

VALIA & TIMBADIA
CHARTERED ACCOUNTANTS

ARVIND P. VALIA
B.COM. (Hons.), F.C.A.
HITEN C. TIMBADIA
B.COM. L.L.B. (GEN), F.C.A.

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32, Trinity Chambers,
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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF REALSTONE MULTITRADE PRIVATE LIMITED

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS Financial Statements of **REALSTONE MULTITRADE PRIVATE LIMITED** (the "Company"), which comprise the Balance Sheet as at March 31, 2017 and the Statement of Profit and Loss (including other Comprehensive income), the statement of Cash Flows and Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (herein after referred to as "Ind AS financial statements")

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 Ind AS Financial Statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standards (Ind AS) referred to in 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 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 the design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these Ind AS Financial Statements based on our audit.

We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the Audit Report.

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 Ind AS Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 and fair presentation of the Ind AS Financial Statements, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the

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reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS 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 Ind AS 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 and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS, of the financial position of the Company as at 31 March, 2017, and its financial performance including other comprehensive income, its cash flows and the changes in equity 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 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (herein after referred to as the "Order"), and on the basis of such checks and records of the Company as we consider appropriate and according to the information and explanations given to us, we give in the Annexure 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, the statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Account) Rules 2014.

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- e) On the basis of written representations received from the directors as on March 31, 2017 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of Section 164(2) of the Companies Act, 2013.
- f) On the basis of overall examination of records and nature of activities carried out by the company, in all material aspect, the company has 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
- g) With respect to other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us, we report as under:
- (i) The Company has disclosed the impact of pending litigations as at March 31, 2017, if any, on its financial position in its Ind AS Financial Statements.
 - (ii) The Company has made provisions as at March 31, 2017, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - (iii) There was no amount required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2017.
 - (iv) The Company did not have any holdings or dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 –Refer Note 12(C)4 to the Ind AS financial statements.

FOR **VALIA AND TIMBADIA**
CHARTERED ACCOUNTANTS
(Firm Registration No. 112241W)

HITEN C.TIMBADIA
Partner
Membership No. 038429.

PLACE: MUMBAI
DATED: 10th May, 2017.

VALIA & TIMBADIA
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Annexure 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 of REALSTONE MULTITRADE PRIVATE LIMITED.

1. The Company does not have any fixed assets: hence the requirements of maintenance of records, physical verification and discrepancy for the same are not applicable.
2. The Company does not have any Inventories; hence the requirements of maintenance of records, physical verification and discrepancy for the same are not applicable.
3. As per the information & explanation give to us, the Company has not granted any loans, secured or unsecured to the companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly provisions of clause (iii) (a), (b) and (c) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
4. The Company has not given any loans, guarantee and securities during the year: hence the provisions of Section 185 are not applicable to the company. The Company has complied with provisions of Section 186 of the Companies Act, 2013 in respect of Investments made during the year.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sec.73 to Sec.76 of the Act and the Rules framed there under to the extend notified. Therefore provisions of Clause (v) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
6. As informed to us, the maintenance of Cost Records has not been prescribed by the Central government u/s 148(1) of the Companies Act, 2013, in respect of the activities carried on by the Company.
7. a) According to the information and explanations given to us and the records examined by us, the Company is regular in depositing with appropriate authorities undisputed statutory dues if any required, including provident fund, employees` state insurance, income tax, sales tax, service tax, customs duty, duty of excise, value added tax, cess and other statutory dues and there are no undisputed statutory dues outstanding as at 31st March 2017 for a period more than six months from the date they became payable.
b) According to the information and explanations given to us and according to the records of the Company, there are no dues of sales tax, income tax, customs, wealth tax, excise duty, service tax, income tax, sales tax, service tax, customs duty, duty of excise, value added tax, which have not been deposited on account of any dispute.

