

Indiabulls Real Estate Limited.

ANNUAL REPORT
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QUALITY | ON TIME

Indiabulls
REAL ESTATE

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Forward-looking statement

In this Annual Report, we have disclosed forward-looking information to enable investors to comprehend our prospects and take investment decisions. This report and other statements - written and oral - that we periodically make, contain forward-looking statements that set out anticipated results based on management's plans and assumptions. The Company here means the consolidated entity consisting of all its subsidiaries. Similarly Company's land bank and Company's project means the consolidated land bank and project of the Company as consolidated entity alongwith all its subsidiaries. We have tried wherever possible to identify such statements by using words such as 'anticipate', 'estimate', 'expects', 'projects', 'intends', 'plans', 'believes' and words of similar substance in connection with any discussion of future performance.

We cannot guarantee that these forward-looking statements will be realised, although we believe we have been prudent in assumptions. The achievements of results are subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. Readers should keep this in mind. We undertake no obligation to publicly update any forward looking statements, whether as a result of new information, future events or otherwise.

Company Information

Board of Directors

Mr. Sameer Gehlaut
Mr. Narendra Gehlaut
Mr. Karan Singh Khara
Mr. Shamsheer Singh Ahlawat
Mr. Aishwarya Katoch
Mr. Prem Prakash Mirdha
Brig. (Retd.) Labh Singh Sitara

Company Secretary

Mr. Ravi Telkar

Chief Financial Officer

Mr. Anil Mittal

Bankers

Axis Bank Limited
Bank of India
Corporation Bank
HDFC Bank Limited
ICICI Bank Limited
IDBI Bank Limited
IndusInd Bank Limited
State Bank of Bikaner and Jaipur
State Bank of India
The Ratnakar Bank Limited
Vijaya Bank
Yes Bank Limited

Registered Office

M - 62 & 63, First Floor, Connaught Place,
New Delhi - 110 001, INDIA
Website: <http://realestate.indiabulls.com>
Tel: 0124-6681199, Fax: 0124-6681240
Email: helpdesk@indiabulls.com
CIN: L45101DL2006PLC148314

Corporate Offices

1. Indiabulls House, Indiabulls Finance Centre,
Tower 1, Senapati Bapat Marg,
Elphinstone Road, Mumbai - 400 013
Maharashtra
2. Indiabulls House, 448-451,
Udyog Vihar, Phase V,
Gurgaon - 122 016, Haryana

Statutory Auditors

Sharma Goel & Co. LLP
Chartered Accountants

Registrar and Share Transfer Agent

Karvy Computershare Private Limited
Plot no. 17 to 24, Vittal Rao Nagar,
Madhapur, Hyderabad - 500 081



CHAIRMAN'S MESSAGE

Dear Shareholders,

The Indian real estate sector has come a long way and is today one of the fastest growing markets in the world. It comprises four sub-sectors – housing, retail, hospitality, and commercial. While housing contributes to 5 to 6 percent of India's gross domestic product (GDP), the remaining three sub-sectors are also increasing at a fast pace. The total realty market in the country is expected to touch US\$ 180 billion by 2020. However, last couple of years has been a drag for the real estate sector underpinned by the poor macroeconomic conditions. Slowing income growth, sustained weakness in the rupee, sky-rocketing inflation and high borrowing rates combined to make consumers wary of spending. According to latest forecast by CSO, real GDP growth for FY 2013-14 was 4.9%. Coming on the back of 4.5% growth in 2012-13, this probably is the first time after several years that India will have languished at a sub-5% growth for successive years. The estimated growth of construction activities in 2013-14 will be a mere 1.7%. It was clearly a dull year for real estate, when all asset classes — residential, office and retail properties — saw a steady decline in absorption. Besides, policy inconsistency and apathy towards the sentiments of the international and domestic business community have aggravated the agony.



Mr. Sameer Gehlaut
Founder & Chairman

However, as I write, one significant plus for the sector is the outcome of general elections. With new government having introduced developer and buyer friendly policies, particularly in the affordable housing segments, the outlook for real estate sector in 2014 does appear promising. We in business are now looking forward to a period of stable governance that brings back much needed sanity and predictability of executive action leading to greater development and higher growth. I expect that in the second half the fiscal, fence-sitting buyers are likely to become active.

An epochal development: growing beyond India

Contrary to the adage 'first thing first', let me for a change begin with 'last thing first' as I share an important milestone in your company's quest for expanding its business horizons. It gives me great pleasure that your company made its first international foray recently, with the acquisition of 22 Hanover Square, an iconic landmark in Mayfair, the heart of central London, for ₹ 1,550 crore. Currently a commercial office building spread over 87,444 sqft of area, the project envisages redeveloping it into a luxury residential building with a sales potential of close to ₹ 4,500 crore. As you are aware, we already have our marketing cum sales offices in London and Dubai, and therefore, it was the logical step forward to establish our credentials as a developer in the most coveted international financial hub of London, which has proven to be a bastion of stability and steady appreciation amid the slowdown in the global realty market. Not only will our London foray help us capitalise on our strong brand, but will enable us to diversify across geographies outside India, and provide a buffer against cyclical slowdown in the domestic market. Leveraging on our execution experience, track record as a developer, and our balance sheet strength, we shall continue to scout for such opportunities and expand our international footprint.

Performance overview

Notwithstanding the current wave of indifference surrounding the sector, and unnerved by the slow down, your company is aiming high with a perfect blend of caution, diligence and evaluation of all the potential opportunities. Braving all odds, not only the sales of your company has increased to ₹ 3,076 crores during the year as against ₹ 3,002 crores in FY 13, it has also paid a dividend of ₹ 3 per share for year 2013-14. We have maintained our focus on speedy execution, maintaining a moderate level of debt, and keeping costs under control.

Key highlights: sustaining growth

The current economic environment is extremely challenging; competitive intensity remains high and is likely to increase. However, we remain committed to drive the business towards delivering consistent, competitive, profitable and responsible growth. I am happy to share some of the key highlights as follows:

CHAIRMAN'S MESSAGE (Contd.)

- Total Sales of ₹ 3,076 Crores for an area of 3.40 msft in FY-14 vs. ₹ 3,002 Crores for an area of 2.82 msft in FY-13
- Total Revenues of ₹ 1,800 Crores in FY- 14 vs. ₹ 1,346 Crores in FY-13
- PBT - ₹ 362 Crores in FY-14 vs. ₹ 267 Crores in FY-13
- PAT - ₹ 230 Crores in FY-14 vs. ₹ 175 Crores in FY-13
- Dividend payout of ₹ 3 per share for year 2013-14
- With marquee project 'Blu' reaching revenue recognition, there is a large funnel for future revenues
- Credit rating of A+, highest amongst its real estate developer peers

With several new project launches planned for the next few months, the outlook for the ensuing year looks much brighter.

Land Bank: key to future profitability

The passage of the land acquisition Bill is set to make land more coveted. Now, those seeking to buy land and develop it would have to pay at least twice the amount. In this situation, company having a large land reserve gets the advantage. Your company has a total land bank of 1,009.74 acres in Mumbai Metropolitan Region (MMR), National Capital Region (NCR) and Chennai. Your company possesses these lands with no outstanding amounts of due to be paid. Besides, your company has 2,588 acre SEZ land in Nasik, Maharashtra. The size and location of these lands allows us to respond quickly and effectively to the changes in the market conditions, regulatory environment and the overall demand.

Thrust on execution and expansion

Undeterred by the current slowdown, your company has been steadily expanding its presence in Tier I and Tier II cities. Presently, your company is developing both residential and commercial projects mainly concentrating in metros and Tier I cities. The project ranges from 'mid-income' housing projects to 'premium' and to 'super premium' projects. The total Area under Development (AUD) stood at 72.86 msft at the end of FY 2013-14. Your company will be handing over 1000 apartments in the coming year, and more than 15,000 in the next 4 years, thereby creating so many happy customers whose dream of having a best-in-class accommodation will be fulfilled. Your company is therefore, at the cusp of realizing its mission of delivering lifelong happiness and satisfaction to its customers, who will soon call these apartments 'home'.

Projects gained significant momentum

During the year under review, our various existing projects gained momentum, while we launched several new ones at strategic locations. Almost entire Phase 1 of our integrated housing project at Panvel, called '**Indiabulls Greens**' has been sold out, with very little inventory left out of the existing stock. '**Golf**', Savroli, positioned as a weekend second home for the life style oriented, is generating very good response. With civil construction almost over for most buildings in phase 1, work on golf course will start soon. '**Blu**', the most sought after project in Mumbai, is creating new benchmark in the city. A very high-end sales lounge is being built at the site, which will reflect the experience buyers will enjoy on possession. The project, expected to be delivered in 2 years, has been steadily appreciating in terms of price realization for all incremental sales. '**Chennai Greens**', our flagship project down south, is an integrated township of over 50 acres. Phase 1 of the project was delivered in May 2013, and Phase 2 is under development. Phase 2 possession will commence in May 2016 and will be completed by April 2017.

Some of our other ongoing projects include Indiabulls Centrum (Madurai), Vatika (Ahmedabad), Indiabulls Mega mall and One Indiabulls (Vadodara), Enigma (Gurgaon), and Centrum Park (Gurgaon). While a few of these projects have been delivered, some are at an advance stage of completion, and likely to be handed over in the near future.

Key projects launched/planned to be launched

I am happy to announce that last year your company acquired the stake of our erstwhile J.V. partners, Farallon, a U.S. private equity fund, in our projects in Gurgaon (Sector 104 and 106, and Centrum), Sonapat, and Chennai. These

CHAIRMAN'S MESSAGE (Contd.)

projects have now become wholly owned by your company. Some of the new projects envisaged to be launched during the year are:

- **One Indiabulls - Sec 104, Gurgaon (recently launched):** Super premium residential complex consisting of town houses, low rise apartments and high rise towers spread over 34 acres
- **Indiabulls Mint- Sec 104, Gurgaon:** Iconic commercial tower of 2.11 lac sqft
- **Indiabulls Imperial - Sec 106, Gurgaon:** Integrated township with high-end residential apartments, villas, luxury retail and commercial spread over 35.23 acres
- **Indiabulls Sierra, Vizag (recently launched):** 7.86 lac sqft of residential development, consisting of 13 residential towers spread over 4.8 acres
- **Indiabulls Kalina, Mumbai:** One of the most eagerly awaited projects in the city, It's a boutique high end project, 2.12 lac sqft of ultra-premium residential development
- **Indiabulls Commercial Centre-Sec 109, Gurgaon:** 5.84 lac sqft of commercial development

Our Credit rating – A reflection of sound financials

Your company has retained its A+ (Single 'A' Plus) rating for long-term debt (Term Loans and NCDs) and A1+ (highest possible) for short-term debt. The ratings are a reflection of company's strong fundamentals, low gearing, and execution record and mirror its long-term growth prospects.

Management reorganization

Before I conclude, I wish to share another very recent development – to impart greater focus and accountability at the leadership level and to rationalize operations of the diverse businesses of the Indiabulls group, its three promoters, myself, Rajiv Rattan and Saurabh Mittal have mutually decided to reorganize the management control of different group companies amongst ourselves. As part of the restructuring, I retain management control of your company, while the other two co-promoters have stepped down from the Board of the company, and would not be involved in its operations. This realignment of control will set your company firmly on the growth path.

Lastly, I wish to place on record the sincere dedication and hard work of our employees, which has led to this improved performance. I am also grateful to our bankers, business associates and shareholders but for whose support the Company's quest for value creation would not have been possible.

Thank you!

Sameer Gehlaut
Founder & Chairman

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the Eighth Annual Report together with the audited accounts of the Company for the financial year ended March 31, 2014.

FINANCIAL HIGHLIGHTS

The highlights of the financial results of the Company for the financial year ended March 31, 2014 are as under:

Particulars	Amount (in Rupees)	
	Year ended March 31, 2014	Year ended March 31, 2013
Profit before Depreciation / Amortisation	1,604,641,783	3,446,559,581
Less: Depreciation / Amortisation	32,135,061	33,330,752
Profit before Tax	1,572,506,722	3,413,228,829
Less: Provision for Tax	126,974,621	727,618,602
Profit after Tax	1,445,532,101	2,685,610,227
Balance of Profit Brought Forward	205,283,979	87,475,910
Profit Available for Appropriation	1,650,816,080	2,773,086,137
Appropriations:		
Interim Dividend on Equity shares	1,059,532,217	848,021,478
Corporate Dividend Tax on Interim Dividend on Equity shares	(9,090,500)	16,658,750
Transfer to General Reserves	153,300,802	268,561,022
Transfer to Capital Redemption Reserves	-	100,000,000
Transferred to Debenture Redemption Reserve	333,333,334	1,334,560,908
Balance of Profit Carried Forward	113,740,227	205,283,979

REVIEW OF OPERATIONS & BUSINESS UPDATE:

Key Financial Highlights:

- Total Sales in FY '14 increased to Rs. 3,076 Crores for an area of 3.40 msft as against the sales of Rs. 3,002 Crores for an area of 2.82 msft in FY '13.
- Total Revenues in FY '14 increased to Rs. 1800 Crores as against the revenues of Rs. 1,346 Crores in FY '13.
- Total Profit after Tax (PAT) in FY '14 increased to Rs. 230 Crores as against the PAT of Rs. 175 Crores in FY '13.
- Earnings per share (EPS) in FY '14 increased to Rs. 5.28 as against the EPS of Rs. 3.74 in FY '13.

Credit Rating:

The Company has retained its A+ (A Plus) rating for its long term debt (Term Loans and NCDs) and A1+ (A One Plus) rating for its short-term debt, which is the highest rating that can be assigned for short-term debt. With this the Company enjoys ease and most favorable terms on the loans/facilities being availed from the Banks/Financial Institutions. The ratings are the manifestation of the Company's strong fundamentals, low gearing and execution track record and mirror its long term growth prospects.

Land Bank:

- As on 31st March 2014, total Land Bank is 1,009.74 acres, of which 966.56 acres is for residential development and balance 43.18 acres is for commercial development.

DIRECTORS' REPORT (Contd.)

- More than 95% of the Land Bank is high value super-metro cities – Mumbai Metro Region, National Capital Region (Delhi) and Chennai

Project development:

In addition to the land bank of 1,009.74 acres and 2,588 acres of SEZ land in Nashik, the Company's ongoing projects have 72.86 million square feet area of development. Each project bears a stamp of thoughtful solutions and highest quality and an optimum mix of different categories and therefore the Company has diversified portfolio of super premium category, premium category & mid income category.

Ongoing major projects are:

- BLU, Worli, Mumbai
- Sky, Lower Parel, Mumbai
- Sky Forest, Lower Parel, Mumbai
- Sky Suites, Lower Parel, Mumbai
- Indiabulls Golf City, Savroli, MMR
- Indiabulls Greens, Panvel, MMR
- Vatika, Ahmedabad
- Indiabulls Mega Mall, Vadodara
- Indiabulls Greens, Chennai
- Indiabulls Centrum, Madurai
- Centrum Park, Gurgaon
- Enigma, Gurgaon
- Indiabulls City, Sonapat, Haryana

New Launch of projects for FY15

- **One Indiabulls - Sec 104, Gurgaon (recently launched):** Super premium residential complex consisting of town houses, low rise apartments and high rise towers spread over 34 acres
- **Indiabulls Mint- Sec 104, Gurgaon:** Iconic commercial tower of 2.11 lac sqft
- **Indiabulls Imperial - Sec 106, Gurgaon:** Integrated township with high-end residential apartments, villas, luxury retail and commercial spread over 35.23 acres
- **Indiabulls Sierra, Vizag (recently launched):** 7.86 lac sqft of residential development, consisting of 13 residential towers spread over 4.8 acres
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- **Indiabulls Commercial Centre-Sec 109, Gurgaon:** 5.84 lac sqft of commercial development

SIGNIFICANT DEVELOPMENT DURING THE YEAR

During the year 2013-14, the Company has purchased the entire stake of FIM Ltd. and its affiliates (managed by Farallon Capital Management LLC and its affiliates, a leading U.S. private equity fund), in its 7 project subsidiaries. With the purchase of FIM's entire stake, these project subsidiaries have become 100% owned by the Company. The details of these 7 project subsidiaries are as under:

DIRECTORS' REPORT (Contd.)

Project Subsidiary	Project	Area (Acres)
Selene Estate Ltd.	Greens, OMR- Chennai	15.90
Indiabulls Estate Ltd.	Indiabulls City, Sonapat	160.81
Citra Properties Ltd.	Sector – 109, Gurgaon	6.19
Airmid Developers Ltd.	Sector – 106, Gurgaon	39.06
Selene Constructions Ltd.	Centrum Park, Gurgaon	28.03
Juventus Estate Ltd.	Sector – 104, Gurgaon	31.17
Athena Infrastructure Ltd.	Enigma, Gurgaon	16.60

INTERNATIONAL FORAY

The Company has recently made its first international foray, with the acquisition of 22 Hanover Square, an iconic landmark in Mayfair, the heart of central London, which is currently a commercial office building spread over 87,444 sqft of area. The project envisages redeveloping it into a luxury residential building. Further, the Company already has its marketing cum sales offices in London and Dubai.

PROMOTERS DE-CLASSIFICATION

To impart greater focus and undivided accountability at the leadership level and to rationalize operations of the diverse businesses of the Indiabulls group, so as to put the Company firmly on the growth path, the promoters have mutually decided to reorganize the management control of different group companies amongst themselves. As part of the restructuring, Mr Sameer Gehlaut, Chairman of the Company and the entities promoted by him namely Jyestha Infrastructure Private Limited, Kritikka Infrastructure Private Limited, Powerscreen Media Private Limited, Karanbhumi Estates Private Limited, Meru Minerals Private Limited, Dahlia Infrastructure Private Limited, Galax Minerals Private Limited alongwith IBREL-IBL Scheme Trust shall continue as Promoters / Promoter Group / PACs with the promoters of the Company.

Further, with effect from July 18, 2014, Mr. Rajiv Rattan, Yantra Energetics Private Limited, Spire Constructions Private Limited, Laurel Energetics Private Limited, Nettle Constructions Private Limited, Mr. Saurabh Kumar Mittal, Gragerious Projects Private Limited, Punarvasu Builders and Developers Private Limited, Ceres Trading Services Private Limited, Daisy Projects Private Limited and Lucerne Trading Services Private Limited have ceased to be the Promoters / Promoter Group / PACs with the promoters of the Company.

DIVIDEND

For the financial year 2013-14, the Board of Directors of the Company had declared three interim dividends aggregating to Rs. 3/- per share on shares of face value Rs. 2/- each (i.e. Re. 1/- per equity share on July 24, 2013, Re. 1/- per share on October 22, 2013 and Re. 1/- per equity share on April 23, 2014). Your Directors recommend that the payment of the aforesaid interim dividends aggregating to Rs. 3/- per equity share on shares of face value Rs. 2/- each for the year ended on March 31, 2014 be confirmed.

DIRECTORS

The Board in recognition of the contributions of Mr. Narendra Gehlaut, MD of the Company, in taking the Company to remarkable growth and progress, elevated him to the position of Vice Chairman of the Company.

To achieve the highest standards of Corporate Governance in its management and to introduce a true sense of professionalism in the Board of the Company, the Board has proposed the appointments of Justice Surinder Singh Nijjar (Retd. Justice - Supreme Court of India) (DIN: 06964806), Justice Bisheshwar Prasad Singh (Retd. Justice Supreme Court of India) (DIN: 06949954) and Mrs. Rama Das (Ex-Member, CAT) (DIN: 06954941) as Independent Directors of the Company and the appointments of Mr. Vinesh Kumar Jairath (Ex-IAS Officer) (DIN: 00391684) and Mr. Gurbans Singh (Ex-IRS Officer) (DIN: 06667127), as Joint Managing Directors of the Company along with the appointment of Mr. Ashok Brijmohan Kacker (Ex-IRS Officer) (DIN: 01647408), as a Non-executive Director of the Company.

DIRECTORS' REPORT (Contd.)

Further to ensure continuity of guidance from Brig. Labh Singh Sitara (Ex-army official and Dhyanchand award winner sportsman) (DIN: 01724648), Mr. Shamsher Singh Ahlawat (DIN: 00017480) and Mr. Aishwarya Katoch (DIN: 00557488), the existing Independent Directors of the Company, the Board has recommended their re-appointments as Independent Directors of the Company.

In accordance with the provisions of Section 152 of the Companies Act, 2013, Mr. Narendra Gehlaut (DIN: 01246303), retire by rotation at the ensuing Annual General Meeting of the Company and being eligible offer himself for reappointment. The Board recommends his re-appointment.

Brief resume of the Directors proposed to be appointed/re-appointed, nature of their expertise and names of companies in which they hold directorships and memberships/chairmanships of Board Committees, as stipulated under Clause 49 of Listing Agreement with the Stock Exchanges in India, are provided in the Report on Corporate Governance forming part of the Annual Report.

In consonance with the management re-organization, within Indiabulls group companies, as mutually decided among its promoters, Mr. Rajiv Rattan (DIN: 00010849) & Mr. Saurabh Kumar Mittal (DIN: 01175382) have resigned from the Board of Directors of the Company on 9th July 2014. The Board appreciated the efforts put in by Mr. Rattan & Mr. Mittal during their association with the Company.

EMPLOYEES STOCK OPTIONS

The disclosures required to be made in the Directors' Report in respect of the stock options granted under various employee stock option schemes in force in the Company, in terms of the format prescribed under SEBI (Employee Stock Option Scheme and Stock Purchase Scheme) Guidelines 1999, are set out in the annexures forming a part of this Report.

CHANGE IN THE CAPITAL OF THE COMPANY

Subsequent to the financial year ended March 31, 2014, the Company had allotted 8,62,000 equity shares of face value Rs. 2/- each, against exercise of stock options under Indiabulls Real Estate Limited Employees Stock Option Scheme 2006, consequent to which, the paid up equity share capital of the Company increased from Rs. 84,80,21,478/- comprising of 42,40,10,739 equity shares of Rs. 2/- each, to Rs. 84,97,45,478/- comprising of 42,48,72,739 equity shares of Rs. 2/- each.

PUBLIC DEPOSITS

The Company has not accepted any deposits from the public during the year under review.

SUBSIDIARIES

The statement pursuant to Section 212(1) (e) of the Companies Act, 1956 relating to subsidiary companies forms a part of the financial statements.

In accordance with the general circular issued by the Ministry of Corporate Affairs, Government of India, the Balance Sheet, Statement of Profit and Loss and other documents of subsidiary companies are not being attached with the Balance Sheet of the Company. However the financial information of the subsidiary companies is disclosed in the Annual Report in compliance with the said circular. The Company will make available the Annual Accounts of the subsidiary companies and the related detailed information to any member of the Company who may be interested in obtaining the same. The annual accounts of the subsidiary companies will also be kept open for inspection at the Registered Office of the Company and that of the respective subsidiary companies. The Consolidated Financial Statements presented by the Company include the financial results of its subsidiary companies.

CORPORATE SOCIAL RESPONSIBILITY

During the year, your directors have constituted the Corporate Social Responsibility Committee comprising Mr. Karan Singh Khera as the Chairman and Mr. Narendra Gehlaut and Mr. Saurabh Kumar Mittal as other members. However, due to resignation of Mr. Saurabh Kumar Mittal from the Board on July 9, 2014, the Committee was reconstituted, with Mr. Shamsher Singh Ahlawat replacing Mr. Saurabh Kumar Mittal as a member of the Committee.

The said Committee has been entrusted with the responsibility of formulating and recommending to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, monitoring the implementation of the framework of the CSR Policy and recommending the amount to be spent on CSR activities.

DIRECTORS' REPORT (Contd.)

INDIABULLS FOUNDATION

The objective of Indiabulls Foundation is to do meaningful work with measureable output and maximum impact on the society. One of the first initiatives of Indiabulls Foundation is to support the development of rural districts. The Foundation has initiated pilot projects such as Aatm Shakti and Anganwadi in Rajasthan and Maharashtra with an open and a collaborative approach, which leverages the efforts of local stakeholders for a robust and scalable structure.

Other projects initiated by the Foundation are granting of mobile medical vans, rainwater harvesting, groundwater management, tree plantation, IT projects for rural development, income generation support for rural women, skills training for rural youth, conducting eye camps for rural school children and in trying to be of support to traditional artisans.

CONSOLIDATED FINANCIAL STATEMENT

In accordance with Accounting Standard (AS) - 21 on consolidated financial statements read with other related AS, the audited consolidated financial statement is provided in the Annual Report.

GREEN INITIATIVE

Electronic copies of the annual report 2014 and notice of the 8th AGM are being sent to all members whose email addresses are registered with the Company/Depository Participant(s). For members who have not registered their email addresses, physical copies of Annual Report 2014 and the Notice of the AGM are being sent in the permitted mode. Members requiring physical copies can send a request to the Company Secretary.

The Company is providing e-voting facility to all members to enable them to cast their votes electronically on all the resolutions set forth in the Notice of the AGM. This is pursuant to section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules 2014. The instructions for e-voting are provided in the Notice.

LISTING WITH STOCK EXCHANGES

The equity shares of the Company continue to remain listed with the BSE Limited (BSE) and the National Stock Exchange of India Limited (NSE). The listing fees payable to both the exchanges for the financial year 2014-15 has been paid. The Global Depository Receipts issued by the Company also continue to be listed on the Luxembourg Stock Exchange. All outstanding Secured Non-Convertible Debentures issued by the Company so far, continue to remain listed on the Wholesale Debt Market segment of NSE.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report, as stipulated under clause 49 of the Listing Agreement with the Stock Exchanges in India, is presented in a separate section forming part of the Annual Report.

CORPORATE GOVERNANCE REPORT

Pursuant to Clause 49 of the Listing Agreements with the Stock Exchanges, a detailed report on Corporate Governance is included in the Annual Report. A Certificate from a Practicing Company Secretary, certifying Company's compliance with the requirements of Corporate Governance, as stipulated under Clause 49 of the Listing Agreement, is annexed to the Corporate Governance Report.

AUDITORS & AUDITORS' REPORT

M/s Walker Chandio & Co LLP, Chartered Accountants (Firm registration Number: 001076N), an associate of Grant Thornton, are proposed to be appointed as Statutory Auditors of the Company for a period of 5(five) years, to hold office as such from the conclusion of this AGM, in place of retiring auditors M/s Sharma Goel & Co. LLP, Chartered Accountants, who have completed their five year term. M/s Walker Chandio & Co LLP is having good credentials in the real estate sector and is associated as statutory auditors of leading listed real estate developers of the Country.

The Company has received a special notice from a member proposing M/s Walker Chandio & Co LLP, Chartered Accountants, as statutory auditors of the Company.

M/s Walker Chandio & Co LLP has submitted their consent for appointment and also a requisite certificate, pursuant to the provisions of Section 139 & 141 of the Companies Act, 2013, confirming eligibility & satisfaction of criteria for their appointment as statutory auditors of the Company. The Board recommends their appointment.

DIRECTORS' REPORT (Contd.)

The Notes to the Accounts referred to in the Auditors' Report are self-explanatory and therefore do not call for any further explanation.

