

Red Solutions Private Limited
Balance Sheet as at 31 March 2016
(Amount in Indian Rupees)

Particulars	Note No	As at 31 March 2016	As at 31 March 2015
Equity & Liabilities			
Shareholders' funds			
Share capital	2.1	13,145,000	13,145,000
Reserves and surplus	2.2	(13,306,544)	(13,362,180)
		(161,544)	(217,180)
Share Application Money pending for allotment		-	500,000
Current liabilities			
Short-term borrowings	2.3	157,325,000	150,425,000
Other current liabilities	2.4	24,372,116	18,448,470
		181,697,116	168,873,470
TOTAL		181,535,572	169,156,290
Assets			
Non-current assets			
Fixed assets			
Tangible assets	2.5	47,034	119,686
Deffered Tax Asset	2.6	32,001	26,641
		79,035	146,327
Current assets			
Trade receivables	2.7	391,800	391,800
Cash and bank balances	2.8	47,577	620,887
Short-term loans and advances	2.9	180,997,835	167,979,269
Other current assets	2.10	19,325	18,007
		181,456,537	169,009,963
TOTAL		181,535,572	169,156,290
Significant accounting policies and notes to financial statements	1 & 2		

The notes referred to above form an integral part of the financial statements

For Mohan Gupta & Company
Chartered Accountants
Firm registration No. 006519N

For and on behalf of the Board of
Red Solutions Private Limited

CA Sahil M. Gupta
Partner
Membership No. - 525626

Place : New Delhi
Date : 26-05-2016

(Ashok Kumar Gupta)
Director
DIN:-02590928

(Swapan Guha)
Director
DIN:-06985292

Red Solutions Private Limited
Statement of Profit and Loss for the year ended on 31 March 2016
(Amount in Indian Rupees)

Particulars	Note No.	For year ended 31 March 2016	For year ended 31 March 2015
Income			
Revenue from operations	2.11	-	2,863,490
Other income	2.12	199,808	
Total income		199,808	2,863,490
Expenses			
Purchase	2.13	-	1,789,600
Employee benefit expense	2.14	-	2,372,239
Depreciation and amortisation expense	2.15	72,652	323,940
Other expenses	2.16	74,522	148,544
Total expenses		147,174	4,634,323
Profit before extraordinary, prior period items and taxed		52,634	(1,770,833)
Cash loss from theft		360	
Profit (Loss) before tax		52,274	(1,770,833)
Tax expense			
Current tax		-	-
Tax for earlier year		1,998	-
Deferred tax		(5,360)	(67,710)
Profit (Loss) for the period /year		55,636	(1,703,123)
Basic/Diluted Earning Per Share		1.11	(34.06)

Significant accounting policies and notes to financial statements **1 & 2**

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Significant accounting policies and notes to financial statements **1 & 2**

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Red Solutions Private Limited
Cash flow statement for the year ended 31 March 2016
(Amount in Indian Rupees)

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before taxes	52,274	(1,770,833)
Adjustments for :		
Depreciation on Fixed Assets	72,652	323,940
	72,652	323,940
Operating gain before working capital changes	124,926	(1,446,893)
Adjustments for :		
Decrease/ (increase) in trade receivable	-	(293,800)
Decrease/ (increase) in Short term loans and advances	(13,018,566)	(4,507,156)
Decrease/ (increase) in Other current assets	(1,318)	240,778
Increase / (Decrease) in Other current liabilities	5,923,646	6,509,152
	(7,096,238)	1,948,974
Cash generated from operating activities before taxes	(6,971,312)	502,081
Direct taxes paid (net of refunds)	(1,998)	-
Net cash generated from/ (used in) operating activities	(6,973,310)	502,081
B. CASH FLOW FROM INVESTING ACTIVITIES		
Net cash generated from / (used in) investing activities	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Short term borrowings	6,900,000	4,860,000
Refund of Share Application Money pending allotment	(500,000)	(5,000,000)
Net cash generated from/ (used in) financing activities	6,400,000	(140,000)
INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	(573,310)	362,081
Cash and cash equivalents at the beginning of the year	620,887	258,806
Effect of exchange gain on cash and cash equivalents	-	-
Cash and cash equivalents at the end of the year	47,577	620,887
	-	-
Notes :		
Cash and cash equivalents include :		
Cash in hand	47,577	12,476
With banks in :		
Current accounts	-	608,411
Cash and bank balances at the end of the year	47,577	620,887
	-	-

