

*SOUTH INDIA
PROJECTS LIMITED*

*37TH ANNUAL - REPORT
2016 - 2017*

J. M. PABARI & ASSOCIATES

CHARTERED ACCOUNTANTS

301, Pancham Icon, Besides D-Mart, Vasna road, Vadodara - 390007

INDEPENDENT AUDITOR'S REPORT

To the Members of
South India Projects Limited

Report on the Financial Statements

We have audited the accompanying financial statements **South India Projects 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

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



J. M. PABARI & ASSOCIATES

CHARTERED ACCOUNTANTS

301, Pancham Icon, Besides D-Mart, Vasna road, Vadodara - 390007

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 31st March, 2017, and its profit and its cash flows for the year ended on that date.

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 a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 Statement 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 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 are disqualified as on 31st March, 2017 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";



J. M. PABARI & ASSOCIATES

CHARTERED ACCOUNTANTS

301, Pancham Icon, Besides D-Mart, Vasna road, Vadodara - 390007

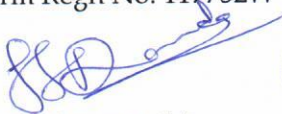
(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
- 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 has provided requisite disclosures in its standalone 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 J. M. Pabari & Associates

Chartered Accountants

Firm Regn No. 117752W



(Paresh J. Davda)

(Partner)

Membership No. 133308



Place: Mumbai

Date : 30th May 2017

J. M. PABARI & ASSOCIATES

CHARTERED ACCOUNTANTS

301, Pancham Icon, Besides D-Mart, Vasna road, Vadodara - 390007

Annexure A to Independent Auditors' Report

(Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date)

1. In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) According to the documents provided to us, we confirm that the title deeds of immovable properties are held in the name of the company.
2. The Company is engaged in software consultancy services and NBFC activities, hence this clause is not applicable.
3. The Company has not granted loan to body corporate, firm and parties covered in the register maintained under section 189 of the Companies 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 Act, with respect to the loans and investments made.
5. The Company has not accepted any deposits from the public.
6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
7. According to the information and explanations given to us in respect of statutory dues:
 - a) Undisputed statutory dues in respect of sales tax, service tax, withholding taxes, provident fund, and employees' state insurance, cess as applicable and any other statutory dues have been regularly deposited with the appropriate authorities. There were no undisputed amounts payable in respect of Income-tax, Custom Duty, Sales Tax, Excise Duty, Cess and other material statutory dues in arrears as at 31st March 2017, for a period of more than six months from the date they became payable.
 - b) There are no statutory dues pending to be deposited on account of disputes pending with various forums.
8. The Company has not defaulted in repayment of loans taken from financial institution.



J. M. PABARI & ASSOCIATES

CHARTERED ACCOUNTANTS

301, Pancham Icon, Besides D-Mart, Vasna road, Vadodara - 390007

9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. The Company has paid/provided for managerial remuneration in the books of accounts in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has acquired shares of a Foreign Company and issued equity shares against acquisition, the requirement of section 42 of the Companies Act, 2013 have been complied with by the Company hence application of fund is not applicable.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For J. M. Pabari & Associates

Chartered Accountants

Firm Regn No. 117752W



(Paresh J. Davda)

(Partner)

Membership No. 133308



Place: Mumbai

Date : 30th May 2017

J. M. PABARI & ASSOCIATES

CHARTERED ACCOUNTANTS

301, Pancham Icon, Besides D-Mart, Vasna road, Vadodara - 390007

Annexure - B to The Independent Auditors' Report

To the Members of
South India Projects Limited

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 of **South India Projects Limited** ("the Company") as of 31 March 2017 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.



J. M. PABARI & ASSOCIATES

CHARTERED ACCOUNTANTS

301, Pancham Icon, Besides D-Mart, Vasna road, Vadodara - 390007

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 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 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 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.

For J. M. Pabari & Associates

Chartered Accountants

Firm Regn No. 117752W



(Paresh J. Davda)

(Partner)

