

### **NOTICE**

NOTICE is hereby given that the 9<sup>th</sup> Annual General Meeting of the members of **M/s. KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**, will be held on Friday, 29<sup>th</sup> September, 2017, at 11.30 AM at the Registered Office of the Company at Plot No.287, MIG-2, IX Phase, KPHB, Kukatpally, Hyderabad - 500072, Telangana, to transact the following Ordinary business:

1. To receive, consider and adopt the audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2017, and the Report of the Directors and Auditors thereon.
2. To consider and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolution:

RESOLVED THAT pursuant to Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and the rules framed thereunder, and pursuant to the resolution passed by the members at the Annual General Meeting held on 27.09.2014, the appointment of M/s. P.Samba Murthy and Co., Chartered Accountants, FRN:006207S, as the Statutory Auditors of the Company to hold office till the conclusion of the AGM to be held for the Financial Year 2018-2019, be and is hereby ratified.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to fix the remuneration payable to the Statutory Auditors, in connection with the Statutory Audit for the financial year ending 31.03.2018, after due consultation with the auditors.

**// BY ORDER OF THE BOARD //**

**For KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**

**SRIKANTH KODALI**  
DIRECTOR, DIN - 02464623

**RADHA KRISHNA PINNAMANENI**  
DIRECTOR, DIN - 03324910

Place: Hyderabad

Date: 26.08.2017

### **NOTES:**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY INSTEAD OF HIMSELF/HERSELF TO ATTEND AND VOTE THERE AT AND SUCH PROXY NEED NOT BE A MEMBER.**
2. The instrument appointing the proxy should be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the Meeting.
3. The Report of the Auditors, and the Statutory Registers pursuant to Section 170 (1) and 189 (1) of the Companies Act, 2013, will be available for inspection of the members at the Annual General Meeting.





### **BOARD'S REPORT TO THE SHARE HOLDERS**

Your Directors have utmost pleasure in presenting the 9<sup>th</sup> Annual Report of your Company along with the Audited Financial Statements, for the year ended 31<sup>st</sup> March, 2017.

### **OPERATIONS AND FINANCIAL PERFORMANCE OF THE COMPANY:**

The financial performance of the Company for the year ending 31<sup>st</sup> March, 2017, in comparison with the previous year, is as follows:

Particulars	FY 2016 - 2017 (Amount in Rs.)	FY 2015 - 2016 (Amount in Rs.)
Revenue from Operations	90,63,08,004	70,27,38,022
Grants received from Ministry of Rural Development and Govt. of India for Skill Projects	2,99,49,760	4,68,23,345
Other Income	12,30,536	3,81,527
Total Expenditure	89,23,91,506	71,47,69,006
Profit/(Loss) before tax	4,50,96,783	3,51,73,888
<b>Less:</b>		
Income Tax	1,75,37,518	1,04,15,353
Mat Credit Entitlement	13,04,384	9,71,374
<b>Profit/(Loss) for the Year</b>	<b>2,88,63,649</b>	<b>2,57,29,909</b>

During the year under review, your company has shown excellent results, in comparison with the previous year. Your Directors are making incessant efforts and all possible steps to minimize expenditure, tap various business opportunities and are confident of achieving better turnover as well as profits in the years to come.

### **DIVIDEND:**

Your Directors intend to plough back the profits and accordingly, regret for not recommending any dividend for the year under review, and very much hopeful of declaring dividends in the coming years.

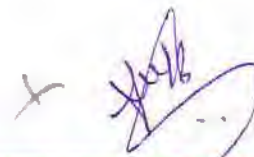
### **TRANSFER TO RESERVES:**

During the Financial Year under review, no amounts are proposed to be carried/transferred to the reserves.

### **CHANGE IN THE NATURE OF BUSINESS:**

During the financial year under review, there has been no change in the nature of business.







**MATERIAL CHANGES AND COMMITMENTS OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THE REPORT AFFECTING THE FINANCIAL POSITION OF THE COMPANY:**

There were no material changes from the end of the financial year till the date of this report, affecting the financial position of the Company.

**DIRECTORS / KEY MANAGERIAL PERSONNEL:**

During the year, there was no change in the constitution of the Board of Directors.

**EXTRACT OF ANNUAL RETURN:**

The extract of the annual return to be provided pursuant to Section 134 (3) (a) of Companies Act, 2013, in form **MGT-9**, pursuant to Section 92(3) read with rule 12(1) of the Companies (Management and Administration) Rules, 2014, is attached herewith as **Annexure-1**.

**MEETINGS OF THE BOARD:**

Pursuant to the provisions of Section 173 of the Companies Act, 2013, during the financial year 2016 – 2017 (01.04.2016 to 31.03.2017), the Board of Directors duly met **11 (Eleven)** times as below:

Sl. No.	Board Meeting Date	Total Number of Directors	
		as on the date of Board Meeting	who attended the Board Meeting.
1.	02.04.2016	2	2
2.	23.05.2016	2	2
3.	28.05.2016	2	2
4.	24.06.2016	2	2
5.	03.09.2016	2	2
6.	26.09.2016	2	2
7.	24.10.2016	2	2
8.	19.11.2016	2	2
9.	20.12.2016	2	2
10.	20.02.2017	2	2
11.	04.01.2017	2	2

In respect of above meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

**INDEPENDENT DIRECTORS:**

The Company being a Private Company, is not required to appoint Independent Directors on its Board, and accordingly, the declaration pursuant to Section 149 (7) of the Companies Act, 2013, required to be obtained from an Independent Director that he meets the criteria of independence as provided in Section 149(6) is not applicable to the Company.



### **NOMINATION AND REMUNERATION COMMITTEE AND STAKEHOLDERS RELATIONSHIP COMMITTEE:**

The Company being a Private Company, the provisions of Section 178 of the Companies Act, 2013, are not applicable to the Company, and accordingly, the disclosures as per Section 134 (3) (e) of the Act, are not required to be made.

### **PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:**

The information pursuant to Section 134 (3) (g) of the Act, as to the Loans given, Guarantees given or Security Provided and Investments made by the Company pursuant to Section 186 of the Act, are as below:

#### **(i) Loans given:**

Sl. No.	Name and Address of the person	Amount of Loan	Other terms	Approval of Members, if any.
NIL				

#### **(ii) Guarantees given or Security provided:**

Sl. No.	Name and Address of the person to whom Guarantee Given or Security provided	Amount of Guarantee / Security and other terms	Name of the person in whose favour Guarantee/ Security was provided	Approval of Members, if any.
NIL				

#### **(iii) Investments made:**

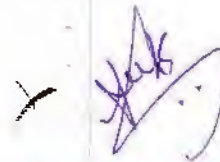
Sl. No.	Nature of Investment, Name and address of the Investee entity	Amount of Investment and other terms, if any.	Approval of Members, if any.
NIL			

### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

There were no Contracts or arrangements with related parties, accordingly, the information pursuant to Section 134 (3) (h) of the Act, read with Rule 8(2) of the Companies (Accounts) Rules, 2014, as amended from time to time, relating to the particulars of contracts or arrangements with related parties referred to section 188 (1) are not applicable.

x 



x 

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT GO:**

The information pursuant to Section 134 (3) (m) of the Act, read with Rule 8(3) of the Companies (Accounts) Rules, 2014, as amended from time to time, is provided hereunder:

### **A: Conservation of Energy:**

#### **(i) The steps taken or impact on conservation of energy:**

The Company has been continuously making efforts to reduce energy consumption. The management is striving to achieve cost reduction by economical usage of energy.

#### **(ii) The steps taken by the Company for utilising alternate sources of energy:**

The Management is not of the opinion of using any alternate sources of energy, in view of the cost of the infrastructure.

#### **(iii) The capital investment on energy conservation equipment:**

The same may be treated as **NIL**.

### **B. Technology Absorption:**

(i)	The efforts made towards Technology absorption	:	NOT APPLICABLE
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution	:	
(iii)	In case of Imported Technology (imported during the last three years reckoned from the beginning of the financial year)  (a) The detail of technology imported (b) The year of import (c) Whether the technology been fully absorbed (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof, and	:	
(iv)	The expenditure incurred on Research and Development.	:	



### C. Foreign Exchange Earnings and Out Go:

Foreign Exchange Earnings : NIL  
Foreign Exchange Outgo : NIL

### DEPOSITS:

During the financial year under review, your Company has not accepted any deposits falling within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 as amended from time to time.

### RISK MANAGEMENT POLICY:

Your Board of Directors are in the process of developing and putting in place a risk management policy to mitigate the risks of doing business. The Directors will review the business conditions from time to time and take necessary steps to make suitable changes, so as to overcome the risks.

### CORPORATE SOCIAL RESPONSIBILITY [CSR]:

The provisions of Section 135 of the Act, are not applicable to the Company, as none of the threshold limits as prescribed in the Section were breached, and accordingly, the question of providing the information does not arise.

