# **INSPIRE INDIA PROPERTIES LIMITED**

Notes         31 March 2014         31 March 2013           I. Equity and Liabilities         Shareholders' fund         3         41,119,110         37,666,950           Reserves and surplus         4         (6,335,185)         (2,664,133)         34,783,925         35,002,817           Share application money pending allotment         -         -         2,234,400           Non- current liabilities         -         -         -         -           Other long term borrowings         -         -         -         -           Deferred tax liabilities (Net)         -         -         -         -         -           Other long term liabilities         -         -         -         -         -         -           Short- term provisions         5         402,312         -		BALANCE SHEET AS AT 31 MARCH 2014						
$\begin{array}{c c c c c c c c c c c c c c c c c c c $			Notes	31 March 2014	31 March 2013			
$\begin{array}{c c c c c c c c c c c c c c c c c c c $	т			<b>`•</b>	<b>`.</b>			
Share capital       3       41,119,110       37,666,950         Reserves and surplus       4       (6,335,185)       (2,664,133)         34,783,925       35,002,817         Share application money pending allotment       -       2,234,400         Non-current liabilities       -       -         Long-term borrowings       -       -         Deferred tax liabilities (Net)       -       -         Other long term liabilities       -       -         Long-term provisions       5       402,312       -         Current liabilities       -       -       -         Short- term borrowings       -       -       -         Trade payables       -       -       -         Other current liabilities       -       -       -         Other current liabilities       -       -       -         Total       45,320,425       37,923,617       -         II. Assets       -       -       -       -         Non-current investments       8       8,930,543       13,535,991         Non-current investments       8       8,930,0543       13,535,991         Deferred tax assets (Net)       9       29,587       - <td>1.</td> <td></td> <td></td> <td></td> <td></td>	1.							
Reserves and surplus       4       (6,335,185)       (2,664,133)         34,783,925       35,002,817         Share application money pending allotment       -       2,234,400         Non-current liabilities       -       -         Long-term borrowings       -       -         Deferred tax liabilities (Net)       -       -         Other long term liabilities       -       -         Long-term provisions       5       402,312       -         Current liabilities       -       -       -         Short- term borrowings       -       -       -         Trade payables       -       -       -         Other current liabilities       6       10,134,188       686,400         Short- term provisions       -       -       -         Total       45,320,425       37,923,617         II. Assets       -       -       -         Non-current assets       -       -       -         Pixed assets       7       3,753,953       2,296,500         i)       Inagible assets       7       3,753,953       2,296,500         ii)       Inagible assets       -       -       -         iii)			2	41 110 110	37 666 050			
34,783,925 $35,002,817$ Share application money pending allotment $ 2,234,400$ Non- current liabilities $  -$								
Share application money pending allotmentNon- current liabilitiesLong-term borrowingsDeferred tax liabilities (Net)Other long term liabilitiesLong-term provisions5402,312Current liabilitiesShort- term borrowingsTrade payablesOther current liabilitiesShort- term provisions610,134,188686,400Short- term provisions610,134,188686,400Total10,134,188711. AssetsNon- current insetsFixed assetsi) Tangible assetsi) Tangible assetsi) Tangible assetsi) Current assetsrend tax assets (Net)929,587-Long term loans and advances1051131,095,64417,239,604Trade receivablesCurrent investments12813,257,08316,364,491Current assets<		Reserves and surplus	-					
Non-current liabilitiesLong-term borrowingsDeferred tax liabilities (Net)Other long term liabilitiesLong-term provisions5402,312Current liabilitiesShort- term borrowingsTrade payablesOther current liabilities610,134,1886410,134,1886510,134,1886610,134,1886610,134,1886610,134,1886610,134,188686,400Total11Assets11Non-current assetsFixed assetsi) Tangible assetsi) Tangible assetsii) Capital work in progressNon-current investments88929,587-Long term loans and advances10543,000532,000Other non-current assets1131,095,64417,239,60417,239,60417,239,60417,239,60417,239,60417,239,60417,239,60417,239,60417,239,6041394,0862,063,34221,559,126001394,0862,063,34221,559,126				01,100,920	00,002,011			
$\begin{tabular}{ c c c c c c } \label{eq:constraint} \begin{tabular}{ c c c c c c c c c c c c c c c c c c c$		Share application money pending allotment			2,234,400			
$\begin{tabular}{ c c c c c c c c c c c c c c c c c c c$		Non- current liabilities						
Other long term liabilities $-$ Long-term provisions5 $\frac{402,312}{402,312}$ Current liabilities $ -$ Short- term borrowings $ -$ Trade payables $ -$ Other current liabilities6 $10,134,188$ $686,400$ Short- term provisions $ -$ Total $45,320,425$ $37,923,617$ II.AssetsFixed assets $ -$ ii) Tangible assets $7$ $3,753,953$ $2,296,500$ ii) Intangible assets $ -$ iii) Capital work in progress $ -$ Non-current investments8 $8,930,543$ $13,535,991$ Deferred tax assets (Net)9 $29,587$ $-$ Long term loans and advances $10$ $543,000$ $532,000$ Other non-current investments $ -$ Inventories $  -$ Current assets $ -$ Current assets $ -$ Current investments $ -$ Inventories $ -$ Inventories $ -$ Cash and cash equivalents $12$ $873,612$ And cash equivalents $12$ $873,612$ Other current assets $ -$ Current investments $ -$ Inven				-	-			
$\begin{tabular}{ c c c c c c c c c c c c c c c c c c c$				-	-			
