,05,890)	22,18,354
ADD: ADJUSTMENT ON ACCOUNT OF USEFUL LIFE OF ASSET (Refer Note No. 6)	-	(8,273)
PROFIT FOR THE YEAR	(48,66,388)	(39,15,970)
NET SURPLUS IN THE STATEMENT OF PROFIT & LOSS	(65,72,278)	(17,05,890)
<b>TOTAL RESERVES &amp; SURPLUS</b>	<b>(65,72,278)</b>	<b>(17,05,890)</b>
<b>NOTE NO- 3</b>		
<b>LONG TERM BORROWINGS</b>		
- LOANS FROM RELATED PARTIES (FROM EMERGENT ENERGY AND SERVICES LIMITED BEING A HOLDING COMPANY)	12,99,67,000	12,93,17,000
	<b>12,99,67,000</b>	<b>12,93,17,000</b>
<b>NOTE NO- 4</b>		
<b>OTHER CURRENT LIABILITIES</b>		
- SALARY PAYABLE	-	71,219
- INTEREST PAYABLE	1,13,20,038	79,19,366
- OTHER EXPENSES PAYABLE	44,420	49,087
- DUTIES & TAXES PAYABLE	8,44,730	9,24,834
	<b>1,22,09,188</b>	<b>89,64,506</b>



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

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	COST AS AT 01.04.2015	ADDITIONS During 2015-16	DISPOSAL	TOTAL COST AS AT 31.03.2016	TOTAL UPTO 01.04.2015	FOR THE PERIOD 2015-16	ON DISPOSAL	TOTAL UPTO 31.03.2016	AS AT 31.03.2016	AS AT 31.03.2015
Office Equipment	2,66,685	-	-	2,66,685	1,49,900	64,224	-	2,14,124	52,561	1,16,785
Furniture & Fixtures	38,38,737	-	28,89,058	9,49,679	7,28,361	5,03,629	8,60,906	3,71,084	5,78,595	31,10,376
<b>TOTAL :</b>	<b>41,05,422</b>	<b>-</b>	<b>28,89,058</b>	<b>12,16,364</b>	<b>8,78,262</b>	<b>5,67,853</b>	<b>8,60,906</b>	<b>5,85,208</b>	<b>6,31,156</b>	<b>32,27,160</b>
Previous Year	52,500	40,52,922	-	41,05,422	41,601	8,28,388	8,273	8,78,262	32,27,160	10,899

**Note : 5.1 Disposal of Fixed Assets**

Fixed Assets	Useful Life	Gross Block				Accumulated Depreciation				Net Block
		Balance as at 1st April, 2015	Additions	Disposals / sale	Balance as at 31st March, 2016	Balance as at 1st April, 2015	Depreciate during the year	W/OFF during the year	Balance as at 31st March, 2016	Balance as at 31st March, 2016
		1	2	3	4 (1+2-3)	5	6	7	8 (5+6-7)	9 (4 - 8)
<b>Tangible Assets</b>										
Furniture & Fixtures	10	28,89,058			28,89,058	5,59,371	3,01,535	20,28,152	28,89,058	-
<b>Total (a)</b>		<b>28,89,058</b>	<b>-</b>	<b>-</b>	<b>28,89,058</b>	<b>5,59,371</b>	<b>3,01,535</b>	<b>20,28,152</b>	<b>28,89,058</b>	<b>-</b>



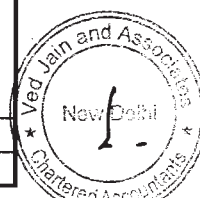
**INDO EDUCATION PRIVATE LIMITED**  
**(FORMERLY KNOWN AS SAATVIK APARTMENTS PVT. LTD.)**  
**CIN NO. U74999DL2002PTC114185**  
**NOTES FORMING PART OF THE BALANCE SHEET**

<b>PARTICULARS</b>	<b>AS AT 31.03.2016</b>	<b>AS AT 31.03.2015</b>
<b>NOTE NO- 6</b>		
<b>LONG TERM LOANS &amp; ADVANCES</b>		
<b>LOANS AND ADVANCES</b>		
(UNSECURED, CONSIDERED GOOD)		
LOAN TO SOMANI RESEARCH AND EDUCATION FOUNDATION	2,63,31,875	11,82,50,000
	<b>2,63,31,875</b>	<b>11,82,50,000</b>
<b>NOTE NO- 7</b>		
<b>CASH &amp; CASH EQUIVALENTS</b>		
- <b>BALANCE WITH BANK</b>		
- IN CURRENT ACCOUNT	9,46,085	89,911
- CASH ON HAND	1,139	15,056
- FIXED DEPOSITS	9,30,00,000	-
- FOREIGN CURRENCY IN HAND	2,073	3,498
	<b>9,39,49,297</b>	<b>1,08,465</b>
<b>NOTE NO- 8</b>		
<b>SHORT TERM LOAN &amp; ADVANCES</b>		
- ADVANCES TO SUPPLIERS	-	23,524
- ADVANCES TO STAFF	-	86,615
- PREPAID EXPENSES	62,795	1,35,850
- SECURITY DEPOSITS	500	9,16,472
- ADVANCE TAX & TDS	8,46,031	8,87,409
- DUTIES & TAXES RECEIVABLE	6,69,052	4,63,922
	<b>15,78,378</b>	<b>25,13,792</b>
<b>NOTE NO- 9</b>		
<b>OTHER CURRENT ASSETS</b>		
- INTEREST RECEIVABLE	76,05,469	79,81,875
	<b>76,05,469</b>	<b>79,81,875</b>