### STATUTORY AUDITORS:

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Rules framed thereunder, the members of the Company, at the 6<sup>th</sup> Annual General Meeting for the Financial Year 2013 – 2014 held on 23<sup>rd</sup> day of September, 2014 had appointed M/s P. Samba Murthy & Co., Chartered Accountants as Statutory Auditors of the Company for a period of 5 years to hold office from the conclusion of 6<sup>th</sup> AGM till conclusion of the 11<sup>th</sup> AGM to be held in the Financial Year 2018-2019, subject to ratification of their appointment at every AGM.

Pursuant to first proviso to Section 139(1), the matter relating to appointment shall be placed before every AGM for ratification by the members. Accordingly, the resolution for appointment of M/s. P. Samba Murthy, Chartered Accountants, as Statutory Auditors for the FY 2017 - 2018, is placed before the members for ratification.

### PARTICULARS OF EMPLOYEES:

The management and employees' relationship has been very cordial throughout the year. There are no employees, drawing remuneration in excess of the limits for which disclosures are required to be made pursuant to Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

x *[Signature]*



x *[Signature]*

### **FRAUDS REPORTED BY THE AUDITORS:**

There are no frauds reported by auditors under sub-section (12) of section 143 other than those which are reportable to the Central Government, and accordingly, the information pursuant to Section 134 (3) (ca) of the Companies Act, 2013, as amended vide Companies Amendment Act, 2015 [No.21 of 2015], may be treated as **NIL**.

### **ESTABLISHMENT OF VIGIL MECHANISM:**

The threshold limits, as laid down under Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, for establishment of Vigil Mechanism, have not been breached by the Company, accordingly, establishing of vigil mechanism for their directors and employees to report their genuine concerns or grievances, is not applicable to the company.

However, the Employees and Directors of the Company have been provided with due access to report their genuine concerns or grievances to the Board of Directors.

### **EXPLANATIONS/COMMENTS/REPLIES BY THE BOARD:**

Explanations / Comments / Replies by the Board of Directors on every qualification, reservation or adverse remark or disclaimer made by:

(i) **The Auditor in their report:** There are no qualifications.

(ii) **The Company Secretary in practice in his Secretarial Audit Report:**

The Company being a Private Company, it is not required to obtain a Secretarial Audit Report from a Company Secretary in Practice, pursuant to Section 204 of the Act, read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended from time to time.

### **DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to the provisions of Section 134 (3) (c) read with Section 134 (5) of the Companies Act, 2013, the Board of Directors of your Company hereby state that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the **Profit** of the company for that period;

*[Signature]*



*[Signature]*



- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and their irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **INTERNAL FINANCIAL CONTROLS:**

The Internal Financial Controls with reference to Financial Statements as designed and implemented by the Company are adequate. The Company maintains appropriate system of internal control, including monitoring procedures, to ensure that all aspects are safeguarded against loss from unauthorised use or disposition. Company policies, guidelines and procedures provide for adequate checks and balances, and are meant to ensure that all the transactions are authorised, recorded and reported correctly.

#### **ISSUE OF SHARES WITH DIFFERENTIAL VOTING RIGHTS:**

The information pursuant to Rule 4(4) of the Companies (Share Capital and Debentures) Rules, 2014, as to the number of Equity shares with differential Voting Rights were issued and allotted during the Financial year, is not applicable, as no such shares were issued.

#### **SWEAT EQUITY SHARES:**

The Disclosure/Information, pursuant to Rule 8 (13) of The Companies (Share Capital and Debentures) Rules, 2014, relating to Sweat Equity Shares issued during the year, is not applicable, since no Sweat Equity Shares were issued during the Year.

#### **EMPLOYEES STOCK OPTIONS SCHEME [ESOPS]:**

The Disclosure relating to ESOPS granted, vested, exercised, lapsed and other information, pursuant to Rule 12(9) of the Companies (Share Capital and Debentures) Rules, 2014, is not applicable, since there are no ESOP Schemes in the Company.

#### **OTHER DISCLOSURES:**

#### **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

There were no complaints received/pending pursuant to the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, and accordingly the disclosure/Information pursuant to Section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, may be treated as **NIL**.



**ACKNOWLEDGEMENTS:**

The Board wishes to place on record their sincere appreciation of the Co-operation and support extended by the members, employees, Bank, clients and various Government organizations.

**// FOR AND ON BEHALF OF THE BOARD //**  
**For KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**



**SRIKANTH KODALI**  
**DIRECTOR, DIN - 02464623**



**RADHA KRISHNA PINNAMANENI**  
**DIRECTOR, DIN - 03324910**

Place: Hyderabad

Date: 26.08.2017



**FORM MGT-9**  
**EXTRACT OF ANNUAL RETURN AS ON**  
**THE FINANCIAL YEAR ENDED 31.03.2017**

**I. REGISTRATION AND OTHER DETAILS:**

(i)	CIN	:	<b>U15400TG2009PTC062658</b>
(ii)	Registration Date	:	<b>31.01.2009</b>
(iii)	Name of the Company	:	<b>KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED</b>
(iv)	Category/Sub-Category of the Company	:	Company Limited by Shares/ Indian Non-Government Company
(v)	Address of the Registered office and contact details	:	PLOT NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY HYDERABAD - 500072, TELANGANA. Contact No.: +91-9640504050 Fax: -- E-mail: <a href="mailto:info@kapstonfm.com">info@kapstonfm.com</a>
(vi)	Whether Listed Company	:	Yes/ No
(vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any.	:	NOT APPLICABLE

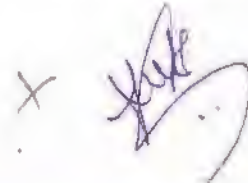
**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:**

All the business activities contributing 10% or more of the total turnover of the company are as below:

Sl. No.	Name and description of main products/services	NIC Code of the Product/ service	% to total turnover of the company
1.	House Keeping Services	8110	33.90 %
2.	Security Services	8010	66.10 %

x 



x 



### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sl. No.	Name and Address of the Company	CIN/ GLN/ Regn. No.	Holding/ Subsidiary/ Associate Company	% of shares held	Applicable Section
NOT APPLICABLE					

### IV. SHARE HOLDING PATTERN (Equity Share Capital Break-up as percentage of Total Equity):

#### i) Category-wise Share Holding:

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1. Indian									
a. Individual/ HUF	-	5,58,734	5,58,734	100	-	13,96,835	13,96,835	100*	-
b. Central Govt.	-	-	-	-	-	-	-	-	-
c. State Govt.	-	-	-	-	-	-	-	-	-
d. Bodies Corporate	-	-	-	-	-	-	-	-	-
e. Bank/ FI	-	-	-	-	-	-	-	-	-
f. Any Others	-	-	-	-	-	-	-	-	-
Sub-Total (A) (1)		5,58,734	5,58,734	100	-	13,96,835	13,96,835	100*	-
2. Foreign									
a. NRI- Individuals	-	-	-	-	-	-	-	-	-
b. Other Individuals	-	-	-	-	-	-	-	-	-
c. Body Corporate	-	-	-	-	-	-	-	-	-
d. Bank/ FI	-	-	-	-	-	-	-	-	-
e. Any Others	-	-	-	-	-	-	-	-	-
Sub Total (A) (2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter (A1+A2)	-	5,58,734	5,58,734	100	-	13,96,835	13,96,835	100*	-

\* The increase of shareholding is on account of issue of shares during the financial year.



B.									
<b>1. Institution</b>									
a. Mutual Funds	-	-	-	-	-	-	-	-	-
b. Bank/ FI	-	-	-	-	-	-	-	-	-
c. Cent. Govt.	-	-	-	-	-	-	-	-	-
d. State Govt.	-	-	-	-	-	-	-	-	-
e. Venture Capital Funds	-	-	-	-	-	-	-	-	-
f. Insurance Companies	-	-	-	-	-	-	-	-	-
g. FIIs	-	-	-	-	-	-	-	-	-
h. Foreign Venture Capital Fund	-	-	-	-	-	-	-	-	-
i. Others (Specify)	-	-	-	-	-	-	-	-	-
<b>Sub-Total- (B) (1)</b>	-	-	-	-	-	-	-	-	-
<b>2. Non- Institutions</b>									
a. Bodies Corporate									
- Indian	-	-	-	-	-	-	-	-	-
- Overseas	-	-	-	-	-	-	-	-	-
b. Individuals									
i. Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii. Individual shareholders holding nominal share capital in excess of Rs.1 lakh	-	-	-	-	-	-	-	-	-
c. Others (Specify)	-	-	-	-	-	-	-	-	-
<b>Sub-Total (B) (2)</b>	-	-	-	-	-	-	-	-	-
<b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>	-	-	-	-	-	-	-	-	-

C. Shares held by									
Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-

<b>Grand Total (A+B+C)</b>	-	<b>5,58,734</b>	<b>5,58,734</b>	<b>100</b>	-	<b>13,96,835</b>	<b>13,96,835</b>	<b>100*</b>	<b>--</b>
----------------------------	---	-----------------	-----------------	------------	---	------------------	------------------	-------------	-----------

\* The increase of shareholding is on account of issue of shares during the financial year.