Current liabilities $402,312$ -         Short- term borrowings       -       -         Trade payables       -       -         Other current liabilities       6       10,134,188       686,400         Short- term provisions       -       -       -         Total       45,320,425       37,923,617         II. Assets       -       -       -         Mon- current assets       -       -       -         Fixed assets       1       1,3,53,953       2,296,500         ii) Capital work in progress       -       -       -         Non-current investments       8       8,930,543       13,535,991         Deferred tax assets (Net)       9       29,587       -       -         Long term loans and advances       10       543,000       532,000         Other non-current assets       -       -       -         Current investments       -       -       -         Inventories       11       31,095,644       17,239,604				-	-			
Current liabilities       -       -         Short- term borrowings       -       -         Trade payables       -       -         Other current liabilities       6       10,134,188       686,400         Short- term provisions       -       -       -         10,134,188       686,400       -       -       -         Total       -       -       -       -       -         II. Assets       -       -       -       -       -       -         Non-current assets       - <td></td> <td>Long-term provisions</td> <td>5</td> <td></td> <td>-</td>		Long-term provisions	5		-			
Short- term borrowings       -       -       -         Trade payables       -       -       -       -         Other current liabilities       6       10,134,188       686,400         Short- term provisions       -       -       -       -         Iteration       -       -       -       -       -         Total       -				402,312	-			
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$								
Other current liabilities       6       10,134,188       686,400         Short- term provisions       -       -       -         IO,134,188       686,400       45,320,425       37,923,617         II. Assets       45,320,425       37,923,617         II. Assets       -       -       -         Non- current assets       7       3,753,953       2,296,500         ii) Intangible assets       -       -       -         iii) Capital work in progress       -       -       -         Non-current investments       8       8,930,543       13,535,991         Deferred tax assets (Net)       9       29,587       -       -         Long term loans and advances       10       543,000       532,000         Other non-current assets       -       -       -         Current assets       -       -       -         Current investments       -       -       -         Inventories       11       31,095,644       17,239,604         Trade receivables       -       -       -         Cash and cash equivalents       13       94,086       2,608,550         Other current assets       13       -       -		e e		-	-			
Short- term provisions $-$ I0,134,188       686,400         Total       45,320,425         Mon- current assets       7         Fixed assets       7         i) Tangible assets       7         ii) Intangible assets       -         iii) Capital work in progress       -         Non-current investments       8         8       8,930,543         13,257,083       16,364,491         Deferred tax assets       -         Long term loans and advances       10         543,000       532,000         Other non-current assets       -         Current assets       -         Current investments       -         Inventories       11         31,095,644       17,239,604         Trade receivables       -         Cash and cash equivalents       12         873,612       1,413,823         Short-term loans and advances       13         94,086       2,608,550         Other current assets       -         4       -         297,148       32,063,342         21,559,126       -			<i>.</i>	-	-			
Total $10,134,188$ $686,400$ Total $45,320,425$ $37,923,617$ II. Assets       Non- current assets       Fixed assets $7$ $3,753,953$ $2,296,500$ ii) Intangible assets       7 $3,753,953$ $2,296,500$ iii) Capital work in progress       -       -         Non-current investments       8 $8,930,543$ $13,535,991$ Deferred tax assets (Net)       9 $29,587$ -         Long term loans and advances       10 $543,000$ $532,000$ Other non-current assets       -       -       -         Current assets       -       -       -         Current investments       -       -       -         Inventories       11 $31,095,644$ $17,239,604$ Trade receivables       -       -       -         Cash and cash equivalents       12 $873,612$ $1,413,823$ Short-term loans and advances       13 $94,086$ $2,608,550$ Other current assets       14       - $297,148$			6	10,134,188	686,400			
Total       45,320,425       37,923,617         II. Assets       Non- current assets       Fixed assets       7       3,753,953       2,296,500         ii) Tangible assets       7       3,753,953       2,296,500       -       <		Short- term provisions		-	-			
II. Assets         Non- current assets         Fixed assets         i) Tangible assets         ii) Intangible assets         iii) Capital work in progress         Non-current investments         8         8         9         29,587         -         10         543,000         532,000         Other non-current investments         8         8         8         9         29,587         -         10         543,000         532,000         Other non-current assets         -         Current assets         Current investments         -         Inventories         11         31,095,644         17,239,604         Tr,239,604         Tr,239,604         Tr,239,604         -         -         Cash and cash equivalents         12       873,612         13       94,086         2,608,550         Other current assets       14         - <td< td=""><td></td><td></td><td></td><td>10,134,100</td><td>080,400</td></td<>				10,134,100	080,400			
Non- current assets         Fixed assets         i) Tangible assets       7 $3,753,953$ $2,296,500$ ii) Intangible assets       -       -       -         iii) Capital work in progress       -       -       -         Non-current investments       8 $8,930,543$ $13,535,991$ Deferred tax assets (Net)       9 $29,587$ -         Long term loans and advances       10 $543,000$ $532,000$ Other non-current assets       -       -       -         Current assets       -       -       -         Current assets       -       -       -         Current investments       -       -       -         Inventories       11 $31,095,644$ $17,239,604$ Trade receivables       -       -       -         Cash and cash equivalents       12 $873,612$ $1,413,823$ Short-term loans and advances       13 $94,086$ $2,608,550$ Other current assets       14       - $297,148$		Total		45,320,425	37,923,617			