INFORMATION PURSUANT TO SECTION 217 OF THE COMPANIES ACT, 1956

The information required to be disclosed under Section 217 (1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 with respect to conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo, is given in the Annexure and forms part of this Report.

In terms of the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended, the names and other particulars of the employees are required to be set out in the Annexure to the Directors' Report. However, having regard to the provisions of Section 219(1)(b)(iv) of the said Act, the Annual Report excluding the aforesaid information, is being sent to all the Members of the Company and others entitled thereto. Any Member who is interested in obtaining such particulars may write to the Company Secretary at the Registered Office of the Company.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 217 (2AA) of the Companies Act, 1956 (to the extent applicable) and the Companies Act, 2013 (to the extent notified) your Directors confirm that:

1. in the preparation of the annual accounts, the applicable accounting standards have been followed and that there are no material departures from the same;
2. the Directors have 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 as at March 31, 2014 and the profit of the Company for the year ended on that date;
3. the Directors have taken proper and sufficient care for maintaining of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
4. the Directors have prepared the Annual Accounts of the Company on a 'going concern' basis.

ACKNOWLEDGEMENT

Your Directors wish to express their gratitude for the continuous assistance and support received from the investors, clients, bankers, regulatory and government authorities, during the year. Your Directors also wish to place on record their deep sense of appreciation for the contributions made and committed services rendered by the employees of the Company at various levels, to the growth & success of the Company.

For and on behalf of the Board of Directors

Sd/-
Sameer Gehlaut
Chairman

New Delhi,
August 26, 2014

DIRECTORS' REPORT (Contd.)

ANNEXURE FORMING PART OF THE DIRECTORS' REPORT

Information pursuant to section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, in respect of conservation of energy, technology absorption and foreign exchange earnings & outgo.

A. Conservation of Energy

The Company uses electric energy for its equipment such as office equipment, computers, lighting and utilities in the work premises. As an ongoing process, the following measures are undertaken to conserve energy:

- Implementation of viable energy saving proposals.
- Installation of automatic power controllers to save maximum demand charges and energy.
- Training front-end operational personnel on opportunities of energy conservation.
- Awareness and training sessions for maintenance personnel conducted by experts.

B. Technology Absorption

The Company believes that technological obsolescence is a practical reality. Our research activities will help us to prepare for future growth & opportunities.

At the Company we encourage continuous innovations with the prime purpose of providing maximum benefits to our clients and other users by working proactively (self driven research) and reactively (client driven research).

Our objective is to carry out applied research in the areas that are closely related to realization of the business objectives of the Company and seek to encash available business opportunities.

C. Foreign Exchange Earnings and Outgo

While there were no earnings in foreign exchange during the year under review, the foreign exchange outgo on account of various heads is depicted in the table given below:

Particulars	(Amount in Rupees)	
	For the year ended March 31, 2014	For the year ended March 31, 2013
Travelling & Conveyance	1,017,476	614,565
Professional Fees	2,400,396	2,145,062
Rent	3,241,476	2,236,208
Brokerage	50,529,756	-
Others	4,797,767	6,956,076
Total	61,986,871	11,951,911

ANNEXURE TO THE DIRECTORS' REPORT (Contd.)**Indiabulls Real Estate Limited Employee Stock Option Scheme 2006 - As on March 31, 2014**

Particulars	
a. Options Granted	9,000,000
b. Exercise price	₹ 60
c. Options vested	5,533,500
d. Options exercised	2,567,000
e. The total number of Shares arising as a result of exercise of option	2,567,000
f. Options lapsed	2,736,000
g. Variation in terms of options during the year	Nil
h. Money realized by exercise of options	₹ 154,020,000
i. Total number of options in force	3,697,000
j. Employee wise details of options granted during the year, to:	
i. Senior Management Personnel	Nil
ii. any other employee who received a grant of option amounting to 5% or more of options granted during the year	Nil
iii. identified employees who were granted option, during the year, equal to or exceeding 1% of the issued capital of the Company.	Nil
k. Diluted Earnings Per Share (EPS) pursuant to issue of shares on exercise of option calculated in accordance with [Accounting Standard (AS) 20 'Earnings Per Share']	₹ 3.41
l. Where the Company has calculated the employee compensation cost using the intrinsic value of the stock options, the difference between the employee compensation cost so computed and the employee compensation cost that shall have been recognized if it had used the fair value of the options, shall be disclosed. The impact of this difference on profits and on EPS of the Company shall also be disclosed	Refer Note 25 of Notes to Accounts, forming part of the Financial Statements
m. Weighted-average exercise prices and weighted-average fair values of options shall be disclosed separately for options whose exercise price either equals or exceeds or is less than the market price of the stock	Refer Note 25 of Notes to Accounts, forming part of the Financial Statements
n. A description of the method and significant assumptions used during the year to estimate the fair values of options, including the following weighted – average information:	Refer Note 25 of Notes to Accounts, forming part of the Financial Statements
i. risk free interest rate	
ii. expected life	
iii. expected volatility	
iv. expected dividends, and	
v. the price of the underlying share in market at the time of option grant	

ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

Indiabulls Real Estate Limited Employees Stock Option Scheme 2008 (II) - As on March 31, 2014

Particulars	
a. Options Granted	2,000,000
b. Exercise price	₹ 110.50
c. Options vested	769,500
d. Options exercised	128,500
e. The total number of Shares arising as a result of exercise of option	128,500
f. Options lapsed	1,176,500
g. Variation in terms of options during the year	Nil
h. Money realized by exercise of options	₹ 14,199,250
i. Total number of options in force	695,000
j. Employee wise details of options granted during the year, to:	
i. Senior Management Personnel	Nil
ii. any other employee who received a grant of option amounting to 5% or more of options granted during the year	Nil
iii. identified employees who were granted option, during the year, equal to or exceeding 1% of the issued capital of the Company.	Nil
k. Diluted Earnings Per Share (EPS) pursuant to issue of shares on exercise of option calculated in accordance with [Accounting Standard (AS) 20 'Earnings Per Share']	₹ 3.41
l. Where the Company has calculated the employee compensation cost using the intrinsic value of the stock options, the difference between the employee compensation cost so computed and the employee compensation cost that shall have been recognized if it had used the fair value of the options, shall be disclosed. The impact of this difference on profits and on EPS of the Company shall also be disclosed	Refer Note 25 of Notes to Accounts, forming part of the Financial Statements
m. Weighted – average exercise prices and weighted – average fair values of options shall be disclosed separately for options whose exercise price either equals or exceeds or is less than the market price of the stock.	Refer Note 25 of Notes to Accounts, forming part of the Financial Statements
n. A description of the method and significant assumptions used during the year to estimate the fair values of options, including the following weighted – average information:	Refer Note 25 of Notes to Accounts, forming part of the Financial Statements
i. risk free interest rate	
ii. expected life	
iii. expected volatility	
iv. expected dividends, and	
v. the price of the underlying share in market at the time of option grant	

MANAGEMENT DISCUSSION AND ANALYSIS REPORT



Mr. Narendra Gehlaut - Vice Chairman

ECONOMIC AND INDUSTRIAL REVIEW

The real estate sector in India assumed greater prominence with the liberalization and growth of the economy. At present, the real estate, construction and infrastructure sectors are playing a crucial role in the overall development of India's core infrastructure. Fundamentals of India's real estate sector are however improving, as seen by better liquidity and improved demand. The recovery has given way to belief in the sustained healthy levels, if not a rapid growth. Increase in business opportunities and labor migration led to rising demand for commercial and housing space. Demand for commercial property is being driven by the country's economic growth. Urban population has been increasing and this urbanization and growing household income is driving demand for residential real estate. The government has encouraged the home buyers by widening Housing loan interest exemption U/s 24 B from ₹ 1.5 lakh to ₹ 2 lakh coupled with personal tax exemption slab raised to the level of ₹ 2.5 lakhs per annum. The latter will definitely boost investor's sentiments in the real estate sector. The growth of Indian real estate industry is also linked with developments in the infrastructure, hospitality, economic services (hospitals, schools) and IT enabled services (like call centers) etc.

The new government has already indicated its desire to revive the investment cycle and to empower the bureaucracy to ensure successful execution of the government's plans. This new government has swung into action and the economy is set to grow faster with a number of business friendly reforms already set in motion. Honorable Finance Minister in the context of development of smart cities has proposed changes in FDI for real estate sector. The reduction in built up area from 50,000 sq mtr to 20,000 sq. mtr, and minimum capitalization from USD 10 million to USD 5 million is definitely a positive move for real estate sector. The reduction in built-up area and size of projects will allow mid-sized and smaller developers with good track records better access to FDI and boost affordable housing in the country. Real Estate Investment Trusts (REITs), Infrastructure Investment trusts and granting pass through status for taxation is a welcome and essential step for successful implementation of REIT's in India. It will help in easing liquidity requirement for developers, paving way to raise easy capital and also provide access to retail investors to benefits from regular income and appreciation benefits from real estate. This is bound to give the much needed fillip to the sector

BUSINESS OVERVIEW

Indiabulls Real Estate is one of the largest real estate companies in India and a national player across multiple realty and infrastructure sectors with development projects spread across high-end office and commercial complexes, premium residential developments, mega townships, retail spaces etc. It has 1,009.74 acres land bank, of which 966.56 acres is for residential development and balance 43.18 acres is for commercial development. More than 95% of the Land Bank is high value super-metro cities – Mumbai Metro Region, National Capital Region (Delhi) and Chennai. In addition to the land bank of 1,009.74 acres and 2,588 acres of SEZ land in Nashik, the Company's ongoing projects have 72.86 million square feet area of development. Each project bears a stamp of thoughtful solutions and highest quality and an optimum mix of different categories and therefore the Company has diversified portfolio of super premium category, premium category & mid income category.

Ongoing major projects are:

- BLU, Worli, Mumbai
- Sky, Lower Parel, Mumbai
- Sky Forest, Lower Parel, Mumbai
- Sky Suites, Lower Parel, Mumbai

MANAGEMENT DISCUSSION AND ANALYSIS REPORT (Contd.)

- Indiabulls Golf City, Savroli, MMR
- Indiabulls Greens, Panvel, MMR
- Vatika, Ahmedabad
- Indiabulls Mega Mall, Vadodara
- Indiabulls Greens, Chennai
- Indiabulls Centrum, Madurai
- Centrum Park, Gurgaon
- Enigma, Gurgaon
- Indiabulls City, Sonapat, Haryana

The Company's operations span all aspects of real estate development, from the identification and acquisition of land, to the planning, execution, construction and marketing of its projects (including architecture, design management and interior design), through to the maintenance and management of its completed developments, as well as providing consultancy and advisory services on engineering, industrial and technical matters to all forms of industries including companies engaged in construction-development of real estate and infrastructure projects.

COMPETITIVE STRENGTHS

The Company's principal competitive strengths are set forth below:

A premium brand based on track record of execution and quality

The Company has a track record of fastest and largest delivery in value terms and enjoys high confidence of the investors and customers in view of its execution and quality delivery. Therefore the strong brand recognition with the brand name "Indiabulls" is one of the key strengths. Further, the Company forms part of Indiabulls Group, one of the country's leading business houses with business interests in several businesses. Indiabulls Group companies are listed in Indian and overseas financial markets. The Company believes that the brand recognition and trust associated with the brand "Indiabulls" has a cascading effect on company's real estate business.

Our credit rating – a reflection of sound financials

The Company has retained its A+ (A Plus) rating for its long term debt (Term Loans and NCDs) and A1+ (A One Plus) rating for its short-term debt, which is the highest rating that can be assigned for short-term debt. With this the Company enjoys ease and most favorable terms on the loans/facilities being availed from the Banks/Financial Institutions. The ratings are the manifestation of the Company's strong fundamentals, low gearing and execution track record and mirror its long term growth prospects.

Land Bank – key to future profitability

The Company through acquisitions and government allotments has established a sizeable land bank in preferred locations at competitive prices. The Company has sufficient land to meet its development plans. The size and location of the Company's land reserves allows it to respond more effectively to changes in market conditions and demand. The Company believes that sizeable land reserves are the most important resource for a property developer.

High demand locations of the projects

The Company has more than 95% of its portfolio in Mumbai (Mumbai Metro Region), Delhi (NCR) and Chennai markets. The Company's commercial developments are located in areas that are attractive to corporate and multinational clients. The locations of the Projects provide a strong basis for the success of its core property-development business and a platform from which it can further expand its related business such as project management and investment advisory services. Your company possesses these lands with no outstanding amounts of due to be paid. The size and location of these lands allows us to respond quickly and effectively to the changes in the market conditions, regulatory environment and the overall demand.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT (Contd.)

Execution capabilities

The Company has put together an experienced team that has strong capabilities in various aspects of project execution, as well as in-depth knowledge of the localities in which the Company is developing projects. Our highly professional business approach and a very adept technical and design team handpicked from across the world, ensures that there is high efficiency with zero tolerance for lapses. It has the personnel and internal systems to successfully manage large construction projects with on time delivery and quality. International safety equipment like edge protection system, fan catch etc. are used and paramount importance is given to safety in all phases of construction.

Quality construction

Highest quality construction is the key driver for achieving the long term results. The Company employs the most advanced construction equipments, cutting-edge technologies like advanced jump form technology, advanced vertical transportation system, wind tunnel engineering and also finest quality raw materials.

Projects for each category and segments

The total area under construction under different projects is approx 24.78 msft, out of which approx 4.38 msft is for super premium category, 12.49 msft is for premium category and balance 7.91 is for mid income category. The Company has products for each category and segment, and therefore, is well placed for getting sales & revenues from each category of the buyers.

STRATEGY

The key elements of the Company's strategy include:

Consolidation of land bank - building momentum – next phase of growth

With the continued acquisition of quality land in preferred locations at competitive prices, the Company has sufficient land to meet its development plans. The Company acquires land adjoining existing land parcels which would build momentum for the growth of its existing successful projects. The Company is also acquiring new low cost land parcels with good future potential. During the year 2013-14, the Company has purchased the entire stake of our Private Equity partner, FIM Ltd. and its affiliates in its 7 project subsidiaries and with this, these project subsidiaries have become 100% owned by the Company. The Company has a land bank of approx 1,009.74 acres, in addition to 2,588 acres of Nashik SEZ land, for future development.

Revised launches with improved sentiment – bodes well for healthy future cash flows

Some of the new projects launched/ envisaged to be launched during the year, mainly, One Indiabulls, Sector 104, Gurgaon; Indiabulls Mint, Sector 104, Gurgaon; Indiabulls Imperial, Sector 106, Gurgaon; Indiabulls Sierra, Vizag; Indiabulls Kalina, Mumbai; and Indiabulls Commercial Centre, Sector 109, Gurgaon, will generate significant cash flows for the Company.

Unsold inventory of existing projects renders visibility on future cash-flows and revenue

During the year under review, Company's various existing projects gained momentum, while the Company launched several new ones at strategic locations. Almost entire inventory of existing projects have been sold out, with very little inventory left out of the existing stock. These projects are generating very good response and their selling prices are creating new benchmark in their respective locations. The projects, expected to be delivered in coming years have been steadily appreciating in terms of price realization for all incremental sales.

Focus on super metros

More than 95% of the Company's portfolio is in Super-Metro Cities i.e. Mumbai Metro Region, National Capital Region and Chennai. Both the residential and the commercial projects are located in the areas of high growth with regards to infrastructure, connectivity and have high future potential. The Company will continue to focus on the areas which have high demand for both the residential and commercial.

Monetize non-core assets

The Company focuses only on large scalable developments, both the residential and the commercial which are located in the areas of high demand and future potential. The Company shall monetize its small non-core land assets as and

MANAGEMENT DISCUSSION AND ANALYSIS REPORT (Contd.)

when opportunity arises at good market value and the Company believes that in following this strategy, it will be able to maximize its earnings per share and return on capital.

Acquisition of clear title lands for clear title projects

The Company focuses on acquisition of clear title lands, which allows timely execution and speedy delivery of its project. The speedy and efficient execution of our projects remains a key priority. \$900 million worth lands were acquired through government auctions. The Company will continue to acquire such clear title lands in future also to retain customers'/investors' confidence on our timely delivery without any delay.

Focus on execution and timely delivery

On time delivery is our key driver for success of all our projects. The Company has a track record of timely and fast delivery, subject of course to constraints of external factors like delay in approvals and uncertainty in state government's policies.

Focus on results

Whilst, Company seeks to turn over its land as soon as possible by adding value through its developments and then selling the properties or holding them for rental income, the Company intends to concentrate its construction and development activities towards projects that are pre-sold or pre-leased. The Company intends to continue developing its land reserves, replacing its developed land as and when required for new developments. The Company believes that in following this strategy, it will be able to maximize its earnings per share and return on capital.

RISKS & OPPORTUNITIES

The Company believes that there are lots of opportunities and demand in Indian Real Estate Sector:

Outlook: Commercial Real Estate

- Office rents to start appreciating during the current FY
- More outright purchases by occupiers as well as private equity players
- IT/ITES and BFSI would continue to account for 60-70% of office demand

Outlook: Residential Real Estate

- Demand for premium products to continue, albeit at a slower pace
- Demand for Ultra Low Cost (ULC) Housing 'Housing for all' to enhance at very high growth rate

Outlook: Retail Real Estate

- FDI in multi brand retail will open up portals to major retail brands in India, which will be instrumental to increase the retail space absorption in the Country
- More collaborative models such as revenue sharing to emerge in the sector
- Retailers would continue to expand beyond Tier I into Tier II and III cities and large number of malls slated to become operational
- More international retailers to venture into India, which would result high demand and increased rentals in retail real estate

In the course of its business the Company is exposed to stiff competition from other developers in the market. In addition, it is exposed to certain market related risks, such as increase in interest rates and foreign currency rates, customer risks and changes in the government policies.

HUMAN RESOURCES

Your Company's multi-business context poses unique challenges to the Human Resource function. The Company's businesses are managed by a team of competent and passionate leaders, capable of enhancing your Company's standing

MANAGEMENT DISCUSSION AND ANALYSIS REPORT (Contd.)

in the competitive market. The Company's employees have a defining role in significantly accelerating its growth and transformation, thereby enhancing its position as one of the largest corporate houses. The Company has a structured recruitment process. The focus is on recruiting people who have the right mindset for working at Indiabulls, supported by structured training programs and internal growth opportunities.

The Company's focus is on unlocking the people potential and further developing their functional, operational and behavioral competencies. The launch of new Employee Stock Option Schemes for its employees ensures the employee participation in the growth and progress of the Company. The belief "great people create great organization" has been at the core of the Company's approach to its people.

INTERNAL CONTROLS AND THEIR ADEQUACY

The Company has a proper and adequate system of internal controls commensurate with the size of the Company and the nature of its business to ensure that all the assets are safeguarded and protected against loss from unauthorized use or disposition and those transactions are authorized, recorded and reported correctly and adequately.

The Company's internal controls are supplemented by internal audits, review by management and documented policies, guidelines and procedures. The system has been designed to ensure that financial and other records are reliable for preparing financial information and for maintaining accountability of assets. All financial and audit control systems are also reviewed by the Audit Committee of the Board of Directors of the Company.

Cautionary Statement

Statements in this report on Management Discussions and Analysis describing the Company's objectives, estimates and expectations may be forward looking statements based on certain assumptions and expectations of future events. Actual results might differ substantially or materially from those expressed or implied. The Company here means the consolidated entity consisting of all its subsidiaries. Similarly Company's land bank and Company's project means the consolidated land bank and project of the Company as consolidated entity alongwith all its subsidiaries.

The Company assumes no responsibility nor is under any obligation to publicly amend, modify or revise any forward looking statements on the basis of any subsequent developments, information or events.

CORPORATE GOVERNANCE REPORT

1. The Company's philosophy on Corporate Governance

Sound Corporate Governance practices and responsible corporate behaviour contribute to long term performance of companies. Best practices on governance issues are an evolutionary and continuing process. There is no single template to define good governance. Broadly, however, Corporate Governance practices should aim at striking a balance between interests of various stakeholders on one hand and the duties and responsibilities of the Board and senior management in overseeing the affairs of the Company on the other.

The corporate governance policy of Indiabulls Real Estate Limited ("the Company" or "IBREL") encompasses the simple tenets of integrity, transparency and fairness in whatever the company does and what it basically aims at achieving is a complete adherence to the applicable statutes whilst at the same time ensuring a complete commitment to values and the highest ethical standards in every facet of its operations and in each of the functional areas. This, in turn, ensures that best in the class concept of corporate governance practices become a way of life in the Company.

In line with the nature and size of operations of the Company, the Corporate Governance framework in IBREL is based on the following main principles:

- Constitution of a Board of Directors of appropriate composition, size, varied experience and commitment to discharge their responsibilities and duties.
- Transparency and independence in the functions of the Board.
- Ensuring timely flow of information to the Board and its Committees to enable them discharge their functions effectively.
- Independent verification and assured integrity of financial reporting.
- Timely and balanced disclosure of all material information related to the Company to all stakeholders and protection of their rights and interests.
- A sound system of risk management and internal control.
- Compliance with applicable laws, rules and regulations in letter and spirit.

2. Board of Directors (Board)

(A) Composition and size of the Board

The Board of Directors in IBREL has been constituted in a manner which ensures appropriate mix of executive, non-executive and independent directors to ensure proper governance and management. The Board members have collective experience in diverse fields like construction, mining, finance, banking, engineering, hospitality and technology.

As on March 31, 2014, the Board consisted of nine directors, one of whom was Executive Director. The remaining eight directors were Non-Executive Directors, with five of such Directors being Independent Directors. The Chairman being a Non-Executive Director, the number of Independent Non-Executive Directors on the Board was 50% of the Board strength at any point of time during FY'14. During current FY, pursuant to restructuring of Promoters' inter se roles in Indiabulls group companies, Mr. Rajiv Rattan and Mr. Saurabh Kumar Mittal, Directors, resigned from the Directorship of the Company on July 9, 2014. The details of various directors on the Board of the Company, the nature of their directorships, the number of directorships held by them in other companies as also the number of committee memberships or chairmanships held by them on the Audit Committees and Stakeholders Relationship Committees of IBREL and other companies as on March 31, 2014, is depicted in the table given below:

CORPORATE GOVERNANCE REPORT (Contd.)

Sl. No.	Name of the Director	Category of Directorship	No. of Directorships in other Companies*	No. of Memberships/ Chairmanships in the Board Committees of various companies (including the Company)**	
				Member***	Chairman
1.	Mr. Sameer Gehlaut (DIN: 00060783)	Non-Executive Promoter Director	3	Nil	Nil
2.	Mr. Rajiv Rattan# (DIN: 00010849)	Non-Executive Promoter Director	6	2	Nil
3.	Mr. Saurabh Kumar Mittal# (DIN: 01175382)	Non-Executive Promoter Director	3	3	Nil
4.	Mr. Narendra Gehlaut (DIN: 01246303)	Executive Director	1	1	Nil
5.	Mr. Labh Singh Sitara (DIN: 01724648)	Non-Executive Independent Director	3	2	Nil
6.	Mr. Shamsher Singh Ahlawat (DIN: 00017480)	Non-Executive Independent Director	7	7	5
7.	Mr. Aishwarya Katoch (DIN: 00557488)	Non-Executive Independent Director	4	7	3
8.	Mr. Karan Singh Khera (DIN: 00017236)	Non-Executive Independent Director	7	7	4
9.	Mr. Prem Prakash Mirdha (DIN: 01352748)	Non-Executive Independent Director	4	4	Nil

Resigned from the Directorship of the Company w.e.f. July 9, 2014.

* Does not include directorships held in private limited companies and foreign companies.

** Only memberships/chairmanships of the Audit Committees and Stakeholders Relationship Committee in various public limited companies, considered.

*** This includes the chairmanship in the Committees.

Except Mr. Narendra Gehlaut, who is brother of Mr. Sameer Gehlaut, no other Director is related to each other.

(B) Details of Board Meetings and the last Annual General Meeting and attendance record of Directors thereat

During the FY 2013-14 the Board of IBREL met 12 (Twelve) times. The dates of the Board meetings were April 25, 2013, May 30, 2013, July 14, 2013, July 24, 2013, July 26, 2013, August 14, 2013, September 3, 2013, October 22, 2013, December 27, 2013, January 30, 2014, March 6, 2014 and March 25, 2014.

The last Annual General Meeting (AGM) of the Company was held on September 30, 2013.

A table depicting the attendance of Directors at various Board Meetings and the AGM held during financial year 2013-14, is given below:

Sl. No.	Name of the Director	No. of Board Meetings attended	Attendance at the last AGM
1.	Mr. Sameer Gehlaut	4	No
2.	Mr. Rajiv Rattan#	6	Yes
3.	Mr. Saurabh Kumar Mittal#	8	Yes
4.	Mr. Narendra Gehlaut	12	Yes
5.	Mr. Labh Singh Sitara	6	No
6.	Mr. Shamsher Singh Ahlawat	12	Yes
7.	Mr. Aishwarya Katoch	10	Yes
8.	Mr. Karan Singh Khera	11	Yes
9.	Mr. Prem Prakash Mirdha	11	Yes

Resigned from the Directorship of the Company w.e.f. July 9, 2014.

CORPORATE GOVERNANCE REPORT (Contd.)

(C) Code of Conduct

The Board has laid down a Code of Conduct for all Board members and Senior Management Personnel of the Company. The Code of Conduct is available on the website of the company <http://realestate.indiabulls.com>. All Board members and Senior Management Personnel have affirmed compliance with the Code of Conduct. A declaration signed by Mr. Narendra Gehlaut, the Vice Chairman of the Company to this effect is enclosed at the end of this Report.

The Code of Conduct seeks to ensure that the Directors and the Senior Management Personnel observe a total commitment to their duties and responsibilities while ensuring a complete adherence with the applicable statutes on one hand and values and ethics on the other.

3. COMMITTEES OF THE BOARD

The Board constituted committees namely, Audit Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee to act in accordance with the terms of reference determined by the Board. Meetings of each of these Committees are convened by the respective Chairman. Matters requiring Board's attention/approval are placed before the Board. The role, the composition of these Committees including the number of meetings held during the financial year 2013-14 and the related attendance detail are provided hereunder.

(A) Audit Committee

Composition

As of March 31, 2014, the Audit Committee was comprised of three members namely Mr. Shamsher Singh Ahlawat as the Chairman, Mr. Aishwarya Katoch and Mr. Saurabh Kumar Mittal, all Non-Executive Directors. Two out of three members comprising the committee i.e. Mr. Shamsher Singh Ahlawat and Mr. Aishwarya Katoch were Independent Directors. However, due to resignation of Mr. Saurabh Kumar Mittal from the Board on July 9, 2014, the Committee was reconstituted, with Mr. Karan Singh Khara replacing Mr. Saurabh Kumar Mittal as a member of the Committee. All the members of reconstituted committee are Independent Directors. Mr. Ravi Telkar, Company Secretary, also acts as the Secretary to the Audit Committee.