X *[Signature]*



X *[Signature]*



**ii) Shareholding of Promoters:**

Sl. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Mr. SRIKANTH KODALI	5,08,734	91 %	--	12,71,835	91 %	--	--
2.	Mr. RADHA KRISHNA PINNAMANENI	50,000	9 %	--	1,25,000	9 %	--	--
	<b>TOTAL</b>	<b>5,58,734</b>	<b>100</b>	<b>--</b>	<b>13,96,835 (*)</b>	<b>100</b>	<b>--</b>	<b>--</b>

\* The Change in the promoters shareholding is on account of issue of shares during the financial year.

**iii) Change in Promoters' Shareholding (please specify, if there is no change):**

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	5,58,734	100	5,58,734	100
2.	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc)	<p style="text-align: center;"><b>Changes as per table iii(a)</b></p> <p style="text-align: center;">--</p>			
3.	At the End of the year	13,96,835	100	13,96,835	100

\* The Change in the promoters shareholding is on account of issue of shares during the financial year.

X *[Signature]*



X *[Signature]*

**iii (a) : Change in Promoters' Shareholding:**

Sl. No	Shareholding at the beginning of the year	Changes during the year		Shareholding at the End of the year
		Date	Particulars / Details as to the Change	
1.	5,58,734	20.12.2016	Allotment of 8,38,101 Bonus shares, the break-up is as below:  Mr. Srikanth Kodali – 7,63,101 Equity Shares  Mr. Radha Krishna Pinnamaneni – 75,000 Equity Shares.	13,96,835

**iv) Shareholding Pattern of top Ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

Sl. No	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Mr. ....				
	At the beginning of the year				
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	NOT APPLICABLE			
	At the End of the year (or on the date of separation, if separated during the year)				

X *[Signature]*



X *[Signature]*




**v) Shareholding of Directors and Key Managerial Personnel:**

Sl. No	Particulars to be provided for each KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	<b>Mr. Srikanth Kodali, Director</b>				
	At the beginning of the year	508,734	91 %	508,734	91 %
	Date wise Increase / (Decrease) in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)  <b><u>Allotment of Bonus Shares on 20.12.2016</u></b>	7,63,101	--	12,71,385	91 %
	At the End of the year	12,71,385	91 %	12,71,385	91 %
2.	<b>Mr. Radha Krishna Pinnamaneni, Director</b>				
	At the beginning of the year	50,000	10 %	50,000	10 %
	Date wise Increase / (Decrease) in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)  <b><u>Allotment of Bonus Shares on 20.12.2016</u></b>	75,000	--	1,25,000	9 %
	At the End of the year	1,25,000	9 %	1,25,000	9 %

*X* 



*X* 



## V. INDEBTEDNESS:

**Indebtedness of the Company including interest outstanding/accrued but not due for Payment:**

Particulars	Secured Loans excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year:</b>				
1. Principal Amount	6,40,24,165	4,87,11,699	--	11,27,35,864
2. Interest due but not paid	--	--	--	--
3. Interest accrued but not due	--	--	--	--
<b>Total (1+2+3)</b>	<b>6,40,24,165</b>	<b>4,87,11,699</b>	<b>--</b>	<b>11,27,35,864</b>
<b>Change in Indebtedness during the financial year:</b>				
<b>Addition</b>	5,76,15,414	2,27,77,698	--	8,03,93,112
<b>Reduction</b>	--	55,14,656	--	55,14,656
<b>Net Change</b>	5,76,15,414	<b>1,72,63,042</b>	<b>--</b>	<b>7,48,78,456</b>
<b>Indebtedness at the end of the financial year:</b>				
1. Principal Amount	12,16,39,579	3,14,48,657	--	15,30,88,236
2. Interest due but not paid	--	--	--	--
3. Interest accrued but not due	--	--	--	--
<b>Total (1+2+3)</b>	<b>12,16,39,579</b>	<b>3,14,48,657</b>	<b>--</b>	<b>15,30,88,236</b>

*X* *cos*



*X* *[Signature]*



## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

A-I

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		MD	WTD	Manager	
	Name	Not Applicable	Not applicable	Not applicable	
1	Gross salary				
	a. Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	--	--	--	--
	b. Value of perquisites u/s 17(2) Income Tax Act, 1961	--	--	--	--
	c. Profits in lieu of salary under section 17(3) Income Tax Act, 1961	--	--	--	--
2	Stock Option	--	--	--	--
3	Sweat Equity	--	--	--	--
4	Commission	--	--	--	--
	- as % of profit	--	--	--	--
	- Others, specify...	--	--	--	--
5	Others, please specify	--	--	--	--
	Total (A-I)	--	--	--	--
	Ceiling as per the Act	NA	NA	NA	NA

A-II

Sl. No.	Particulars of Remuneration	Name of Executive Director			Total Amount
		ED	ED	ED	
	Name	Mr. Srikanth Kodali	NOT APPLICABLE	NOT APPLICABLE	
1	Gross salary				
	d. Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	62,00,000	--	--	62,00,000
	e. Value of perquisites u/s 17(2) Income Tax Act, 1961	--	--	--	--
	f. Profits in lieu of salary under section 17(3) Income Tax Act, 1961	--	--	--	--
2	Stock Option	--	--	--	--
3	Sweat Equity	--	--	--	--
4	Commission	--	--	--	--
	- as % of profit	--	--	--	--
	- Others, specify...	--	--	--	--
5	Others, please specify	--	--	--	--
	Total (A-II)	62,00,000	--	--	62,00,000
	Total (A-I + A-II)	<b>62,00,000</b>	--	--	<b>62,00,000</b>
	Ceiling as per the Act	NA	NA	NA	NA

*Handwritten signature*



*Handwritten signature*



**B. Remuneration to other directors:**

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
1	<b>Independent Directors</b>					
	Fee for attending board / committee meetings		NOT APPLICABLE			
	Commission					
	Others, please specify					
	<b>Total (1)</b>					
2	<b>Other Non-Executive Directors</b>					
		Mr. Radha Krishna Pinnamaneni	NOT APPLICABLE	NOT APPLICABLE	NOT APPLICABLE	
	Fee for attending board / committee meetings	NIL	--	--	--	--
	Commission	--	--	--	--	--
	Others, please specify	--	--	--	--	--
	<b>Total-(2)</b>	--	--	--	--	--
	<b>Total-B (1+2)</b>	NIL	--	--	--	--
	Total Managerial Remuneration (A+B)					<b>62,00,000</b>
	Overall Ceiling as per the Act	NA	NA	NA	NA	NA

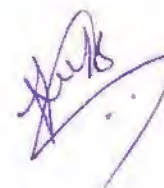


**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTG:**

Sl. No.	Particulars of Remuneration	Name of the KMP, Designation			Total Amount
		CEO	CS	CFO	
1	<b>Gross salary</b>				
	Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961				
	Value of perquisites u/s 17(2) Income Tax Act, 1961	NOT APPLICABLE			
	Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	- Others, specify...				
5	Others, please specify				
<b>Total</b>					

*x cos*




*x* 

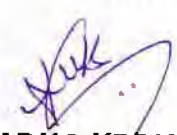


## VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty					
Punishment		<b>NOT APPLICABLE</b>			
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment		<b>NOT APPLICABLE</b>			
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment		<b>NOT APPLICABLE</b>			
Compounding					

**// FOR AND ON BEHALF OF THE BOARD //**  
**For KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**

  
X **SRIKANTH KODALI**  
DIRECTOR, DIN - 02464623

  
X **RADHA KRISHNA**  
PINNAMANENI  
DIRECTOR, DIN - 03324910

Place: Hyderabad  
Date: 26.08.2017



---

**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF  
KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED.**

**1. Report on the Financial Statements**

We have audited the accompanying financial statements of KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**2. Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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.

**3. Auditor's Responsibility**

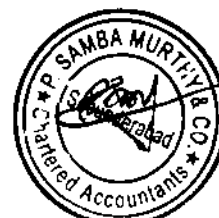
Our responsibility is to express an opinion on these financial statements based on our audit.

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 thereunder.

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 disclosures in the financial statements. The procedures selected depend on our 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, we consider internal financial control relevant to the Company's preparation of the financial statements that give true and fair view 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 reasonableness of the accounting estimates made by 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.





#### 4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;


- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

#### 5. Report on Other Legal and Regulatory Requirements

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 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 appears from our examination of those books (and proper returns adequate for the purposes of our audit have been received from the branches which is also audited by us)
- c) The reports on the accounts of the branch offices of the Company audited under Section 143(8) of the Act have been prepared by us and have been properly dealt by us in preparing this report.
- d) The company had provided requisite disclosures in its 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.
- e) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- f) 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.
- g) There is nothing to disclose which is having adverse effect on the functioning of the company.
- h) On the basis of written representations received from the directors as on 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
- i) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to Investor Education and Protection Fund.