Fixed assets       7 $3,753,953$ $2,296,500$ ii) Intangible assets       -       -       -         iii) Capital work in progress       -       -       -         Non-current investments       8 $8,930,543$ $13,535,991$ Deferred tax assets (Net)       9 $29,587$ -         Long term loans and advances       10 $543,000$ $532,000$ Other non-current assets       -       -       -         Current assets       -       -       -         Current investments       -       -       -         Inventories       11 $31,095,644$ $17,239,604$ Trade receivables       -       -       -         Cash and cash equivalents       12 $873,612$ $1,413,823$ Short-term loans and advances       13 $94,086$ $2,608,550$ Other current assets       14       - $297,148$	II.	Assets						
i) Tangible assets7 $3,753,953$ $2,296,500$ ii) Intangible assetsiii) Capital work in progressNon-current investments8 $8,930,543$ $13,535,991$ Deferred tax assets (Net)9 $29,587$ -Long term loans and advances10 $543,000$ $532,000$ Other non-current assetsCurrent assetsCurrent investments11 $31,095,644$ $17,239,604$ Inventories11 $31,095,644$ $17,239,604$ Trade receivablesCash and cash equivalents12 $873,612$ $1,413,823$ Short-term loans and advances13 $94,086$ $2,608,550$ Other current assets14- $297,148$ $32,063,342$ $21,559,126$		Non- current assets						
ii)Intangible assetsiii)Capital work in progressNon-current investments8 $8,930,543$ $13,535,991$ Deferred tax assets (Net)9 $29,587$ -Long term loans and advances10 $543,000$ $532,000$ Other non-current assetsCurrent assetsCurrent investmentsInventories11 $31,095,644$ $17,239,604$ Trade receivablesCash and cash equivalents12 $873,612$ $1,413,823$ Short-term loans and advances13 $94,086$ $2,608,550$ Other current assets14- $297,148$ $32,063,342$ $21,559,126$		Fixed assets						
iii) Capital work in progressNon-current investments8 $8,930,543$ $13,535,991$ Deferred tax assets (Net)9 $29,587$ -Long term loans and advances10 $543,000$ $532,000$ Other non-current assetsCurrent assetsCurrent investmentsInventories11 $31,095,644$ $17,239,604$ Trade receivablesCash and cash equivalents12 $873,612$ $1,413,823$ Short-term loans and advances13 $94,086$ $2,608,550$ Other current assets14- $297,148$ $32,063,342$ $21,559,126$			7	3,753,953	2,296,500			
Non-current investments       8       8,930,543       13,535,991         Deferred tax assets (Net)       9       29,587       -         Long term loans and advances       10       543,000       532,000         Other non-current assets       -       -       -         Current assets       -       -       -         Current investments       -       -       -         Inventories       11       31,095,644       17,239,604         Trade receivables       -       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148		, 8		-	-			
Deferred tax assets (Net)       9       29,587       -         Long term loans and advances       10       543,000       532,000         Other non-current assets       -       -       -         Current assets       -       -       -         Current investments       -       -       -         Inventories       11       31,095,644       17,239,604         Trade receivables       -       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148		, 1 1 0			-			
Long term loans and advances       10       543,000       532,000         Other non-current assets       -       -       -         Current assets       -       -       -         Current investments       -       -       -         Inventories       11       31,095,644       17,239,604         Trade receivables       -       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148					13,535,991			
Other non-current assets       -       -       -         Current assets       13,257,083       16,364,491         Current investments       -       -       -         Inventories       11       31,095,644       17,239,604         Trade receivables       -       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148		( ),			-			
Current assets       13,257,083       16,364,491         Current investments       -       -       -         Inventories       11       31,095,644       17,239,604         Trade receivables       -       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148			10	543,000	532,000			
Current assets       -       -         Current investments       -       -         Inventories       11       31,095,644       17,239,604         Trade receivables       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148		Other non-current assets		12 057 092	-			
Current investments       -       -       -         Inventories       11       31,095,644       17,239,604         Trade receivables       -       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148		Current assets		13,237,083	10,304,491			
Inventories       11       31,095,644       17,239,604         Trade receivables       -       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148				_	_			
Trade receivables       -       -         Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148         32,063,342       21,559,126       -			11	31,095,644	17,239,604			
Cash and cash equivalents       12       873,612       1,413,823         Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148         32,063,342       21,559,126       -       -				-	-			
Short-term loans and advances       13       94,086       2,608,550         Other current assets       14       -       297,148         32,063,342       21,559,126			12	873,612	1,413,823			
Other current assets         14         -         297,148           32,063,342         21,559,126		1	13	,				
32,063,342 21,559,126			14	-				
Total 45.320.425 37.923.617				32,063,342				
<b>Total</b> 45,320.425 37.923.617								
		Total		45,320,425	37,923,617			