Membership No. 133308



Place: Mumbai

Date : 30th May 2017

SOUTH INDIA PROJECTS LIMITED
CIN: L72100WB1981PLC034342
BALANCE SHEET AS AT 31ST MARCH, 2017

Sr.No.	Particulars	Notes	March 31, 2017	March 31, 2016
			Rs.	Rs.
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
(a)	Share capital	3	50,333,880	30,333,880
(b)	Reserves and surplus	4	298,506,161	54,001,451
			348,840,041	84,335,331
2	Non current liabilities			
(a)	Long term borrowings	5	829,280	500,000
(b)	Deferred Tax Liabilities	6	84,508	30,406
			913,788	530,406
3	Current liabilities			
(a)	Other current liabilities	7	3,130,442	368,199
(b)	Short term Provisions	8	667,252	149,082
			3,797,694	517,281
	TOTAL		353,551,523	85,383,018
II.	ASSETS			
1	Non current assets			
(a)	Fixed Assets			
(i)	Tangible Assets	9	1,457,245	52,604
(b)	Non current Investment	10	260,000,000	29,415
2	Current assets			
(a)	Trade Receivables	11	3,057,270	-
(b)	Cash and bank balances	12	383,740	2,073,064
(c)	Short term loans and advances	13	88,653,268	83,227,935
			353,551,523	85,383,018
	TOTAL		353,551,523	85,383,018
	Significant Accounting Policies and Notes	1-24		

From true extract of Books of Accounts

For J M Pabari & Associates
Chartered Accountants
Firm Registration No. 117752W

Pareesh J. Davda
Partner
Membership No.: 133308



Place: Mumbai
Date: 30th May 2017

For and on behalf of Board of Directors

Managing Director
Jagan Mohan Reddy Thumma
Din No. 06554945

Independent Director
Nikitha Tiparnapally
Din No. 07399613
Place: Hyderabad
Date: 30th May 2017

Chief Financial Officer
Sanjay M. Chauhan
Pan No. AFLPC7749G

SOUTH INDIA PROJECTS LIMITED

CIN: L72100WB1981PLC034342

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017

Sr.No.	Particulars	Notes	2016 - 2017	2015 - 2016
			Rs.	Rs.
I.	Revenue from operations	14	40,028,924	7,356,715
II.	Other income	15	-	384,701
III.	Total Revenue (A)		40,028,924	7,741,416
IV.	Expenses:			
	Employee benefits expense	16	27,142,240	420,000
	Depreciation	9	112,967	-
	Finance Cost	17	9,390	3,000,209
	Administrative & Other Expenses	18	5,985,476	837,259
	Total Expenses (B)		33,250,073	4,257,468
V.	Profit before tax (A-B)		6,778,851	3,483,948
VI.	Tax expense:			
	Current tax		2,100,000	750,000
	Earlier year tax		120,039	-
	Deferred tax		54,102	-
VII.	Profit for the year		4,504,710	2,733,948
	Earning per share on Equity Shares of Rs. 10 each - Basic & Diluted		1.44	0.90
	Significant Accounting Policies and Notes	1-24		

From true extract of Books of Accounts

For J M Pabari & Associates

Chartered Accountants

Firm Registration No. 117752W



Paresh J. Davda

Partner

Membership No.: 133308



Place :

Date: 30th May 2017

For and on behalf of Board of Directors



Managing Director

Jagan Mohan Reddy Thumma

Din No. 06554945



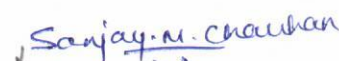
Independent Director

Nikitha Tiparnapally

Din No. 07399613

Place : Hyderabad

Date: 30th May 2017



Chief Financial Officer

Sanjay Chauhan

Pan No. AFLPC7749G

SOUTH INDIA PROJECTS LIMITED
CIN: L72100WB1981PLC034342
CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2017

	March 31. 2017 Rs.	March 31. 2016 Rs.
A. Cash Flow From Operating Activities :		
Net profit before tax as per statement of profit and loss	6,778,851	3,483,949
<u>Adjustments for :</u>		-
(Profit)/Loss on sale of Investments	(3,339)	(2,283,621)
Depreciation	112,967	-
Dividend Income	-	(363,071)
Interest Income	(7,327,482)	(5,073,095)
Operating Cash Flow Before Working Capital Changes	(439,003)	(4,235,838)
Changes in current assets and liabilities		
(Increase)/ Decrease in trade receivables	(3,057,270)	-
(Increase)/ Decrease in long & short term loans and advances	1,902,149	(73,291,913)
Increase/ (Decrease) in other current Liabilities	2,762,243	520,898
Increase/ (Decrease) in short term provision	-	-
Cash Generated From Operations	1,168,119	(77,006,853)
Payment of Taxes (Net of Refunds)	(1,701,869)	(1,542,539)
Net Cash Flow From Operating Activities (A)	(533,750)	(78,549,392)
B. Cash Flow From Investing Activities :		
Purchase of Fixed Assets	(1,517,608)	-
(Purchase)/ Sale of Investments (net)	32,754	79,481,936
Dividend Income	-	363,071
Net Cash Flow From Investment Activities (B)	(1,484,854)	79,845,007
C. Cash Flow From Financing Activities :		
(Repayment) / Borrowing from financial institutions/Others	329,280	-
Net Cash From / (Used In) Financing Activities (C)	329,280	-
Net Increase In Cash Or Cash Equivalents (A+B+C)	(1,689,324)	1,295,615
Cash And Cash Equivalents At The Beginning Of The Year	2,073,064	777,449
Cash And Cash Equivalents As At The End Of The Year	383,740	2,073,064