Terms of reference of the Audit Committee

The terms of reference of the Audit Committee, *inter-alia*, includes:

- To oversee the financial reporting process and disclosure of financial information;
- To review with management, quarterly and annual financial statements and ensure their accuracy and correctness before submission to the Board;
- To review with management and internal auditors, the adequacy of internal control systems, approving the internal audit plans and reviewing the efficacy of their function, discussion and review of periodic audit reports including findings of internal investigations;
- To recommend the appointment of the internal and statutory auditors and fixing their remuneration;
- To hold discussions with the Statutory and Internal Auditors to decide the scope of audit.
- Review and monitoring of the auditor's independence and performance, and effectiveness of audit process;
- Examination of the auditors' report on financial statements of the Company before (in addition to the financial statements) before submission to the Board;
- Approval or any subsequent modification of transactions of the Company with related parties;
- Scrutiny of inter-corporate loans and investments;
- Valuation of undertakings or assets of the Company, wherever it is necessary;
- Monitoring the end use of funds raised through public offers and related matters as and when such funds are raised and also the reviewing with the management the utilization of the funds so raised, for purposes other than those stated in the relevant offer document, if any and making appropriate recommendations to the Board in this regard;
- Evaluation of the risk management systems (in addition to the internal control systems);
- Review and monitoring of the performance of the statutory auditors and effectiveness of the audit process;

CORPORATE GOVERNANCE REPORT (Contd.)

- To hold post audit discussions with the auditors to ascertain any area of concern;
- To review the functioning of the whistle blower mechanism;
- Approval to the appointment of the CFO after assessing the qualifications, experience and background etc. of the candidate.

Meetings and attendance thereat during the year

During the financial year 2013-14, the Audit Committee met four times. The dates of the meetings being April 25, 2013, July 24, 2013, October 22, 2013 and January 30, 2014.

The attendance record of committee members in respect of the meetings so held is depicted in the table given below:

Name of the Member	Meetings held	Meetings attended
Mr. Shamsher Singh Ahlawat	4	4
Mr. Aishwarya Katoch	4	4
Mr. Saurabh Kumar Mittal [#]	4	2

[#] Resigned from the Directorship of the Company w.e.f. July 9, 2014 and consequently ceased to be member of the Committee.

The Chief Financial Officer and Auditors attended the meetings by invitation.

(B) Nomination & Remuneration Committee (Formerly known as 'Remuneration Committee')

Composition

The Company has in place a Nomination & Remuneration Committee comprising of three Independent, Non-Executive Directors namely, Mr. Aishwarya Katoch, as Chairman, Mr. Prem Prakash Mirdha and Mr. Shamsher Singh Ahlawat.

Terms of reference

The terms of reference of Nomination & Remuneration Committee, *inter-alia*, includes:

- To recommend to the Board compensation terms of the Executive Directors;
- To assist the Board in determining and implementing the Company's Policy on the remuneration of Executive Directors.
- Identifying the persons who are qualified to become directors and those who may be appointed in senior management in accordance with the criteria laid down by it and recommending to the Board their appointment and removal and carrying out the evaluation of the performance of every director;
- Formulating the criteria for determining the qualifications, positive attributes and independence of a director.

Meetings and attendance thereat during the year

During the year, no meeting of the Committee was held.

Remuneration Policy

Company's Remuneration Policy is market-led and takes into account the competitive circumstances of the business so as to attract and retain quality talent and leverage performance significantly.

Directors' Remuneration

(i) Remuneration of Executive Directors

The table given below specifies the details of remuneration package of Executive Directors and their relationship with other Directors on the Board:

Name of the Director	Relationship with other Directors	₹ (Per Annum)	
		Salary and allowances	Monetary Value of perquisites
Mr. Narendra Gehlaut	Brother of Mr. Sameer Gehlaut	35,567,095	10,880,000

CORPORATE GOVERNANCE REPORT (Contd.)

Notes:

1. Components of the salary includes the Basic salary, House rent allowance and perquisites in the shape of Rent-free accommodation, Gratuity and Leave encashment etc. as per the Company rules.
2. The figures given in respect of perquisites, represents either the actual expenditure incurred or the annualized figures for provisions made by the Company for the financial year 2013-14.
3. The terms and conditions of service of Executive Director are contractual in nature and are governed by applicable rules and policy of the Company.

(ii) Remuneration of Non-Executive Directors

Non-Executive Directors have not been paid any remuneration/sitting fees during the financial year 2013-14.

(C) Stakeholders Relationship Committee (Formerly known as Share Transfer cum 'Shareholders'/ Investors' Grievance Committee')

Composition

As of March 31, 2014, the Stakeholders Relationship Committee was comprised of three directors namely, Mr. Aishwarya Katoch, Mr. Rajiv Rattan and Mr. Karan Singh Khera. Mr. Aishwarya Katoch, an Independent Director, is the Chairman of the Committee. During FY 2013-14, Mr. Sameer Gehlaut was replaced by Mr. Karan Singh Khera, an Independent Director, as a member of the Committee. Subsequently, due to resignation of Mr. Rajiv Rattan from the Board on July 9, 2014, the Committee was again reconstituted, with Mr. Narendra Gehlaut replacing Mr. Rajiv Rattan as a member of the Committee.

Terms of Reference

The scope, terms of reference and functioning of the Committee is as per areas prescribed by Clause 49 of the Listing Agreement. One of the primary functions carried out by the Committee is to approve requests for share transfers and transmissions and those pertaining to remat of shares/sub-division/consolidation/issue of renewed and duplicate share certificates etc. For this purpose, the required authority has been delegated to Mr. Karan Singh Khera.

The Committee oversees all matters encompassing the shareholder / investor related issues.

Meetings and attendance thereat during the year

During the financial year 2013-14, the Stakeholders Relationship Committee met four times. The dates of the meetings were April 4, 2013, July 8, 2013, October 4, 2013 and January 3, 2014.

The attendance record of committee members in respect of the meetings so held is depicted in the table given below:

Name of the Member	No. of Meetings held during tenure	No. of Meetings attended
Mr. Aishwarya Katoch	4	4
Mr. Rajiv Rattan [#]	4	2
Mr. Sameer Gehlaut	2	Nil
Mr. Karan Singh Khera	2	2

[#] Resigned from the Directorship of the Company w.e.f. July 9, 2014 and consequently ceased to be member of the Committee.

Name and designation of Compliance Officer

Mr. Ravi Telkar, Company Secretary, is the Compliance Officer pursuant to clause 47(a) of the Listing Agreement with Stock Exchanges.

CORPORATE GOVERNANCE REPORT (Contd.)

Details of queries / complaints received and resolved during the year 2013-14

Sl. No.	Nature of the Complaint	Complaints received	Complaints redressed
1.	Letter from SEBI / Stock Exchange	9	9
2.	Non-receipt of Dividend	142	142
3.	Non-receipt of Annual Report	14	14

(D) CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

Composition

A Corporate Social Responsibility Committee of the Board of Directors (Board) of the Company was constituted with Mr. Karan Singh Khara as its Chairman and Mr. Saurabh Kumar Mittal and Mr. Narendra Gehlaut as members (CSR Committee). However, due to resignation of Mr. Saurabh Kumar Mittal from the Board on July 9, 2014, the Committee was reconstituted, with Mr. Shamsheer Singh Ahlawat replacing Mr. Saurabh Kumar Mittal as a member of the Committee. CSR Committee is primarily responsible for formulating and monitoring the implementation of the framework of corporate social responsibility policy and matters related to its overall governance.

Terms of Reference

The Terms of reference of the CSR Committee *inter-alia*, include:

- To recommend to the Board, the CSR activity to be undertaken by the Company;
- To approve the expenditure to be incurred on the CSR activity;
- To oversee and review the effective implementation of the CSR activity;
- To ensure compliance of all related applicable regulatory requirements.

Meetings and Attendance during the year

Since the committee was constituted in March'14, only one meeting of the Committee was held during the year on March 24, 2014, which was attended by Mr. Karan Singh Khara and Mr. Narendra Gehlaut.

4. General Body Meetings

(A) Location and time of previous three Annual General Meetings

Annual General Meeting	Date of the AGM	Location where held	Time at which held
5 th AGM	30 th of September 2011	Centaur Hotel, IGI Airport, Delhi - Gurgaon Road, New Delhi - 110 037	10:30 A.M.
6 th AGM	27 th of September 2012	Centaur Hotel, IGI Airport, Delhi - Gurgaon Road, New Delhi - 110 037	11:00 A.M.
7 th AGM	30 th of September 2013	Centaur Hotel, IGI Airport, Delhi - Gurgaon Road, New Delhi - 110 037	11:00 A.M.

(B) Details of special resolutions passed in previous three AGMs

- (1) At the 5th AGM of the Company held on September 30, 2011, five special resolutions as briefly described below, were passed:

Sl. no.	Matters covered by special resolutions
1.	Special resolution pursuant to section 81(1A) and other applicable provisions, if any, of the Companies Act, 1956, Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, the Articles of Association of the Company and of other applicable statutes, if any, to create, issue, offer and allot at any time or

CORPORATE GOVERNANCE REPORT (Contd.)

	from time to time, directly or through a trust, to the Eligible Employees of the Company and its subsidiaries and the Directors of the Company and its subsidiaries, whether whole-time or not (except the promoter directors or directors holding by themselves or through the relatives or any body corporate, 10% or more of the outstanding equity share capital of the Company) stock options not exceeding 15,000,000 in number, representing 15,000,000 equity shares of face value ₹ 2/- each of the Company, in one or more tranches, under the Scheme titled 'Indiabulls Real Estate Limited Employee Stock Option Scheme - 2011' ("IBREL ESOP-2011").
2.	Special resolution pursuant to section 81(1A) and other applicable provisions, if any, of the Companies Act, 1956, Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, the Articles of Association of the Company and of other applicable statutes, if any, to create, issue, offer and allot at any time or from time to time, directly or through a trust, to the permanent employees of the subsidiaries of the Company and the Directors of the subsidiaries of the Company whether whole-time or not (except promoter directors or directors holding by themselves or through the relatives or any body corporate, 10% or more of the outstanding equity of the Company), stock options under the Scheme titled 'Indiabulls Real Estate Limited Employee Stock Option Scheme - 2011' ("IBREL ESOP-2011").
3.	Special resolution pursuant to section 81(1A) and other applicable provisions, if any, of the Companies Act, 1956, Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, the Articles of Association of the Company and of other applicable statutes, if any, to identify specific Eligible Employees and grant options, during any one year, equal to, or exceeding, 1% of the issued capital (excluding outstanding warrants and conversions) of the Company at the time of grant under the 'Indiabulls Real Estate Limited Employee Stock Option Scheme - 2011' ("IBREL ESOP-2011").
4.	Special Resolution pursuant to the applicable provisions of the Companies Act, 1956, Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, the Articles of Association of the Company and other applicable statutes, if any, for amending the Stock Option Schemes namely 'Indiabulls Real Estate Limited Employees Stock Option Scheme 2006' and 'Indiabulls Real Estate Limited Employees Stock Option Scheme 2008 (II)', so as to provide that the exercise price under the respective Stock Option Schemes, shall be the market price of the equity shares of the Company, being the latest available closing price, prior to the date of grant or the price as may be decided by the Board.
5	Special Resolution pursuant to Section 314(1) of the Companies Act, 1956, for approving appointment and remuneration of Mr. Saurabh Kumar Mittal, Director and Vice-Chairman of the Company, on holding of an office or place of profit in a subsidiary company, Indiabulls Realtech Limited w.e.f. February 1, 2011.

(2) At the 6th AGM of the Company held on September 27, 2012, no special resolution was passed.

(3) At the 7th AGM of the Company held on September 30, 2013, no special resolution was passed.

(C) Postal Ballot

(i) Special resolutions passed through Postal Ballot during the financial year 2013-14:

During the financial year 2013-14, no resolution was passed by the Company through Postal Ballot.

(ii) Procedure for Postal Ballot

For conducting a postal ballot, notice specifying the resolutions proposed to be passed through postal ballot as also the relevant explanatory statement and the postal ballot forms, are dispatched to all the shareholders along with self addressed postage pre-paid envelope. The shareholders are requested to send back the postal ballot forms duly filled up and signed, in the postage pre-paid envelopes provided to them by the Company, so as to reach the Scrutinizer (in whose name the envelopes are marked) on or before the 30th day from the date of issue of notice by the company.

CORPORATE GOVERNANCE REPORT (Contd.)

The Scrutinizer compiles the postal ballot result out of the postal ballot forms found valid and hands over the results to the Chairman. The Chairman thereupon declares the result of the postal ballot and the same is displayed on a notice board at the Registered office of the Company.

5. Disclosures

(i) Details on materially significant related party transactions

Details of materially significant related party transactions made during the financial year 2013-14, are contained in the Notes to the annual accounts which form a part of the Annual Report.

(ii) Details of non-compliance, penalties etc. imposed by Stock Exchange, SEBI etc. on any matter related to capital markets, during the last three years

There has been no instance of any non-compliance by the Company on any matter related to capital markets, and hence, no penalties or strictures have been imposed on the Company by SEBI or the Stock Exchanges or any other statutory authority on any such matter.

(iii) Whistle Blower policy and affirmation that no personnel have been denied access to the Audit Committee

The Company has in place a highly effective Whistle blower policy which sets out the process and mechanism whereby employees at various levels in the organization can bring to the notice of the management any violations of the applicable laws/regulations as also any unethical or unprofessional conduct.

All such reports are taken up for consideration at appropriate intervals depending upon the gravity of the matter reported so that adequate remedial measures can be initiated in the right earnest, at the appropriate levels.

In order to encourage the employees to freely air their views and voice their concerns on various matters and to prevent any victimization of the employees, identity of the employees is kept strictly confidential.

Further, in order to enable the employees to easily communicate their concerns, the Company has joined the 'Corporate Whistleblower Initiative' (CWI) – an independent initiative, aimed at facilitating communication between the organization and its stakeholders. Employees can log on to www.cwiportal.com and lodge their concerns or complaints effectively through this portal. The CWI acts as an objective interface in such endeavour of Company, which aims at a totally unbiased evaluation and follow-up of employee concerns.

It would be important to mention here that the Audit committee set by the Board constitutes a vital component of the whistle blower mechanism and instances of financial misconduct if any, are reported to the Audit committee. No employee is denied access to the Audit Committee.

(iv) Details of compliance with mandatory requirements and adoption of the non-mandatory requirements of this clause

The Company has complied with all the mandatory requirements of Clause 49 of the Listing Agreement. The details of these compliances have been given in the relevant sections of this Report. The status on adoption of the non-mandatory requirements is given at the end of the Report.

6. Means of Communication

(i) **Publication of Results:** The quarterly/annual results of the Company are usually published in the leading newspapers viz; Financial Express and Jansatta.

(ii) **News, Release etc.:** The Company has its own website <http://realestate.indiabulls.com>, and all vital information relating to the Company and its performance including financial results, press releases pertaining to important developments, performance updates and corporate presentations etc. are regularly posted on the website.

(iii) **Investor Relations:** The Company's website contains separate dedicated section "Investors" where Shareholders & Media related information is available.

(iv) **Management's Discussion and Analysis Report:** The same has been included in a separate section, which forms a part of the Annual Report.

CORPORATE GOVERNANCE REPORT (Contd.)

7. General Shareholders' Information

(A) Company Registration Details

The Company is registered in the State of Delhi, India. The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is L45101DL2006PLC148314.

(B) Date, Time and Venue of AGM

The date, time and venue of the ensuing AGM have been indicated in the Notice convening the meeting which is annexed to the Annual Report.

(C) Profile of Directors seeking appointment/re-appointment

(i) Justice Surinder Singh Nijjar (Retd. Justice - Supreme Court of India) (DIN: 06964806)

Justice Surinder Singh Nijjar is a retired Judge of Supreme Court of India. During his tenure as Supreme Court Justice, he was also the Chairman of Mediation and Conciliation Project Committee of Supreme Court of India. Before his elevation to Supreme Court of India, he was the Chief Justice of the High Court at Calcutta, and before that he was the acting Chief Justice of Punjab & Haryana High Court. He has also served as a Judge of Punjab & Haryana High Court and of the High Court at Bombay. Before joining the Judiciary, he practiced law in England & at the High Court at Punjab & Haryana, in India for around 19 years specializing in constitutional and writ matters. Presently he is a full time Arbitrator in International commercial arbitration as well as domestic arbitration.

Justice Nijjar is a law graduate from the University of London and also did Bar-at-Law from Middle Temple Inn, London. He was also elected as a Master of the Bench (Bencher) of Middle Temple Inn, London.

Justice Nijjar does not hold any share in the Company and he is not related to any other director of the Company.

Justice Nijjar is not on the Board of any other company.

(ii) Justice Bisheshwar Prasad Singh (Retd. Justice - Supreme Court of India) (DIN: 06949954)

Justice Bisheshwar Prasad Singh is a retired Judge of Supreme Court of India. Before his elevation to Supreme Court of India, he was the Chief Justice of Bombay High Court, and prior to which he has also served as a Judge of Patna High Court and of Karnataka High Court. Before joining the Judiciary, he practiced law for around 22 years in the Supreme Court of India specializing in civil, criminal & constitutional matters.

Justice Singh is an honors graduate from Delhi University and also holds Bachelor of Laws Degree from the Delhi University.

Justice Singh does not hold any share in the Company and he is not related to any other director of the Company.

Justice Singh is not on the Board of any other company.

(iii) Mrs. Rama Das (Ex-Member, CAT) (DIN: 06954941)

Mrs. Rama Das was a member of Indian Revenue Services and served as a Member of Central Administrative Tribunal (CAT), Bombay Bench, prior to which she served in various capacities in the Income Tax Department and retired as the Chief Commissioner of Income-Tax at Mumbai. She possesses long and varied experience of working in the Govt. During her illustrious career spanning over 33 years, she excelled in quasi-judicial and administrative functions on various posts. She has also served as the Regional Director of the Staff Selection Commission in the Ministry of Personnel and Administrative Reforms for a period of six years. During her tenure as a member of CAT, she adjudicated on disputes between the Central Govt. and employees.

Mrs. Das holds Master's in Political Science Degree from The University of Kanpur and also holds a Law Degree from Chandigarh University.

She is credited with an academic research on "Efficacy of Selection Interviews in government and private sector organizations in India".

Presently she is actively involved in Educational and N.G.O. activities.

Mrs. Das does not hold any share in the Company and she is not related to any other director of the Company.

Mrs. Das is not on the Board of any other company.

CORPORATE GOVERNANCE REPORT (Contd.)

(iv) Mr. Narendra Gehlaut (DIN: 01246303)

Mr. Narendra Gehlaut, the Vice-Chairman of the Company, has years of leadership experience in Construction Industry and the Indian Real Estate market. The Company has grown significantly under his leadership & guidance, meriting his re-appointment, as such, on the Board of the Company. Prior to his joining Indiabulls, he had set up, owned and operated one of India's leading mining and construction material processing Companies.

Mr. Gehlaut is a Graduate in Electrical Engineering from Delhi College of Engineering and also a law graduate from University of Delhi.

Mr. Gehlaut holds 12,00,000 equity shares in the Company. He is brother of Mr. Sameer Gehlaut, Chairman and Director of the Company.

Mr. Narendra Gehlaut is also on the Board of Selene Infrastructure Limited, Cloacina Insurance Agents Private Limited, Jyestha Infrastructure Private Limited, Kritikka Infrastructure Private Limited, Orthia Developers Private Limited, Dahlia Infrastructure Private Limited, Orthia Constructions Private Limited, Orthia Land Development Private Limited, Powerscreen Media Private Limited, Gloxinia Infrastructure Private Limited, Azalea Infrastructure Private Limited, Calleis Constructions Private Limited, Calleis Properties Private Limited, Titan Projects Private Limited, Cleta Buildtech Private Limited, Cleta Properties Private Limited, Calleis Infracon Private Limited, Calleis Infraestate Private Limited, Calleis Land Development Private Limited, Calleis Commercial Estate Private Limited, Tupelo Infrastructure Private Limited, Tupelo Land Development Private Limited, Tupelo Constructions Private Limited, Flowering Spaces Private Limited, Orthia Properties Private Limited Keysha Mining Private Limited, Ayken Mining Private Limited and Zekova Builders Private Limited. He is a Member of Corporate Social Responsibility Committee and Stakeholders Relationship Committee of the Company, Member of Corporate Social Responsibility Committee of Orthia Developers Private Limited, and a Member of the Audit Committee of Selene Infrastructure Limited. He is the Chairman of Corporate Social Responsibility Committee of Orthia Land Development Private Limited.

(v) Mr. Vinesh Kumar Jairath (Ex-IAS Officer) (DIN: 00391684)

Mr. Vinesh Kumar Jairath, was a member of Indian Administrative Services and served as the Principal Secretary (Industries), Government of Maharashtra. He has over 25 years of experience in public administration, infrastructure, finance, industry, urban development, environmental management and a touch of the private sector occupying various important positions in the Government of India and the State Government of Maharashtra.

Mr. Jairath holds Bachelor of Arts Degree in Public Administration and Bachelor of Laws Degree, both, from the Punjab University, Masters in Economics from the University of Manchester, UK and joined Indian Administrative Service in 1982.

Mr. Jairath does not hold any share in the Company and he is not related to any other director of the Company.

Mr. Jairath is on the Board of Tata Motors Ltd, as an Independent Director. He is also a member of the Audit Committee and the Chairman of its Stakeholders Relationship Committee.

(vi) Mr. Gurbans Singh (Ex-IRS Officer) (DIN: 06667127)

Mr. Gurbans Singh was a member of Indian Revenue Services (Customs & Central Excise) and served as a Commissioner of Customs, Delhi. He has over 22 years of rich and varied experience at different senior level positions with the Government of India in the areas of Customs, Central Excise and Service Tax.

Mr. Singh is a gold medalist post graduate in Economics from Punjab University, Chandigarh. He was a recipient of Nehru Centenary Fellowship in the year 1993-94 and during this period, he took M.Sc. in Fiscal Studies from University of Bath, U.K.

Mr. Singh does not hold any share in the Company and he is not related to any other director of the Company.

Mr. Singh is on the Board of Indiabulls Infrastructure Private Limited, Kenneth Builders & Developers Limited, Bridget Builders & Developers Limited and Catherine Builders & Developers Limited.

(vii) Mr. Ashok Kacker (Ex-IRS Officer) (DIN: 01647408)

Mr. Ashok Kacker was a member of Indian Revenue Services and served as the Chief Commissioner of

CORPORATE GOVERNANCE REPORT (Contd.)

Income Tax. He has over 30 years of rich and varied experience with the Government of India in the areas of Public Administration, Finance, International Taxations, Mergers and Acquisitions, Capital and Financial Markets, occupying senior positions, both, in several executive capacities as well as policy formulation roles, including a six years (1995-2001) stint as Executive Director with Securities Exchange Board of India (SEBI) and in various capacities in committees set up by SEBI.

Mr. Kacker holds a Master's Degree in Physics from the University of Allahabad and joined Indian Revenue Services in 1974.

Mr. Kacker holds 2,10,000 shares in the Company and he is not related to any other director of the Company.

Mr. Kacker is on the Board of Max India Limited, as its Independent Director and also on the Boards of Indiabulls Assets Management Company Limited, Indiabulls Industrial Infrastructure Limited, Indiabulls Venture Capital Management Limited, Salins Commodities Private Limited, Inventive Green Technology Solutions Private Limited and Golden Greens Golf & Resorts Limited. He is the Founder and Managing Partner of A.K. Advisors and Consultants, an Advisory Company, in the area of Financial Services.

(viii) Brig. (Retd.) Labh Singh Sitara (DIN: 01724648)

Brigadier (Retd.) Labh Singh Sitara, had a career spanning three decades in Indian Army during which he led troops both in war and peace. Brig Sitara has also been awarded Dhyani Chand Award, which is India's highest award for lifetime achievement in sports and games and had also won three medals in the Asian Games.

He is an Honorary Sports Advisor to the Sports Department of the Government of Punjab and is also a member of the Punjab Sports Council and Vice President of District Sainik Welfare Department of the Government of Punjab.

Brig Sitara holds a bachelor degree in economics from Punjab University, Chandigarh. As a distinguished army officer and an Olympian, he has undergone staff training at the Defence Services Staff College, Wellington, Nilgiris.

Brig. Sitara does not hold any shares in the Company and he is not related to any of the Directors on the Board of the Company.

Brig. Sitara is also on the Board of Indiabulls Securities Limited, Lucina Land Development Limited and Indiabulls Power Limited. He is member of Compensation Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee of Indiabulls Power Limited. He is also member of Stakeholders Relationship Committee of Indiabulls Securities Limited. He is the Chairman of Corporate Social Responsibility Committee of Lucina Land Development Limited.

(ix) Mr. Shamsher Singh Ahlawat (DIN: 00017480)

Mr. Shamsher Singh Ahlawat, an Ex-banker, retired at a senior managerial position from State Bank of India. He has over 20 years of rich and varied experience at different senior level positions with the Bank in the areas of Commercial Banking, Merchant Banking and Credit Division.

Mr. Ahlawat holds a post graduate degree in history from St. Stephens College, New Delhi.

Mr. Ahlawat does not hold any share in the Company and he is not related to any other Director on the Board of the Company.

Mr. Ahlawat is also on the Board of Store One Retail India Limited, Indiabulls Constructions Limited, Indiabulls Wholesale Services Limited, Elena Power And Infrastructure Limited, Indiabulls Realtech Limited, Indiabulls Housing Finance Limited and Indiabulls Power Limited. He is also Chairman of Audit Committee and member of Nomination & Remuneration Committee, Corporate Social Responsibility Committee and Compensation Committee of the Company. He is also Chairman of Audit Committee and Corporate Social Responsibility Committee and also member of Nomination & Remuneration Committee and Compensation Committee of Store One Retail India Limited. He is Chairman of Audit Committee, Compensation Committee, Corporate Social Responsibility Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee of Indiabulls Power Limited. He is also Chairman of Corporate Social Responsibility Committee and member of Audit Committee and Nomination & Remuneration Committee of Indiabulls Realtech Limited. He is also Chairman of Nomination & Remuneration Committee, Compensation Committee and Corporate Social Responsibility Committee

CORPORATE GOVERNANCE REPORT (Contd.)

and member of Audit Committee and Stakeholders Relationship Committee of Indiabulls Wholesale Services Limited. He is also Chairman of Audit Committee and Compensation Committee and member of Nomination & Remuneration Committee of Indiabulls Housing Finance Limited. He is also member of Corporate Social Responsibility Committee of Elena Power and Infrastructure Limited.

(x) Mr. Aishwarya Katoch (DIN: 00557488)

Mr. Aishwarya Katoch, is in the hotel industry and managing leisure and heritage hotels across the country. He has over 20 years of rich and varied experience in the areas of administration, finance, regulatory and projects execution.

He holds a bachelor's degree in business administration and merchandising from American College of Applied Arts, London.

Mr. Katoch does not hold any share in the Company and he is not related to any other Director on the Board of the Company.