Summary of significant accounting policies **2.1** 

The accompanying notes are an integral part of the financial statements

As per our attached report of even date. For **M/s T D JAIN AND D I SAKARIA** Chartered Accountants

firm registration no: 002491 ${\boldsymbol{\mathsf{S}}}$ 

Sd/-DHANPAL I SAKARIA

Partner M.No: 213666

Place: Bangalore Date : 25 July 2014 For and on behalf of the Board of Directors

Sd/-Sharanabasappa C Patil Managing Director W

Sd/-Krishnappa C Whole-time Directo

CIN: U70100KA2012PLC063156

3 Share Capital	31 March 2014	31 March 2013
Authorised shares:	<u> </u>	<u> </u>
Autorised shares: 1,00,00,000 (31 March 2013: 50,00,000) equity shares of `.10 each	100,000,000	50,000,000
	100,000,000	50,000,000
<u>Issued, subscribed and fully paid-up shares:</u> 41,11,911 (31 March 2013: 37,66,695) equity shares of `.10 each <b>Total</b>	41,119,110 <b>41,119,110</b>	37,666,950 <b>37,666,950</b>

A. Reconciliation of the Equity shares outstanding at the beginning and at the end of the reporting period

Particulars	31 Marc	h 2014	31 March 2014			
raiticulais	Nos	`.	Nos	`.		
At the beginning of the period	3,766,695	37,666,950	3,766,695	37,666,950		
Issued during the period	345,216	-	-	-		
Outstanding at the end of the period	4,111,911	37,666,950	3,766,695	37,666,950		

### B. Terms/Rights attached to Equity shares

The company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual general meeting.

During the period ended 31 March 2014, the amount of per share dividend recognised as distributions to equity shareholders was `. Nil (31 March 2013: Nil)

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.