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8. According to the information and explanations given to us, the Company has not taken any loans or borrowings from financial institution, bank, government, debenture holders. Therefore provisions of Clause (viii) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
9. According to the information and explanations given to us, the Company has not raised monies by way of initial public offer or further public offer (including debts instruments) and term loans during the year. Therefore provisions of Clause (ix) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
10. As per the information and explanations given to us, no fraud on or by the Company by its officers or employees has been noticed or reported during the year.
11. No managerial Remuneration has been paid or provided during the year. Therefore provisions of Clause (xi) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
12. The company is not a Nidhi Company and therefore provisions of Clause (xii) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
13. There were no Related Party Transactions, during the current financial year, and therefore provisions of Clause (xiii) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore provisions of Clause (xiv) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
15. As per the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Therefore provisions of Clause (xv) of the Companies (Auditors` Report) Order, 2016 are not applicable to the Company.
16. As per the information and explanations given to us, the Company is not required to be registered under 45-IA of the Reserve Bank of India Act, 1934 and therefore no registration was obtained.

FOR **VALIA AND TIMBADIA**
CHARTERED ACCOUNTANTS
(Firm Registration No. 112241W)

HITEN C.TIMBADIA

Partner

Membership No. 038429.

PLACE: MUMBAI

DATED: 10th May, 2017.

REALSTONE MULTITRADE PRIVATE LIMITED
BALANCE SHEET AS AT 31st MARCH, 2017

Amount ₹

	Notes	As at 31-Mar-17	As at 31-Mar-16	As at 01-Apr-15
ASSETS				
Non-current assets				
Financial assets - Investments	1	5,000	-	-
Other non-current assets	2	-	13,217	-
Total non-current assets		5,000	13,217	-
Current assets				
Financial assets				
Other investments	1	-	1,07,30,946	1,06,67,319
Cash and cash equivalents	3	1,10,84,339	32,988	16,838
Other financial assets	4	79,120	-	-
Total current assets		1,11,63,459	1,07,63,934	1,06,84,157
TOTAL ASSETS		1,11,68,459	1,07,77,151	1,06,84,157
EQUITY AND LIABILITIES				
Equity				
Equity share capital	5	1,00,000	1,00,000	1,00,000
Other equity		1,10,45,144	1,06,55,624	1,05,54,445
Total equity		1,11,45,144	1,07,55,624	1,06,54,445
Current liabilities				
Provisions	6	1,695	-	1,622
Other current liabilities	7	21,620	21,527	28,090
Total current liabilities		23,315	21,527	29,712
TOTAL EQUITY AND LIABILITIES		1,11,68,459	1,07,77,151	1,06,84,157
See accompanying notes to the financial statements	12			

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

For VALIA & TIMBADIA

Chartered Accountants

(Firm Registration No.112241W)

Hiten C. Timbadia
Partner
(Membership No.038429)

Chandrakant K. Agrawal
Director
DIN: 02525499

Suresh Kumar R. Ajmera
Director
DIN: 05332994

PLACE : MUMBAI
DATE : 10/05/2017

REALSTONE MULTITRADE PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2017

Amount ₹

	Notes	Year ended 31-Mar-17	Year ended 31-Mar-16
Revenue from operations	8	9,074	-
Other income	9	6,18,281	8,66,698
Total income		6,27,355	8,66,698
Expenses			
Other expenses	10	27,868	28,736
Total expenses		27,868	28,736
Profit before tax		5,99,487	8,37,962
Tax expenses			
Current tax	11	2,09,967	7,36,783
Profit for the year		3,89,520	1,01,179
Other comprehensive income			
Items that will not be reclassified to profit or loss		-	-
Items that will be reclassified to profit or loss		-	-
Total other comprehensive income		-	-
Total comprehensive Profit for the year		3,89,520	1,01,179
Earnings per equity share (face value per equity shares - ₹ 10)			
Basic (in ₹)		38.95	10.12
Diluted (in ₹)		38.95	10.12
See accompanying notes to the financial statements	12		