Place : **SECUNDERABAD**  
Date : **26/08/2017**

**for P SAMBA MURTHY AND COMPANY**  
**Chartered Accountants**  
**FRN:006207S**  
  
*P. Samba Murthy*  
**SAMBA MURTHY PACHCHALLA**  
**Membership No:202338**

---

**ANNEXURE (A) TO THE INDEPENDENT AUDITORS' REPORT**

**The Annexure referred to in our report to the members of KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED for the year ended 31<sup>st</sup> March, 2017.**

On the basis of the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.  
  
(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.  
  
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
2. The Company is a service company, primarily rendering Security & Cleaning Services. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable to the Company.
3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act. Thus, provision of this paragraph are not applicable to the company.
4. In our opinion and according to the information and explanations given to us, there are no transaction falling under section 185 and 186 of the Act. Thus, provision of this paragraph are not applicable to the company.

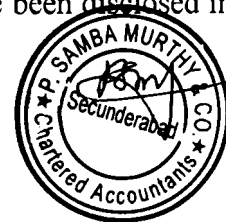




5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7 (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.

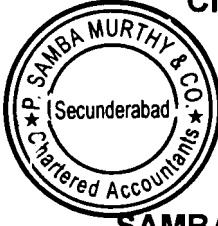
- (b) Dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have been deposited on time there is no dispute is pending on the part of company.
8. The company hasn't made any default in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
9. The company doesn't raise any money by way of initial public offer or further public offer (including debt instruments)
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. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
12. The Company is not a Nidhi Company hence nothing to be disclosed for any provisions applicable on Nidhi Company.
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 not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
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.

Place : **SECUNDERABAD**  
Date : **26.08.2017**

for **P SAMBA MURTHY AND COMPANY**  
**Chartered Accountants**  
**FRN:006207S**



*psambamurthy*

**SAMBA MURTHY PACHCHALLA**  
**Membership No:202338**



---

**ANNEXURE (B) TO THE INDEPENDENT AUDITORS' REPORT**

**The Annexure referred to in our report to the members of KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED for the year ended 31<sup>st</sup> March, 2017.**

On the basis of the information and explanation given to us during the course of our audit, we report the Internal Financial Control under Clause (i) of Sub-section 3 of section 143 of the Companies Act, 2013 ("the Act"):

We have audited the internal financial control over financial reporting of Kapston Facilities Management Private Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the company for the year ended on that date.

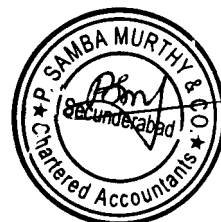
**Management's Responsibility for Internal Financial Controls**

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 Reporting issued by the Institute of Chartered Accountants of India.

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.

**Auditor's 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, to the extent applicable to an audit of internal financial controls, 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 adverse audit opinion on the Company's internal financial controls system over financial reporting.

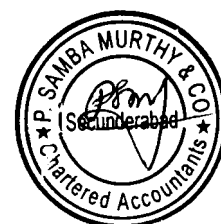
### **Meaning of Internal Financial Controls over Financial Reporting:**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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



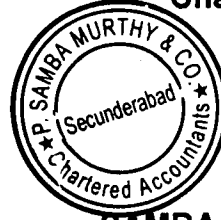


## Opinion

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 March 31,2017, 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.

Place : **SECUNDERABAD**  
Date : **26.08.2017**

for **P SAMBA MURTHY AND COMPANY**  
**Chartered Accountants**  
**FRN:006207S**



*psambamurthy*

**SAMBA MURTHY PACHCHALLA**  
**Membership No:202338**

**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**BALANCE SHEET AS ON 31ST MARCH, 2017**

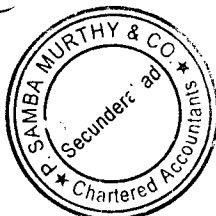
		Amount in (Rs.)	
Particulars	Notes	As at 31.03.2017	As at 31.03.2016
<b><u>EQUITY AND LIABILITIES:</u></b>			
<b>1. Share holders funds</b>			
a) Share Capital	3	13,968,350	5,587,340
b) Reserves & Surplus	4	90,872,327	70,389,688
<b>2. Share application money pending allotment</b>		-	-
<b>3. Non-current Liabilities</b>			
a) Long Term Borrowings	5	46,126,499	54,360,365
b) Deferred Tax Liability (Net)		-	-
<b>4. Current Liabilities</b>			
a) Short Term Borrowings	6	106,961,737	58,375,499
b) Trade Payables	7	9,377,698	12,863,697
c) Other Current Liabilities	8	83,793,325	113,323,280
d) Short Term Provisions	9	17,537,518	10,415,353
<b>TOTAL</b>		<b>368,637,455</b>	<b>325,315,221</b>
<b><u>ASSETS:</u></b>			
<b>1. Non-Current Assets</b>			
a) Fixed Assets			
i) Tangible Assets	10	103,031,669	31,157,554
b) Deffered Tax Asset(Net)	11	3,330,405	2,026,022
<b>2. Current Assets</b>			
a) Inventories		1,285,150	1,138,227
b) Trade Receivables	12	170,556,495	133,825,225
c) Cash and Cash Equivalents	13	31,522,901	41,780,934
d) Other Current Assets	14	54,398,869	39,226,035
e) Short Term Loans and Advances	15	4,511,964	76,161,226
<b>TOTAL</b>		<b>368,637,454</b>	<b>325,315,221</b>

**Notes on Accounts & Significant accounting policies 1 & 2**

As per our report of even date  
**FOR P.SAMBA MURTHY & CO.,**  
**CHARTERED ACCOUNTANTS.**  
**FRN : 006207S**

*P. Samba Murthy*  
**(P.SAMBA MURTHY)**  
**PROPRIETOR**  
**MNO : 202338**

**PLACE: SECUNDERABAD**  
**DATE:26.08.2017**



**On Behalf of the Board**  
**M/S.KAPSTON FACILITIES**  
**MANAGEMENT PRIVATE LIMITED**

*[Signature]*  
**DIRECTOR**

*[Signature]*  
**DIRECTOR**





**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2017:**

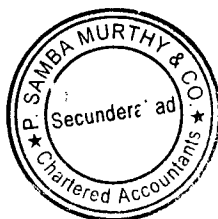
(Amount in Rs.)

PARTICULARS	NOTES	YEAR ENDED 31.03.2017	YEAR ENDED 31.03.2016
<b>Income:</b>			
Revenue From Operations	16	906,308,004	702,738,022
Grants Received from Ministry of Rural Development and Government of India for DDU-GKY Skill Projects	17	29,949,760	46,823,345
Other Income	18	1,230,526	381,527
<b>Total Revenue</b>		<b>937,488,289</b>	<b>749,942,894</b>
<b>Expenses:</b>			
Consumables in Stock		(146,923)	(1,138,227)
Expenses for Grants received from Ministry of Rural Development and Govt. of India for Skills Projects	19	29,949,760	46,823,345
Employee Benefits	20	769,964,065	588,038,934
Finance costs	21	15,657,984	10,232,042
Depreciation	10	11,073,927	8,477,004
Other Expenses	22	65,892,693	62,335,908
<b>Total Expenditure</b>		<b>892,391,506</b>	<b>714,769,006</b>
Profit/(Loss) for the year		45,096,783	35,173,888
<b>Tax Expense</b>			
Less: Current Tax		17,537,518	10,415,353
Add: Deferred Tax Asset		1,304,384	971,374
Profit/(Loss) after tax		<b>28,863,649</b>	<b>25,729,909</b>
<b>Earnings Per Equity share</b>			
(1) Basic		20.66	46.05
(2) Diluted		20.66	46.05
<b>Notes on Accounts &amp; Significant accounting policies 1 &amp; 2</b>			

As per our report of even date  
**FOR P.SAMBA MURTHY & CO.,**  
**CHARTERED ACCOUNTANTS.**  
**FRN : 006207S**

