

M. BHASKARA RAO & CO.
CHARTERED ACCOUNTANTS
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Independent Auditor's Report

To
The Members,
PATNITOP ROPEWAY & RESORTS LIMITED,

We have audited the accompanying financial statements of **PATNITOP ROPEWAY & RESORTS LIMITED** ("the Company"), which comprises the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting the fraud and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and the matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with 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 the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or



error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and other operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

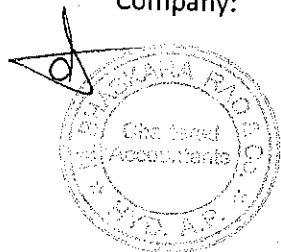
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2015, and its losses and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:


1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India, in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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
 - c) the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) According to the information and explanations given to us and in our opinion, there are no financial transactions or matters which have any adverse effect on the functioning of the Company:



- f) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of sub-section (2) of Section 164 of the Act.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, to the best of our information and according to the explanations given to us and in our opinion:
- i. There were no pending litigations which would impact the financial position of the Company.
 - ii. The Company did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

Hyderabad, April 29, 2015

M Bhaskara Rao & Co
Chartered Accountants
Firm Registration Number: 000459S

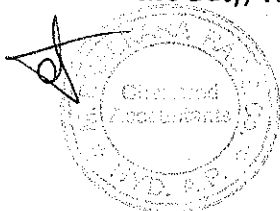


V K Muralidhar
Partner
Membership Number: 201570

PATNITOP ROPEWAY & RESORTS LIMITED

STATEMENT REFERRED TO IN PARAGRAPH (1) OF OUR REPORT OF EVEN DATE

- i. In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) The management has conducted physical verification of major fixed assets during the year and as explained to us, no material discrepancies have been noticed on such verification.
- ii. In respect of its inventories, the company does not hold any inventories. Accordingly the provisions of clause 3 (ii) (a), (b) and (c) of the Order are not applicable to the company.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured loans to Companies, firms or other parties covered in the register maintained under section 189 of the Act. Hence the provisions of clauses 3 (iii) (a) and (b) of the Order are not applicable to the company.
- iv. According to the information and explanations given to us and in our opinion, the company has neither purchase of inventory/Fixed asset nor sale of goods and services. Hence provisions of clause 3(iv) of the Order is not applicable.
- v. According to the information and explanations given to us, the Company has not accepted deposits from the Public under the provisions of Section 73 and Section 74 of the Act and the rules framed there under. Therefore, the provisions of clause 3(v) of the Order are not applicable.
- vi. According to the information and explanations given to us and in our opinion, maintenance of cost records under section 148(1) of the Act are not applicable to the company at present. Therefore, the provisions of clause 3(vi) of the Order are not applicable.
- vii.
 - a) The Company has been regular in depositing undisputed applicable statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. The provisions of Investor Education and Protection Fund are not applicable to the Company. According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess were in arrears, as at 31st March 2015 for a period of more than six months from the date they became payable.
 - b) According to the information and explanation given to us, there are no dues of Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess which have not been deposited on account of any dispute

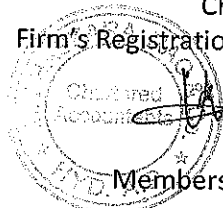


- viii. The accumulated losses of the Company as at 31st March 2015 does not exceed fifty percent of its net worth. The Company has incurred cash losses during the year covered by the report and in the financial year immediately preceding the financial year.
- ix. According to the information and explanations given to us and in our opinion, as at March 31, 2015, the Company has no dues to financial institutions / banks and the company has not issued debentures.
- x. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from Banks or Financial Institutions.
- xi. According to the information and explanations given to us and in our opinion, no term loans were availed by the company.
- xii. During the course of our examinations of the books and records of the Company carried out in accordance with the generally accepted practices in India and accordance to the information and explanations given to us, no instance of fraud on or by the Company was reported during the year, nor have we been informed of such case by the management.

For M Bhaskara Rao & Co.