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

<b>PARTICULARS</b>	<b>FOR THE YEAR ENDED 31.03.2016</b>	<b>FOR THE YEAR ENDED 31.03.2015</b>
<b>NOTE NO- 10</b>		
<b>REVENUE FROM OPERATION</b>		
- EDUCATION INCOME	2,70,261	2,83,643
- COMMISSION INCOME	42,238	-
	<b>3,12,499</b>	<b>2,83,643</b>
<b>NOTE NO- 11</b>		
<b>OTHER INCOME</b>		
- INTEREST ON LOAN	69,93,285	88,68,750
- INTEREST ON FIXED DEPOSIT	14,67,230	7,731
- OTHER INTEREST INCOME	39,931	84,694
- MISCELLANEOUS INCOME	1,508	-
	<b>85,01,954</b>	<b>89,61,175</b>
<b>NOTE NO- 12</b>		
<b>EMPLOYEE BENEFIT EXPENSES</b>		
- SALARIES & WAGES	5,53,095	7,61,863
	<b>5,53,095</b>	<b>7,61,863</b>
<b>NOTE NO- 13</b>		
<b>FINANCE COSTS</b>		
- INTEREST ON LOAN	84,45,191	87,99,296
- BANK CHARGES	4,501	3,334
	<b>84,49,692</b>	<b>88,02,630</b>
<b>NOTE NO- 14</b>		
<b>OTHER EXPENSES</b>		
- LEGAL & PROFESSIONAL CHARGES	1,05,955	88,900
- FILLING FEES	248	11,891
- RENT & HIRE CHARGES	17,24,465	24,42,600
- SECURITY CHARGES	46,750	68,000
- CONVEYANCE EXPENSES	38,986	6,935
- BUSINESS PROMOTION EXPENSES	93,337	72,783
- ADVERTISEMENT EXPENSES	3,69,443	9,44,596
- ELECTRICITY EXPENSES	2,33,934	1,61,267
- REPAIR & MAINTENANCE	67,899	2,15,605
- COMMISSION CHARGES	23,998	-
- TELEPHONE & INTERNET EXPENSES	93,075	1,56,877
- MISCELLANEOUS EXPENSES	55,011	23,095
- SOFTWARE EXPENSES	56,000	1,87,330
- PRINTING & STATIONARY	30,444	86,680
- TRAVELLING EXPENSES	1,42,176	44,007
	<b>30,81,721</b>	<b>45,10,566</b>
<b>NOTE NO- 15</b>		
<b>PAYMENT TO AUDITORS</b>		
- STATUTORY AUDIT FEE	13,740	13,483
	<b>13,740</b>	<b>13,483</b>





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

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

**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>2015-16</u>	<u>2014-15</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. Company has cash in hand as on 31<sup>st</sup> march 2016 of Singapore \$ 1.70 and US \$ 30 and the same has been valued at market price dated 31<sup>st</sup> March 2016 – Rs. 2,073/-

6. Company has extended interest bearing loan of Rs. 263.32 Lacs to M/s Somani Research and Education Foundation a charitable society engaged in providing education. The loan has been given out of fund received from Holding Company M/s Emergent Global Edu and Services Limited (Formerly Known as M/s Emergent Energy and Services Ltd). The management is of the opinion that above transaction are covered under objects clause/ objects incidental to main objects / objects auxiliary to main objects.

## 7. Details of Expenditure pending for allocation

<u>Particulars</u>	<u>Amount (Rs.)</u>
Opening Balance	54,91,727.00
Add, during the year FY 2015-16	----
Closing Balance	<u>54,91,727.00</u>



8. **Deferred Tax:-**

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

<b>Deferred Tax Liability</b>	<b>As on 31.03.2015</b>	<b>During the Year</b>	<b>As on 31.03.2016</b>
Timing Difference on Account of Fixed Assets	103,039	(43,583)	59,456
Leave Encashment	1,676	(1,676)	-
Business Loss	1,647,882	10,58,670	27,06,552
	-----	-----	-----
<b>Total Deferred Tax Asset</b>	<b>17,52,597</b>	<b>10,13,411</b>	<b>27,66,008</b>
	-----	-----	-----

9. 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, 2016 to Micro, Small and Medium Enterprises as defined under the Micro, small and Medium Enterprises Development (MSMED) Act, 2006.

10. **Disclosure on disposal of fixed assets-**

During the year the company has closed its one of education center, which was being operated in the rental premises. Furniture & fittings were fabricated as per the size of the premises and which could not be removed in good/ usable condition. Consequently, the company has written off ₹ 20, 28,152 from the books.


11. No provision for Gratuity is made as Gratuity Act 1972 is not applicable.

12. Previous year figures have been regrouped wherever necessary.

**AS PER REPORT OF EVEN DATE ATTACHED**

**FOR AND ON BEHALF OF THE BOARD**

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

  
**(SWARNJIT SINGH)  
PARTNER  
M.NO. 080388  
PLACE: NEW DELHI  
DATE: 17<sup>th</sup> May, 2016**



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

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

  
**SAROJ SOMANI  
DIRECTOR  
DIN : 0053119**