Component of cash and cash equivalents (Refer note 12)

As per our report of even date

For J M Pabari & Associates
Chartered Accountants
Firm Registration No. 117752W

Paresh J. Davda
Partner
Membership No.: 133308

Place : Mumbai
Date: 30th May 2017



For and on behalf of the Board of Directors

[Signature]
Managing Director
Jagan Mohan Reddy Thumma
Din No. 06554945

[Signature]
Independent Director
Nikitha Tiparnapally
Din No. 07399613
Place : Hyderabad
Date: 30th May 2017

[Signature]
Chief Financial Officer
Sanjay Chauhan
Pan No. AFLPC7749G

SOUTH INDIA PROJECTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2017

1 Corporate information

SOUTH INDIA PROJECTS LIMITED ("the company") has its place of business in Hyderabad and registered office is in Kolkatta.

2 Significant accounting policies

a) Basis of preparation of financial statements

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India (GAAP) and comply with the Accounting Standards as per Companies (Accounting Standard) Rules, 2006 and the relevant provisions of the Companies Act, 2013 to the extent applicable.

b) Use of estimates

The preparation of financial statements is in conformity with Generally Accepted Accounting Principles (GAAP) and requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

c) Revenue recognition

a) Sales are recorded net of trade discounts, sales tax/ value added tax, rebates and excise duty. Revenue from sale of products is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and can be reliably measured.

b) Incomes from services are recognised as they are rendered based on agreements/arrangements with the concerned parties.

c) Interest income is recognised on time proportion basis. Dividend income on investment is considered when right to receive is established.

d) Investments

Investments are classified into non current investments and current investments. Investments which are intended to be held for more than one year are classified as non current investments and investments which are intended to be held for less than one year, are classified as current investments. Non current investments are stated at cost and a provision for diminution in value of non current investments is made only if the decline is other than temporary in the opinion of the management. Current investments are valued at cost or market/fair value whichever is lower. In case of investments in mutual funds, the net asset value of units is considered as market/fair value.

e) Fixed assets and depreciation

i. Tangible & Intangible: Fixed Assets are stated at cost, which comprises of purchase consideration and other directly attributable cost of bringing the assets to its working condition for the intended use.

ii. Intangible assets are amortized over a period of Five years or as considered appropriate by the management. Depreciation on fixed assets is provided on SLM method at the rates and in the manner as prescribed in Schedule II to the Companies Act, 2013.



[Signature]

[Signature]

Sanjay M. Chauhan

[Signature]

SOUTH INDIA PROJECTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2017

f) Provisions, Contingent Liabilities and Contingent Asset

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the assets and related income are recognized in the period in which the change occurs.

g) Taxation

a. Current Tax:

Provision for tax is based on the taxable profit for the accounting year after taking into consideration the relevant provisions of the Income Tax Act, 1961.

b. Deferred Tax:

Deferred tax resulting from timing difference between accounting and taxable income is accounted for using the tax rates and laws that are enacted or substantively enacted on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent there is a virtual certainty that the asset will be realised in future.

h) Borrowing Cost:

Interest and other costs incurred in connection with the borrowing of the funds are charged to revenue on accrual basis except those borrowing costs which are directly attributable to the acquisition or construction of those fixed assets, which necessarily take a substantial period of time to get ready for their intended use. Such costs are capitalized with the fixed assets.

i) Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its recoverable amount and the amount of such impairment loss is charged to profit and loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that effect.

j) Earnings per share

The basic earnings per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving earnings per share, and also the weighted average number of equity shares, which could have been issued on the conversion of all dilutive potential shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that reduce profit / loss per share are included.

k) Preliminary Expenses:

Preliminary expenses are charged to Profit and Loss Account in the year in which it is incurred.