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Red Solutions Private Limited
Notes to financial statements for the year ended 31 March 2016
(Amount in Indian Rupees)

2.1 Share capital	As at 31 Mar 2016		As at 31 Mar 2015	
	No. of shares	Amount	No. of shares	Amount
Authorised				
Equity shares of Rs.10 each	100,000	1,000,000	100,000	1,000,000
Preference Shares of Rs. 100 each	200,000	20,000,000	200,000	20,000,000
Issued and subscribed				
Equity shares of Rs. 10 each	50,000	500,000	50,000	500,000
Preference Shares of Rs. 100 each	168,600	16,860,000	168,600	16,860,000
Paid up Capital				
Equity shares of Rs. 10 each fully paid up	50,000	500,000	50,000	500,000
Preference Shares of Rs. 75 each partly paid up	168,600	12,645,000	168,600	12,645,000
Total	218,600	13,145,000	218,600	13,145,000

a) Each holder of equity shares is entitled to one vote per share with a right to receive per share dividend declared by the Company. In the event of liquidation, the equity shareholders are entitled to receive remaining assets of the Company in the proportion of equity shares held by the shareholders.

b) During the year ended 31 March 2016, the Company has recorded per share dividend of Rs. Nil (previous year: Nil) to equity shareholders.

c) Reconciliation of share capital (Equity)

Particulars	As at 31 Mar 2016		As at 31 Mar 2015	
	No. of shares	Amount	No. of shares	Amount
Balance at the Beginning of the Year	50,000	500,000	50,000	500,000
Add: Issued during the Year	-	-	-	-
Balance at the end of the Year	50,000	500,000	50,000	500,000

d) Reconciliation of share capital (Preference)

Particulars	As at 31 Mar 2016		As at 31 Mar 2015	
	No. of shares	Amount	No. of shares	Amount
Balance at the Beginning of the Year	168,600	12,645,000	168,600	12,645,000
Add: Issued during the year (Rs. 75 paid up)	-	-	-	-
Balance at the end of the Year	168,600	12,645,000	168,600	12,645,000

e) Details of shareholders(Equity) holding more than 5% shares of the Company

Particulars	As at 31 Mar 2016		As at 31 Mar 2015	
	Number of shares	% holding in the class	Number of shares	% holding in the class
Equity shares of Rs.10 each fully paid up held by				
M/s Avonmore Capital & Management Services Limited	50,000	100%	-	-
Mr. Rakesh Babbar	-	-	15,000	30%
Mr. Sanjeev Bewtra	-	-	15,000	30%
M/s Ess Kay Operations Pvt. Ltd.	-	-	5,000	10%
M/s Eversheds Services Pvt. Ltd.	-	-	15,000	30%
	50,000	100%	50,000	100%

f) Details of shareholders(Preference) holding more than 5% shares of the Company

Particulars	As at 31 Mar 2016		As at 31 Mar 2015	
	Number of shares	% holding in the class	Number of shares	% holding in the class
Preference shares of Rs.100 each fully partly paid up held by				
M/s Assurance Buildtech Limited	44,000	26%	44,000	26%
M/s Shoveller Infracon Limited	66,600	40%	66,600	40%
M/s Symbolic Finance and Investment Pvt. Ltd.	58,000	34%	58,000	34%
	168,600	100%	168,600	100%

g) As on 31.03.2016 NIL Shares were reserved for issuance towards employee stock options, Share warrants, & for convertible Securities.

h) No shares has been issued other than cash during the year.

i) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date

- No share has been issued without payment being received in cash in preceding 5 years.
- No share has been bonus issued in preceding 5 years.
- No share has been bought back in preceding 5 years.

j) No calls unpaid from directors and officers.