Chartered Accountants

Firm's Registration Number: 000 459 S



V K Muralidhar

Membership Number: 201570

Hyderabad April 29, 2015

PATNITOP ROPEWAY & RESORTS LIMITED
BALANCE SHEET AS AT MARCH 31, 2015

Description	Note	As At March 31, 2015	As At March 31, 2014
		Rupees	Rupees
I. EQUITY AND LIABILITIES			
1. Share Holders' Funds			
(a) Share capital	3	2,25,53,000	2,25,53,000
(b) Reserves and surplus	4	(21,21,561)	(20,31,623)
		2,04,31,439	2,05,21,377
2. Current liabilities			
(a) Other current liabilities	5	3,49,347	3,19,729
Total		2,07,80,786	2,08,41,106
II ASSETS			
1. Non-current assets			
(a) Fixed assets	6		
(i) Tangible assets		3,776	64,096
2. Current assets			
(a) Inventories	7	1,17,85,068	1,17,85,068
(b) Cash and cash equivalents	8	1,08,654	1,08,654
(c) Short-term loans and advances	9	88,83,289	88,83,289
		2,07,77,010	2,07,77,010
TOTAL		2,07,80,786	2,08,41,106
See accompanying notes to the financial statements			

As per our report of even date attached
for M.Bhaskara Rao & Co.

Chartered Accountants

V.K. Muralidhar

Partner



for and on behalf of the Board

Director

Director


Hyderabad

Date : 29th April, 2015

PATNITOP ROPEWAY & RESORTS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2015

Description	Note	Year Ended March 31, 2015	Year Ended March 31, 2014
		Rupees	Rupees
Revenue from operations		-	-
Total Revenue			
EXPENDITURE			
Other Expenses	10	29,618	82,264
Depreciation	6	428	5,532
Total Expenses		30,046	87,796
Profit/(Loss) Before Tax		(30,046)	(87,796)
Less: Provision for Taxation - MAT		-	-
Profit/(Loss) After Tax		(30,046)	(87,796)
Earnings per Share of face value of Rs.10/- each			
Basic		(0.01)	(0.04)
Diluted		(0.01)	(0.04)
See accompanying notes to the financial statements			

As per our Review report attached
for **M.Bhaskara Rao & Co.**
Chartered Accountants


V.K. Muralidhar
Partner



for and on behalf of the Board


Director


Director

Hyderabad

Date : 29th April, 2015

PATNITOP ROPEWAY & RESORTS LIMITED
Cash Flow Statement for the Year Ended March 31, 2015

Description	Year Ended March 31, 2015	Year ended March 31, 2014
	Rupees	Rupees
A. Cash Flow from operating activities:		
Net Profit/(Loss) before taxation and extra ordinary items	(30,046)	(87,796)
<u>Adjustment for</u>		
Depreciation/ Amortisation	428	5,532
Prior Period Items	-	-
Provision for Gratuity and Leave Encashment	-	-
Interest and finance Charges	-	-
Operating Loss before Working Capital Changes	(29,618)	(82,264)
<u>Adjustment for Changes in</u>		
Trade and Other Receivables	-	-
Inventories	-	-
Trade payables and Other Liabilities	29,618	-
Cash used in operations	-	(82,264)
Taxes Paid	-	-
Net cash generated in Operating Activities	-	16,604
B. Cash Flow from Investing Activities:		
Purchase of fixed assets and other capital expenditure	-	-
Investments in subsidiaries	-	-
Investment in Associates	-	-
Loans to Subsidiaries	-	-
Net cash generated/ (used) in Investing Activities	-	-
C. Cash flow from Financing activities:		
Proceeds from issue of Shares	-	-
Long Term Funds (Repaid)/ borrowed	-	-
Repayment of short term Borrowings	-	-
Proceeds received from parent company	-	-
Interest Paid	-	-
Net cash generated/ (used) in Financing Activities	-	-
Net change in Cash and Cash Equivalents (A+B+C)	-	16,604
Cash and Cash Equivalents as at 1st April 2014 (Opening Balance)	1,08,654	92,049
Cash and Cash Equivalents 31st March 2015 (Closing Balance)	1,08,654	1,08,654

As per our Review report attached
for M.Bhaskara Rao & Co.