X *[Signature]*

X *[Signature]*

Sanjay. M. Chauhan
X

SOUTH INDIA PROJECTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2017

Particulars	March 31, 2017	March 31, 2016
	Rs.	Rs.
Note 3 : Share Capital		
Authorised Capital		
65,00,000 (Previous Year 40,00,000) Equity Shares of Rs.10 each fully paid up	65,000,000	40,000,000
Total	65,000,000	40,000,000
Issued, Subscribed and Paid Up		
50,33,388 (Previous Year 30,33,388) Equity Shares of Rs.10 each fully paid up	50,333,880	30,333,880
Total	50,333,880	30,333,880

Note:

1. The company has only one class of equity with a par value of Rs. 10/- per share. Each holder of equity shares is entitle to one vote per share.

2. The reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2017 and March 31, 2016 is set out below

Particulars	As at March 31, 2017		As at March 31, 2016	
	No. of shares held	Amount In Rs.	No. of shares held	Amount In Rs.
Equity Shares				
Number of Shares at the beginning	3,033,388	30,333,880	3,033,388	30,333,880
Add : Further Issue of Shares on acquisition of subsidiary	2,000,000	20,000,000	-	-
Number of shares at the end	5,033,388	50,333,880	3,033,388	30,333,880

3. Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31st March, 2017		As at 31 March, 2016	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Joseph Sudheer Reddy Thumma	2,119,346	42.11%	1,079,346	35.58%
Jagan Mohan Reddy Thumma	470,000	9.34%	150,000	4.94%
Dennis Reddy Thumma	320,000	6.36%	-	0.00%
Innamma Reddy Thumma	320,000	6.36%	-	0.00%



Sanjay M. Chaudhary

[Signature]

SOUTH INDIA PROJECTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2017

Particulars	March 31, 2017	March 31, 2016
	Rs.	Rs.
Note 4 : Reserves and Surplus		
Securities Premium	240,000,000	-
General Reserve	31,522,620	31,522,620
Statutory Reserve u/s 45IC of RBI Act 1934	9,314,514	8,767,714
Add : Transfer from Profit & Loss Account	900,942	546,800
	10,215,456	9,314,514
Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	13,164,317	10,977,168
Add: Profit/(Loss) for the Year	4,504,710	2,733,948
Less: Transfer to Statutory Reserve	900,942	546,800
Closing balance	16,768,085	13,164,317
Total	298,506,161	54,001,451
Note 5 : Long Term Borrowings		
<u>Secured</u>		
Vehicle Loan	829,280	-
<u>Unsecured</u>		
From Others	-	500,000
Total	829,280	500,000
Note 6 : Deferred Tax Liabilities		
On account of Fixed assets	84,508	30,406
Total	84,508	30,406
Note 7 : Other Current Liabilities		
Creditors for expenses	2,669,386	349,961
Statutory liabilities payable	461,056	18,238
Total	3,130,442	368,199
Note 8 : Short Term Provisions		
Income tax Provision (net of taxes paid)	667,252	149,082
Total	667,252	149,082



Signature

Signature

Sanjay M. Chauhan

Signature

SOUTH INDIA PROJECTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2017

Note 9 : Fixed Assets

Particulars	Gross block				Accumulated depreciation				Net block	
	Balance as at 1 April, 2016	Additions	Disposals	Balance as at 31 Mar, 2017	Balance as at 1 April, 2016	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 Mar, 2017	Balance as at 31 Mar, 2017	Balance as at 31 March, 2016
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<u>Tangible Assets</u>										
Land	52,604	-	-	52,604	-	-	-	-	52,604	52,604
Computer & Printer	-	653,866	-	653,866	-	104,699	-	104,699	549,167	-
Office equipment	-	46,582	-	46,582	-	3,480	-	3,480	43,102	-
Vehicle	-	817,160	-	817,160	-	4,787	-	4,787	812,373	-
Total	52,604	1,517,608	-	1,570,212	-	112,967	-	112,967	1,457,245	52,604
Previous year	52,604	-	-	52,604	-	-	-	-	52,604	



Sanjay N. Chaudhary

Sanjay N. Chaudhary

SOUTH INDIA PROJECTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2017

Particulars	March 31, 2017	March 31, 2016
	Rs.	Rs.
Note 10 : Long term Investments		
<u>Investment in Wholly owned Subsidiary</u>		
JNLT INC	260,000,000	-
<u>In Equity Instruments</u>		
Quoted Investment	-	29,415
Total	260,000,000	29,415
Note 11 : Trade Receivables		
More than six months	-	-
Others	3,057,270	-
Total	3,057,270	-
Note 12 : Cash and Cash Equivalents		
(a) Cash on hand	10,140	26,396
(b) Balances with banks		
(i) In current accounts	373,600	2,046,668
Total	383,740	2,073,064
Note 13 : Short Term Loans and Advances		
Advance to staff & Deposit	6,000	18,956
Inter Corporate Deposits	88,094,734	83,208,979
Prepaid Expenses	148,448	-
Balance with Government authorities	404,086	-
Total	88,653,268	83,227,935