Mr. Katoch is also on the Board of Indiabulls Securities Limited, Store One Retail India Limited, Indiabulls Distribution Services Limited, Royal Expeditions Private Limited and Royal Kangra Consultants Private Limited. He is Chairman of Stakeholders Relationship Committee, Nomination & Remuneration Committee and Compensation Committee and member of Audit Committee of the Company. He is also Chairman of Stakeholders Relationship Committee, Nomination & Remuneration Committee and Compensation Committee and member of Audit Committee of Store One Retail India Limited. He is also Chairman of Nomination & Remuneration Committee and Corporate Social Responsibility Committee and member of Audit Committee and Compensation Committee of Indiabulls Securities Limited. He is also Chairman of Corporate Social Responsibility Committee of Indiabulls Distribution Services Limited.

(D) Date of Book Closure

Information about the Book Closure dates has been provided in the Notice convening the AGM, which is annexed to Annual Report.

(E) Dividend Payment

During the FY 2013-14, an Interim Dividend of ₹ 2/- per equity share, a 2nd Interim Dividend of Re. 1/- per share, and a 3rd Interim Dividend of Re. 1/- per share (on face value of ₹ 2/- each) was declared by the Board, which was duly paid to the shareholders by the Company in terms of the provisions of the Companies Act, 1956 and applicable provisions of the Companies Act, 2013.

Aforesaid Interim Dividends are to be confirmed by the shareholders as Final Dividends for the FY 2013-14, at the ensuing Annual General Meeting.

(F) (i) Distribution of shareholding as on March 31, 2014

Sl. No.	Shareholding of nominal value (₹)	No. of holders	% to total holders	Value in ₹	% to nominal value
	From To				
1	1 - 5,000	97990	97.56	39,254,952	4.63
2	5,001 - 10,000	1214	1.21	8,883,076	1.05
3	10,001 - 20,000	538	0.54	7,957,138	0.94
4	20,001 - 30,000	159	0.16	3,973,452	0.47
5	30,001 - 40,000	102	0.10	3,597,166	0.42
6	40,001 - 50,000	60	0.06	2,701,386	0.32
7	50,001 - 1,00,000	126	0.12	9,213,416	1.09
8	1,00,001 and above	248	0.25	772,440,892	91.09
	TOTAL	100437	100.00	848,021,478	100.00

CORPORATE GOVERNANCE REPORT (Contd.)

(ii) Shareholding pattern as on March 31, 2014

Sl. No.	Category	No. of Shares	% holding
1.	Promoters	209,124,849	49.32
2.	Banks & Mutual Funds	1,410,132	0.33
3.	FII's	108,202,412	25.52
4.	Private Bodies Corporate	45,077,094	10.63
5.	Indian Public	29,523,038	6.96
6.	NRI's / OCB's	1,604,132	0.38
7.	GDRs (Shares underlying)	485,267	0.12
8.	Other foreign entities	918,604	0.22
9.	Others	27,665,211	6.52
	TOTAL	424,010,739	100.00

(G) Dematerialization of shares and liquidity

Equity Shares of the Company are compulsorily traded in dematerialized form and are available for trading under both the depositories i.e. NSDL and CDSL.

As on March 31, 2014, 99.99% Equity shares of the Company representing 423,975,197 shares, out of a total of 424,010,739 Equity shares, were held in dematerialized form and the balance 35,542 shares were held in physical form.

(H) Outstanding GDRs/Warrants/Stock Options

The number of outstanding GDRs as on March 31, 2014 was 650,703. Each GDR represents one equity share of ₹ 2 each in the Company.

An aggregate of 4,392,000 stock options, granted under Company's ESOP Schemes were outstanding as on March 31, 2014, which are exercisable as per the vesting schedule of respective ESOP Schemes. As and when these options get exercised, the equity share capital of the Company will stand increased accordingly.

(I) Listing on Stock Exchanges

The Company's securities are listed on the following stock exchanges as of March 31, 2014:

Equity Shares	Global Depository Receipts (GDRs)
BSE Limited (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001 National Stock Exchange of India Limited (NSE) "Exchange Plaza", Bandra-Kurla Complex, Bandra (E), Mumbai – 400 051	Luxembourg Stock Exchange Societe de la Bourse de Luxembourg, 11, av. de la Porte – Neuve, L-2227, Luxembourg

(J) Stock Code

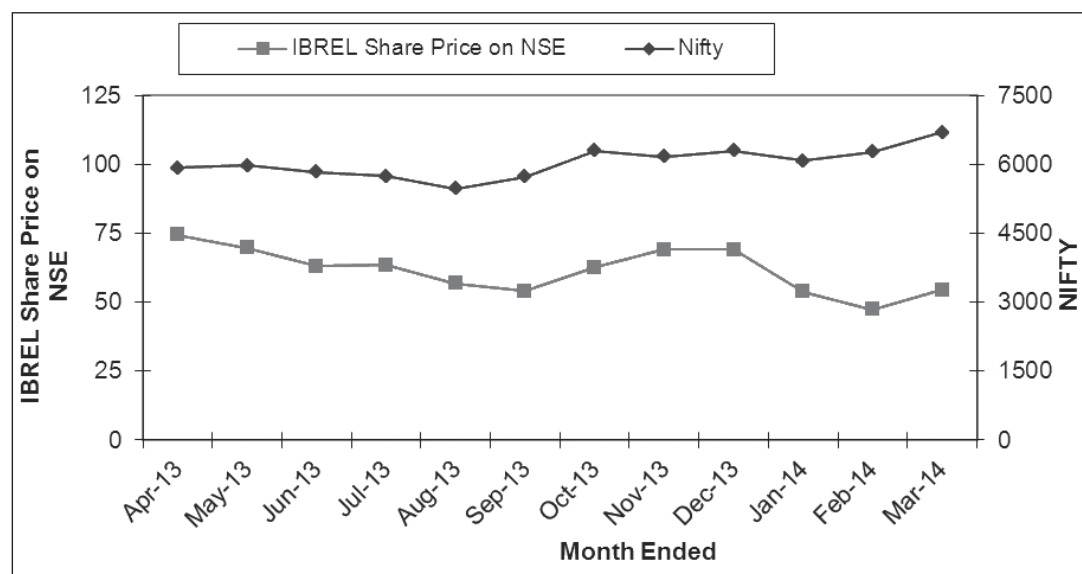
BSE Limited	– 532832
National Stock Exchange of India Limited	– IBREALEST
ISIN for Dematerialisation	– INE069I01010

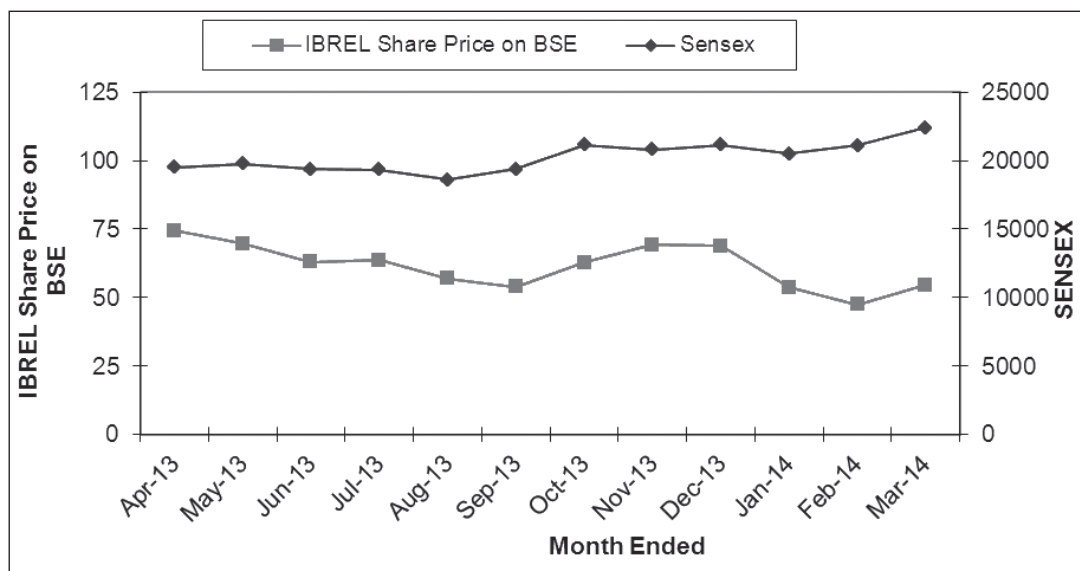
CORPORATE GOVERNANCE REPORT (Contd.)

(K) Stock Market Price at National Stock Exchange of India Limited (NSE) and BSE Limited (BSE)

Month	Share Prices at NSE		Share Prices at BSE	
	High (₹)	Low (₹)	High (₹)	Low (₹)
April 2013	76.45	50.20	76.25	50.15
May 2013	87.30	68.50	87.30	68.75
June 2013	76.65	57.80	76.60	57.80
July 2013	75.60	60.10	75.50	60.10
August 2013	65.05	52.50	65.05	52.70
September 2013	66.10	52.55	66.00	52.55
October 2013	70.90	53.90	70.70	53.90
November 2013	74.10	60.75	74.10	60.80
December 2013	72.20	63.85	72.20	63.90
January 2014	73.80	51.75	73.80	51.90
February 2014	53.90	45.10	54.50	45.10
March 2014	57.50	46.80	57.50	46.95

(L) Comparison of Company's share price with the broad-based indices viz. NSE Nifty & BSE Sensex.



CORPORATE GOVERNANCE REPORT (Contd.)

(M) Registrar and Transfer Agents

M/s Karvy Computershare Private Limited are acting as the Registrar and Transfer Agents of the Company for handling the share related matters both in physical and dematerialised mode.

The contact details are as under:

Karvy Computershare Private Limited

(Unit: Indiabulls Real Estate Limited)

Plot no. 17-24, Vittal Rao Nagar,
Madhapur, Hyderabad - 500 081.

Contact Person: Ms. Shobha Anand, Asst. Gen. Manager

Tel no.: 040-44655000 / 23420815-825

Fax no. 040-23420814

E-mail: einward.ris@karvy.com

(N) Share Transfer System

For speedy processing of share transfers, the Board has delegated powers to approve share transfers to the Stakeholders Relationship Committee. The share transfer requests are processed on timely basis, thereby ensuring that share transfers are processed and the transferred certificates are sent to the concerned investors well within the stipulated time as prescribed under the Listing Agreements.

(O) Address for Correspondence
(i) Registered Office:

Indiabulls Real Estate Limited
M - 62 & 63, First Floor,
Connaught Place, New Delhi - 110 001

(ii) Corporate Offices:

Indiabulls Finance Center,
Tower 1, Elphinstone Mills,
Senapati Bapat Marg, Elphinstone Road,
Mumbai - 400 013, Maharashtra

"Indiabulls House"

448-451, Udyog Vihar, Phase V,
Gurgaon - 122 016, Haryana

CORPORATE GOVERNANCE REPORT (Contd.)

8. Compliance Certificate from Practicing Company Secretary

Certificate from a Practicing Company Secretary, certifying the Company's compliance with the provisions of Corporate Governance as stipulated under clause 49 of the Listing Agreement, is annexed to and forms a part of this report.

The certificate is also being forwarded to the Stock Exchanges in India where the securities of the Company are listed.

9. Chief Executive Officer (CEO) & Chief Financial Officer (CFO) Certification

The Certificate referred to under clause 49 (V) of the Listing Agreement duly signed by the Vice Chairman and CFO has been submitted to the Board.

10. Non-Mandatory Requirements

(A) Non –Executive Chairman

The Company has a non-executive Chairman and hence, the requirements recommended as to a Non-executive Chairman under the clause 49, have been adopted by the Company.

(B) Nomination & Remuneration Committee

The Company has a properly constituted Nomination & Remuneration Committee in place. For details as to the constitution of the Nomination & Remuneration Committee and the functional responsibility vested in it, please refer to point no. 3(B) in the earlier part of this Report.

(C) Shareholders Rights

The Company publishes its quarterly / annual financial results in leading newspapers with wide distribution across the country and regularly updates the same on its public domain website.

(D) Unqualified Financial Statements

The Auditors' Report on the annual accounts of the Company does not contain any qualification from the Statutory Auditors, and it shall be the endeavour of the Company to continue the trend by building up accounting systems and controls which ensure complete adherence to the applicable accounting standards and practices obviating the possibility of the Auditors qualifying their report as to the audited accounts.

(E) Whistle Blower Policy

The Company has a well-established Whistle blower policy in place, which lays down an effective mechanism for the employees to report violations of laws, rules, regulations as also unethical conduct, at the appropriate management levels for taking timely and appropriate actions in respect thereof, without loss of time. For a detailed description of the whistle blower policy, please refer to point no. 5 (iii) in the earlier part of this report.

At present, the Company has not adopted the non-mandatory requirements as to any of the other matters recommended under Annexure 1D to the Clause 49 of the listing agreements with the Stock Exchanges.

ANNUAL DECLARATION BY THE CEO PURSUANT TO CLAUSE 49(I)(D)(ii) OF THE LISTING AGREEMENT

In terms of Clause 49(I)(D)(ii) of the Listing Agreement, I hereby declare that all the Board Members and Senior Management personnel of the Company have affirmed compliance with the Company's Code of Business Conduct and Ethics, for the financial year 2013-14.

Sd/-

Narendra Gehlaut
Vice Chairman

Date: August 26, 2014

Place: New Delhi

CORPORATE GOVERNANCE REPORT (Contd.)

CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To the Members of **Indiabulls Real Estate Limited**,

We have examined the compliance of conditions of Corporate Governance by Indiabulls Real Estate Limited ("the Company"), for the year ended March 31, 2014, as stipulated in Clause 49 of the Listing Agreement entered into by the Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion, and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement entered into by the Company with the Stock Exchanges.

We state that there was no outstanding investor grievances as on March 31, 2014 as per the records maintained by the Company and its Registrar and Share Transfer Agent.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **S. Khandelwal & Co.**
Company Secretaries

Sanjay Khandelwal

Proprietor

C.P. No. - 6128

Membership No.: FCS-5945

Date: August 22, 2014

Place: New Delhi

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Indiabulls Real Estate Limited

Report on the Financial Statements

We have audited the attached consolidated financial statements of Indiabulls Real Estate Limited ("the Company") and its subsidiaries (the Company and its subsidiaries constitute the "Group") as which comprise the consolidated Balance Sheet as at March 31, 2014, and the consolidated Statement of Profit and Loss and the consolidated 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

Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the general circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

We report that the consolidated Financial Statements have been prepared by the Company's management in accordance with requirements of Accounting Standard 21, (Consolidated Financial Statements) as notified under the Companies (Accounting Standards) Rules, 2006, as amended.

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the

assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We however did not audit the Financial Statements of certain subsidiaries whose financial statements reflect Net total Assets of ₹ 47,166,889,441 as at March 31, 2014 and Total Revenue of ₹ 384,083,984. and Net Cash Inflow of ₹ 7,998,660 for the year then ended.

These Financials statements and other financial information have been audited by other auditors whose report has been furnished to us by the management of the group, and our opinion is based solely in the report of other auditors.

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

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:

- in the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2014;
- in the case of the Consolidated Statement of Profit and Loss, of the Profit for the year ended on that date; and
- in the case of the Consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

For **Sharma Goel & Co. LLP**
Chartered Accountants
FRN:000643N

Amar Mittal
(Partner)
M.No.017755

Place: Mumbai
Date: April 23, 2014

CONSOLIDATED BALANCE SHEET OF INDIABULLS REAL ESTATE LIMITED GROUP AS AT MARCH 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	Notes	As at March 31, 2014	As at March 31, 2013
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	5	848,021,478	848,021,478
Reserves and Surplus	6	67,891,350,741	66,940,902,206
Total of Shareholders' Fund		68,739,372,219	67,788,923,684
Minority Interest	29	98,273,027	2,358,914,709
Preference Share Capital of Subsidiary Companies	7	-	2,576,911,320
Non Current Liabilities			
Long-term Borrowings	8	24,279,172,674	18,279,990,130
Deferred Tax Liabilities	26	30,498,262	10,490,782
Other Long term liabilities	9	1,234,340,842	1,181,240,573
Long-term provisions	10	42,551,002	36,311,033
Total of Non Current Liabilities		25,586,562,780	19,508,032,518
Current Liabilities			
Short-term Borrowings	8	4,510,000,000	-
Trade Payables	11	1,461,110,045	597,308,393
Other current liabilities	9	32,330,277,793	33,559,321,804
Short-term provisions	10	1,991,175,436	1,966,068,335
Total of Current Liabilities		40,292,563,274	36,122,698,532
Total of Equity and Liabilities		134,716,771,300	128,355,480,763
ASSETS			
Non Current Assets			
Fixed Assets	12		
Tangible assets		3,029,661,993	3,150,281,049
Intangible assets		11,092,301	19,085,657
Capital work in progress		884,002,848	715,777,732
Non-current investments	13	54,818,490,984	52,624,360,631
Deferred Tax Assets	26	1,232,269,741	740,530,468
Long-term loans and advances	14	657,278,674	445,311,593
Other non-current assets	15	196,882,970	247,821,275
Total of Non Current Assets		60,829,679,511	57,943,168,405
Current Assets			
Current Investments	13	846,394,600	-
Inventories	16	46,927,365,593	49,781,664,243
Trade Receivables	17	10,162,459,264	7,228,419,677
Cash and bank balances	18	3,002,442,525	4,134,116,558
Short-term loans and advances	14	12,641,989,787	9,161,318,227
Other current assets	19	306,440,020	106,793,653
Total of Current Assets		73,887,091,789	70,412,312,358
Total of Assets		134,716,771,300	128,355,480,763
Significant accounting policies	3		
The accompanying notes are an integral part of financial statements			

As per our report of even date attached

For **Sharma Goel & Co.**
Chartered Accountants
FRN: 000643N

Amar Mittal
Partner
Membership No: 017755

Place : Mumbai
Date: April 23, 2014

For and on behalf of the Board

Sameer Gehlaut
Chairman & Director

Ravi Telkar
Company Secretary

Place : Mumbai
Date: April 23, 2014

Narendra Gehlaut
Managing Director

Anil Mittal
Chief Financial Officer

CONSOLIDATED STATEMENT OF PROFIT AND LOSS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	Notes	For the Year ended March 31, 2014	For the Year ended March 31, 2013
INCOME			
Revenue From Operations	20	17,362,413,295	13,005,581,022
Other Income	21	637,332,720	457,251,126
Total Income		17,999,746,015	13,462,832,148
EXPENSES			
Cost of Sales			
- Cost of land, plot and constructed properties		4,272,193,661	3,428,057,230
- Decrease / (Increase) in real estate projects under development		2,854,298,650	7,126,492,311
Other operating expenses	22	1,902,691,533	1,333,843,178
Employee benefits expenses	23	536,587,624	557,475,780
Finance Cost	24	2,212,763,576	2,269,071,907
Depreciation and Amortisation expenses	12	209,612,262	203,559,073
Other expenses	25	2,670,867,261	1,869,412,911
Total Expenses		14,659,014,567	10,987,524,723
Profit before tax		3,340,731,448	2,475,307,425
Tax Expenses	26		
- Current Tax (including earlier year taxes)		1,786,599,319	1,430,042,792
- Deferred Tax		(471,686,330)	(514,085,537)
Profit for the year before Minority Interest		2,025,818,459	1,559,350,170
Minority Interest		(212,625,746)	(182,628,101)
Profit for the year after Minority Interest		2,238,444,205	1,741,978,271
Earnings Per Equity Share	27		
Basic EPS		5.28	3.74
Diluted EPS		5.28	3.73
Face value Per Equity Share		2.00	2.00
Significant accounting policies	3		

The accompanying notes are an integral part of financial statements

As per our report of even date attached

For **Sharma Goel & Co.**
Chartered Accountants
FRN: 000643N

Amar Mittal
Partner
Membership No: 017755

Place : Mumbai
Date: April 23, 2014

For and on behalf of the Board

Sameer Gehlaut
Chairman & Director

Ravi Telkar
Company Secretary

Place : Mumbai
Date: April 23, 2014

Narendra Gehlaut
Managing Director

Anil Mittal
Chief Financial Officer

CONSOLIDATED CASH FLOW STATEMENT OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended March 31, 2014	For the year ended March 31, 2013
A Cash Flow from Operating Activities :		
Net Profit Before Tax	3,340,731,448	2,475,307,425
<i>Adjustments to statement of profit and loss items:</i>		
Depreciation and Amortisation expenses	223,549,191	217,528,813
Loss on Sale of Fixed Assets	3,268,618	411,964
Profit on Sale of Investments	(31,468,184)	(48,593,991)
Provision for Gratuity and Compensated Absences	4,520,835	1,412,456
Bad Debts	42,653,146	20,000
Other Borrowing Costs	251,956,248	350,561,081
Share in Loss of Associate	278,034,359	195,300,721
Dividend Income on units of mutual fund/ preference/equity shares	(89,703,422)	(50,102,307)
Interest Income on Loans and Advances	(324,326,115)	(251,629,538)
Interest Income on Fixed Deposits	(178,935,509)	(94,560,426)
Interest Expenses	1,898,126,648	1,859,828,926
Operating Profit before Working Capital Changes	5,418,407,263	4,655,485,124
<i>Working Capital changes and other adjustments</i>		
(Increase) / Decrease in Inventories, Sundry Debtors and Loans and Advances	(8,926,688,769)	2,109,642,342
Increase / (Decrease) in Trade Payables and other liabilities	3,242,047,027	2,953,218,505
Cash generated from / (used in) Operating activities	699,220,153	9,718,345,971
Income Tax (Paid) / Refund received, Net	(821,190,150)	(1,538,671,259)
Net Cash generated from / (used in) Operating Activities	(1,087,424,629)	8,179,674,712
B Cash Flow from Investing Activities :		
Purchase of Fixed Assets (including Capital Work in Progress)	(269,037,623)	(209,678,565)
Proceeds from Sale of Fixed Assets	3,534,080	4,870,839
Investments in Equity / Preference Shares / Debentures of Companies	(10,966,616,966)	-
Loans and Advances (Placed) / Received back, Net	(698,011,993)	(2,290,404,059)
Proceeds from Maturity of / (Investments in) Fixed Deposit Accounts, Net	51,188,305	1,069,084,552

CONSOLIDATED CASH FLOW STATEMENT OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended March 31, 2014	For the year ended March 31, 2013
(Investments in) / Redemption of Units of Mutual Funds, Net	-	60,000,000
Dividend received on units of mutual fund/ preference/equity shares	89,703,422	50,102,307
Interest Received on Loans and Advances	131,823,099	197,480,380
Interest Received on Fixed Deposits	171,792,158	106,070,500
Net Cash generated from / (used in) Investing Activities	(11,485,625,518)	(1,012,474,046)
C Cash Flow from Financing Activities		
Buyback of Equity Share Capital	-	(2,732,038,863)
Proceeds from issue of Equity Shares by Subsidiary Company/ies	-	141,223,680
Proceeds of Compulsorily Convertible Debentures issued by Subsidiary Company	110,723,000	358,776,320
Proceeds from / (Repayment of) Unsecured Loans, Net	4,510,000,000	(2,558,750,000)
Proceeds from / (Repayment of) Secured Loans, Net	12,755,790,544	2,748,600,000
Dividend paid on Equity Share Capital	(1,526,042,956)	-
Corporate Dividend Tax paid on Dividend on Equity Share Capital	(324,679,500)	-
Interest Paid	(3,369,443,798)	(1,925,933,786)
Net cash generated from / (used in) Financing Activities	12,156,347,290	(3,968,122,649)
D Exchange difference on translation of balances denominated in foreign currency	131,673,424	77,609,319
E Net (Decrease) / Increase in Cash and Cash Equivalents (A+B+C+D)	(285,029,433)	3,276,687,336
F Cash and Cash Equivalents at the beginning of the year	4,133,866,558	857,399,875
G Opening Cash and Cash equivalents of Indiabulls Infrastructure Development Limited Demerged	-	220,653
H Cash and Cash Equivalents at the end of the year (E + F - G)	3,848,837,125	4,133,866,558

Note:-

- The above Cash Flow Statement has been prepared under the " Indirect Method " as set out in Accounting Standard 3 (AS 3) on Cash Flow Statements as notified under the Companies (Accounting Standards) Rules, 2006 as amended.

CONSOLIDATED CASH FLOW STATEMENT OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

2 Cash and Cash Equivalents includes:

	As at March 31, 2014	As at March 31, 2013
Cash on hand	47,933,720	47,788,811
Bank Balances		
In Current Accounts	1,706,338,024	3,750,767,408
In Fixed Deposit Accounts	1,440,137,047	581,388,722
In unclaimed dividend accounts	4,916,704	1,992,892
Current Investments in Units of Mutual Funds	846,394,600	-
	4,045,720,095	4,381,937,833
Less : Balance with bank in Fixed Deposit Accounts with original maturity of more than 3 months.	(196,882,970)	(248,071,275)
Total Cash and Cash Equivalents	3,848,837,125	4,133,866,558

- Previous year figures have been regrouped and/or reclassified wherever necessary to conform to those of the current year grouping and/or classification.
- Fixed deposits of ₹ 785,816,266 (previous year ₹ 420,485,167) have been pledged against bank guarantees, LC and overdraft facility.
- Fixed deposits of ₹ 633,927,406 (previous year 152,000,000) have been lien marked as a security for servicing of Term Loan and Debentures interest.
- Fixed deposits of ₹ 1,800,000 (previous year 500,000) have been lien marked as a security for servicing interest, VAT registration and for grant of Fire NOC.
- Unclaimed dividend account pertains to dividend not claimed by equity shareholders and the Company does not have any right on the said money.

As per our report of even date attached

For **Sharma Goel & Co.**
Chartered Accountants
FRN: 000643N

Amar Mittal
Partner
Membership No: 017755

Place : Mumbai
Date: April 23, 2014

For and on behalf of the Board

Sameer Gehlaut
Chairman & Director

Ravi Telkar
Company Secretary

Place : Mumbai
Date: April 23, 2014

Narendra Gehlaut
Managing Director

Anil Mittal
Chief Financial Officer

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Note 1

COMPANY OVERVIEW

Indiabulls Real Estate Limited ("the Company", "IBREL") was incorporated on April 04, 2006 with the main objects of carrying on the business of project management, investment advisory, project marketing, maintenance of completed projects, engineering, industrial and technical consultancy, construction and development of real estate properties and other related and ancillary activities.

A Scheme of Arrangement ("IBFSL Scheme of Arrangement") between Indiabulls Financial Services Limited ("Demerged Company", "IBFSL") and the Company ("IBREL", "Resulting Company") and their respective shareholders and creditors under Sections 391 – 394 of the Companies Act, 1956, was sanctioned by the Hon'ble High Court of Delhi at New Delhi on November 24, 2006. Upon coming into effect of the Scheme of Arrangement on December 20, 2006 and with effect from the Appointed Date on May 01, 2006, the real estate undertaking of IBFSL ("real estate undertaking") was demerged from IBFSL and transferred to and vested in IBREL on a going concern basis.