### C. Details of shareholders holding more than 5% shares in the company : $\operatorname{Nil}$

**D**. As per records of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

Addition during the year Closing balance Surplus/(defecit) in the statement of profit and loss	31 March 2014	31 March 2013	
Security premium	<u>.</u>	<u> </u>	
Balance as per the last financial statements	-	-	
Addition during the year	552,232	-	
Closing balance	552,232	-	
Sumine ((defect) in the statement of suffit and loss			
Balance as per the last financial statements	(2,664,133)	_	
Profit/(loss) for the year	(4,223,285)	(2,664,133)	
Net surplus/(defecit) in the statement of profit and loss	(6,887,417)	(2,664,133)	
Total	(6,335,185)	(2,664,133)	

5	o Other long term liabilities	31 March 2014	31 March 2013
	Retention money	402,312	<u> </u>
	Total	402,312	
e	Other current liabilities	31 March 2014	31 March 2013
	Creditors for expenses	876,141	640,061
	Statutory liabilites Security deposits	14,155 35,000	46,339
	Advance from customers	9,208,892	-
	Total	10,134,188	686,400
	Current Investments	31 March 2014	31 March 2013
	(Valued at lower of cost or fair value unless stated otherwise)	).	).
	Non Trade investments		
	Investment in mutual funds (quoted)	60.000	
	972 Units (31 March 2013: 972 Units) - HDFC Balance fund Growth 438 Units (31 March 2013: 438 Units) - HDFC Prudence fund Growth	60,000 100,000	58,955 97,515
	887 Units (31 March 2013: 90 Units) - ICICI Prudential Balance fund Growth	5,000	4,902
	1,89,586 Units (31 March 2013: 2,19,190 Units) - HDFC HIF STP	4,500,828	4,891,814
	1,35,586 Units (31 March 2013: 3,35,022 Units) - HDFC STP Growth	3,168,900	7,450,316
	104,701 Units (31 March 2013: 1,02,946 Units) - ICICI Prudential Ultra Short Term Plan	1,095,815	1,032,489
	Total	8,930,543	13,535,991
	Aggregrate amount of quoted investments (Market Value:` 93,18,259	8,930,543	13,535,991
	(31 March 2013: `1,38,31,254)		
	Aggregrate amount of unquoted investments Aggregrate provision for dimunition in the value of investments	-	- 3,863
9	Net deferred tax liability/(asset)	31 March 2014	31 March 2013
	Deferred tax liability	`.	` <b>.</b>
	Fixed assets: Impact of difference between tax depreciation and		
	Gross deferred tax assets	-	
	Deferred tax assets		
	Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	12,227	
	Others:	17,360	
	Gross deferred tax liability	29,587	-
	Net deferred tax liability/(asset)	(29,587)	
10	) Long term loans and advances	31 March 2014	31 March 2013
			<u>`</u> .
	Security deposits Unsecured considered good	543,000	532,000
	Unsecured considered good	<b>543,000</b>	<b>532,000</b>
11	Inventories (valued at lower of cost and net realisable value)	31 March 2014	31 March 2013
	Traded goods - Land	16,493,812	. 14,138,764
	Work in process	14,601,832	3,100,840
	Total	31,095,644	17,239,604
12	2 Cash and cash equivalents	31 March 2014	31 March 2013
	Cash on hand	503,383	
	Balance with Bank		
	On current Account	370,229	1,316,586
	Total	873,612	1,413,823
13	Short term loans and advances	31 March 2014	31 March 2013

## Advances recoverable in cash or kind

Unsecured considered good - Advance to suppliers	94,086 <b>94,086</b>	2,608,550 <b>2,608,550</b>
14 Other Current Assets	31 March 2014	31 March 2013
	<u> </u>	<u> </u>
Preliminary expenses to the extent not written off	-	297,148
Total		297,148

## 7. Tangible assets

		Gross carryin	g value		Depreciation Net car				Net carry	rrying value	
	As at beginning of the reporting period	Additions	Disposal	As at end of the reporting period	Upto last year	for the year	WithdrawL		the	As at beginning of the reporting period	
Free hold land	1,624,400	1,083,680	<b>F</b>	2,708,080	-	-	-	-	2,708,080	1,624,400	
Furniture and Fixtures	401,990	5,400		407,390	38,637	66,158	-	104,795	302,595	363,353	
Office Equipments	234,786	50,782		285,568	26,261	32,966		59,227	226,341	208,525	
Electrical fittings	58,155			58,155	7,504	7,046		14,550	43,605	50,651	
Computers	62,390	6,769		69,159	12,819	26,598		39,417	29,742	49,571	
Vehicles		517,778		517,778	-	74,188		74,188	443,590	-	
Total	2,381,721	1,664,409	-	4,046,130	85,221	206,956	-	292,177	3,753,953	2,296,500	
31 March 2013	-	2,381,721		2,381,721	-	85,221	-	85,221	2,296,500	-	