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR AND ON BEHALF OF THE BOARD

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Hiten C. Timbadia
Partner
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Chandrakant K. Agrawal
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Suresh Kumar R. Ajmera
Director
DIN: 05332994

PLACE : MUMBAI
DATE : 10/05/2017

REALSTONE MULTITRADE PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

PARTICULARS	Year ended 31-Mar-17 Amount in Rs.		Year ended 31-Mar-16 Amount in Rs.	
A) Cash flow From Operating Activities				
Net Profit Before Tax	5,99,487		8,37,962	
<u>Adjustments for</u>				
Other Income (Interest and investment income)	(6,18,281)		(8,66,698)	
Operating (Loss) / Profit before Working Capital change	(18,794)		(28,736)	
Changes in working capital				
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
(Decrease) / Increase - Trade & Other payables	94		(6,564)	
Income Tax paid	(1,95,055)		(7,51,622)	
Net Cash Flows from Operating Activities		(2,13,756)		(7,86,922)
B) Cash Flow from Investing Activities				
Decrease / (Increase) in Non-Current Investments	(5,000)		-	
Decrease / (Increase) in Current Investments	1,07,30,945		(63,626)	
Interest and investment income	6,18,281		8,66,698	
Decrease / (Increase) in Accrued interest	(79,120)			
Net Cash Flows from Investing Activities		1,12,65,106		8,03,072
C) Cash Flow from Financing Activities		-		-
Net Increase / (Decrease) in Cash & Cash equivalents		1,10,51,350		16,150
Cash & Cash Equivalents at Beginning of the year		32,988		16,838
Cash & Cash Equivalents at the End of the Year		1,10,84,339		32,988

Note : Cash & Cash Equivalents Consist of the cash /cheque in hand & bank balance in current Account.

AS PER OUR REPORT OF EVEN DATE ATTACHED

For VALIA & TIMBADIA
Chartered Accountants
(Firm Registration No.112241W)

FOR AND ON BEHALF OF THE BOARD

Hiten C. Timbadia
Partner
(Membership No.038429)

Chandrakant K. Agrawal Suresh Kumar R. Ajmera
Director Director
DIN: 02525499 DIN: 05332994

Place : Mumbai
DATE : 10/05/2017

REALSTONE MULTITRADE PRIVATE LIMITED
STATEMENT OF CHANGES OF EQUITY FOR THE YEAR ENDED 31st MARCH, 2017

Amount ₹

	Reserve and surplus	Total
	Retained earnings (Surplus in profit and loss)	
Balance as at April 1, 2015	1,05,54,445	1,05,54,445
Profit for the year	1,01,179	1,01,179
Other comprehensive income for the year, net of income tax	-	-
Total comprehensive income for the year	1,01,179	1,01,179
Balance as at March 31, 2016	1,06,55,624	1,06,55,624
Profit for the year	3,89,520	3,89,520
Other comprehensive income for the year, net of income tax	-	-
Total comprehensive income for the year	3,89,520	3,89,520
Balance as at March 31, 2017	1,10,45,144	1,10,45,144

AS PER OUR REPORT OF EVEN DATE ATTACHED

For VALIA & TIMBADIA
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(Firm Registration No.112241W)

FOR AND ON BEHALF OF THE BOARD

Hiten C. Timbadia
Partner
(Membership No.038429)

Chandrakant K. Agrawal
Director
DIN: 02525499

Suresh Kumar R. Ajmera
Director
DIN: 05332994

Place : Mumbai
DATE : 10/05/2017

REALSTONE MULTITRADE PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017

NOTE : 1

INVESTMENTS

	As at 31-Mar-17		As at 31-Mar-16		As at 01-Apr-15	
	Qty.	(₹)	Qty.	(₹)	Qty.	(₹)
NON CURRENT						
Unquoted - (At cost)						
Sun Pharma Medisales Private Limited	500	5,000	-	-	-	-
Total other investments - Non current	500	5,000	-	-	-	-
CURRENT						
Unquoted - (Fair value through Profit and Loss Account)						
Units of DHFL Pramerica - Insta Cash Plus Fund - Direct Plan - Growth	-	-	54,506.81	1,07,30,946	-	-
Units of JP Morgan India Liquid Fund - Growth Plan	-	-	-	-	5,87,426.85	1,06,67,319
Total other investments - Current	-	-	54,506.81	1,07,30,946	5,87,426.85	1,06,67,319