Chartered Accountants

V.K. Muralidhar

Partner



for and on behalf of the Board

Director

Director

Hyderabad

Date : 29th April, 2015

PATNITOP ROPEWAY & RESORTS LIMITED

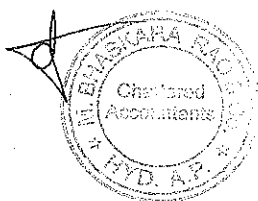
Notes forming part of Financial Statements

NOTE 1: CORPORATE INFORMATION

The company is a special purpose vehicle incorporated for execution and setting up of a Passenger Aerial Ropeway (Project) at Patnitop in Udhampur District, Jammu and Kashmir on Build Operate and Transfer (BOT) basis. The company has entered into a Concession Agreement with Patnitop Development Authority (an agency established by the Government of Jammu and Kashmir) on 8th August 2007. The company is waiting for applicable statutory and environmental clearances for commencement of construction of the Project. Management is confident of obtaining the requisite clearances and also economic viability of the project.

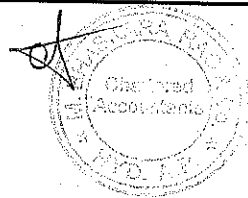
NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

- a. The Accounts have been prepared on accrual basis under historical cost convention in accordance with the Generally Accepted Accounting Principles in India and the provisions of the Companies Act, 2013.
- b. Preliminary Expenses: Preliminary expenses are written off in the year of commencement of commercial operation.
- c. Incidental Expenditure during construction period: Incidental expenditure incurred during construction period towards "Concessionaire Asset" is capitalized on completion of construction.
- d. Fixed Assets and Depreciation:
Fixed Assets are stated at cost of acquisition, less accumulated depreciation thereon. Depreciation is provided on the basis of useful lives given in Schedule II of Companies Act, 2013.

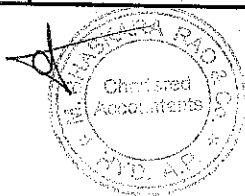


PATNITOP ROPEWAY & RESORTS LIMITED
Notes forming part of the Financial Statements

Notes No	Description	As At March 31, 2015		As At March 31, 2014	
		Rupees	Rupees	Rupees	Rupees
3	Share Capital				
	Authorised				
	3,000,000 Equity Shares of Rs.10/- each		3,00,00,000		3,00,00,000
			3,00,00,000		3,00,00,000
	Issued, Subscribed And Paid Up				
	22,55,300 Equity Shares of Rs.10/- fully paid		2,25,53,000		2,25,53,000
	Total		2,25,53,000		2,25,53,000
3.a	Reconciliation of the number of Shares Outstanding:				
	Description	As At March 31, 2015		As At March 31, 2014	
		Nos	Nos	Nos	Nos
	At the beginning of the year		22,55,300		22,55,300
	At the end of the year		22,55,300		22,55,300
3.b	The company has only one class of shares - Equity shares having a par value of Rs. 10/- per each share. Each holder of equity share is entitled to one vote per share. The dividend proposed by the Board is subject to approval by the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the holders of equity shares will be entitled to receive any of the remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the numbers of equity shares held by the share holder.				
3.c	Shares held by the Holding Company:				
	Description	As At March 31, 2015		As At March 31, 2014	
		Number	Amount (Rs.)	Number	Amount (Rs.)
	NCC LIMITED - Holding Company	22,55,300	2,25,53,000	22,55,300	2,25,53,000
3.d	Details of shareholders holding more than 5% of shares in the Company:				
	Name of Shareholder	As At March 31, 2015		As At March 31, 2014	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
	NCC LIMITED Holding Company	22,55,300	100%	22,55,300	100%