*P. Samba Murthy*  
**(P.SAMBA MURTHY)**  
**PROPRIETOR**  
**MNO : 202338**

**PLACE: SECUNDERABAD**  
**DATE: 26.08.2017**



**On Behalf of the Board**  
**M/S.KAPSTON FACILITIES**  
**MANAGEMENT PRIVATE LIMITED**

*[Signature]*  
**DIRECTOR**

*[Signature]*  
**DIRECTOR**




**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**No.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD**

**CASH FLOW STATEMENT AS ON 31.03.2017**

Particulars	2017			2016		
	Amount in Rs.			Amount in Rs.		
<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>						
<b>Net Profit before Tax</b>		45096783			35173888	
Adjustments for :						
Add : Expenses:						
Depreciation	11073927			8477004		
Interest Paid	15657984	26731911		10232042	18709046	
		71828694			53882934	
Less: Incomes:						
Interest Received on Deposits	984977			235360		
Interest on IT Refund	0			146167		
Interest on TDS Refund	239099	1224076			381527	
<b>Operating Profit before working capital Changes</b>		70604619			53501407	
Increase/Decrease in Creditors	(3485999)			5139289		
Increase/Decrease in other C.L.	(29529955)			10880651		
Increase/Decrease in Receivables	(36731271)			(27246691)		
Increase/Decrease in Inventories	(146923)			(1138227)		
Increase/Decrease in other C.A.	(15172834)			(17347639)		
Increase/Decrease in short Term loans and advances	71649262	(13417719)		(75086007)	(104798624)	
<b>Operating Profit before tax and extraordinary items</b>		57186899			(51297217)	
Less: Income Tax paid		10415353			9090405	
<b>Net cash flow from Operating Activities I</b>			46771546			(60387622)
II. Cash Flow from Investing Activities						
Additions to fixed Assets (not deletions)		(85536994)			(25622209)	
Deletion of Fixed Asset		2588951				
Interest income		1224076			381527	
<b>Net cash flow from Investing Activities II</b>			(81723967)			(25240682)
<b><u>III. Cash from financing activities:</u></b>						
Increase in Share Capital		0			587340	
Increase in Share Securities Premium		0			4698720	
Proceeds of short term/long term borrowings		40352373			90156773	
Interest		(15657984)			(10232042)	
<b>Net cash flow from financing activities III</b>			24694389			85210791
<b>Increase in cash and cash equivalents(I+II+III)</b>			(10258032)			(417513)
Cash and cash equivalent at the beginning of the year						
Cash and Bank			41780934			42198448
Closing cash and cash equivalent at the end of the year			31522901			41780934

**As per our report of even date**  
**FOR P.SAMBA MURTHY & CO.,**  
**CHARTERED ACCOUNTANTS**  
**FRN : 006207S**

*P. Samba Murthy*  


**(P.SAMBA MURTHY)**  
**PROPRIETOR**  
**MNO : 202338**

**PLACE: SECUNDERABAD**

**Date : 26/08/2017**



**On Behalf of the Board**  
**M/S.KAPSTON FACILITIES**  
**MANAGEMENT PRIVATE LIMITED**

*[Signature]*  
**DIRECTOR**

*[Signature]*  
**DIRECTOR**



# KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED

## Significant Accounting Policies and Notes to Accounts

### 1. Basis of Accounting

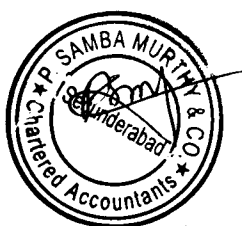
The financial statements are prepared under the historical cost convention, on the accrual basis of accounting and in accordance with the Generally Accepted Accounting Principles ('GAAP') in India and comply with the accounting standards prescribed by the Companies (Accounting Standards) Rules, 2006, to the extent applicable and in accordance with the provisions of the Companies Act, 1956, as adopted consistently by the Company.

### 2. Inventories

The Company is a service company primary rendering Security and Housekeeping Services. It maintains inventory under Housekeeping Services which are valued at the lower of cost (weighted average basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges.

### 3. Use of Estimates

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, provision for income taxes, retirement benefits, the useful lives of fixed assets and intangible assets. Actual results could differ from such estimates.



For Kapston Facilities Management Pvt. Ltd.

*[Signature]*  
Director

For Kapston Facilities Management Pvt. Ltd.

*[Signature]*  
Director

#### 4. Revenue Recognition

Revenue is recognized as per the Accounting Standard-9.

#### 5. Government Grants

During the Financial year The Company has received Grants Received from Ministry for Rural Development and Government of India for undertaking Skill Projects. The same were utilized by the Company as per the Norms Specified by the Ministry for Rural Development and Government of India and as per the Accounting Standard-12.

#### 6. Fixed Assets & Depreciation

Fixed Assets are accounted at cost of acquisition inclusive of other related expenses on such acquisition. They are stated at cost less accumulated depreciation.

Depreciation on fixed assets is provided on a pro-rata basis using WDV method at rates as per Schedule II to the Companies Act 2013.

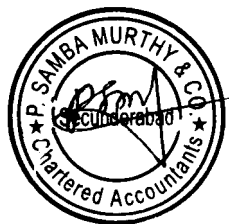
#### 7. Investments

The Company does not have any Long term Investments.

#### 8. Borrowing Cost

Interest is recognised as an expense as and when it is due for payment.

No amount of Interest has been capitalised during the year. The amount of Borrowing Cost recognised in the statement of Profit & Loss is Rs. 1,44,56,156/-



For Kapston Facilities Management Pvt. Ltd.

Director

For Kapston Facilities Management Pvt. Ltd.

Director



## 9. Taxation

Income tax comprises current tax and deferred tax. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences, subject to the consideration of prudence. Deferred tax assets and liabilities are measured using the tax rates enacted or substantively enacted by the Balance Sheet date.

## 10. Earnings Per Share

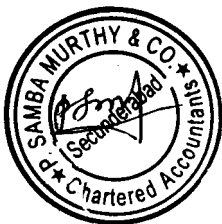
The earnings considered in ascertaining the Company's EPS comprises the net profit after tax attributable to equity shareholders. The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

The basic EPS for the year is Rs- 20.66/-. During the financial year there are no securities outstanding which are dilutive in nature.

## 11. Provisions & Contingencies

The company creates a provision when there is a present obligation as a result of an obligating event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the outflow. A disclosure of contingent liability will be made when there is a possible obligation or a present obligation that may, but probably will not, require outflow of resources. No disclosure will be made if the possibility of outflow is remote.



For Kapston Facilities Management Pvt. Ltd.

Director

For Kapston Facilities Management Pvt. Ltd.

Director


## 12. Note on Specified Bank Notes (SBN)

Every company has to disclose the details of Specified Bank Notes (SBN) held and transacted during the period from 08<sup>th</sup> November 2016 to 30<sup>th</sup> December 2016 in the format specified by MCA which provided in the Table below:

<b>Particulars</b>	<b>SBNs</b>	<b>Other denomination notes</b>	<b>Total</b>
Closing cash in hand as on 08.11.2016	Rs.4,86,000/-	Rs.1,02,623/-	Rs.5,88,623/-
(+) Permitted receipts	NIL	Rs.11,96,468/-	Rs.11,96,468/-
(-) Permitted payments	Rs.24,000/-	Rs.11,52,359/-	Rs.11,76,349/-
(-) Amount deposited in Banks	Rs.4,62,000/-	NIL	Rs.4,62,000/-
Closing cash in hand as on 30.12.2016	NIL	Rs.1,46,742/-	Rs.1,46,742/-



For Kapston Facilities Management Pvt. Ltd.

  
Director

For Kapston Facilities Management Pvt. Ltd.

  
Director



### 13. Payment to Auditors

Particulars	Current Year (Amount in Rs.)
As auditor	1,40,000
For taxation matters	NIL
For company law matters	NIL
For management services	NIL
For other services	NIL
For reimbursement of expenses	NIL

### 14. Previous Year Figures

Previous year figures have been regrouped/ rearranged wherever necessary

For **P.SAMBAMURTHY & Co.,**

**Chartered Accountants**

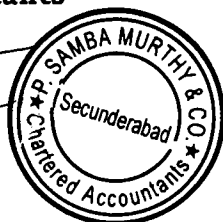
**FRN: 006207s**

*psambamurthy*

**(P.Samba Murthy)**

**Proprietor**

**Membership No.202338**



For **Kapston Facilities Management Pvt. Ltd.**

*[Signature]*

**Director**

For **Kapston Facilities Management Pvt. Ltd.**

*[Signature]*  
**Director**

**Place: Hyderabad**

**Date: 26<sup>th</sup> August, 2017**

**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**Notes on Accounts**

**Note 3 - Share Capital**

(Amount in Rs.)

Particulars	As at 31.03.2017	As at 31.03.2016
<b>Authorised Share Capital</b>		
20,00,000 Equity Shares of Rs. 10/- each	20,000,000	20,000,000
<b>Issued Subscribed &amp; fully Paidup Capital</b>		
5,58,734 Equity Shares of Rs. 10/- each	-	5,587,340
13,96,835 Equity Shares of Rs. 10/- each	13,968,350	-
<b>Total</b>	<b>13,968,350</b>	<b>5,587,340</b>

**The Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period is set out below**

Particulars	As at 31.03.2017		As at 31.03.2016	
	No of shares	Amount(Rs.)	No of shares	Amount(Rs.)
<b>Shares outstanding :</b>				
At the beginning of the year	558,734	5,587,340	500,000	5,000,000
Issued during the year	838,101	8,381,010	58,734	587,340
<b>Shares outstanding at the end of the year</b>	<b>1,396,835</b>	<b>13,968,350</b>	<b>558,734</b>	<b>5,587,340</b>

**The details of shareholders holding more than 5% of equity shares along with no of Equity Shares held is set below**

Name of the Share holder	As at 31.03.2017		As at 31.03.2016	
	No.of shares held	(%) of holding	No.of shares held	(%) of holding
Srikanth Kodali	1,271,835	91%	508,734	91%
Radha Krishna Pinnamaneni	125,000	9%	50,000	9%

The company has only one class of equity shares having a par value of Rs. 10/- per share



*[Handwritten signature]*





**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**Notes on Accounts (Continued)**

**Note 4 - Reserves and Surplus**

Amt. in Rs.