NOTE : 2

OTHER NON-CURRENT ASSETS

Amount ₹

	As at 31-Mar-17	As at 31-Mar-16	As at 01-Apr-15
Advance Income Tax & TDS net of Provision for Tax	-	13,217	-
	-	13,217	-

NOTE : 3

CASH AND CASH EQUIVALENTS

Amount ₹

	As at 31-Mar-17	As at 31-Mar-16	As at 01-Apr-15
Cash on hand	1,365	1,884	2,399
Balances with banks			
In current accounts	82,974	31,104	14,439
In deposit accounts with original maturity less than 3 months	1,10,00,000	-	-
	1,10,84,339	32,988	16,838

NOTE : 4

OTHER CURRENT FINANCIAL ASSETS

Amount ₹

	As at 31-Mar-17	As at 31-Mar-16	As at 01-Apr-15
Unsecured considered good unless stated otherwise			
Interest accrued on investments / loans / balances with banks	79,120	-	-
	79,120	-	-

REALSTONE MULTITRADE PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017

NOTE : 5

EQUITY SHARE CAPITAL

	As at 31-Mar-17		As at 31-Mar-16		As at 01-Apr-15	
	No.	₹	No.	₹	No.	₹
Authorised Equity shares of ₹ 10 each	10,000	1,00,000	10,000	1,00,000	10,000	1,00,000
	10,000	1,00,000	10,000	1,00,000	10,000	1,00,000
Issued, subscribed and fully paid up Equity shares of ₹ 10 each	10,000	1,00,000	10,000	1,00,000	10,000	1,00,000
	10,000	1,00,000	10,000	1,00,000	10,000	1,00,000
Reconciliation of fully paid equity shares						
Opening balance	10,000	1,00,000	10,000	1,00,000	10,000	1,00,000
Add : shares allotted during the year pursuant to the scheme of amalgamation	-	-	-	-	-	-
Add : shares allotted to employees on exercise of employee stock option (excluding shares held by ESOP trust)	-	-	-	-	-	-
Less : buy back of shares	-	-	-	-	-	-
Closing balance	10,000	1,00,000	10,000	1,00,000	10,000	1,00,000
Details of shareholders holding more than 5% in the Company						
Equity shares M/s.Sun Pharmaceutical Industries Ltd	No.	%	No.	%	No.	%
	10,000	100%	10,000	100%	10,000	100%

NOTE : 6

SHORT TERM PROVISIONS

Amount ₹

	As at 31-Mar-17	As at 31-Mar-16	As at 01-Apr-15
Provision for Income Tax (Net of Advance tax and TDS)	1,695	-	1,622
	1,695	-	1,622

NOTE : 7

OTHER CURRENT LIABILITIES

Amount ₹

	As at 31-Mar-17	As at 31-Mar-16	As at 01-Apr-15
Others (Expenses Payable)	21,620	21,527	28,090
	21,620	21,527	28,090

REALSTONE MULTITRADE PRIVATE LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017

NOTE : 8

REVENUE FROM OPERATIONS

Amount ₹

	Year ended 31-Mar-17	Year ended 31-Mar-16
Other operating revenues (Share of profit from partnership firm)	9,074	-
	9,074	-

NOTE : 9

OTHER INCOME

Amount ₹

	Year ended 31-Mar-17	Year ended 31-Mar-16
Interest income on :		
Bank deposits (at amortised cost)	6,02,725	-
Current investments measured at fair value through profit and loss	15,556	8,66,698
	6,18,281	8,66,698