[Handwritten signature]

[Handwritten signature]

Sanjay M. Chauhan

SOUTH INDIA PROJECTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2017

Particulars	2016-2017	2015-2016
	Rs.	Rs.
Note 14 : Revenue From operation		
Service Income	32,698,103	-
Interest Income	7,327,482	5,073,095
Gain on sale of Investments	3,339	2,283,620
Total	40,028,924	7,356,715
Note 15 : Other Income		
Dividend	-	363,071
Interest in IT Refund	-	21,630
Total	-	384,701
Note 16 : Employee Benefit Expenses		
Salary, bonus and allowances	25,212,977	420,000
Contribution to Pf & ESIC	1,015,182	-
Staff Welfare	914,081	-
Total	27,142,240	420,000
Note 17 : Finance Cost		
Interest Expense	9,390	3,000,209
Total	9,390	3,000,209
Note 18 : Administrative and Other Expenses		
Audit Fees	125,000	13,500
Bank charges	34,603	344
Sundry Expenses	162,547	142,490
Advertisement & Business Promotion	170,330	95,714
Professional Fees	549,630	306,406
Rent, Rates & Taxes	3,203,432	34,640
Telephone & Internet Charges	329,626	23,218
Shares Related Expenses	-	165,662
Insurance Vehicle	3,678	-
Electricity Expenses	757,338	-
Printing Expenses	59,786	33,307
Repairs & Maintenance	215,005	-
Conveyance & Travelling	374,501	21,978
Total	5,985,476	837,259



[Handwritten signature]

[Handwritten signature]

Sanjay. N. Chauhan

SOUTH INDIA PROJECTS LIMITED
CIN: L72100WB1981PLC034342
Notes to the Financial Statements for the year ended 31st March, 2017

19 Related party transactions

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below

19.1 Relationships during the year

(A) Key Managerial Personnel

Jagan Mohan Reddy Thumma
Joseph Sudheer Reddy Thumma
Sanjay Mahendra Chauhan (CFO)

(B) Wholly owned subsidiary

JNLT INC (with effect from 16th March 2017)

19.2 Related party transactions

(A) Transactions with related parties during the year :

Particulars	March 31, 2017	March 31, 2016
Receivables		
JNLT Inc	3,057,270	-
Service Income		
JNLT Inc	32,698,103	-
Director Remuneration		
Jagan Mohan Reddy Thumma	438,328	420,000
Sanjay Mahendra Chauhan	1,650,000	-

20 Earnings per share

Particulars	March 31, 2017	March 31, 2016
Net profit after tax as per statement of profit and loss	4,504,710	2,733,948
Weighted average number of equity shares outstanding during the year	3,121,059	3,033,388
Nominal value per equity share	10	10
Basic & Diluted Earnings per share	1.44	0.90

21 In the opinion of the Board, the value of realization of current assets in the ordinary course of business would not be less than the amount at which they are stated in the balance sheet.

22 On the basis of the information available with the company, there are no micro and small scale business enterprises, to whom the company owes dues, which are outstanding for more than 45 days as at March 31, 2017.



[Handwritten signature]

[Handwritten signature]

Sanjay M. Chauhan

SOUTH INDIA PROJECTS LIMITED
CIN: L72100WB1981PLC034342
Notes to the Financial Statements for the year ended 31st March, 2017

- 23 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:

Particulars	SBNs	Other denomination	Total
Closing Cash on hand as on 8.11.2016	-	19,583	19,583
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	19,583	19,583

24 **Previous Year figures**

Figures of previous year are regrouped, rearranged and reclassified wherever necessary to correspond to figures of the current year.

From true extract of Books of Accounts

For J M Pabari & Associates
Chartered Accountants
Firm Registration No. 117752W

Paresh J. Davda
Partner
Membership No.: 133308

Place:
Date: 30th May 2017



For and on behalf of Board of Directors

Jagan Mohan Reddy Thumma
Managing Director
Din No. 06554945

Nikitha Tiparnapally
Independent Director
Din No. 07399613

Place :
Date: 30th May 2017

Sanjay Chauhan
Chief Financial Officer
Pan No. AFLPC7749G