Balance in Statement of Profit and Loss	As at 31.03.2017	As at 31.03.2016
<b><u>Profit &amp; Loss Account</u></b>		
Opening Balance	65690968	39961059
Add: Current Year Profit	28863649	25729909
Less: Issue of Bonus Shares	8381010	0
	86173607	65690968
<b><u>Securities Premium</u></b>		
Opening Balance	4698720	0
Add: Addition during the Year	0	4698720
Less: Share Issue Expenses	0	0
	4698720	4698720
<b>Total</b>	<b>90872327</b>	<b>70389688</b>

**Note 5 - Long term borrowings (refer Note No.5.1)**

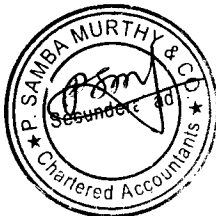
Amt. in Rs.

Particulars	As at 31.03.2017	As at 31.03.2016
<b>a)Term Loans from Banks &amp; Financial Institute</b>		
Secured	33377383	28564089
Unsecured	5301460	23863276
<b>b)Loans and Advances from related parties</b>		
Unsecured	7447656	1933000
<b>Total</b>	<b>46126499</b>	<b>54360365</b>

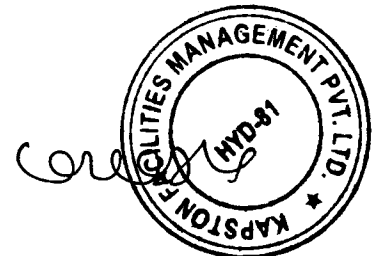
**Note 6 - Short term borrowings (refer Note No.6.1)**

Amt. in Rs.

Particulars	As at 31.03.2017	As at 31.03.2016
<b>a)Term Loans from Banks &amp; Financial Institute</b>		
Secured	88262196	35460076
Unsecured	18699541	22915423
<b>b)Loans and Advances from related parties</b>		
Unsecured	0	0
<b>Total</b>	<b>106961737</b>	<b>58375499</b>



*[Handwritten signature]*

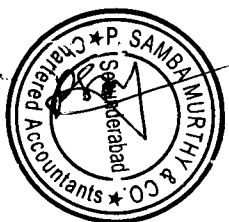


**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

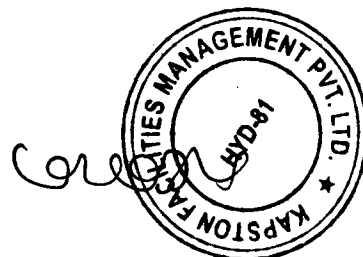
**Reference Note 5.1**

Details of terms of repayment for the long-term borrowings and security provided in respect of the secured long-term borrowings:

Particulars	As at 31.03.2017		As at 31.03.2016	
	Secured	Unsecured	Secured	Unsecured
<b><u>Vehicle Loan:-</u></b>				
BMW Financial Services - Audi	1,108,787		2,024,326	
BMW Financial Services -Hyundai Verna	-		723,437	
BMW Financial Services - Innova	388,818	-	630,647	
BMW Financial Services - Tavera	322,114	-	509,848	
HDFC Bank - Volks Wagan	(0)	-	207,466	
HDFC Bank - Jaguar	-	-	812,277	
HDFC Bank - Jaguar	5,321,249		7,334,108	
Kotak Mahindra Prime - Skoda Loan	284,995	-	462,144	
HDFC Bank - PorSche	9,414,622			
Canara Bank - Tavera	676,963			
<b><u>NSDC Loan:-</u></b>				
NSDC Loan	15,859,836		15,859,836	
<b><u>Business Loans:-</u></b>				
Bajaj Finance Ltd		-		344,654
Bajaj Finance Ltd		353,909		
Capital First		0		245,918
Capital First - 07866057		0		2,089,122
Capital Float (Zen)		(0)		1,772,626
Edelweiss Retail Finance Ltd		-		292,932
Fulletron India		0		2,507,818
HDFC Bank-Business Loan		0		2,666,091
Indus Ind Bank		365,234		
Kotak Mahindra Bank Ltd - Loan		1,078,389		2,675,812
Magma Fincorp Ltd		0		2,509,524
Magma Fincorp Ltd.		(0)		1,637,307
Ratnakar Bank Ltd		-		2,737,628
Religare Finvest Ltd.		-		247,023
Religare Finvest Ltd.		-		2,096,705
Sriram City Union Finance		-		579,659
Standard Chartered Bank		992,700		1,117,118
Tata Capital		2,511,226		343,339
	<b>33,377,383</b>	<b>5,301,460</b>	<b>28,564,089</b>	<b>23,863,276</b>
<b><u>Loans and advances from related parties:</u></b>				
<b><u>from Related Parties</u></b>				
Srikanth Kodali	-	6,614,656	-	-
Radhakrishna Pinnamaneni	-	833,000	-	1,933,000
<b>Total</b>	<b>-</b>	<b>7,447,656</b>	<b>-</b>	<b>1,933,000</b>



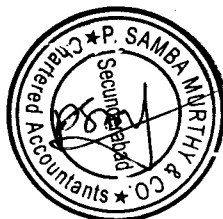
*[Handwritten signature]*



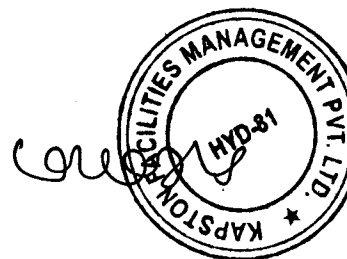
**Reference Note 6.1**

Details of terms of repayment for the Short-term borrowings and security provided in respect of the secured Short-term borrowings:

Particulars	As at 31.03.2016		As at 31.03.2015	
	Secured	Unsecured	Secured	Unsecured
<b>Canara Bank Overdraft:-</b>				
Canara Bank OD	58,623,260		28,966,746	
<b>Vehicle Loan:-</b>				
BMW Financial Services - Audi	1,095,539		1,167,966	
BMW Financial Services -Hyundai Verna	-		189,801	
BMW Financial Services - Innova	241,828		217,824	
BMW Financial Services - Tavera	187,734		168,681	
HDFC CAR LOAN (RK SIR)Creta	243,114			
HDFC Bank - Volks Wagan	207,466		223,704	
HDFC Bank - Jaguar	-		1,283,229	
HDFC Bank - Jaguar	2,012,859		1,824,693	
Kotak Mahindra Prime - Skoda Loan	177,149		159,512	
HDFC Bank - PorSche	2,367,855		380,352	
Canara Bank - Tavera	105,391		877,568	
<b>Land Loan:</b>				
Canara Bank	23,000,000			
<b>Business Loans:-</b>				
Bajaj Finance Ltd		344,654		1,855,247
Bajaj Finance Ltd		1,162,274		
Capital First		245,918		2,682,507
Capital First - 07866057		2,089,122		1,916,305
Capital Float (Zen)		1,772,625		1,606,968
Edelweiss Retail Finance Ltd		292,932		1,585,717
Fulletron India		2,507,818		2,316,684
HDFC Bank-Business Loan		1,308,421		-
Indus Ind Bank		1,300,679		
Kotak Mahindra Bank Ltd - Loan		1,597,423		1,326,666
Magma Fincorp Ltd		392,237		-
Magma Fincorp Ltd.		1,637,307		1,362,693
Ratnakar Bank Ltd		994,574		-
Religare Finvest Ltd.		247,023		2,687,416
Religare Finvest Ltd.		2,096,705		1,918,737
Sriram City Union Finance		585,412		995,710
Standard Chartered Bank		124,417		803,067
Tata Capital		-		1,857,707
	<b>88,262,196</b>	<b>18,699,541</b>	<b>35,460,076</b>	<b>22,915,423</b>
Loans and advances from related parties: from Related Parties				
Srikanth Kodali	-	-	-	
Radhakrishna Pinnamaneni	-	-	-	
<b>Total</b>	-	-	-	-



*Handwritten signature*





**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**Notes on Accounts (Continued)**

**Note 7 - Trade Payables**

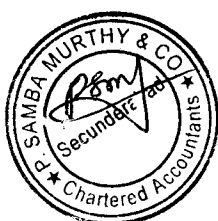
**Amt. in Rs.**

Particulars	As at 31.03.2017	As at 31.03.2016
Trade payables for supplies	9377698	12863697
<b>Total</b>	<b>9377698</b>	<b>12863697</b>