Note 2

BASIS OF CONSOLIDATION AND PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

i) Basis of Consolidation and Preparation :

The Consolidated Financial Statements are prepared in accordance with Accounting Standard 21 (AS 21) on Consolidated Financial Statements and Accounting Standard 23 (AS 23) on Accounting for Investment in Associates in Consolidated Financial Statements as notified under the Companies (Accounting Standards) Rules, 2006, as amended. Reference in these notes to the Company, Holding Company, Companies or Group shall mean to include Indiabulls Real Estate Limited ("IBREL") or any of its subsidiaries and associate companies, unless otherwise stated.

ii) Principles of Consolidation :

The Consolidated Financial Statements comprise of the Financial Statements of Indiabulls Real Estate Limited ("Parent Company"), its subsidiaries ("Subsidiary Companies") and associate companies. The Consolidated Financial Statements are prepared according to uniform accounting policies, in accordance with accounting principles generally accepted in India. Subsidiary Companies acquired and held by the parent or its subsidiaries for disposal in the near future are excluded from the Consolidated Financial Statements.

The Consolidated Financial Statements are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses in accordance with Accounting Standard 21 (AS 21) Consolidated Financial Statements as notified under the Companies (Accounting Standards) Rules, 2006, as amended.

The Company accounts for its share in the change in the net assets of the associates, post acquisition, after eliminating unrealized profits and losses resulting from transactions between the Company and its associate companies to the extent of its share, through its Statement of Profit and Loss to the extent such change is attributable to their Statement of Profit and Loss and through its reserves for the balance, based on available information, in accordance with Accounting Standard 23 (AS 23) Accounting for Investments in Associates in Consolidated Financial Statements as notified under the Companies (Accounting Standards) Rules, 2006, as amended.

iii) Goodwill / Capital Reserve :

The difference between the cost of investment in the subsidiaries and the net assets at the time of acquisition of shares in the subsidiaries is recognised in the Consolidated Financial Statements as Goodwill or Capital Reserve as the case may be. Goodwill/Capital Reserve represents the difference between the Company's share in the net worth of subsidiaries and the cost of acquisition at each point of time of making the investment in the subsidiaries. For this purpose, the Company's share of net worth is determined on the basis of the latest financial statements of such subsidiaries, prior to the acquisition, after making necessary adjustments for material events between the date of such financial statements and the date of respective acquisition. Capital Reserve on consolidation is adjusted against Goodwill on consolidation, if any.

The difference between the proceeds from disposal of investment in subsidiaries and the carrying amount of its net assets as of the date of disposal is recognised in the consolidated Statement of Profit and Loss being the profit or loss on disposal of investment in subsidiary.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

iv) Minority Interest :

Share of Minority interest in consolidated subsidiaries is arrived at and identified:

- in case of Statement of Profit and Loss for the year ended, net profit attributable to them
- in case of balance sheet, net assets attributable to them

v) Investment in Associates :

Investment in entities in which the holding company has significant influence but not a controlling interest are accounted for under the equity method i.e. the investment is initially recorded at cost, identifying any Goodwill / Capital Reserve arising at the time of acquisition, as the case may be. The carrying amount of the investment is adjusted thereafter for the post acquisition change in the Company's share of net assets of the investee. The Consolidated Statement of Profit and Loss includes the Company's share of the results of the operations of the investee.

The particulars of investment in associate companies as at March 31, 2014 are as under:

Name of Associate : Indiabulls Properties Investment Trust

Country of Incorporation : Singapore

Year / Period : April 01, 2013 to March 31, 2014

Ownership Interest : 47.03%

Name of Associate : Indiabulls Infrastructure Private Limited (formerly Indiabulls Infrastructure Limited)

Country of Incorporation : India

Year / Period : August 23, 2013 to March 31, 2014

Ownership Interest : 25.89%

vi) Companies included in consolidation :

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Sophia Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Juventus Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Triton Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Vindhyachal Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Vindhyachal Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Flora Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Athena Infrastructure Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Angles Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nerissa Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Majesta Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Infrastructure Limited*	India	51.00%	April 01, 2013 to August 22, 2013
IPMT (Mauritius) Limited	Mauritius	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Commercial Estate Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Lakisha Infrastructure Limited (formerly Indiabulls Infradevelopers Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Majesta Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Fama Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Manjola Real Estate Limited (formerly Indiabulls Realtors Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Tapir Land Development Limited	India	100.00%	March 07, 2014 to March 31, 2014
Triton Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Arianca Limited	Cyprus	100.00%	April 01, 2013 to March 31, 2014
Airmid Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lucina Builders and Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Majesta Builders Limited	India	100.00%	April 01, 2013 to March 31, 2014
Fama Builders And Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
IPMT Limited	London	100.00%	April 01, 2013 to March 31, 2014
Amadis Land Development Limited (formerly Karakoram Land Development Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Zeus Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Echo Facility Services Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mabon Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Airmid Aviation Services Private Limited	India	100.00%	April 01, 2013 to March 31, 2014
Zeus Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ariston Investments Limited	Mauritius	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Real Estate Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lenus Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Elena Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Albasta Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Hermes Builders And Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Kaltha Developers Limited (formerly Karakoram Developers Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Yashita Buildcon Limited	India	100.00%	April 01, 2013 to March 31, 2014
Devona Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mabon Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Sentia Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Vindhyachal Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lorena Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Serida Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Projects Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Property Management Trustee Pte. Ltd.	Singapore	100.00%	April 01, 2013 to March 31, 2014

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Alexander Transport Solutions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ivonne Real Estate Limited (formerly Indiabulls Town Developers Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Juventus Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Varali Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Athena Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Linnet Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Selene Estate Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Dev Property Development Limited	Isle of Man	100.00%	April 01, 2013 to March 31, 2014
Lavone Builders And Developers Limited (formerly Juventus Builders And Developers Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Sepset Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Citra Properties Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Indiabulls Commercial Properties Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Albina Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Juventus Estate Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Selene Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Vonnie Real Estate Limited (formerly Serida Real Estate Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Lakisha Developers Limited (formerly Indiabulls Greenfield Realities Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Majesta Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ceres Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lenus Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Albina Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Developers and Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Maximus Entertainments Limited	India	100.00%	April 01, 2013 to March 31, 2014
Tapir Realty Developers Limited	India	100.00%	March 13, 2014 to March 31, 2014
Nesoi Limited	Jersey	100.00%	March 24, 2014 to March 31, 2014
Ib Holdings Limited (formerly Fornax Properties Limited)	India	100.00%	April 01, 2013 to March 31, 2014

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Lucina Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Sentia Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Multiplex Services Limited	India	100.00%	April 01, 2013 to March 31, 2014
Triton Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Commercial Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Energy Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mariana Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Tefia Land Development Limited (formerly Triton Land Development Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Kailash Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lorena Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Apesh Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Chloris Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Jwalaji Buildtech Limited	India	100.00%	April 01, 2013 to March 31, 2014
Parmida Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Malls Limited	India	100.00%	April 01, 2013 to March 31, 2014
Shoxell Holdings Limited	Cyprus	100.00%	April 01, 2013 to March 31, 2014
Nerissa Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Fama Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lucina Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Triton Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Housing Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Karakoram Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Albasta Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ashkit Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Software Parks Limited	India	100.00%	April 01, 2013 to March 31, 2014
Foundvest Limited	Cyprus	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Land Holdings Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Serida Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mariana Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Edesia Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Linnet Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Serida Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Fornax Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Indiabulls Lands Limited	India	100.00%	April 01, 2013 to March 31, 2014
Selene Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Zeus Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Infrastructure Projects Limited	India	100.00%	April 01, 2013 to March 31, 2014
Sylvanus Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Albasta Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Majesta Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Industrial Infrastructure Limited	India	89.01%	April 01, 2013 to March 31, 2014
Fornax Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Selene Constructions Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Selene Builders And Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mabon Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Devona Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Home Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Infrastructure Projects Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Fama Construction Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Infrabuild Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Resources Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lucina Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Athena Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Estate Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Galium Builders And Developers Limited (formerly Triton Builders And Developers Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Elena Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nerissa Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Parmida Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Diana Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Land Development Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Lenus Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Communication Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Nilgiri Infraestate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lucina Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Angina Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Edesia Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lorena Builders Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ceres Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ceres Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lorita Developers Limited (formerly Serida Developers Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Property Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Sentia Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ivonne Infrastructure Limited (formerly Indiabulls Land Development Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Ib Assets Limited (formerly Indiabulls Resources Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Nerissa Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Linnet Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Albasta Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Aurora Builders And Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Kenneth Builders & Developers Limited*	India	51.00%	April 01, 2013 to August 22, 2013
Airmid Developers Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Bridget Builders And Developers Limited*	India	51.00%	April 01, 2013 to August 22, 2013
Lenus Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Chloris Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Selene Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Buildcon Limited	India	100.00%	April 01, 2013 to March 31, 2014
Hecate Power and Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nav Vahan Autotech Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Vindhyachal Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Albasta Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Juventus Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Zeus Builders And Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Airmid Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Indiabulls Real Estate Builders Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ashkit Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nerissa Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Cobitis Real Estate Limited	India	100.00%	March 14, 2014 to March 31, 2014
Platane Infrastructure Limited (formerly Albina Infrastructure Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Fama Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mariana Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Edesia Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Paidia Infrastructure Limited (formerly Sepset Infrastructure Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Brenformexa Limited	Cyprus	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Hotel Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Varali Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lorena Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Natural Resources Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ashkit Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Juventus Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Lands Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Elena Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mariana Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Athena Builders And Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Infrastructure Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Varali Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Engineering Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Parmida Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lenus Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Infraestate Limited	India	88.43%	April 01, 2013 to March 31, 2014
Apesh Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Loon Infrastructure Limited	India	100.00%	March 14, 2014 to March 31, 2014
Indiabulls Road And Infrastructure Services Limited (formerly Indiabulls Buildwell Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Land Holdings Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Edesia Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Manjola Infrastructure Limited (formerly Indiabulls Estate Developers Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Ariston Investments Sub C Limited	Mauritius	100.00%	April 01, 2013 to March 31, 2014
Milkyway Buildcon Limited	India	100.00%	April 01, 2013 to March 31, 2014
Varali Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Edesia Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Infrastructure Limited	India	51.00%	April 01, 2013 to August 22, 2013
		100.00%	August 23, 2013 to March 31, 2014
Indiabulls Infratech Limited	India	100.00%	April 01, 2013 to March 31, 2014
Hermes Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Sophia Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Diana Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lucina Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Diana Buildwell Limited	India	66.00%	April 01, 2013 to March 31, 2014
Mabon Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Varali Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mariana Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Parmida Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lorena Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Housing and Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Grapene Limited	Cyprus	100.00%	April 01, 2013 to March 31, 2014
Shivalik Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Parmida Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Lakisha Real Estate Limited (formerly Indiabulls Realcon Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Devona Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Mabon Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Catherine Builders & Developers Limited*	India	51.00%	April 01, 2013 to August 22, 2013
Ceres Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ashkit Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Selene Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Citra Developers Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ivonne Developers Limited (formerly Indiabulls Property Builders Limited)	India	100.00%	April 01, 2013 to March 31, 2014

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of Subsidiary Company	Country of Incorporation	Proportion of ownership interest	Year / period ended included in consolidation
Makala Infrastructure Limited (formerly Indiabulls Builders and Developers Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Noble Realtors Limited	India	100.00%	April 01, 2013 to March 31, 2014
Angina Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Housing and Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Fama Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Ceres Land Development Limited	India	100.00%	April 01, 2013 to March 31, 2014
Sentia Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Realty Company Limited	India	100.00%	April 01, 2013 to March 31, 2014
Karakoram Properties Limited	India	100.00%	April 01, 2013 to March 31, 2014
Corus Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Serpentes Builders and Developers Limited	India	100.00%	March 13, 2014 to March 31, 2014
Serpentes Buildwell Limited	India	100.00%	March 13, 2014 to March 31, 2014
Linnet Constructions Limited	India	100.00%	April 01, 2013 to March 31, 2014
Apesh Real Estate Limited	India	100.00%	April 01, 2013 to March 31, 2014
Linnet Infrastructure Limited	India	100.00%	April 01, 2013 to March 31, 2014
Nilgiri Buildwell Limited	India	100.00%	April 01, 2013 to March 31, 2014
Aedos Real Estate Company Limited (formerly Karakoram Real Estate Company Limited)	India	100.00%	April 01, 2013 to March 31, 2014
Indiabulls Commercial Builders Limited	India	100.00%	April 01, 2013 to March 31, 2014

* Indiabulls Infrastructure Limited along with its subsidiaries has become an associate of the Company from August 23, 2013.

The Company holds indirectly, through one of its subsidiaries, 20% Equity Share Capital of Highland Meadows Private Limited and Parkland Developers Private Limited each. In absence of significant influence, the same have not been consolidated as Associates in accordance with Accounting Standard 23 (AS 23) on Accounting for Investment in Associates in Consolidated Financial Statements as notified under the Companies (Accounting Standards) Rules, 2006, as amended. The same have been accounted for as Long Term Investments in accordance with Accounting Standard 13 (AS 13) Accounting for Investments, as notified under the Companies (Accounting Standards) Rules, 2006, as amended.

The Consolidated Financial Statements are presented, to the extent possible, in the same format as that adopted by the Company for its standalone financial statements.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

vii) Information relating to Subsidiaries including subsidiaries of subsidiaries
(In terms of Government of India, Ministry of Corporate Affairs General Circular No: 2/2011, No: 5/12/2007-CL-III dated 8th February, 2011)
(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debts + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Tapir Land Development Limited	2013-14	₹	500,000	(31,116)	500,000	31,116	-	-	(31,116)	-	(31,116)	-
Lenus Infrastructure Limited	2013-14	₹	500,000	2,218,255	139,802,535	137,084,280	-	-	(56,982)	-	(56,982)	-
Albina Properties Limited	2013-14	₹	500,000	(6,915,076)	297,780,544	304,195,620	-	-	(65,447)	-	(65,447)	-
Indiabulls Developers and Infrastructure Limited	2013-14	₹	500,000	(225,330)	284,670	10,000	-	-	(11,202)	-	(11,202)	-
Maximus Entertainments Limited	2013-14	₹	500,000	(375,126)	181,051	56,177	-	12,333	(44,949)	-	(44,949)	-
Vindhyachal Infrastructure Limited	2013-14	₹	500,000	88,016	102,343,623	101,755,607	-	-	(107,696)	-	(107,696)	-
Flora Land Development Limited	2013-14	₹	500,000	(3,686,186)	108,099,308	111,285,494	-	-	(3,666,147)	-	(3,666,147)	-
Athena Infrastructure Limited	2013-14	₹	315,079,390	725,626,563	3,521,381,872	2,480,675,919	-	2,831,312,330	871,765,349	295,157,137	576,608,212	-
Angles Constructions Limited	2013-14	₹	500,000	(299,951)	200,065,229	199,865,180	-	-	(56,982)	-	(56,982)	-
Nerissa Properties Limited	2013-14	₹	500,000	(1,219,998)	12,519,238	13,239,236	-	-	(13,238)	-	(13,238)	-
Majesta Properties Limited	2013-14	₹	500,000	(2,188,978)	66,643,258	68,332,236	-	-	(41,969)	-	(41,969)	-
IPMT (Mauritius) Limited	2013-14	₹	55	(436,620)	60	436,625	-	-	(181,488)	-	(181,488)	-
Indiabulls Commercial Estate Limited	2013-14	₹	500,000	(1,347,001)	111,815,633	112,662,634	-	-	(65,955)	-	(65,955)	-
Lakisha Infrastructure Limited (formerly Indiabulls Infra-developers Limited)	2013-14	₹	500,000	(221,047)	290,189	11,236	-	-	(12,438)	-	(12,438)	-
Majesta Developers Limited	2013-14	₹	500,000	(67,105)	26,506,131	26,073,236	-	-	(12,666)	-	(12,666)	-
Fama Properties Limited	2013-14	₹	500,000	(1,341,593)	41,018,892	41,860,485	-	-	(628,944)	-	(628,944)	-
Manjola Real Estate Limited (formerly Indiabulls Realtors Limited)	2013-14	₹	500,000	(369,467)	278,733	148,200	-	-	(11,702)	-	(11,702)	-
Triton Infrastructure Limited	2013-14	₹	500,000	(574,738)	55,686,719	55,761,457	-	-	(63,078)	-	(63,078)	-
Arianca Limited	2013-14	₹	69,974	(39,511,182)	611,355,570	650,796,778	-	-	(7,996,342)	-	(7,996,342)	-
Airmid Properties Limited	2013-14	₹	500,000	(231,932)	66,733,068	66,465,000	-	3,520	(31,592)	-	(31,592)	-
Lucina Builders and Developers Limited	2013-14	₹	500,000	(1,145,932)	38,479,449	39,125,381	-	2,418,810	(244,749)	-	(244,749)	-
Majesta Builders Limited	2013-14	₹	500,000	(182,339)	83,644,896	83,327,235	-	-	(12,666)	-	(12,666)	-
Fama Builders And Developers Limited	2013-14	₹	500,000	(1,136,287)	29,583,965	30,220,252	-	995,928	(127,045)	-	(127,045)	-
IPMT Limited	2013-14	₹	86,841	(37,065,844)	6,777,200	43,756,203	-	-	(25,862,238)	-	(25,862,238)	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debts + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation (including Corporate Dividend Tax)
Amadis Land Development Limited (formerly Karakoram Land Development Limited)	2013-14	₹	500,000	(585,352)	40,069,128	40,154,480	-	-	(62,478)	-	(62,478)
Zeus Properties Limited	2013-14	₹	500,000	(2,408,076)	99,411,162	101,319,238	-	-	(252,883)	-	(252,883)
Echo Facility Services Limited	2013-14	₹	500,000	(291,694)	264,486	56,180	-	-	(56,982)	-	(56,982)
Mabon Real Estate Limited	2013-14	₹	500,000	(314,819)	341,361	156,180	-	-	(57,993)	-	(57,993)
Airmid Aviation Services Private Limited	2013-14	₹	50,000,000	(443,160,248)	2,137,999,110	2,531,159,358	-	684,290,529	189,184,901	-	189,184,901
Ariston Investments Limited	2013-14	₹	7,198,986	11,438,116,989	2,085,472,279	416,719,330	6,948,417,850	30,448,269	30,027,439	-	30,027,439
Indiabulls Real Estate Developers Limited	2013-14	₹	500,000	(166,015)	345,221	11,236	-	-	(12,938)	-	(12,938)
Lenus Properties Limited	2013-14	₹	500,000	(3,877,921)	62,458,512	65,836,433	-	-	(566,239)	(50,205)	(516,034)
Elena Constructions Limited	2013-14	₹	500,000	173,614,793	174,170,973	56,180	-	-	(75,487)	29,850	(105,337)
Albasta Properties Limited	2013-14	₹	500,000	(709,262)	211,106,918	211,316,180	-	-	(56,982)	-	(56,982)
Hermes Builders And Developers Limited	2013-14	₹	500,000	(282,080)	498,592	280,672	-	-	(11,204)	-	(11,204)
Kaltha Developers Limited (formerly Karakoram Developers Limited)	2013-14	₹	500,000	(556,778)	2,124,042	2,180,820	-	-	(67,755)	-	(67,755)
Yashita Buildcon Limited	2013-14	₹	500,000	(81,234)	430,002	11,236	-	-	(12,638)	-	(12,638)
Devona Developers Limited	2013-14	₹	500,000	(634,544)	113,874,310	114,008,854	-	-	(182,251)	-	(182,251)
Mabon Infrastructure Limited	2013-14	₹	500,000	(329,411)	313,769	250,143,180	250,000,000	-	(56,982)	-	(56,982)
Sentia Real Estate Limited	2013-14	₹	500,000	(11,800,019)	59,836,323	71,136,342	-	1,712,543	(7,258,747)	(2,304,035)	(4,954,712)
Vindhyachal Land Development Limited	2013-14	₹	500,000	(576,857)	394,923,143	395,000,000	-	143,420,378	(26,333)	-	(26,333)
Lorena Developers Limited	2013-14	₹	500,000	(2,156,356)	66,615,880	68,272,236	-	-	(12,066)	-	(12,066)
Serida Infrastructure Limited	2013-14	₹	5,804,500	(5,720,781)	269,899	686,180	-	-	(57,382)	-	(57,382)
Indiabulls Projects Limited	2013-14	₹	1,000,000,000	30,883,539	7,498,959	6,615,420	-	-	(403,774)	(503,167)	99,393
Indiabulls Property Management Trustee Pte. Ltd.	2013-14	₹	3,943,000	41,131,705	294,236,413	1,049,099,991	799,851,447	383,816,674	200,210,247	31,876,589	168,333,658
Alexander Transport Solutions Limited	2013-14	₹	500,000	422,295	933,531	11,236	-	57,531	45,193	-	45,193
Ivorne Real Estate Limited (formerly Indiabulls Town Developers Limited)	2013-14	₹	500,000	(186,450)	343,550	30,000	-	-	(11,208)	-	(11,208)
Juventus Properties Limited	2013-14	₹	500,000	(4,512,924)	33,040,167	37,053,091	-	2,361,991	(269,868)	-	(269,868)
Varasi Constructions Limited	2013-14	₹	500,000	(1,521,763)	10,725,452	11,747,215	-	-	(223,150)	628	(223,778)
Athena Buildwell Limited	2013-14	₹	500,000	(4,538,752)	105,015,747	109,054,499	-	-	(70,665)	-	(70,665)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debts + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Linnet Properties Limited	2013-14	₹	500,000	(85,846)	425,390	11,236	-	-	(12,338)	-	(12,338)	-
Selene Estate Limited	2013-14	₹	192,824,390	59,623,344	2,074,509,558	1,822,061,824	-	732,573,600	130,809,050	41,568,545	89,240,505	-
Dev Property Development Limited	2013-14	₹	99,345,317	9,571,263,423	837,937,973	435,799	-	5,297,440	4,539,663	-	4,539,663	-
Lavone Builders And Developers Limited (formerly Juventus Builders And Developers Limited)	2013-14	₹	500,000	(1,192,162)	45,340,361	46,032,523	-	11,963,657	(260,489)	-	(260,489)	-
Sepset Developers Limited	2013-14	₹	500,000	(285,300)	529,059,980	528,845,280	-	-	(57,282)	-	(57,282)	-
Citra Properties Limited	2013-14	₹	171,264,390	18,851,358	779,370,032	589,254,284	-	1,608,003	301,041	(40,838)	341,879	-
Indiabulls Commercial Properties Limited	2013-14	₹	500,000	(403,389)	32,687,847	32,591,236	-	-	(24,415)	-	(24,415)	-
Albina Real Estate Limited	2013-14	₹	500,000	742,315,224	768,716,071	25,900,847	-	48,678,283	17,740,099	8,106,040	9,634,059	-
Sophia Real Estate Limited	2013-14	₹	500,000	(33,888,926)	1,239,128,608	1,277,517,534	-	22,986	(6,577,828)	(18,140)	(6,559,688)	-
Juventus Infrastructure Limited	2013-14	₹	500,000	(815,872)	34,606,308	35,422,180	-	-	(128,898)	-	(128,898)	-
Triton Properties Limited	2013-14	₹	500,000	(297,931)	37,712,069	37,510,000	-	-	(12,202)	-	(12,202)	-
Vindhachal Buildwell Limited	2013-14	₹	500,000	(4,920,586)	439,157,094	443,577,680	-	10,000	(75,513)	-	(75,513)	-
Juventus Estate Limited	2013-14	₹	356,607,390	(147,294,059)	1,696,178,930	2,189,925,598	-	5,991,128	(28,547,228)	(5,876,379)	(22,670,849)	-
Selene Buildwell Limited	2013-14	₹	500,000	(81,968)	24,395,562	23,977,530	-	-	(161,640)	-	(161,640)	-
Vonnie Real Estate Limited (formerly Serida Real Estate Limited)	2013-14	₹	16,369,500	(12,339,450)	264,230	734,180	-	-	(57,382)	-	(57,382)	-
Lakisha Developers Limited (formerly Indiabulls Greenfield Realities Limited)	2013-14	₹	500,000	(1,602,049)	11,187	1,113,236	-	-	(13,534)	-	(13,534)	-
Majesta Infrastructure Limited	2013-14	₹	500,000	(67,242)	82,235,994	81,803,236	-	-	(12,638)	-	(12,638)	-
Ceres Properties Limited	2013-14	₹	500,000	2,168,414	43,608,134	52,639,720	-	-	(671,125)	-	(671,125)	-
Ib Holdings Limited (formerly Fornax Properties Limited)	2013-14	₹	500,000	(199,899,220)	5,272,060	13,945,521,280	-	-	(3,150,612)	-	(3,150,612)	-
Lucina Buildwell Limited	2013-14	₹	500,000	(1,424,511)	170,656,240	171,580,751	-	-	(63,738)	-	(63,738)	-
Sentia Infrastructure Limited	2013-14	₹	500,000	21,089,139	599,073,801	577,484,662	-	42,968,364	(30,345,497)	(9,442,516)	(20,902,981)	-
Indiabulls Multiplex Services Limited	2013-14	₹	500,000	(49,734,358)	3,281,207	53,102,854	587,289	37,289	(802,532)	-	(802,532)	-
Triton Buildwell Limited	2013-14	₹	500,000	(722,326)	79,139,586	79,361,912	-	-	(89,518)	-	(89,518)	-
Nilgiri Commercial Estate Limited	2013-14	₹	500,000	(777,496)	32,552,784	32,830,280	-	-	(130,238)	-	(130,238)	-
Indiabulls Energy Limited	2013-14	₹	500,000	(242,074)	269,162	11,236	-	-	(12,938)	-	(12,938)	-