Red Solutions Private Limited

Notes to financial statements for the year ended 31 March 2016

(Amount in Indian Rupees)

Note 2.5

Tangible assets

Description	As at 1 April 2014	Additions	Deletions	Retained Earnings	As at 31 March 2015	As at 1 April 2015	Additions	Deletions	As at 31 March 2016
Furniture and fixtures	76,466	-	-		76,466	76,466	-	-	76,466
Computers and peripherals	433,968	-	-		433,968	433,968	-	-	433,968
Office equipments	120,313	-	-		120,313	120,313	-	-	120,313
Total	630,747	-	-		630,747	630,747	-	-	630,747

Depreciation	As at 1 April 2014	Additions	Deletions	Retained Earnings	As at 31 March 2015	As at 1 April 2015	Additions	Deletions	As at 31 March 2016
Furniture and fixtures	51,753	6,583	-	(2,036)	56,300	56,300	4,828	-	61,128
Computers and peripherals	124,891	259,925	-	(921)	383,895	383,895	41,309	-	425,204
Office equipments	13,434	57,432	-	-	70,866	70,866	26,515	-	97,381
Total	190,078	323,940	-	(2,957)	511,061	511,061	72,652	-	583,713

Carrying amounts				As at 31 March 2015				As at 31 March 2016
Furniture and fixtures				20,166				15,338
Computers and peripherals				50,073				8,764
Office equipments				49,447				22,932
Total				119,686				47,034

Red Solutions Private Limited
Notes to financial statements for the year ended 31 March 2016
(Amount in Indian Rupees)

2.2 Reserves and surplus	As at 31 March 16	As at 31 March 15
(Deficit)/ surplus in the Statement of Profit and Loss		
Balance at the beginning of the year	(13,362,180)	(11,662,014)
Add: Depreciation credited to Reserve & Surplus		2,957
Add: Transferred from Statement of Profit & Loss	55,636	(1,703,123)
Balance at the end of the Year	<u>(13,306,544)</u>	<u>(13,362,180)</u>

2.3 Short Term borrowings	As at 31 March 16	As at 31 March 15
Unsecured		
Loans from Directors	-	2,500,000
Loans from Others	157,325,000	147,925,000
	<u>157,325,000</u>	<u>150,425,000</u>

2.4 Other Current Liabilities	As at 31 March 16	As at 31 March 15
a) Expenses payables		
Statutory Liabilities	1,334,596	517,401
Payable to employees	-	547,500
Other Payables	1,896,338	2,039,398
Interest Payable	20,745,100	14,353,120
Book Overdraft	396,082	991,051
	<u>24,372,116</u>	<u>18,448,470</u>

2.6 Deffered Tax Asset (Net)	As at 31 March 16	As at 31 March 15
<u>Deffered Tax :-</u>		
a. Related to Fixed Assets	29,529	21,697
b. Related to Preliminary Expenses	2,472	4,944
	<u>32,001</u>	<u>26,641</u>

2.7 Trade Receivables	As at 31 March 16	As at 31 March 15
a) Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, Considered Good	391,800	391,800
b) Others		
Unsecured, Considered doubtful	-	-
	<u>391,800</u>	<u>391,800</u>

Red Solutions Private Limited
Notes to financial statements for the year ended 31 March 2016
(Amount in Indian Rupees)

2.8 Cash and Cash equivalents	As at 31 March 16	As at 31 March 15
Cash on hand	47,577	12,476
Bank balances		
Current account	-	608,411
	<u>47,577</u>	<u>620,887</u>

2.9 Short Term Loans & Advances	As at 31 March 16	As at 31 March 15
Capital Advances	142,309,000	142,309,000
Interest Capitalized	38,566,239	25,220,285
Security deposits (Unsecured, considered good)	-	10,000
Advance recoverable in cash or kind	-	6,936
Loan to others	116,836	65,000
TDS Receivable	5,760	368,048
	<u>180,997,835</u>	<u>167,979,269</u>

2.10 Other Current Assets	As at 31 March 16	As at 31 March 15
Balance with statutory/ government authorities :		
Cenvat Credit Available	19,325	18,007
	<u>19,325</u>	<u>18,007</u>