**Note 8 - Other Current liabilities**

**Amt. in Rs.**

Particulars	As at 31.03.2017	As at 31.03.2016
Consultancy charges payable	72000	63360
ESI Payable	1810579	1425760
PF Payable	11088116	9402793
PT Payable	12850	10600
Rent Payable	74638	71738
Salaries payable	4109284	3846934
NSDC Salaries Payable	309097	
Director Remuneration Payable		267150
TDS Payable	1179486	352055
Wages payable	1683092	42286876
Service tax payable	49269080	37650779
Swatch Bharat Cess	1796890	1371837
Krishi Kalyan Cess	1763156	
Other Provisions	848036	668884
Grants Received in Advance -Sub-schedule	7566756	11703378
Expenses Payable of Projects -Sub-Schedule	2210266	4201136
<b>Total</b>	<b>83793325</b>	<b>113323280</b>



*[Handwritten signature]*



**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**Notes on Accounts (Continued)**

**Note 9 - Short term Provisions**

**Amt. in Rs.**

Particulars	As at 31.03.2017	As at 31.03.2016
Provision for tax	17537518	10415353
<b>Total</b>	<b>17537518</b>	<b>10415353</b>

**Note 11 Deferred Tax Asset**

**Amt. in Rs.**

Particulars	As at 31.03.2017	As at 31.03.2016
Opening Balance	2026022	1054648
Add/(Less): Deferred Tax(Asset)/Liability	1304384	971374
<b>Total</b>	<b>3330405</b>	<b>2026022</b>

**Note 12 Trade Receivables**

**Amt. in Rs.**

Particulars	As at 31.03.2017	As at 31.03.2016
<b>Unsecured, considered good</b>		
Trade receivables o/s for a period not exceeding 6 months from the due date	170556495	133825225
<b>Total</b>	<b>170556495</b>	<b>133825225</b>

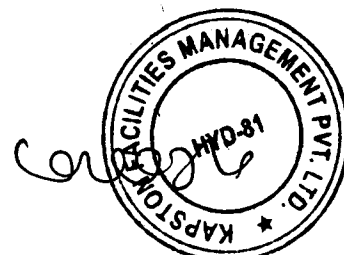
**Note 13 Cash and Cash Equivalents**

**Amt. in Rs.**

Particulars	As at 31.03.2017	As at 31.03.2016
(a) Cash in hand	1148925	2280600
(b) Balances with banks		
-IDBI Bank Kukatpally	321236	23105
-IDBI Bank BanjaraHills	310	310
-Karur Vysya Bank	14848414	8190432
-HDFC Bank	3278418	-21348
-Karur Vysya Bank NSDC	150815	3004502
-State Bank of India	631750	178131
-Canara Bank	3482958	14712025
-UCO Bank - Odisha Project	87509	3149564
-HDFC Bank-Karnataka Project	7323052	417466
-State Bank of India-Assam Project	43386	373429
-Federal Bank - Kerala Project	46582	1746295
-Canara Bank - Maharashtra Project	159548	7726425
<b>Total</b>	<b>31522901</b>	<b>41780934</b>



*[Handwritten Signature]*



**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB,KUKATPALLY, HYDERABAD-500072**

**NOTE NO.10:**

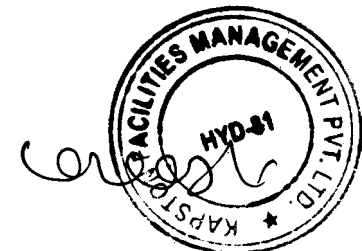
**NOTE OF FIXED ASSETS & DEPRECIATION STATEMENT FOR THE YEAR ENDED 31.03.2017:**

Sl. No.	Name of the Asset	Useful Life (Years)	Gross Block				Depreciation				Net Block	
			As at 01-04-16 Rs.	Additions Rs.	Deductions	Total Rs.	Upto 31.03.16 Rs.	For the Year Rs.	Transitional Adjustment Rs.	Total Rs.	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
1	Plant & Machinery	5										
	& Office Equipment	5	1,693,302	2,631,478	-	4,324,780	1,113,491	841,095		1,954,586	2,370,194	579,811
	NSDC Equipment	5	-	414,017	-	414,017	-	69,502		69,502	344,515	-
3	Cell Phone	5	213,298		-	213,298	162,821	24,161		186,982	26,316	50,477
3	NSDC Cell Phone	5	-	476,200	-	476,200	-	72,602		72,602	403,598	-
4	Furniture & Fixtures	10	2,248,013	30,270	-	2,278,283	1,220,387	276,141	-	1,496,528	781,755	1,027,626
	NSDC Furniture	10	59,540	680,608	-	740,148	2,696	121,970		124,666	615,482	56,844
5	Vehicle	10	78,892		-	78,892	37,109	10,820	-	47,929	30,963	41,783
6	Car-Correlia	8	901,290		-	901,290	718,322	61,861	-	780,183	121,107	182,968
7	Car-Taverra	8	725,150		-	725,150	547,471	58,581	-	606,052	119,098	177,679
8	Omni Van	8	269,500		-	269,500	214,836	18,482	-	233,318	36,182	54,664
9	Car-Jaguar	8	18,401,878		1,787,237	16,614,641	7,301,487	2,998,849	-	10,300,336	6,314,305	11,100,391
10	Car- Volks Wagon	8	1,217,251		-	1,217,251	818,335	128,212	-	946,547	270,704	398,916
11	Car- Audi	8	6,059,990		-	6,059,990	3,329,553	857,357	-	4,186,910	1,873,080	2,730,437
12	Cheverlot Car	8	1,026,260		-	1,026,260	429,195	186,463	-	615,658	410,602	597,065
13	Skoda Rapid Car	8	1,134,075		-	1,134,075	475,620	205,635	-	681,255	452,820	658,455
14	Toyota Innova	8	1,457,531		-	1,457,531	645,579	253,573	-	899,152	558,379	811,952
15	Car-Taverra	8	1,134,247		-	1,134,247	96,783	324,000	-	420,783	713,464	1,037,464
16	Hyundai Verna	8	1,221,481		801,714	419,767	364,792	54,975	-	419,767	-	856,689
16	Hyundai Creta	8	-	1,751,724		1,751,724	-	397,183		397,183	1,354,541	-
16	Porsche Car	8	-	13,095,889		13,095,889	-	3,417,543		3,417,543	9,678,346	-
18	Computer	3	2,966,845	310,259	-	3,277,104	2,445,771	446,696		2,892,467	384,637	521,074
19	NSDC Computer	3	383,618	215,500		599,118	53,359	248,226		301,585	297,533	330,259
20	Land		7,943,000	65,434,490		73,377,490	-			-	73,377,490	7,943,000
21	Capital WIP Land		2,000,000	496,559		2,496,559	-			-	2,496,559	2,000,000
<b>Total :</b>			<b>51,135,161</b>	<b>85,536,994</b>	<b>2,588,951</b>	<b>134,083,204</b>	<b>19,977,607</b>	<b>11,073,927</b>	<b>-</b>	<b>31,051,534</b>	<b>103,031,670</b>	<b>31,157,554</b>

For and on behalf of the Board

Director

Director





**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**Notes on Accounts (Continued)**

**Note 14 Other Current Assets**

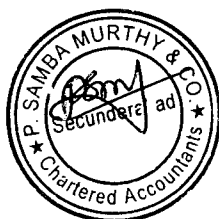
Amt. in Rs.

Particulars	As at 31.03.2017	As at 31.03.2016
(a) Balances with government authorities		
(i) TDS receivable	23018457	16565639
(ii) TDS receivable-Karnataka Project	0	0
(iii) TDS receivable-Assam Project	0	0
(b) Deposits		
(i) Rental and Other Deposits	10796149	6298339
(ii) Rental Deposit - Karnataka-Project	0	200000
(iii) Rental Deposit - Assam Project		63000
(iv) Rental Deposit - Kerala Project		5000
Prepaid Expenses	128115	718238
TDS Payable On Financial Charges	498701	418970
Income Tax Appeal A Y 2014-15	14414	
Advance to Supplier	640477	
Billing Account	828800	
Service Tax Paid Against Appeal	126508	
Debtors Receivable 2016-17	2444776	
Expenses Receivable of Projects -Sub-Schedule	257545	224213
Grants Receivable -Sub-schedule	15644927	14732635
<b>Total</b>	<b>54398869</b>	<b>39226035</b>

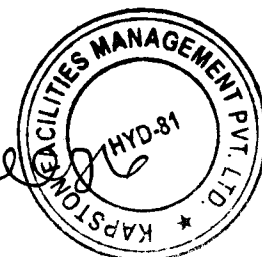
**Note 15 Short Term Loans and Advances**

Amt. in Rs.