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debts + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Mariana Infrastructure Limited	2013-14	₹	500,000	870,219	701,975,001	703,404,784	-	815,500	735,037	227,126	507,911	-
Tefia Land Development Limited (formerly Triton Land Development Limited)	2013-14	₹	500,000	(1,214,632)	6,229,706	6,944,338	-	-	(64,526)	-	(64,526)	-
Kailash Buildwell Limited	2013-14	₹	500,000	(595,583)	29,087,287	29,182,870	-	-	(63,078)	-	(63,078)	-
Lorena Infrastructure Limited	2013-14	₹	500,000	(2,156,328)	64,365,908	66,022,236	-	-	(12,038)	-	(12,038)	-
Apesh Constructions Limited	2013-14	₹	500,000	(38,450,109)	115,870,241	154,320,352	-	33,225,853	(39,164,359)	(60,813)	(39,103,546)	-
Chloris Real Estate Limited	2013-14	₹	500,000	(153,441)	145,751,309	145,404,750	-	-	(13,055)	-	(13,055)	-
Jwalaji Buildtech Limited	2013-14	₹	500,000	(81,234)	430,002	11,236	-	-	(12,638)	-	(12,638)	-
Parmida Developers Limited	2013-14	₹	500,000	(63,297)	447,939	11,236	-	-	(12,038)	-	(12,038)	-
Indiabulls Malls Limited	2013-14	₹	500,000	(188,604)	322,632	11,236	-	-	(12,444)	-	(12,444)	-
Shoell Holdings Limited	2013-14	₹	63,240	12,015,381,353	94,829	2,403,836	-	-	(310,540)	-	(310,540)	-
Nerissa Developers Limited	2013-14	₹	500,000	(67,077)	18,706,159	18,273,236	-	-	(12,638)	-	(12,638)	-
Fama Land Development Limited	2013-14	₹	500,000	(587,177)	55,537,706	55,624,883	-	-	(63,078)	-	(63,078)	-
Lucina Constructions Limited	2013-14	₹	500,000	(286,788)	3,516,448	3,303,236	-	-	(12,734)	-	(12,734)	-
Triton Estate Limited	2013-14	₹	500,000	(261,937)	310,979	72,916	-	-	(11,198)	-	(11,198)	-
Indiabulls Housing Developers Limited	2013-14	₹	500,000	(219,535)	290,465	10,000	-	-	(11,202)	-	(11,202)	-
Karakoram Buildwell Limited	2013-14	₹	500,000	(805,672)	59,873,485	60,179,157	-	-	(62,478)	-	(62,478)	-
Albasta Constructions Limited	2013-14	₹	500,000	(113,412)	1,151,588	765,000	-	-	(10,802)	-	(10,802)	-
Ashkit Constructions Limited	2013-14	₹	6,752,500	(5,666,543)	642,137	56,180	-	40,961	(17,921)	-	(17,921)	-
Indiabulls Software Parks Limited	2013-14	₹	500,000	(387,520)	123,716	11,236	-	-	(12,938)	-	(12,938)	-
Foundwest Limited	2013-14	₹	57,840	1,133,472,550	1,129,681,557	158,850	-	898,641,214	898,258,827	-	898,258,827	-
Indiabulls Land Holdings Limited	2013-14	₹	500,000	(1,554,326)	115,578,707	116,633,033	-	-	(58,090)	-	(58,090)	-
Serida Properties Limited	2013-14	₹	500,000	(220,071,761)	11,419	219,583,180	-	-	(56,982)	-	(56,982)	-
Mariana Properties Limited	2013-14	₹	500,000	(323,601)	70,082,579	569,906,180	500,000,000	-	(56,982)	-	(56,982)	-
Edesia Infrastructure Limited	2013-14	₹	500,000	(86,352)	424,884	11,236	-	-	(12,344)	-	(12,344)	-
Linnet Real Estate Limited	2013-14	₹	500,000	(38,833)	472,403	11,236	-	18,944	6,606	-	6,606	-
Serida Constructions Limited	2013-14	₹	500,000	(698,118)	838,414	1,036,532	-	-	(64,847)	-	(64,847)	-
Fornax Real Estate Limited	2013-14	₹	548,612,390	226,041,205	232,761,887	1,119,148,292	-	-	(1,989,229)	(36,000)	(1,953,229)	-
Indiabulls Lands Limited	2013-14	₹	500,000	(430,575)	29,194,861	29,125,436	-	-	(21,461)	-	(21,461)	-
Selene Infrastructure Limited	2013-14	₹	100,000,000	109,190,492	2,205,682	23,084,189	-	161,470,080	77,434,170	24,496,931	52,937,239	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debts + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Zeus Estate Limited	2013-14	₹	500,000	(758,709)	18,476,977	18,735,686	-	-	(12,734)	-	(12,734)	-
Fornax Constructions Limited	2013-14	₹	500,000	(258,355)	72,281,645	72,040,000	-	-	(22,587)	-	(22,587)	-
Selene Constructions Limited	2013-14	₹	392,499,390	432,721,156	2,082,147,105	1,651,916,557	-	1,166,567,109	586,528,481	197,450,802	389,077,679	-
Indiabulls Infrastructure Projects Limited	2013-14	₹	500,000	(1,015,441)	44,143,943	44,659,384	-	-	(58,033)	-	(58,033)	-
Selene Builders And Developers Limited	2013-14	₹	500,000	(296,399)	374,812	171,211	-	-	(11,198)	-	(11,198)	-
Mabon Developers Limited	2013-14	₹	500,000	(513,187)	42,993	56,180	-	-	(56,682)	-	(56,682)	-
Devona Properties Limited	2013-14	₹	500,000	(176,447)	46,069,789	45,746,236	-	-	(12,038)	-	(12,038)	-
Indiabulls Home Developers Limited	2013-14	₹	500,000	(861,042)	60,394	421,436	-	-	(20,803)	-	(20,803)	-
Fama Construction Limited	2013-14	₹	500,000	(3,080,603)	84,687,083	87,267,686	-	-	(742,875)	-	(742,875)	-
Indiabulls Infrabuild Limited	2013-14	₹	500,000	(105,512)	405,724	11,236	-	24,362	11,424	-	11,424	-
Nilgiri Infrastructure Projects Limited	2013-14	₹	500,000	(7,911,411)	306,663,071	314,074,482	-	-	(185,287)	-	(185,287)	-
Sylvanus Properties Limited	2013-14	₹	100,000,000	1,553,531,054	7,529,390,786	5,875,859,732	-	3,604,579,806	1,698,790,323	582,044,303	1,116,746,020	-
Albasta Developers Limited	2013-14	₹	500,000	(315,577)	56,603	499,872,180	500,000,000	-	(64,882)	-	(64,882)	-
Majesta Constructions Limited	2013-14	₹	500,000	(644,776)	82,794,460	82,939,236	-	-	(14,830)	-	(14,830)	-
Indiabulls Industrial Infrastructure Limited	2013-14	₹	730,273,100	64,666,898	2,619,097,508	1,824,157,510	-	97,201,494	75,476,728	24,946,610	50,530,118	-
Nilgiri Resources Limited	2013-14	₹	500,000	(347,126)	2,562,210	2,409,336	-	1,671	(10,763)	-	(10,763)	-
Lucina Properties Limited	2013-14	₹	500,000	(1,366,937)	28,937,786	29,804,723	-	385,517	(161,774)	-	(161,774)	-
Athena Land Development Limited	2013-14	₹	500,000	4,193,448	1,160,628	196,467,180	200,000,000	-	(58,278)	-	(58,278)	-
Indiabulls Estate Limited	2013-14	₹	239,086,980	1,489,666,653	2,760,322,333	2,324,368,800	-	7,649,535	(18,660,561)	652,663	(19,313,224)	-
Nilgiri Land Development Limited	2013-14	₹	1,000,000	(2,039,946)	92,968,918	94,008,864	-	-	(60,035)	-	(60,035)	-
Elena Properties Limited	2013-14	₹	500,000	6,772,565	932,565	10,000	-	-	(10,802)	-	(10,802)	-
Galium Builders And Developers Limited (formerly Triton Builders And Developers Limited)	2013-14	₹	500,000	(733,914)	9,599,962	9,833,876	-	-	(62,478)	-	(62,478)	-
Nerissa Infrastructure Limited	2013-14	₹	500,000	(2,323,920)	923,394,480	1,300,208,400	-	-	(699,359)	-	(699,359)	-
Parmida Infrastructure Limited	2013-14	₹	500,000	31,518	580,639	49,121	-	134,944	122,606	37,885	84,721	-
Diana Infrastructure Limited	2013-14	₹	500,000	49,958,916	169,262,850	118,803,934	-	-	(113,179)	(98,753)	(14,426)	-
Lenus Real Estate Limited	2013-14	₹	500,000	(1,072,933)	43,067	616,000	-	-	(18,671)	-	(18,671)	-
Indiabulls Communication Infrastructure Limited	2013-14	₹	500,000	(218,892)	292,344	11,236	-	-	(12,438)	-	(12,438)	-
Nilgiri Infraestate Limited	2013-14	₹	500,000	(437,044)	678,236	615,280	-	-	(57,978)	-	(57,978)	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debts + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Lucina Estate Limited	2013-14	₹	500,000	(1,121,775)	61,928,004	62,549,779	-	-	(62,778)	-	(62,778)	-
Angina Properties Limited	2013-14	₹	500,000	(4,634,423)	1,399,459	5,533,882	-	-	(64,847)	-	(64,847)	-
Edesia Properties Limited	2013-14	₹	500,000	(63,940)	447,296	11,236	-	-	(12,338)	-	(12,338)	-
Lorena Builders Limited	2013-14	₹	500,000	(63,325)	447,911	11,236	-	-	(12,038)	-	(12,038)	-
Ceres Constructors Limited	2013-14	₹	500,000	(472,711)	36,304,340	36,277,051	-	-	(12,434)	-	(12,434)	-
Ceres Infrastructure Limited	2013-14	₹	500,000	(519,330)	35,659,006	35,678,336	-	-	(12,434)	-	(12,434)	-
Lorita Developers Limited (formerly Serida Developers Limited)	2013-14	₹	21,921,500	(15,692,504)	62,245	56,180	3,722,931	242,931	185,549	-	185,549	-
Indiabulls Property Developers Limited	2013-14	₹	500,000	(176,297)	333,703	10,000	-	-	(11,702)	-	(11,702)	-
Sentia Developers Limited	2013-14	₹	500,000	(305,158)	27,022	720,357,180	720,525,000	-	(57,282)	-	(57,282)	-
Ivonne Infrastructure Limited (formerly Indiabulls Land Development Limited)	2013-14	₹	500,000	949,599	85,685,935	84,236,336	-	-	(66,348)	(81,390)	15,042	-
Ib Assets Limited (formerly Indiabulls Resources Limited)	2013-14	₹	57,246,500	(25,541,228)	27,461,452	2,256,180	-	-	(140,064)	174	(140,238)	-
Nerissa Constructors Limited	2013-14	₹	500,000	(1,469,396)	75,536,840	76,506,236	-	-	(15,138)	-	(15,138)	-
Linnet Developers Limited	2013-14	₹	500,000	(39,108)	472,128	11,236	-	18,944	6,606	-	6,606	-
Albasta Real Estate Limited	2013-14	₹	500,000	(160,097)	19,849,903	19,510,000	-	-	(18,667)	-	(18,667)	-
Aurora Builders And Developers Limited	2013-14	₹	500,000	(282,876)	498,360	281,236	-	-	(12,807)	-	(12,807)	-
Airmid Developers Limited	2013-14	₹	593,644,390	7,536,499	1,768,367,308	1,211,283,422	-	14,371,145	(3,812,268)	(1,177,991)	(2,634,277)	-
Lenus Developers Limited	2013-14	₹	500,000	(40,720)	469,280	10,000	-	27,075	16,273	-	16,273	-
Chloris Constructors Limited	2013-14	₹	500,000	(138,102)	371,898	10,000	-	-	(10,802)	-	(10,802)	-
Selene Properties Limited	2013-14	₹	500,000	(681,115)	12,497,001	12,678,116	-	-	(133,648)	-	(133,648)	-
Indiabulls Buildcon Limited	2013-14	₹	6,689,200	711,364,801	4,289,681	435,680	-	-	(539,331)	-	(539,331)	-
Hecate Power and Land Development Limited	2013-14	₹	500,000	(1,062,394)	7,714,886	8,277,280	-	35,799	(21,879)	-	(21,879)	-
Nav Vahan Autotech Limited	2013-14	₹	500,000	213,900	770,080	56,180	-	48,081	(11,701)	-	(11,701)	-
Indiabulls Constructors Limited	2013-14	₹	500,000	167,336,870	4,582,157,359	31,467,853,490	-	5,369,551,386	103,353,267	37,390,432	65,962,835	-
Vindhyachal Developers Limited	2013-14	₹	500,000	(312,215)	20,142,938	19,955,153	-	28,318,160	194,097	-	194,097	-
Albasta Infrastructure Limited	2013-14	₹	500,000	(136,575)	129,785,605	5,064,422,180	4,935,000,000	39,891	(24,956)	-	(24,956)	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debits + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Juventus Land Development Limited	2013-14	₹	500,000	(361,137)	33,240,099	33,101,236	-	-	(15,734)	-	(15,734)	-
Zeus Builders And Developers Limited	2013-14	₹	500,000	(819,903)	8,860,030	9,179,933	-	-	(67,853)	1,602	(69,455)	-
Airmid Infrastructure Limited	2013-14	₹	500,000	(9,720,004)	527,498,072	536,718,076	-	6,465	(117,735)	-	(117,735)	-
Indiabulls Real Estate Builders Limited	2013-14	₹	500,000	(164,950)	346,286	11,236	-	-	(12,938)	-	(12,938)	-
Ashkit Properties Limited	2013-14	₹	500,000	(348,754)	162,482	11,236	-	-	(12,055)	-	(12,055)	-
Nerissa Real Estate Limited	2013-14	₹	500,000	(673,615)	42,189,621	42,363,236	-	-	(166,286)	-	(166,286)	-
Platane Infrastructure Limited (formerly Albina Infrastructure Limited)	2013-14	₹	20,719,500	(20,230,353)	18,327	1,529,180	-	-	(57,882)	-	(57,882)	-
Fama Infrastructure Limited	2013-14	₹	500,000	(312,108)	14,144,328	13,956,436	-	-	(13,034)	-	(13,034)	-
Mariana Real Estate Limited	2013-14	₹	500,000	(71,298)	20,802	499,592,100	500,000,000	-	(11,402)	-	(11,402)	-
Edesia Developers Limited	2013-14	₹	500,000	(86,106)	80,475,130	80,061,236	-	-	(12,366)	-	(12,366)	-
Paidia Infrastructure Limited (formerly Sepset Infrastructure Limited)	2013-14	₹	12,089,500	(11,006,258)	639,422	56,180	-	39,606	(18,776)	-	(18,776)	-
Brenformexa Limited	2013-14	₹	138,572	4,575,508,755	28,575	1,519,256	-	-	(333,211)	-	(333,211)	-
Indiabulls Hotel Properties Limited	2013-14	₹	500,000	(352,760)	485,576	338,336	-	-	(13,069)	-	(13,069)	-
Varali Infrastructure Limited	2013-14	₹	500,000	(351,395)	6,517,841	3,056,369,236	3,050,000,000	-	(12,647)	-	(12,647)	-
Lorena Real Estate Limited	2013-14	₹	500,000	(1,827,559)	80,593,677	81,921,236	-	-	(12,038)	-	(12,038)	-
Indiabulls Natural Resources Limited	2013-14	₹	500,000	(352,468)	521,868	374,336	-	-	(13,534)	-	(13,534)	-
Ashkit Developers Limited	2013-14	₹	500,000	(638,284)	262,952	401,236	-	-	(19,903)	-	(19,903)	-
Juventus Constructions Limited	2013-14	₹	500,000	70,872	28,257,183	27,686,311	-	-	(12,734)	-	(12,734)	-
Nilgiri Lands Limited	2013-14	₹	500,000	(1,589,722)	109,700,673	110,790,395	-	-	(128,082)	(9,319)	(118,763)	-
Elena Real Estate Limited	2013-14	₹	500,000	(787,478)	65,692	353,170	-	-	(10,802)	-	(10,802)	-
Mariana Developers Limited	2013-14	₹	500,000	(403,168)	566,260,572	566,163,740	-	-	(57,582)	-	(57,582)	-
Athens Builders And Developers Limited	2013-14	₹	500,000	3,014,178	35,376,132	31,861,954	-	10,239,000	5,154,701	1,355,459	3,799,242	-
Nilgiri Infrastructure Development Limited	2013-14	₹	500,000	(137,632,381)	92,486,653	1,729,619,034	1,500,000,000	898,009	798,670	147,754	650,916	-
Varali Properties Limited	2013-14	₹	500,000	278,624,827	782,970,774	503,845,947	-	884,937,819	438,218,685	148,550,477	289,668,208	-
Indiabulls Engineering Limited	2013-14	₹	500,000	(1,321,006)	111,819,669	112,640,675	-	-	(58,034)	-	(58,034)	-
Serpentes Builders and Developers Limited	2013-14	₹	500,000	(31,326)	500,000	31,326	-	-	(31,326)	-	(31,326)	-

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debts + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Pamida Properties Limited	2013-14	₹	500,000	(66,297)	157,686,939	157,253,236	-	-	(12,038)	-	(12,038)	-
Lenus Constructions Limited	2013-14	₹	500,000	2,062,538	6,711,941	4,149,403	-	8,583,541	2,038,874	359,632	1,679,242	-
Indiabulls Infraestate Limited	2013-14	₹	565,440	(1,473,388,564)	23,306,083,259	25,028,906,383	250,000,000	44,974,313	(1,575,277,814)	(499,373,951)	(1,075,903,863)	-
Loon Infrastructure Limited	2013-14	₹	500,000	(31,326)	500,000	31,326	-	-	(31,326)	-	(31,326)	-
Apesh Properties Limited	2013-14	₹	500,000	17,149,026	26,064,202	8,415,176	-	200,000,000	26,951,070	8,197,962	18,753,108	-
Indiabulls Road And Infrastructure Services Limited (formerly Indiabulls Buildwell Limited)	2013-14	₹	500,000	(437,870)	73,366	11,236	-	-	(12,938)	-	(12,938)	-
Nigiri Land Holdings Limited	2013-14	₹	500,000	(1,122,881)	138,268,473	138,891,354	-	3,000	(72,068)	-	(72,068)	-
Edesia Constructions Limited	2013-14	₹	500,000	(89,846)	421,390	11,236	-	-	(12,338)	-	(12,338)	-
Manjola Infrastructure Limited (formerly Indiabulls Estate Developers Limited)	2013-14	₹	500,000	(349,107)	248,229	97,336	-	-	(12,938)	-	(12,938)	-
Ariston Investments Sub C Limited	2013-14	₹	360,019	2,795,782,873	199,163	32,200,501	2,828,144,230	-	(722,236)	-	(722,236)	-
Milkyway Buildcon Limited	2013-14	₹	500,000	(482,251)	1,665,029	1,647,280	-	-	(56,982)	-	(56,982)	-
Varali Developers Limited	2013-14	₹	500,000	1,150,136	118,863,020	117,212,884	-	-	(73,955)	1,187	(75,142)	-
Edesia Real Estate Limited	2013-14	₹	500,000	13,383	524,619	11,236	-	32,479	20,142	-	20,142	-
Nigiri Infrastructure Limited	2013-14	₹	500,000	(2,813,988)	181,672,772	183,986,760	-	-	(91,662)	-	(91,662)	-
Indiabulls Infrotech Limited	2013-14	₹	500,000	(8,457,891)	5,081,597,898	5,090,731,075	1,175,286	75,286	(52,824)	-	(52,824)	-
Hermes Properties Limited	2013-14	₹	500,000	(311,002)	11,548,334	11,359,336	-	-	(12,434)	-	(12,434)	-
Sophia Constructions Limited	2013-14	₹	500,000	(2,642,148)	199,049,088	201,191,236	-	-	(12,038)	-	(12,038)	-
Diana Land Development Limited	2013-14	₹	500,000	(292,613)	6,628,587	6,421,200	-	-	(11,798)	-	(11,798)	-
Lucina Land Development Limited	2013-14	₹	500,000	1,703,577,894	11,619,183,251	9,917,625,356	-	4,991,511,390	917,148,935	323,473,882	593,675,053	-
Diana Buildwell Limited	2013-14	₹	1,000,000	532,369,626	988,965,795	455,596,169	-	33,234	(382,622)	-	(382,622)	-
Mabon Properties Limited	2013-14	₹	500,000	(5,917,646)	339,407,690	344,825,336	-	-	(16,968)	-	(16,968)	-
Varali Real Estate Limited	2013-14	₹	500,000	(473,013)	10,518,223	10,491,236	-	-	(12,038)	-	(12,038)	-
Mariana Constructions Limited	2013-14	₹	500,000	(12,225,734)	1,515,455	13,241,189	-	-	(57,582)	-	(57,582)	-
Pamida Real Estate Limited	2013-14	₹	500,000	(526,555)	956,513	983,068	-	154,238	40,197	12,421	27,776	-
Lorena Constructions Limited	2013-14	₹	500,000	(1,994,065)	81,570,171	83,064,236	-	-	(12,038)	-	(12,038)	-
Indiabulls Housing and Constructions Limited	2013-14	₹	500,000	(103,475)	407,761	11,236	-	25,043	12,105	-	12,105	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of statement of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debits + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/ (Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Grapene Limited	2013-14	₹	16,594,891,375	10,687,169,598	1,324,047,060	2,592,198,348	28,550,212,261	26,308,853	(4,585,218)	-	(4,585,218)	-
Shivalik Properties Limited	2013-14	₹	500,000	(2,391,239)	38,150,753	40,041,992	-	-	(760,427)	7,304	(767,731)	-
Tapir Realty Developers Limited	2013-14	₹	500,000	(31,326)	500,000	31,326	-	-	(31,326)	-	(31,326)	-
Zeus Buildwell Limited	2013-14	₹	500,000	(6,415,630)	1,045,093	7,018,563	-	-	(710,391)	-	(710,391)	-
Parmida Constructions Limited	2013-14	₹	500,000	(91,053)	420,183	11,236	-	-	(15,094)	-	(15,094)	-
Lakisha Real Estate Limited (formerly Indiabulls Reacon Limited)	2013-14	₹	100,000,000	(109,528,957)	749,666,269	759,195,226	-	50,762,200	(64,008,477)	(19,778,619)	(44,229,858)	-
Devona Infrastructure Limited	2013-14	₹	500,000	(137,720,666)	786,757,514	923,978,180	-	-	(284,148)	-	(284,148)	-
Mabon Constructions Limited	2013-14	₹	500,000	(287,791)	1,000,026,389	999,814,180	-	-	(57,282)	-	(57,282)	-
Ashkit Real Estate Limited	2013-14	₹	500,000	(367,427)	238,753	106,180	-	-	(57,010)	-	(57,010)	-
Makala Infrastructure Limited (formerly Indiabulls Builders and Developers Limited)	2013-14	₹	90,500,000	(6,674,476)	586,597,860	502,772,336	-	-	(638,569)	-	(638,569)	-
Noble Realtors Limited	2013-14	₹	500,000	(138,235,234)	12,148,189	149,883,423	-	-	(57,378)	-	(57,378)	-
Angna Real Estate Limited	2013-14	₹	500,000	(1,152,808)	106,837,989	107,490,797	-	-	(67,273)	-	(67,273)	-
Indiabulls Housing and Land Development Limited	2013-14	₹	500,000	(217,619)	293,617	11,236	-	-	(12,438)	-	(12,438)	-
Fama Estate Limited	2013-14	₹	500,000	(1,489,417)	139,764,260	140,753,677	-	-	(112,224)	-	(112,224)	-
Ceres Land Development Limited	2013-14	₹	500,000	(377,933)	48,675,336	48,553,269	-	-	(12,684)	-	(12,684)	-
Sentia Constructions Limited	2013-14	₹	500,000	19,336,579	47,764,159	27,927,580	-	-	(12,338)	-	(12,338)	-
Indiabulls Realty Company Limited	2013-14	₹	500,000	211,741,112	23,647,293	56,180	-	31,567	(26,315)	(201,535)	175,220	-
Karakoram Properties Limited	2013-14	₹	500,000	(683,348)	2,727,902	2,911,250	-	-	(87,913)	-	(87,913)	-
Corus Real Estate Limited	2013-14	₹	500,000	5,531,436	75,573,616	69,542,180	-	-	(64,847)	-	(64,847)	-
Linnet Constructions Limited	2013-14	₹	500,000	(39,102)	472,134	11,236	-	18,944	6,606	-	6,606	-
Apesh Real Estate Limited	2013-14	₹	500,000	(219,175)	42,039,984	41,759,159	-	-	(19,903)	-	(19,903)	-
Cobitis Real Estate Limited	2013-14	₹	500,000	(31,326)	500,000	31,326	-	-	(31,326)	-	(31,326)	-
Linnet Infrastructure Limited	2013-14	₹	500,000	(108,717)	402,519	11,236	-	-	(12,338)	-	(12,338)	-
Nilgiri Buildwell Limited	2013-14	₹	500,000	(852,402)	9,985,126	10,337,528	-	-	(104,535)	42	(104,577)	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Name of the Subsidiary Company	Year	Currency	Share Capital	Reserves and Surplus (Net of debit balance of profit & loss)	Total Assets (Fixed Assets + Non Current Assets + Current Assets + Deferred Tax Assets)	Total Liabilities (Debts + Non Current Liabilities + Current Liabilities & Provisions + Deferred tax Liabilities)	Details of Investments (excluding investment in the subsidiary companies)	Turnover / Total Income	Profit/(Loss) before Taxation	Provision for Taxation	Profit/(Loss) after Taxation	Proposed Dividend (including Corporate Dividend Tax)
Aedus Real Estate Company Limited (formerly Karakoram Real Estate Company Limited)	2013-14	₹	500,000	(565,611)	22,829,869	22,895,480	-	-	(63,078)	-	(63,078)	-
Indiabulls Commercial Builders Limited	2013-14	₹	500,000	(163,950)	347,286	11,236	-	-	(12,938)	-	(12,938)	-
Ceres Estate Limited	2013-14	₹	750,000,000	804,278,894	1,659	2,432,416,380	-	-	(286,686)	-	(286,686)	-
Selene Land Development Limited	2013-14	₹	500,000	2,091,013	61,615,168	59,024,155	-	19,606,654	3,702,685	920,132	2,782,553	-
Citra Developers Limited	2013-14	₹	500,000	63,109,191	1,057,271	748,080	-	9,824	(50,063)	(20,343)	(29,720)	-
Ivome Developers Limited (formerly Indiabulls Property Builders Limited)	2013-14	₹	500,000	(418,077)	138,103	56,180	-	-	(57,382)	-	(57,382)	-
Serpentes Buildwell Limited	2013-14	₹	500,000	(31,326)	500,000	31,326	-	-	(31,326)	-	(31,326)	-

Note: For converting the figures given in foreign currency appearing in the accounts of the subsidiary companies into equivalent INR (Rupees) following exchange rates are used

Sr No	Currency	Balance Sheet (Closing Rate) (1 USD equivalent to INR)	Statement of Profit & Loss (Average Rate) (1 USD equivalent to INR)	
		2013-14	2012-13	2012-13
1	USD	60.10	54.39	60.50
				54.45

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Note 3

SIGNIFICANT ACCOUNTING POLICIES

i) Statement of compliance :

The Consolidated Financial Statements are prepared under the historical cost convention on an accrual basis, in accordance with the generally accepted accounting principles in India and in compliance with the applicable accounting standards as notified under the Companies (Accounting Standards) Rules, 2006, as amended and as per Revised Schedule VI to the Companies Act, 1956. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Revised Schedule VI to the Companies Act, 1956 ("the 1956 Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of commencement notification of Companies Act, 2013, dated 12 September, 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 1956 Act and 2013 Act, to the extent applicable.

ii) Use of Estimate :

The presentation of financial statements is in conformity with the generally accepted accounting principles and require estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as on the date of the financial statements and the reported amount of revenues and expenses during the reporting year. Differences between the actual results and estimates are recognized in the year in which the results are known or materialized.

iii) Revenue Recognition :

- a) Revenue from real estate development projects and plots under development is recognized in the financial year in which the agreement to sell or application forms (containing salient terms of agreement to sell) is executed, on the percentage of completion method which is applied on a cumulative basis in each accounting year to the current estimate of contract revenue and related project costs, when the stage of completion of each project reaches a significant level which is estimated to be at least 25% of the total estimated construction cost of the respective projects.
- b) Revenue and related expenditures in respect of short term works contracts that are entered into and completed during the year are accounted for on accrual basis as they are earned or incurred though revenue and related expenditures in respect of Long term works contracts are accounted for on the basis of "Percentage of Completion Method".
- c) Income from project advisory services is recognized on accrual basis.
- d) Marketing and lease management income are accounted for when the underline contracts are duly executed, on accrual basis.
- e) Revenue from air transportation services is recognised in the year in which the service has been rendered, and billed as per terms of contract / arrangements with customers, provided that collection is reasonably certain.
- f) Revenue from sale of developed land and plots is recognised in the year in which the underlying sale deed is executed.
- g) Construction revenue and cost / expenditures for construction contracts are accounted on accrual basis as they are earned or incurred as per Accounting Standard 7 (AS 7) (Revised) Construction Contracts as notified under the Companies (Accounting Standards) Rules, 2006, as amended. In case of cost plus contracts, revenue is recognised as per terms of specific contract, i.e., cost incurred plus an agreed profit margin.
- h) Upfront Lease Premium received and present value of future annual income from subleasing of the leasehold land is recognised on straight line basis over the lease term in accordance with the requirement set out in 'Technical Guide on Accounting for Special Economic Zones (SEZ) - Development Activities' issued by ICAI.
- i) Interest income from deposits, loans & advances and others is recognised on accrual basis.
- j) Dividend income is recognised when the right to receive the dividend is unconditionally established.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

- k) Profit / Loss on sale of investment is recognised on the date of transaction of sale and is computed with reference to the carrying amounts of investments.
- l) Incomes from sale of goods are recognised on dispatch of goods. Gross sale value is stated at contractual realizable values and net of sale tax and trade discounts.
- m) Interest on delayed receipts, cancellation / forfeiture and transfer fees from the customers is recognized as per revenue recognition principles laid down in Accounting Standard - 9 on "Revenue Recognition" i.e., when certainty of its collection is established.

iv) Fixed Assets :

Tangible fixed assets are stated at cost, net of tax or duty credits availed, less accumulated depreciation and accumulated impairment losses, if any. Cost includes original cost of acquisition, including incidental expenses related to such acquisition and installation.