NOTE : 10

OTHER EXPENSES

Amount ₹

	Year ended 31-Mar-17	Year ended 31-Mar-16
Rates and taxes	2,500	2,500
Professional, legal and consultancy	9,750	9,108
Payments to auditors (net of input credit, where applicable)		
As auditors	14,375	14,313
Miscellaneous expenses	1,243	2,815
	27,868	28,736

NOTE : 11

TAX RECONCILIATION

Amount ₹

	Year ended 31-Mar-17	Year ended 31-Mar-16
Reconciliation of current tax expense		
Profit before tax	5,99,487	8,37,962
Enacted income tax rate (%)	29.87%	30.90%
Tax expense	1,79,067	2,58,930
Effect of income that is exempt from taxation	(2,710)	-
Effect of expenses that is are not deductible in determining taxable profit	8,324	8,879
Current tax related to prior periods	23,782	4,78,861
Tax related to Gain on fair valuation	-	(24,602)
Others	1,504	14,714
	2,09,967	7,36,783
Income tax expense recognised in profit and loss	2,09,967	7,36,783

REALSTONE MULTITRADE PRIVATE LIMITED

12. NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017

(A) ACCOUNTING POLICIES :

1. Basis of Accounting

The Company has prepared financial statements for the year ended March 31, 2017 in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 together with the comparative period data as at and for the year ended March 31, 2016. Further, the Company has prepared the opening balance sheet as at April 1, 2015 (the transition date) in accordance with Ind AS.

Upto the year ended March 31, 2016, the company prepared its financial statements in accordance with the requirements of previous GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended).

The financial statements have been prepared on the historical cost basis, except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods, services, etc. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

2. Financial Assets

i. Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date.

ii. Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- Debt instruments at amortised cost
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Debt instruments and equity instruments at fair value through profit or loss (FVTPL)
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

iii. Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding

This category is the most relevant to the Group. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in Other Income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

REALSTONE MULTITRADE PRIVATE LIMITED

12. NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017

iv. Debt instrument at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the group may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The group has not designated any debt instrument as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit or loss

v. Equity instruments

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit or loss

3. Financial liabilities and equity instruments

Classification as debt or equity

Debt and equity instruments issued by a group entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument

a. Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a group entity are recognised at the proceeds received, net of direct issue costs.

b. Compound financial instruments

The component parts of compound financial instruments (convertible notes) issued by the Company are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument

i. Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

ii. Subsequent measurement

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL.

Financial liabilities at fair value through profit or loss

Financial liabilities are classified as at FVTPL when the financial liability is either contingent consideration recognised by the Group as an acquirer in a business combination to which Ind AS 103 applies or is held for trading or is designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred principally for the purpose of repurchasing in the near term or on initial recognition it is part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking. This category also includes derivative entered into by the group that are not designated and effective as hedging instruments in hedge relationships as defined by Ind AS 109. Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For non-held-for-trading financial liabilities designated as at FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss, in which case these effects of changes in credit risk are recognised in profit or loss. These gains/ loss are not subsequently transferred to profit or loss. All other changes in fair value of such liability are recognised in the statement of profit or loss. The group has not designated any financial liability as at fair value through profit and loss.

REALSTONE MULTITRADE PRIVATE LIMITED

12. NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017

Financial liabilities subsequently measured at amortised cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item

4. Recognition of Revenue

Revenue is measured at the fair value of the consideration received or receivable.

a. Interest Income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

b. Profit from Investments

Profit from Non Current Investments are calculated on the basis of FIFO method.

Profit from Current Investments are calculated on the basis of NAV.

5. Risk Management

The Company's activities are not exposed to any material financial risks including market risk, credit risk and liquidity risk.