Particulars	As at 31.03.2017	As at 31.03.2016
Staff Advances - Hyderabad	3613975	74981758
Staff Advances-Odhisa Project	95476	20711
Staff Advances-Karnataka Project	25000	44421
Staff Advances-Assam Project	0	105611
Staff Advances-Kerala Project	0	8725
Staff Advances-Maharashtra Project	90000	0
Odissa Project 2 Advances	687513	0
Advance for Vehicle	0	1000000
<b>Total</b>	<b>4511964</b>	<b>76161226</b>



*[Handwritten signature]*



**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**Notes on Accounts**

**Note: 16 Revenue from operations**

**Amt. in Rs.**

Particulars	For the year ended 31.03.2017	For the year ended 31.03.2016
<b>Sale of services</b>		
(a) House Keeping	307,305,163	207,179,498
(b) Security Service Charges	599,002,841	492,203,024
(c) NSDC		3,355,500
<b>Total</b>	<b>906,308,004</b>	<b>702,738,022</b>

**Note: 17 Grants received from Ministry for Rural Development and Government of India for Skills Projects**

**Amt. in Rs.**

Particulars	For the year ended 31.03.2017	For the year ended 31.03.2016
Odisha Government	6,015,092	7,295,187
Karnataka Government	7,161,433	14,416,263
Assam Government	4,242,916	14,086,884
Kerala Government	2,433,445	10,885,725
Maharashtra Government	10,096,874	139,286
<b>Total</b>	<b>29,949,760</b>	<b>46,823,345</b>

**Note: 18 Other Income**

**Amt. in Rs.**

Particulars	For the year ended 31.03.2017	For the year ended 31.03.2016
Interest Received	984,977	235,360
Interest on IT Refund		145,137
IT Refund		1,030
Interest on TDS Refund	239,099	
Misc Income	6,450	
<b>Total</b>	<b>1,230,526</b>	<b>381,527</b>



*[Handwritten signature]*



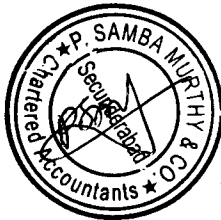
**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**Note: 19 Expenses relating to Grants from Government for Skills P. Amt. in Rs.**

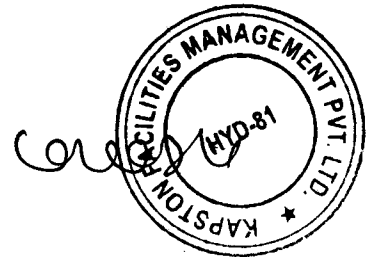
Particulars	For the year ended 31.03.2017	For the year ended 31.03.2016
Odisha Government	6,015,092	7,295,187
Karnataka Government	7,161,433	14,416,263
Assam Government	4,242,916	14,086,884
Kerala Government	2,433,445	10,885,725
Maharashtra Government	10,096,874	139,286
<b>Total</b>	<b>29,949,760</b>	<b>46,823,345</b>

**Note: 20 Employee Benefits Amt. in Rs.**

Particulars	For the year ended 31.03.2017	For the year ended 31.03.2016
Wages	651,030,103	496,283,548
Salaries	39,840,315	38,327,059
Directors Remuneration	6,200,000	4,200,000
Bonus	21,614,139	9,113,925
ESI Paid	11,353,135	9,014,197
Provident Fund paid	37,147,700	28,971,615
Staff Welfare	2,778,673	2,128,590
<b>Total</b>	<b>769,964,065</b>	<b>588,038,934</b>



*[Handwritten signature]*



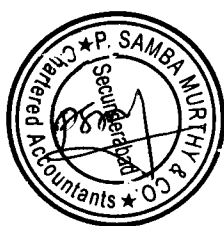


**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

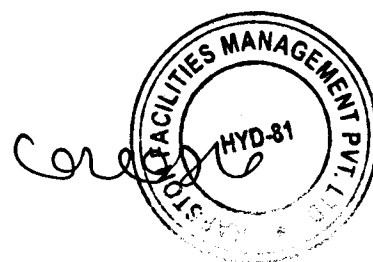
**Note: 22 NSDC Expenditure**

**Amt. in Rs.**

Particulars	Amount	Amount
<b><u>Material &amp; Consumable</u></b>		
Training Material	89,300	
Electrical Fittings	69,078	
Training Center Expenses	73,653	
Housekeeping Material	21,676	
Equipments & Consumables	11,775	
Furnishing Expenses	60,512	
Printing & Stationery	83,230	409,224
<b><u>Employee Benefit</u></b>		
Staff Salaries	6,183,823	
Staff Welfare	8,400	6,192,223
<b><u>Loading &amp; Boarding, Food Exp</u></b>		
Hostel Expenses	485,196	
Mobilisation/Recruitment	480,365	965,561
<b><u>Other Expenses</u></b>		
Bank Charges	49	
Electricity Charges	6,093	
Interest	951,604	
Security Labs Setting Exp.		
Travel Expenses	67,073	
OJT - Rajendra Nagar	2,254,421	3,279,240
<b>Total</b>		<b>10,846,248</b>



*[Handwritten signature]*



**M/S.KAPSTON FACILITIES MANAGEMENT PRIVATE LIMITED**  
**NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072**

**Sub Sch P&L**

**Note: 20 Employee Benefit**

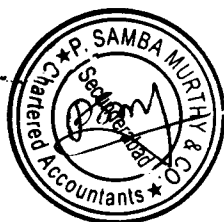
**Amt. in Rs.**

Particulars	Amount	Amount
<b><u>Wages</u></b>		
S G & H K Staff Salaries	626,116,385	
Performance Incentive	600,274	
Recruitment Expenses	860,827	
Leave Encashment Wages	20,169,150	
F&F Settlements Exp	3,283,467	
OJT Amount	-	651,030,103
<b><u>Salaries</u></b>		
Staff Salaries	37,299,253	
Security Service Expenditure	2,408,752	
Security Gaurds Room Rents	132,310	39,840,315
Managing Director Remuneration		6,200,000
Bonus		21,614,139
Esi Employer		11,353,135
Pf Employer		37,147,700
Staff Welfare Exp		2,778,673
<b>Total</b>		<b>769,964,065</b>

**Note: 22 Office Maintenance**

**Amt. in Rs.**

Particulars	Amount	Amount
<b><u>News Papers And Periodicals</u></b>		
Books & Periodicals	13,000	
Membership Fee	71,100	84,100
<b><u>Other Expenses</u></b>		
Short Payments	808,686	
Office Maintenance	772,551	
Round Off	4	
Repairs & Maintanace	876,328	
Medical Exp	277,900	
Pooja Expenses	144,576	
Torch Lights	115,270	
Kompally Training Academy	217,541	
Work Shop & Seminar Exp	40,535	3,253,390
<b>Total</b>		<b>3,337,490</b>



*cross*

**Notes on Accounts**

**Note: 21 Finance cost**

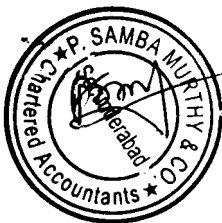
**Amt. in Rs.**

Particulars	For the year ended 31.03.2017	For the year ended 31.03.2016
Interest on car loan	2,542,561	1,829,199
Interest on Business Loans	7,209,476	5,768,336
Interest on Bank O/D	4,704,118	1,070,916
Bank Charges	961,122	492,456
Finance Charges	240,707	1,071,135
<b>Total</b>	<b>15,657,984</b>	<b>10,232,042</b>

**Note: 22 Other Expenses**

**Amt. in Rs.**

Particulars	For the year ended 31.03.2017	For the year ended 31.03.2016
Staff Dress, Uniform and Material Purchase	19,182,704	26,631,110
Advertisement Charges	237,975	241,898
Audit Fees	140,000	250,000
Business Promotion Expenses	7,250,761	5,738,036
Consultancy Charges	1,459,353	2,298,580
Conveyance	5,144,609	4,062,752
Electricity Charges	429,608	193,684
Donation	1,487,001	1,383,400
Insurance	1,514,013	471,385
Rates and Taxes	3,893,091	4,317,191
Office Maintenance	3,337,490	3,846,633
Postage and Telegram	130,829	133,567
Printing and Stationery	365,864	58,858
Rent Paid	3,505,557	1,677,910
Internet Charges	389,853	440,151
Telephone Charges	1,107,376	450,599
Travelling Expenses	1,103,295	1,598,323
Computer Maintenance	286,424	590,555
Vehicle Maintenance	2,866,421	570,525
NSDC Expenditure	10,846,248	6,703,257
Tender Forms	96,265	11,620
Kennels (Dog Training Exp)	1,058,152	650,327
Swatch Bharath Cess	59,804	15,549
<b>Total</b>	<b>65,892,693</b>	<b>62,335,908</b>



*Handwritten signature*