Intangible assets are stated at cost, net of tax or duty credits availed, less accumulated amortization and accumulated impairment losses, if any. Cost includes original cost of acquisition, including incidental expenses related to such acquisition.

Costs of fixed assets under construction are disclosed under capital work-in-progress. Advances paid towards acquisition or construction of fixed assets or intangible assets is included as capital advances under long term loans and advances.

v) Depreciation / Amortisation :

Depreciation on fixed assets is provided on the straight-line method at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956, on a pro-rata basis from the date the asset is ready to put to use till the end of its useful life or till the asset is discarded, whichever is earlier. Individual assets costing up to ₹ 5,000 per item are fully depreciated in the year of purchase. Temporary structures are depreciated over a period of twelve months, on a pro-rata basis, from the date it is ready to put to use.

Intangible assets are amortized over the expected useful life from the date the assets are available for use, as mentioned below:

Description of asset	Estimated useful life
Computer Software	4 years

vi) Impairment of Assets :

At each reporting date, the Company assesses whether there is any indication that an asset may be impaired, based on internal or external factors. If any such indication exists, the Company estimates the recoverable amount of the asset or the cash generating unit. If such recoverable amount of the asset or cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If, at the reporting date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount. Impairment losses previously recognized are accordingly reversed.

vii) Borrowing Costs :

Borrowing costs attributable to the acquisition, construction or production of qualifying assets are capitalised as part of cost of the asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to statement of profit and loss.

viii) Investments :

Investments are classified as long term or current investments. Long term investments are stated at cost. Provision for diminution in value of long term investments is made only if such a decline is other than temporary in the opinion of the management. Current investments are stated at lower of cost or fair value.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

ix) Taxes on Income :

Current Tax

Current Tax is determined as the tax payable in respect of taxable income for the year and is computed in accordance with relevant tax regulations.

Deferred Tax

Deferred tax resulting from timing differences between taxable income and accounting income is accounted for at the current rate of tax or substantively enacted tax rates as at reporting date, to the extent that the timing differences are expected to crystallize.

Deferred tax assets are recognized where realization is reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognized only if there is a virtual certainty supported by convincing evidence that such deferred tax assets will be realized. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each reporting date.

x) Leases :

In case of assets taken on operating lease, the lease rentals are charged to the statement of profit and loss in accordance with Accounting Standard 19 (AS 19) – 'Leases', as notified under the Companies (Accounting Standards) Rules, 2006, as amended.

xi) Foreign Currency Transactions :

As stipulated in Accounting Standard 11, The Effects of Changes in Foreign Exchange Rates, notified under the Companies (Accounting Standards) Rules, 2006, as amended, foreign currency operations of the Company are classified as (a) Integral Operations and (b) Non Integral Operations. Overseas subsidiaries are treated as Non Integral Operations.

Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying the exchange rate between the reporting currency and the foreign currency at the date of the transaction to the foreign currency amount.

Conversion

Foreign currency monetary items are converted to reporting currency using the closing rate of reporting date. Non monetary items denominated in a foreign currency which are carried at historical cost are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or any other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange Differences

Exchange differences arising on settlement, or restatement as at reporting date, of long term foreign currency monetary items, at rates different from those at which they were initially recorded, in so far as it relates to acquisition of depreciable capital asset are added to or deducted from cost of such capital asset and depreciated or amortized over remaining useful life of the asset.

Exchange differences arising on all other monetary items are recognized in the statement of profit and loss account in the year in which they arise except those arising from investments in non-integral operations. Exchange differences arising on monetary items that in substance forms part of the Company's net investment in a non-integral foreign operation are accumulated in a foreign currency translation reserve in the financial statements until the disposal of the net investment, at which time they are recognized in the statement of profit and loss.

Translation of Non-integral operations

In respect of non-integral operations, assets and liabilities are translated at the exchange rate prevailing at the date of the balance sheet. The items in the Statement of Profit and Loss are translated at the average exchange rate during the year. The differences arising out of the translation are transferred to foreign currency translation reserve, in the balance sheet until the disposal of the net investments at which time they are recognised as income or as expenses.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

xii) Employee Benefits :

The Company's contribution to provident fund and employee state insurance schemes is charged to the statement of profit and loss or inventorized as a part of real estate project under development, as the case may be. The Company has unfunded defined benefit plans namely compensated absences and gratuity for its employees, the liability for which is determined on the basis of actuarial valuation, conducted semi-annually, by an independent actuary, in accordance with Accounting Standard 15 (Revised 2005) – 'Employee Benefits', notified under the Companies (Accounting Standards) Rules, 2006, as amended.

Actuarial gains and losses are recognized in the statement of profit and loss or inventorized as a part of real estate project under development, as the case may be.

For Subsidiary Companies with few employees, liability for gratuity and compensated absences has been determined on accrual basis, as permitted under AS 15.

xiii) Stock based compensation expense

Stock based compensation expense are recognized in accordance with the guidance note on 'Accounting for employee share based payments' issued by the Institute of Chartered Accountants of India, which establishes financial accounting and reporting principles for employee share based payment plans. Employee stock compensation costs are measured based on the estimated intrinsic value of the stock options on the grant date. The compensation expense is amortized over the vesting period of the options.

xiv) Inventories :

Land other than that transferred to real estate projects under development is valued at lower of cost or net realisable value.

Cost includes cost of acquisition and internal and external development costs, construction costs, and development/construction materials. Real estate projects under development represents land under development, cost incurred directly in respect of construction activity and indirect construction cost to the extent to which the expenditure is related to the construction or incidental thereto on unsold real estate projects and land held for development of real estate project is valued at cost.

Construction materials, stores and spares, tools and consumable are valued at lower of cost or net realisable value, on the basis of first-in first-out method.

xv) Provisions, Contingent Liabilities and Contingent Assets :

Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made. Contingent liability is disclosed for:

- i) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or,
- ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent Assets are not recognised in the financial statements since this may result in the recognition of income that may never be realized.

xvi) Share Issue / Buyback Expenses :

Share issue / buyback expenses are adjusted against securities premium account to the extent of balance available and thereafter, the balance portion is charged off to statement of profit and loss, as incurred.

xvii) Earnings Per Share :

Basic earnings per share is computed by dividing profit available to equity shareholders by weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed using the weighted average number of equity and dilutive potential equity shares outstanding during the year.

xviii) Preliminary Expenses :

Preliminary expenses are adjusted against securities premium account (net of tax) to the extent of balance available and thereafter, the balance portion is charged off to the statement of profit and loss, as incurred.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Note 4

CORPORATE RESTRUCTURING

- a) A Scheme of Arrangement (Scheme-I) between Indiabulls Real Estate Limited (IBREL) ("Demerged Company") and the Indiabulls Wholesale Services Limited ("IBWSL", "Resulting Company") and their respective shareholders and creditors under Sections 391 – 394 of the Companies Act, 1956, was sanctioned by the Hon'ble High Court of Delhi at New Delhi on March 03, 2011. Upon coming into effect of the Scheme of Arrangement on March 31, 2011 and with effect from the Appointed Date on April 01, 2010, the Wholesale trading business stand demerged from IBREL and transferred to and vested in IBWSL on a going concern basis.
- b) A composite Scheme of Arrangement (Scheme-II) under Section 391 to 394 of the Companies Act, 1956, by and among Indiabulls Real Estate Limited (the Company), Indiabulls Infrastructure and Power Limited (IIPL), Indiabulls Builders Limited (IBL), Indiabulls Power Limited. (IPL) and Poena Power Supply Limited (PPSL) and their respective shareholders and creditors (Scheme), which had been approved by the Hon'ble High Court of Delhi vide its order dated October 17, 2011 and came into effect on November 25, 2011, with effect from April 1, 2011 i.e. the Appointed Date. Pursuant to and in terms of Scheme II, the power business undertaking of the Company which included the Company's investment in the IPL, stood demerged from the Company and transferred to and vested in favour of Indiabulls Infrastructure and Power Limited (IIPL) on a going concern basis. Indiabulls Builders Limited (IBL) a wholly owned subsidiary of the Company was merged with the Company as a going concern under the 'pooling of interests method' with the entire business, including all the assets and liabilities as recorded in the books of IBL as on the Appointed Date (there were no fixed assets), being transferred to the Company at their book values as on the said date. The investment in IBL was transferred by the Company to IBREL-IBL Scheme Trust and accounted for as "Interest in IBREL-IBL Scheme Trust" in the Company. In consideration for an aggregate of 42,500,000 Equity shares of face value of ₹ 2 each held in Indiabulls Builders Limited, an equivalent number of fully paid Equity shares of face value ₹ 2 each were issued in the Company to the IBREL - IBL Scheme Trust, the shareholder of IBL, as of the aforesaid effective date of the Scheme. The trust holds these shares for the sole benefits of Indiabulls Real Estate Limited.
- c) A Scheme of Arrangement (Scheme-III) between Indiabulls Infrastructure Development Limited ("Amalgamating Company") a subsidiary of the Company and Indiabulls Power Limited ("Amalgamated Company") and their respective shareholders and creditors under Sections 391 – 394 of the Companies Act, 1956, was approved by the Hon'ble High Court of Delhi at New Delhi vide its order dated May 24, 2012 and came into effect on April 1, 2012 i.e. the Appointed Date.

Pursuant to and in terms of Scheme-III, with effect from the appointed date:

- (i) All the assets and liabilities of the Amalgamating Company became the assets and liabilities of the Amalgamated Company and were recorded at their book values as appearing in the books of the Amalgamating Company.
- (ii) The Amalgamated Company issued and allotted to the shareholders of the Amalgamating Company whose names were recorded in the register of members on the Effective Date, in the ratio of 3.37 equity shares of the Amalgamated Company of face value of ₹ 10/- for every 1 equity shares of face value of ₹ 10/- each fully paid up held by such member in the Amalgamating Company on the Effective Date.

Note 5

SHARE CAPITAL

Authorised:

Equity shares of face value of ₹ 2 each
Preference shares of face value of ₹ 138 each

Issued, subscribed and fully paid up

Equity shares of face value of ₹ 2 each
Balance at the beginning of the year
Less: reduction on account of buyback

Total of equity share capital

	As at March 31, 2014		As at March 31, 2013	
	No. of Shares		No. of Shares	
	500,000,000	1,000,000,000	500,000,000	1,000,000,000
	30,000,000	4,140,000,000	30,000,000	4,140,000,000
		5,140,000,000		5,140,000,000
	No. of Shares		No. of Shares	
	424,010,739	848,021,478	474,010,739	948,021,478
	—	—	50,000,000	100,000,000
	424,010,739	848,021,478	424,010,739	848,021,478

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

- (i) The holders of equity shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company. In the event of liquidation of the Company, all preferential amounts, if any, shall be discharged by the Company. The remaining assets of the Company shall be distributed to the holders of equity shares in proportion to the number of shares held to the total equity shares outstanding as on that date. The holders of preference shares are entitled to receive dividends, but do not carry the right to vote. All shares rank equally with regard to the Company's residual assets, except that holders of preference shares participate only to the extent of the face value of the shares.
- (ii) Of the above fully paid equity shares, 42,500,000 Equity Shares of face value ₹ 2 each were allotted to IBREL-IBL scheme trust, the shareholder of IBL, for the sole benefit of Indiabulls Real Estate Limited pursuant to and in terms of a scheme of Arrangement approved by High Court of Delhi on October 17, 2011.
- (iii) During the Financial year ended March 31, 2012, upon exercise of Stock options vested in terms of Indiabulls Real Estate Limited Employees Stock options Scheme 2006 by eligible employees and upon receipts of full consideration in cash, the Company has allotted an aggregate of 668,500 Equity Shares of face value ₹ 2 each at an exercise price of ₹ 60 each.
- (iv) During the Financial year ended March 31, 2012, Pursuant to and in terms of the Court approved Scheme of Arrangement (Scheme-II) under Section 391 to 394 of the Companies Act, 1956, by and among Indiabulls Real Estate Limited (the Company), Indiabulls Infrastructure and Power Limited (IIPL), Indiabulls Builders Limited (IBL), Indiabulls Power Limited. (IPL) and Poena Power Supply Limited (PPSL) and their respective shareholders and creditors (Scheme -II), which had been approved by the Hon'ble High Court of Delhi, IBL a wholly owned subsidiary of the Company got merged with the Company as a going concern and in consideration of which, 42,500,000 fully paid Equity shares were allotted by the Company in favor of IBREL-IBL Scheme Trust, the shareholder of IBL as on the effective date of the Scheme II for the sole benefit of Indiabulls Real Estate Limited.
- Further to the Scheme II, the warrants issued on August 26, 2010 and remaining outstanding as on the effective date of the Scheme, were converted into 28,700,000 partly paid equity shares of the Company. The Promoter group companies and directors of the Company, who were allotted partly paid shares had paid the final call money as specified in the scheme except for one of the warrant holder, to whom 100,000 partly paid up equity shares (₹ 0.50 per share paid) were allotted had forfeited due to non payment of call money, accordingly 28,600,000 equity shares had become fully paid up shares.
- (v) During the Financial year ended March 31, 2013, 50,000,000 equity shares were bought back at an average price of ₹ 54.64 from the open market through stock exchanges using electronic trading facilities of BSE Limited (BSE) and National Stock Exchange of India Limited (NSE) in accordance with section 77A, 77AA and 77B of the Company Act 1956 and SEBI Regulation 1998.

(vi) Details of Shareholding in excess of 5 % of Share Capital
Equity Capital

- Number of share holders [including their nominees]	4	5
- Number of shares held	150,378,717	160,286,959

(vii) Equity shares reserved for issuance under Employees stock options - Refer Note 32

Note 6
RESERVES AND SURPLUS
Capital Reserve

Balance as at the beginning of the year

	As at March 31, 2014	As at March 31, 2013
	2,772,050,000	2,772,050,000
	2,772,050,000	2,772,050,000

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Capital Reserve on consolidation		
Balance as at the beginning of the year	10,594,527,212	12,682,111,394
Add / (Less) : Transferred / Adjustment during the year	(173,784,877)	(2,087,584,182)
	10,420,742,335	10,594,527,212
Securities Premium Account		
Balance as at the beginning of the year	46,090,610,157	48,722,649,020
Less: Reduction on buyback of equity shares	—	2,632,038,863
	46,090,610,157	46,090,610,157
Debenture Redemption Reserve		
Balance as at the beginning of the year	2,064,754,167	602,589,093
Add: Transfer from profit for the year	460,937,501	1,462,165,074
	2,525,691,668	2,064,754,167
Capital Redemption Reserve		
Balance as at the beginning of the year	100,000,000	—
Add: Transfer from profit for the year {refer note 5 (v)}	—	100,000,000
	100,000,000	100,000,000
General Reserve		
Balance as at the beginning of the year	5,062,964,175	4,704,640,753
Add: Transfer from profit for the year	268,300,802	358,323,422
	5,331,264,977	5,062,964,175
Foreign Currency Translation Reserve		
Foreign Currency Translation Reserve	(165,892,039)	(297,565,463)
	(165,892,039)	(297,565,463)
Surplus as per Statement of Profit and Loss		
Balance as at the beginning of the year	553,561,958	1,718,421,161
Add: Profit for the year	2,238,444,205	1,741,978,271
	2,792,006,163	3,460,399,432
Profit available for appropriation		
Less: Appropriations		
Transferred to Debenture Redemption Reserve	460,937,501	1,462,165,074
Transferred to General Reserve	268,300,802	358,323,422
Transferred to Capital Redemption Reserve	—	100,000,000
Interim Dividend on Equity Shares	1,059,532,217	848,021,478
Corporate Dividend Tax thereon	186,352,000	138,327,500
Total Appropriations	1,975,122,520	2,906,837,474
Balance of Profit Carried forward	816,883,643	553,561,958
Total of reserves and surplus	67,891,350,741	66,940,902,206

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Note 7		
PREFERENCE SHARE CAPITAL OF SUBSIDIARY COMPANIES		
Nil (Previous year 20,633,954) Optionally Convertible, Cumulative Preference Shares of ₹ 10 each fully paid up issued by Indiabulls Estate Limited	—	206,339,540
Pursuant to the Share Subscription and Shareholders Agreement executed, during the year ended March 31, 2007 and as amended from time to time, by and among the Company, Indiabulls Estate Limited (IEL) and FIM Limited (FIM), IEL had issued and allotted 20,633,954 optionally convertible cumulative preference shares of face value of ₹ 10 each fully paid to FIM at its face value.		
Nil (Previous year 35,453,478) Optionally Convertible, Cumulative Preference Shares of ₹ 10 each fully paid up issued by Indiabulls Infrastructure Limited	—	354,534,780
Pursuant to the Share Subscription and Shareholders Agreement executed, during the year ended March 31, 2007, and as amended from time to time, by and among the Company, Indiabulls Infrastructure Limited (IIL) and FIM Limited (FIM), IIL had issued and allotted 35,453,478 optionally convertible cumulative preference shares of face value of ₹ 10 each fully paid to FIM at its face value.		
Nil (Previous year 592,664) Compulsorily Convertible Preference Shares of ₹ 1,000 each fully paid up issued by Airmid Developers Limited	—	592,664,000
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2008 and as amended from time to time, by and among the Company, Airmid Developers Limited (ADL) and FIM Limited (FIM), ADL had issued and allotted 592,664 compulsorily convertible preference shares of face value of ₹ 1,000 each fully paid to FIM at its face value.		
Nil (Previous year 314,099) Compulsorily Convertible Preference Shares of ₹ 1,000 each fully paid up issued by Athena Infrastructure Limited	—	314,099,000
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2008 and as amended from time to time, by and among the Company, Athena Infrastructure Limited (AIL) and FIM Limited (FIM), AIL had issued and allotted 314,099 compulsorily convertible preference shares of face value of ₹ 1,000 each fully paid to FIM at its face value.		
Nil (Previous year 170,284) Compulsorily Convertible Preference Shares of ₹ 1,000 each fully paid up issued by Citra Properties Limited	—	170,284,000
Pursuant to the Share Subscription and Shareholders Agreement executed, during the year ended March 31, 2008 and as amended from time to time, by and among the Company, Citra Properties Limited (CPL) and FIM Limited (FIM), CPL had issued and allotted 170,284 compulsorily convertible preference shares of face value of ₹ 1,000 each fully paid to FIM at its face value.		
Nil (Previous year 355,627) Compulsorily Convertible Preference Shares of ₹ 1,000 each fully paid up issued by Juventus Estate Limited	—	355,627,000

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2008 and as amended from time to time, by and among the Company, Juventus Estate Limited (JEL) and FIM Limited (FIM), JEL had issued and allotted 355,627 compulsorily convertible preference shares of face value of ₹ 1,000 each fully paid to FIM at its face value.		
Nil (Previous year 391,519) Compulsorily Convertible Preference Shares of ₹ 1,000 each fully paid up issued by Selene Construction Limited	—	391,519,000
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2008 and as amended from time to time, by and among the Company, Selene Constructions Limited (SCL) and FIM Limited (FIM), SCL had issued and allotted 391,519 compulsorily convertible preference shares of face value of ₹ 1,000 each fully paid to FIM at its face value.		
Nil (Previous year 191,844) Compulsorily Convertible Preference Shares of ₹ 1,000 each fully paid up issued by Selene Estate Limited	—	191,844,000
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2008 and as amended from time to time, by and among the Company, Selene Estate Limited (SEL) and FIM Limited (FIM), SEL had issued and allotted 191,844 compulsorily convertible preference shares of face value of ₹ 1,000 each fully paid to FIM at its face value.		
Total of preference share capital of subsidiaries	—	2,576,911,320

Note -8 BORROWINGS

	As at March 31, 2014	As at March 31, 2013
Long term borrowings		
(i) Term loans from bank	—	1,082,347,070
(ii) Term loans from bank	9,321,470,919	3,000,000,000
Less : Current Maturities of above	983,333,305	—
	8,338,137,614	3,000,000,000
(iii) Debentures - Secured	14,000,000,000	12,248,600,000
Less : Current Maturities of above	—	6,748,600,000
	14,000,000,000	5,500,000,000
(iv) Debentures - Unsecured	1,941,035,060	8,697,643,060
Total of long term borrowings	24,279,172,674	18,279,990,130

- (i) **Term loans from bank**
This term loan was availed by a subsidiary company of the Company from Axis Bank Limited in the form of buyer's credit facility of USD 19.9 million.
- (ii) **Term loans from bank**
During the year ended March 31, 2013, a subsidiary of the Company entered into borrowing arrangement to finance the construction and development of the real estate project by signing a Construction Term Loan arrangement with Yes Bank Limited ("YBL") for ₹ 6,000,000,000.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Yes Bank subsequently novated the loan of ₹3,000,000,000 vide deed of Decation dated 25th March, 2013 in favour of Bank of India, Vijaya Bank and State Bank of Bikaner & Jaipur. Further to this, YBL novated the loan of ₹1,500,000,000 vide deed of novation dated June 27, 2013 in favour of Corporation Bank. The details are as follows:

Particulars	Sanction	Drawdown	Outstanding	Rate of Interest	Remarks
Yes Bank Limited (YBL)	1,500,000,000	875,000,000	875,000,000	12.75%	The rates are determined on the basis of YBL's base rate and respective bank's margin.
	<i>3,000,000,000</i>	<i>1,500,000,000</i>	<i>1,500,000,000</i>	<i>12.75%</i>	
State Bank of Bikaner & Jaipur (SBJ)	500,000,000	291,700,000	291,687,329	13.10%	
	<i>500,000,000</i>	<i>250,000,000</i>	<i>250,000,000</i>	<i>12.75%</i>	
Vijaya Bank (VB)	1,000,000,000	583,300,000	583,300,000	13.00%	
	<i>1,000,000,000</i>	<i>500,000,000</i>	<i>500,000,000</i>	<i>12.75%</i>	
Bank of India (BOI)	1,500,000,000	875,000,000	875,000,000	13.00%	
	<i>1,500,000,000</i>	<i>750,000,000</i>	<i>750,000,000</i>	<i>12.75%</i>	
Corporation Bank	1,500,000,000	875,000,000	874,992,832	13.00%	
	—	—	—	—	
Total	6,000,000,000	3,500,000,000	3,499,980,161		
	<i>6,000,000,000</i>	<i>3,000,000,000</i>	<i>3,000,000,000</i>		

Previous year figures are shown in Italics.

The above loans are secured by mortgage of all movable (Present & future) and immovable assets and exclusive charge on current assets including project receivables (present & future) and the debt service reserve account and collection escrow accounts. The loan is further secured by an unconditional and irrevocable corporate guarantee of the Company.

The above loans are repayable in equal quarterly instalments over 12 quarters starting from a period after 24 months from first disbursement. First disbursement of the loan was made on July 26, 2012.

During the financial year ended March 31, 2014, two subsidiaries of the Company have availed term loans of ₹3,000,000,000 and ₹2,000,000,000 respectively, from Yes Bank Limited with prevailing interest rate of 12.65% (Bank PLR 10.5% and additional 2.15% over the PLR) payable monthly, secured by exclusive charge on movable & immovable property owned by the respective company and hypothecation of respective project receivables. The loans are further secured by an unconditional and irrevocable corporate guarantee of the Company. The loans are for the tenure of 84 months including moratorium period of 30 months and are repayable in 18 structured quarterly instalments.

During the financial year ended March 31, 2014, the Company has availed a term loan of ₹350,000,000 from HDFC Bank Limited with prevailing interest rate of 11.55% (Bank PLR 10% and additional 1.55% over the PLR) payable monthly, secured by exclusive charge on immovable property owned by one of its subsidiary company. The loan is repayable in 21 monthly equal instalments starting after 90 days of disbursement.

During the financial year ended March 31, 2014, a subsidiary of the Company has availed a term loan of ₹400,000,000 from HDFC Bank Limited with prevailing interest rate of 11.55% (Bank PLR 10% and additional 1.55% over the PLR) payable monthly, secured by equitable mortgage of immovable property owned by such subsidiary, corporate guarantee given by the Company and equitable mortgage of immovable property and corporate guarantee of one of its fellow subsidiary Company. The term loan is re-payable in 24 monthly equal instalments beginning from January 31, 2014.

During the financial year ended March 31, 2014, a subsidiary of the Company has availed a term loan secured against equitable Mortgage of Land held by it along with existing and future structures on the property admeasuring 83,955 sq. mtrs. at Vagator, Goa and hypothecation of movable and current assets of such subsidiary.

(iii) Debentures - Secured

Redeemable Non Convertible Debentures include

- (i) On March 06, 2014, the Company had issued and allotted 1000 Secured Redeemable Non-Convertible Debentures ("NCDs") of face value of ₹1,000,000 each carrying interest rate of 11.40% payable on yearly basis, aggregating to ₹1,000,000,000 on private placement basis for part finance of various projects

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

undertaken by Company and its Subsidiary Companies. These Non-Convertible Debentures are to be secured by mortgage on specified immoveable properties held and owned by the Company and its certain Subsidiary Companies by way of first charge to be created in favour of IDBI Trusteeship Services Limited ("Debenture Trustee"). These NCD's are redeemable at the end of 36th month from date of allotment. These NCDs are listed on Wholesale Debt Market (WDM) segment of National Stock Exchange of India Limited.