6. Taxes on Income

Income tax expense consists of current and deferred tax. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized in other comprehensive income or directly in equity, in which case it is recognized in other comprehensive income or directly in equity respectively. Current tax is the expected tax payable on the taxable profit for the year, using tax rates enacted or substantively enacted by the end of the reporting period, and any adjustment to tax payable in respect of previous years.

Minimum Alternate Tax ('MAT') under the provisions of the Income-tax Act, 1961 is recognised as current tax in the Statement of Profit and Loss. The credit available under the Income-tax Act, 1961 in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognised as an asset is reviewed at each Balance Sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

7. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised only when there is a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate of the amount of the obligation can be made. Contingent liability is disclosed for (i) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent Assets are not recognised in the financial statements.

8. Accounting policies not specifically mentioned above will be as per generally accepted accounting principles in India.

REALSTONE MULTITRADE PRIVATE LIMITED

12.NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017

(B) First-time adoption of Ind-AS

These financial statements for the year ended March 31, 2017 have been prepared in accordance with Ind AS. For the purposes of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101 - First Time adoption of Indian Accounting Standard , with April 1, 2015 as the transition date. The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes thereto and accounting policies and principles. The accounting policies set out in Note 1 have been applied in preparing the standalone financial statements for the year ended March 31, 2017 and the comparative information.

Reconciliation

The following reconciliations provides the effect of transition to Ind AS from IGAAP in accordance with Ind AS 101:

Amount ₹		
Reconciliation of total equity	As at 31-03-2016	As at 01-04-2015
Total equity as per previous GAAP	1,06,76,006	91,04,733
Diff. in Cost and Fair value of investment under IND AS	79,618	15,49,712
Total equity as per IND AS	1,07,55,624	1,06,54,445

Amount ₹	
Reconciliation of total comprehensive income	For the year 2015-16
Total comprehensive income as per previous GAAP	15,71,273
Difference in Cost and Fair value of investment under IND AS (01/04/2015)	(15,49,712)
Difference in Cost and Fair value of investment under IND AS(31/03/2016)	79,618
Total comprehensive income as per IND AS	1,01,179

Reconciliation of Cash Flow Statement

There were no difference in between cash flows prepared under Indian GAAP and those prepared under Ind AS. Hence no reconciliation items are required.

(C) OTHER NOTES :

1. Earning Per Share (EPS) :	2016-17	2015-16
Profit attributed to Equity Share holders ₹	3,89,520	1,01,179
No. of Equity Shares (of Rs.10/- each)	10,000	10,000
Earnings Per Share – Basic & Diluted ₹	38.95	10.12

2. Company has not claimed any deduction for carried forward loss under Income Tax Act, 1961, hence no provision for deferred Tax Assets is made.

3. As required by Ind AS-24, 'Related parties disclosure' is given as Annexure - 12(C)3.

4. Disclosure On Specified Bank Notes (SBNs)

During the year, the Company did not had specified bank notes or other denomination note nor its had done any transaction in SBNs as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, hence the denomination wise SBNs and other notes details as per the notification is not applicable.

REALSTONE MULTITRADE PRIVATE LIMITED

Annexure to Notes - 12(C)3.

A. List of Related Parties as per Ind AS-24

(A) HOLDING COMPANY

Sr. No.	Company Name
1	Sun Pharmaceutical Industries Limited

(B) SUBSIDIARIES / FELLOW SUBSIDIARIES

(With whom the Company has transactions during the year or previous year)

NIL

(C) ASSOCIATES

Sr. No.	Company Name
	NIL

(D) KEY MANAGEMENT PERSONNEL

Sr. No.	Name
1	Mr.Chandrakant K. Agrawal
2	Mr.Suresh Kumar R. Ajmera
3	Mr.Jagdish T. Sanghavi

B. List of Related Parties Transaction as per Ind AS-24

No Related Parties Transactions were done during the year or previous year

C. Outstanding with related party as per Ind AS-24

There are no outstanding balances with the related parties.