Notes No	Description	As At March 31, 2015		As At March 31, 2014	
		Rupees	Rupees	Rupees	Rupees
4	Reserves and Surplus				
	Statement of Profit and Loss				
	Opening Balance		(20,31,623)		(19,43,8
	Depreciation adjustment on recomputation		(59,892)		-
	Profit/(Loss) for the year		(30,046)		(87,7
	Total		(21,21,561)		(20,31,6
5	Other Current Liabilities				
	Advance from Others		3,15,253		3,00,6
	Other Liabilities		34,094		19,0
	Total		3,49,347		3,19,7
7	Inventories				
	Work-in-progress		1,17,85,068		1,17,85,0
8	Cash and Bank Balances:		1,17,85,068		1,17,85,0
	Balances with Scheduled Banks:				
	- In Current Account		1,08,654		1,08,65
			1,08,654		1,08,65
9	Loans and Advances:				
	Advances to Suppliers, Sub-contractors and Others		3,289		3,28
	Deposits with and Others		88,80,000		88,80,00
	Total		88,83,289		88,83,28



PATNITOP ROPEWAYS & RESORTS LIMITED

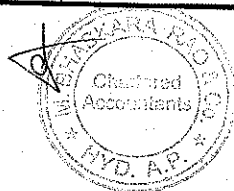
**Note 6
FIXED ASSETS**

Particulars	GROSS BLOCK (At Cost)			DEPRECIATION			NET BLOCK	
	As at March 31, 2014	Additions during the year	As At March 31, 2015	Up to March 31, 2014	Amortization	For the year	Up to March 31, 2015	As At March 31, 2015
Office Equipment	1,07,131	-	1,07,131	47,239	59,892	-	1,07,131	-
Furnitures & Fixtures	7,000	-	7,000	2,796	428	428	3,224	3,776
Totals	1,14,131	-	1,14,131	50,035	59,892	428	1,10,355	3,776
Previous Year	1,14,131	-	1,14,131	44,503	5,532	-	50,035	64,096
								69,628



PATNITOP ROPEWAY & RESORTS LIMITED
Notes forming part of the Financial Statements

Notes No	Description	Year Ended March 31, 2015	Year Ended March 31, 2014
		Rupees	Rupees
10	Other Expenses		
	Auditors' Remuneration	15,000	16,854
	Filing Fees	9,000	1,632
	Boarding & Conveyance Charges		25,496
	Legal and Professional Charges	5,618	-
	Travelling Charges	-	24,276
	Bank Charges & BG commission	-	14,006
	Total	29,618	82,264



Notes No 11 : Additional information to the Financial Statements

11.a Contingent liability: Bank guarantee for Rs. 25 lakhs

11.b The Company has not received any information from "Suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the period end together with interest paid / payable as required under the said Act have not been given.

11.c Earnings per Share

S.No	Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
		Rupees	Rupees
a)	Net Profit/(Loss) available for equity shareholders	(30,046)	(87,796)
		Nos.	Nos.
b)	Weighted Average number of equity shares for Basic EPS	22,55,300	22,55,300
c)	Weighted Average number of equity shares for Diluted EPS	22,55,300	22,55,300
d)	Face value per share	10/-	10/-
e)	Basic EPS	(0.01)	(0.04)
g)	Diluted EPS	(0.01)	(0.04)

11.d Related Party Transactions

Following is the list of related parties and relationships

Name of the Related Party	Relationship
NCC Limited	Holding Company
NCC Urban Infrastructure limited	Fellow Subsidiary

Related Party transactions during the year ended 31.03.2015 are as follows:

Sl.No	Particulars	Holding Company		Fellow Subsidiary	
		Year Ended 31.03.2015	Year Ended 31.03.2014	Year Ended 31.03.2015	Year Ended 31.03.2014
1	Share Application money received	-	-	-	-
2	Capital Contributions received	-	-	-	-
3	Advances taken	-	1,13,781	14,618	1,632

Details of the closing balances

S.No	Particulars	Holding Company	Fellow Subsidiary
1	Closing balance as at 31.03.2015 – Credit	1,29,200	1,76,053
2	Closing balance as at 31.03.2014 – Credit	1,29,200	1,61,435

11.e The additional particulars required as per Schedule III of Companies Act 2013 are not applicable to the company at present.

11.f Figures of previous year have been regrouped/re-arranged wherever necessary to conform to the current year presentation.

For M. Bhaskara Rao & Co,
Chartered Accountant,

V.K.Muralidhar,
Partner



Signatures to the Notes of Accounts 1 to 11f
For and on behalf of the Board

Director

Director

Place: Hyderabad
Date : 29th April, 2015