- (ii) On December 26, 2011, two of the Subsidiaries of the Company had issued and allotted 2,500 Secured Redeemable Non Convertible Debentures ("NCDs") of face value of ₹ 1,000,000 each carrying interest rate of 13% payable quarterly basis, aggregating to ₹ 2,500,000,000 on private placement basis for part finance of various projects undertaken by Company and its Subsidiary Companies. These Non Convertible Debentures are secured by an equitable mortgage of land in possession of the issuer companies and in possession of four other subsidiaries of the Company. These are additionally secured by way of corporate guarantee provided by the Company and are redeemable in two instalments, 50% at the end of 48th month and 50% at the end of 60th month from date of allotment. These NCDs are listed at National Stock Exchange of India Limited at Wholesale Debt Market (WDM) segment. The issuer companies holds an option to call back the issue on a annual basis.
- (iii) On March 28, 2014, the Company had issued and allotted 2500 Secured Redeemable Non-Convertible Debentures ("NCDs") of face value of ₹ 1,000,000 each carrying interest rate of 11% payable on quarterly basis, aggregating to ₹2,500,000,000 on private placement basis for part finance of various projects undertaken by Company and its Subsidiary Companies. These Non-Convertible Debentures are to be secured by mortgage on specified immoveable properties held and owned by the Company and its certain Subsidiary Companies by way of first charge to be created in favour of IDBI Trusteeship Services Limited ("Debenture Trustee"). These NCD's are redeemable at the end of 18th month from date of allotment. These NCDs are listed on Wholesale Debt Market (WDM) segment of National Stock Exchange of India Limited.
- (iv) On May 30, 2013, the Company had issued and allotted 5,000 Secured Redeemable Non-Convertible Debentures ("NCDs") of face value of ₹ 1,000,000 each carrying interest rate of 9.75% payable on yearly basis, aggregating to ₹ 5,000,000,000 on private placement basis for part finance of various projects undertaken by Company and its Subsidiary Companies. These Non-Convertible Debentures are secured by mortgage on specified immoveable properties held and owned by the Company and its certain Subsidiary Companies by way of first charge created in favour of IDBI Trusteeship Services Limited ("Debenture Trustee"). These NCD's are redeemable at the end of 36th month from date of allotment. These NCDs are listed on Wholesale Debt Market (WDM) segment of National Stock Exchange of India Limited.
- (v) On September 28, 2012, the Company had issued and allotted 3,000 Secured Redeemable Non-Convertible Debentures ("NCDs") of face value of Rs. 1,000,000 each carrying interest rate of 11.75% payable semi annually basis, aggregating to Rs. 3,000,000,000 on private placement basis for part finance of various projects undertaken by Company and its Subsidiary Companies. These Non-Convertible Debentures are secured by mortgage on specified immoveable properties held and owned by the Company and its certain Subsidiary Companies by way of pari-passu charge created in favour of IDBI Trusteeship Services Limited ("Debenture Trustee"). Additionally aforesaid NCDs are to be secured by way of pari-passu charge on all revenues and receivables including the account in which the receivables will flow and are redeemable at the end of 36th month from date of allotment. These NCDs are listed on Wholesale Debt Market (WDM) segment of National Stock Exchange of India Limited.
- (vi) During the financial year ended March 31, 2014 the Company redeemed NCDs amounting to ₹ 6,748,600,000 as per the redemption schedule.

	As at March 31, 2014	As at March 31, 2013
(iv) Debentures - Unsecured		
Compulsorily Convertible Debentures		
183,031,206 (Previous year 183,031,206) Non Cumulative Compulsorily Convertible Debentures of Face value of ₹ 10 each issued by Indiabulls Infraestate Limited	1,830,312,060	1,830,312,060

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Pursuant to and in terms of an investment agreement dated January 10, 2012 and November 02, 2012, Indiabulls Infraestate Limited, a subsidiary of the Company has issued debentures as per details below :

Type of debentures	Issued to	No. of debentures			Issue Price(₹)
		Opening Balance	Issued during the year	Closing Balance	
Compulsorily Convertible Debentures	IL&FS Trust Company Limited (#)	1,275,446	-	1,275,446	10.00
Compulsorily Convertible Debentures	Little Fairy Limited	181,755,760	-	181,755,760	10.00
Total		183,031,206	-	183,031,206	

(#) IFIN Realty Trust holds beneficial interest in these Compulsory Convertible Debentures.

These Compulsorily Convertible Debentures are redeemable after 5 years from the date of their issue. The interest on these debentures is computed from issue date till March 31, 2013 at 6%, from April 01, 2013 to March 31, 2014 at 9% and thereafter at 12%

110,723 (Previous year Nil) Optionally Convertible Debentures of Face value of ₹ 1,000 each issued by Diana Buildwell Limited

During the year ended March 31, 2014, Diana Buildwell Limited has issued 110,723 optionally convertible debentures of face value of ₹1,000 each bearing interest @ 0.001% per annum to its shareholders. These debentures are convertible into equity shares at the option of the holder within 15 years from the date of issue. If the holder does not exercise its right of conversion, the debentures will be redeemed at the end of the period of 15 years.

Nil (Previous year 1,950,000) Compulsorily Convertible Debentures of Face value of ₹ 1,000 each issued by Indiabulls Infrastructure Limited

Pursuant to the Share Subscription and Shareholders Agreement executed, during the year ended March 31, 2008, and as amended from time to time, by and among the Company, Indiabulls Infrastructure Limited (IIL) and FIM Limited (FIM), IIL had issued and allotted 1,950,000 compulsorily convertible debentures of face value of ₹ 1,000 each fully paid to FIM at its face value.

Nil (Previous year 797,081) Compulsorily Convertible Debentures of Face value of ₹ 1,000 each issued by Indiabulls Estate Limited

Pursuant to the Share Subscription and Shareholders Agreement executed, during the year ended March 31, 2009 and as amended from time to time, by and among the Company, Indiabulls Estate Limited (IEL) and Azelf Holdings Limited (AHL), IEL had issued and allotted 797,081 compulsorily convertible debentures of face value of ₹ 1,000 each fully paid to AHL at its face value.

Nil (Previous year 1,210,500) Compulsorily Convertible Debentures of Face value of ₹ 1,000 each issued by Airmid Developers Limited

Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2009 and as amended from time to time, by and among the Company, Airmid Developers Limited (ADL) and Saddle Rock Holdings Limited (SRHL), ADL had issued and allotted 1,210,500

As at March 31, 2014	As at March 31, 2013
110,723,000	—
-	1,950,000,000
-	797,081,000
-	1,210,500,000

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
compulsorily convertible debentures of face value of ₹ 1,000 each fully paid to SRHL at its face value.		
Nil (Previous year 642,000) Compulsorily Convertible Debentures of Face value of ₹ 1,000 each issued by Athena Infrastructure Limited	-	642,000,000
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2009 and as amended from time to time, by and among the Company, Athena Infrastructure Limited (AIL) and Saddle Rock Holdings Limited (SRHL), AIL had issued and allotted 642,000 compulsorily convertible debentures of face value of ₹ 1,000 each fully paid to SRHL at its face value.		
Nil (Previous year 348,500) Compulsorily Convertible Debentures of Face value of ₹ 1,000 each issued by Citra Properties Limited	-	348,500,000
Pursuant to the Share Subscription and Shareholders Agreement executed, during the year ended March 31, 2009 and as amended from time to time, by and among the Company, Citra Properties Limited (CPL) and Marfiozo Holdings Limited (MHL), CPL had issued and allotted 348,500 compulsorily convertible debentures of face value of ₹ 1,000 each fully paid to MHL at its face value.		
Nil (Previous year 726,750) Compulsorily Convertible Debentures of Face value of ₹ 1,000 each issued by Juventus Estate Limited	-	726,750,000
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2009 and as amended from time to time, by and among the Company, Juventus Estate Limited (JEL) and FIMC Holdings Limited (FHL), JEL had issued and allotted 726,750 compulsorily convertible debentures of face value of ₹ 1,000 each fully paid to FHL at its face value.		
Nil (Previous year 800,000) Compulsorily Convertible Debentures of Face value of ₹ 1,000 each issued by Selene Constructions Limited	-	800,000,000
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2009 and as amended from time to time, by and among the Company, Selene Constructions Limited (SCL) and FIMC Holdings Limited (FHL), SCL had issued and allotted 800,000 compulsorily convertible debentures of face value of ₹ 1,000 each fully paid to FHL at its face value.		
Nil (Previous year 392,500) Compulsorily Convertible Debentures of Face value of ₹ 1,000 each issued by Selene Estate Limited	-	392,500,000
Pursuant to the Share Subscription and Shareholders Agreement executed during the year ended March 31, 2009 and as amended from time to time, by and among the Company, Selene Estate Limited (SEL) and FIMC Holdings Limited (FHL), SEL had issued and allotted 392,500 compulsorily convertible debentures of face value of ₹ 1,000 each fully paid to FHL at its face value.		

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
 INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Short Term Borrowings		
Secured		
Line of Credit *		
- Form Others	510,000,000	-
* During the financial year ended March 31, 2014, the Company has availed line of credit from M/s Aditya Birla Finance limited which is secured by pledge of Units of Mutual fund.		
Unsecured		
Commercial Papers **		
- Form Banks	3,000,000,000	-
- Form Others	1,000,000,000	-
** Maximum balance outstanding during the year ₹ 4,000,000,000.		
Total of short term borrowings	4,510,000,000	-
Note 9		
OTHER LIABILITIES		
Other Long Term Liabilities		
Security Deposits	100,000,000	-
Lease Premium	1,134,340,842	1,181,240,573
Total of Other Long Term Liabilities	1,234,340,842	1,181,240,573
Other Current Liabilities		
Current Maturities of Long Term Debts		
Redeemable non convertible debentures of face value ₹ 1,000,000 each	-	6,748,600,000
Term Loans	983,333,305	-
Others	-	339,084
Loans and Advances	-	5,095,000,000
Unpaid matured debentures	-	1,410,252,000
Interest Accrued	193,990,270	2,335,948,230
Advance from customers	28,979,088,751	14,522,574,346
Security Deposits from Customers	28,042,336	503,500,000
Unpaid Dividend on Equity Shares	4,916,704	1,992,892
Other Liabilities	2,140,906,427	2,941,115,252
Total of Other Current Liabilities	32,330,277,793	33,559,321,804
Note 10		
PROVISIONS		
Long Term Provisions		
Provision for employee benefits		
- Gratuity	29,326,474	26,024,257
- Compensated Absences	13,224,528	10,286,776
Total of Long Term Provisions	42,551,002	36,311,033

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Short Term Provisions		
Provision for employee benefits		
- Gratuity	2,631,079	3,736,681
- Compensated Absences	1,380,420	1,993,952
- Others	2,590	603,779
Provision for Taxation (Net of advance tax and tax deducted at source)	1,605,650,608	973,384,945
Interim Dividend on Equity Shares	381,510,739	848,021,478
Corporate Dividend Tax on Interim Dividend on Equity Shares	-	138,327,500
Total of Short Term Provisions	1,991,175,436	1,966,068,335
Note 11		
TRADE PAYABLES		
(a) Due to Micro and Small Enterprises	-	-
(b) Due to others	1,461,110,045	597,308,393
Total of Trade Payables	1,461,110,045	597,308,393

Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act, 2006"):

Particulars	Amount
i) the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	Nil
ii) the amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	Nil
iii) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act;	Nil
iv) the amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil
v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	Nil

The above information regarding micro, small and medium enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Note 12

FIXED ASSETS

Particulars	Gross Block At Cost				Accumulated Depreciation / Amortisation				Net Block		
	As at April 01, 2013	Additions during the Year	Adjustments/ Sales during the Year	Asset going out of Consolidation due to Scheme of Arrangement on April 01, 2012	As at March 31, 2014	As at April 01, 2013	Provided during the Year*	Adjustments/ Sales during the Year	Opening Depreciation/ Amortisation on Assets going out of Consolidation due to Scheme of Arrangement of Arrangement on April 01, 2012	As at March 31, 2014	As at March 31, 2013
A. Tangible Assets											
Land	717,190,425	-	-	-	717,190,425	37,494,701	7,411,167	-	-	672,284,557	679,695,724
Building- Temporary Structures	21,122,376	622,846	-	-	21,745,222	18,450,848	3,128,435	-	-	165,939	2,671,528
Plant & Equipments	445,463,868	5,427,816	-	-	450,891,684	131,815,460	32,487,178	-	-	286,589,046	313,648,408
Office Equipments	34,942,808	2,527,073	72,277	-	37,397,604	6,590,372	2,038,567	22,607	-	8,606,332	28,352,436
Computers	33,868,433	3,455,970	242,200	-	37,082,203	14,575,241	5,517,055	117,903	-	19,974,393	19,293,192
Furniture and Fixtures	33,581,130	3,937,950	-	-	37,519,080	7,455,998	2,052,955	-	-	9,508,953	26,125,132
Vehicles	151,831,294	13,749,247	14,887,269	-	150,693,272	65,626,060	15,190,711	8,258,538	-	72,558,233	86,205,234
Aircrafts	2,526,880,383	71,610,670	-	-	2,598,491,053	532,590,988	147,321,862	-	-	679,912,850	1,994,289,395
TOTAL (A)	3,964,880,717	101,331,572	15,201,746	-	4,051,010,543	814,599,668	215,147,930	8,399,048	-	3,029,661,993	3,150,281,049
B. Intangible Assets											
Computer Software	49,772,667	407,905	-	-	50,180,572	30,687,010	8,401,261	-	-	11,092,301	19,085,657
TOTAL (B)	49,772,667	407,905	-	-	50,180,572	30,687,010	8,401,261	-	-	11,092,301	19,085,657
GRAND TOTAL (A+B)	4,014,653,384	101,739,477	15,201,746	-	4,101,191,115	845,286,678	223,549,191	8,399,048	-	3,040,754,294	3,169,366,706
Previous Year	3,876,768,964	154,535,605	9,534,394	7,116,791	4,014,653,384	634,259,908	217,528,813	4,251,591	2,250,452	3,242,509,056	1,539,740,283
C. Capital Work In Progress										884,002,848	715,777,732

* During the year, Depreciation of ₹ 13,936,929 (Previous Year - ₹ 13,969,740) has been transferred to the Cost of Real Estate Projects Under Development.

The amount of foreign exchange gain or loss on translation of long term foreign currency borrowing capitalized, amortized and balance remaining to be amortized is as below:

Particulars	Exchange loss / (gain) capitalized			Exchange loss/(gain) amortized			Unamortized exchange loss/(gain)	
	As at April 1, 2013	Additions during the year	As at March 31, 2014	As at April 1, 2013	Adjustments/ Sales during the year	As at March 31, 2014	As at March 31, 2014	As at March 31, 2013
Aircrafts	174,359,820	71,610,670	-	8,364,663	15,580,710	23,945,373	222,025,117	165,995,157
Previous year	72,465,850	101,893,970	-	2,410,088	5,954,575	8,364,663	165,995,157	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Note 13		
INVESTMENTS		
Non Current Investments - At Cost		
Trade Quoted - Fully Paid up		
Investment In Associate	34,933,161,829	35,072,991,401
Trade Unquoted - Fully Paid up		
Investment In Associate	1,648,959,925	-
Trade Unquoted - Fully Paid up		
Investments In Equity Shares	6,470,525,000	6,470,525,000
Investments In Preference Shares	4,102,700,000	3,517,700,000
Investments In Debentures	4,100,000,000	4,000,000,000
Interest in IBREL-IBL Scheme Trust {refer note-4(b)}	85,000,000	85,000,000
Non Trade, Quoted		
Investments In Equity Shares	3,478,144,230	3,478,144,230
Total of Non Current Investments	54,818,490,984	52,624,360,631
Current Investments - At Cost or fair value whichever is lower		
Non Trade, Unquoted		
Investments in units of Mutual funds *	846,394,600	-
Total of Current Investments	846,394,600	-

* During the financial year ended March 31, 2014, the Company has availed line of credit from M/s Aditya Birla Finance limited which is secured by pledge of Units of Mutual fund.

Note 14

LOANS AND ADVANCES

Long Term Loans and Advances

(Unsecured, considered good unless otherwise stated)

Capital Advances	23,887	1,129,053
Security Deposits	265,780,059	269,176,042
Prepaid Expenses	251,474,728	175,006,498
Loans and Advances	140,000,000	—
Total of Long Term Loans and Advances	657,278,674	445,311,593

Short Term Loans and Advances

(Unsecured, considered good unless otherwise stated)

Advances recoverable in cash or in kind or for value to be received	3,471,543,151	1,017,670,956
Advances for Land	3,766,663,405	3,503,032,155
Loans and Advances	4,121,420,023	3,286,306,930
Prepaid Expenses	434,825,604	159,146,136
Security Deposits	117,370,341	131,805,818
Advance Income Tax/Tax Deducted At Source (Net of Provision for Tax)	730,167,263	1,063,356,232
Total of Short Term Loans and Advances	12,641,989,787	9,161,318,227

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Note 15		
OTHER NON CURRENT ASSETS		
Fixed Deposit Accounts maturing beyond 12 months	196,882,970	247,821,275
Total of Other Non Current Assets	196,882,970	247,821,275
Note 16		
INVENTORIES		
(As taken, valued and certified by the Management)		
Land held for Development of Real Estate Projects (At cost)	3,352,445,811	3,397,155,406
Real Estate Projects under Development (At cost)	42,746,531,962	45,289,922,075
Construction Materials (At cost or net realisable value whichever is lower)	828,387,820	1,094,586,762
Total of Inventories	46,927,365,593	49,781,664,243
Note 17		
TRADE RECEIVABLES		
(Unsecured considered good, unless otherwise stated)		
Debts outstanding for a period exceeding six months		
Considered Good	5,737,271	6,824,448
Other Debts		
Considered Good	10,156,721,993	7,221,595,229
Total of Trade Receivables	10,162,459,264	7,228,419,677
Note 18		
CASH AND BANK BALANCES		
Cash and Cash equivalents		
Cash on hand	47,882,327	47,545,195
Foreign Currency on hand	51,393	243,616
Cheques on hand	359,759,505	-
Balances with Banks		
In Current Accounts	1,346,578,519	3,750,767,408
In Dividend Bank Accounts **	4,916,704	1,992,892
In Fixed Deposit Accounts with original maturity less than 3 months*	1,243,254,077	333,317,447
Other bank balances		
In Fixed Deposit Accounts maturing after 3 months but upto 12 months	-	250,000
In Fixed Deposit Accounts maturing beyond 12 months*	196,882,970	247,821,275
Less: Non- current bank balances in fixed deposit accounts	(196,882,970)	(247,821,275)
Total of Cash and Bank Balances	3,002,442,525	4,134,116,558

*Fixed deposits of ₹ 785,816,266 (previous year ₹ 420,485,167) have been pledged against bank guarantees, LC and overdraft facility.

*Fixed deposits of ₹ 633,927,406 (previous year 152,000,000) have been lien marked as a security for servicing of Term Loan and Debentures interest.

*Fixed deposits of ₹ 1,800,000 (previous year 500,000) have been lien marked as a security for servicing interest, VAT registration and for grant of Fire NOC.

** Unclaimed dividend account pertains to dividend not claimed by equity shareholders and the Company does not have any right on the said money.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Note 19		
OTHER CURRENT ASSETS		
Accrued Interest on		
- Fixed Deposits	11,014,653	3,871,302
- Loans and Advances (Unsecured, considered good)	295,425,367	102,922,351
Total of Other Current Assets	306,440,020	106,793,653
	For the year ended March 31, 2014	For the year ended March 31, 2013
Note 20		
REVENUE FROM OPERATIONS		
Real Estate Project Advisory, Construction and Development of Real Estate Projects and project advisory services.	14,932,762,362	11,243,332,143
Income from Construction Contracts	1,679,810,835	1,027,774,185
Air Transportation Services	277,065,086	236,190,105
Trust Fee and Trust Management Fee	382,089,247	388,463,632
Other Operating Income		
Interest Income on delayed payments from customers	24,958,362	53,458,998
Fee on cancellation of booking of flat / commercial space	65,727,403	56,361,959
Total of Revenue from Operations	17,362,413,295	13,005,581,022
Note 21		
OTHER INCOME		
Dividend on units of Mutual Funds - Non Trade	89,703,422	50,102,307
Interest on Loans and Advances	324,326,115	251,629,538
Interest on Fixed Deposits	178,935,509	94,560,426
Profit on Sale of Investment	31,468,184	48,593,991
Interest others	9,523,776	10,807,366
Miscellaneous Income	3,375,714	1,557,498
Total of Other Income	637,332,720	457,251,126
Note 22		
OTHER OPERATING EXPENSES		
Construction Contract Expenses	1,658,896,472	1,091,734,783
Aircraft Running and Maintenance Expenses	243,795,061	242,108,395
Total of Other Operating Expenses	1,902,691,533	1,333,843,178

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended March 31, 2014	For the year ended March 31, 2013
Note 23		
EMPLOYEE BENEFITS EXPENSES		
Salaries and Wages	525,859,929	548,696,866
Contribution to Provident Fund and Other funds	1,319,018	1,225,084
Staff Welfare Expenses	9,408,677	7,553,830
Total of Employee Benefits Expenses	536,587,624	557,475,780
Note 24		
FINANCE COST		
Foreign exchange (gain) / loss	(3,582,447)	1,437,857
Other Borrowing Costs	251,956,248	350,561,081
Interest Expenses		
Interest Expenses on Taxation	66,263,127	57,244,043
Interest on Compulsorily Convertible Debentures	164,728,085	95,900,169
Interest on Non Convertible Debentures	1,495,411,292	1,543,004,761
Interest on Loans and Advances	83,529,041	97,963,222
Interest on Term Loan, OD & Others	154,458,230	122,960,774
Total of Finance Cost	2,212,763,576	2,269,071,907
	For the year ended March 31, 2014	For the year ended March 31, 2013
Note 25		
OTHER EXPENSES		
Rent Expenses	246,016,563	351,700,009
Rates & Taxes	10,654,390	14,577,573
Legal & Professional Charges	278,299,989	163,158,366
Advertisement & Marketing	117,359,760	61,626,088
Electricity & Water Charges	9,117,346	12,470,097
Communication Expenses	17,063,784	18,699,755
Insurance	14,288,304	14,106,879
Printing & Stationery	6,668,292	2,950,107
Travelling & Conveyance	25,167,363	43,878,487
Running and Maintenance Expenses		
- Vehicle	5,892,089	6,020,171
- Buildings	12,416,263	26,941,445
- Others	29,796,575	48,104,927
Security Expenses	36,609,232	49,555,953
Software Expenses	56,715,726	87,590,620
Auditors' Remuneration		
- As auditor	20,568,195	22,141,483
- Other Services	-	1,915,736

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended March 31, 2014	For the year ended March 31, 2013
Preliminary Expenses	120,330	40,585
Membership and Subscription Fees	3,739,717	1,817,503
Loss on sale of fixed assets	3,268,618	411,964
Bad Debts	42,653,146	20,000
Donation & Contribution	200,500	-
Miscellaneous Expenses	9,946,867	10,102,619
Sales and marketing expenses	1,443,691,881	748,492,998
Bank Charges	2,577,972	188,223
Share in Loss of Associate	278,034,359	195,300,721
Total of Other Expenses	2,670,867,261	1,869,412,911

26 DEFERRED TAX

In compliance with Accounting Standard 22 (AS 22) - Accounting for Taxes on Income, as notified under the Companies (Accounting Standards) Rules, 2006, as amended, the Company has recognized deferred tax credit (net) of ₹ 471,686,330 (Previous Year ₹ 514,085,537) in the Statement of Profit and Loss during the year ended March 31, 2014.

The breakup of deferred tax liabilities as into major components is as under:

Particulars	For the year ended March 31, 2014	For the year ended March 31, 2013
Deferred Tax Liabilities		
<i>Arising on account of:</i>		
Depreciation	(35,524,138)	(12,115,736)
Total (A)	(35,524,138)	(12,115,736)
Deferred Tax Assets		
<i>Arising on account of:</i>		
Provision for Gratuity and Compensated Absences	5,025,876	1,624,954
Total (B)	5,025,876	1,624,954
Deferred Tax Assets / (Liabilities) [Net] (A+B)	(30,498,262)	(10,490,782)

The breakup of deferred tax assets as into major components is as under:

Deferred Tax Assets		
<i>Arising on account of:</i>		
Provision for Gratuity and Compensated Absences	1,906,988	3,341,262
Accumulated losses	1,230,003,613	755,441,967
Preliminary Expenses	-	1,187
Amalgamation and Demerger expenses	2,750,018	4,147,109
Total (A)	1,234,660,619	762,931,525
Deferred Tax Liabilities		
<i>Arising on account of:</i>		
Provision for Gratuity and Compensated Absences	(28,941)	-
Depreciation	(2,361,937)	(22,401,057)
Total (B)	(2,390,878)	(22,401,057)
Deferred Tax Assets / (Liabilities) [Net] (A+B)	1,232,269,741	740,530,468

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

27 EARNINGS PER EQUITY SHARE

The Basic Earnings Per Equity share is computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. Diluted Earnings per Share is computed using the weighted average number of equity shares and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at fair value.

Dilutive potential equity shares are deemed converted as of the beginning of the year, unless they have been issued at a later date. The number of equity shares and potential diluted equity shares are adjusted for stock split, bonus shares and the potential dilutive effect of Employee Stock Option Plans as appropriate.

	For the year ended March 31, 2014	For the year ended March 31, 2013
Profit After Tax	2,025,818,459	1,559,350,170
Less : Arrears of Preference Dividend and Corporate Dividend Tax Thereon (Subsidiary Companies)	-	91,263,682
Less : Share of Minority	(212,625,746)	(182,628,101)
Profit attributable to Equity Shareholders	2,238,444,205	1,650,714,589
Weighted Average number of shares used in computing Basic Earnings Per share	424,010,739	441,954,643
Weighted Average number of shares used in computing Diluted Earnings Per share	424,032,661	442,415,032
Face Value per Equity Share	2.00	2.00
Basic Earnings per Share	5.28	3.74
Diluted Earnings per Share	5.28	3.73

28 Minority Interest includes:

- As at March 31, 2014, Nil (Previous Year 1,604,620) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Indiabulls Estate Limited.
- As at March 31, 2014, Nil (Previous Year 1,805,889) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Indiabulls Infrastructure Limited.
- As at March 31, 2014, Nil (Previous Year 48,039) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Airmid Developers Limited.
- As at March 31, 2014, Nil (Previous Year 48,039) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Athena Infrastructure Limited.
- As at March 31, 2014, Nil (Previous Year 48,039) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Citra Properties Limited.
- As at March 31, 2014, Nil (Previous Year 48,039) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Juventus Estate Limited.
- As at March 31, 2014, Nil (Previous Year 48,039) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Selene Constructions Limited.
- As at March 31, 2014, Nil (Previous Year 48,039) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Selene Estate Limited.
- As at March 31, 2014, 34,000 (Previous Year 34,000) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Diana Buildwell Limited.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

- j) As at March 31, 2014, 8,027,310 (Previous Year 8,027,310) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Indiabulls Industrial Infrastructure Limited
- k) As at March 31, 2014, 6,544 (Previous Year 6,544) Equity Shares of ₹ 10 each fully paid up issued by a subsidiary company, Indiabulls Infraestate Limited.
- m) Proportionate share in the movements in Reserves and Surplus of the above mentioned subsidiaries.

29 During the Financial year 2008-09, the Company had sponsored Indiabulls Properties Investment Trust ("IPIT") (a business trust formed and registered under the laws of Singapore), with the objective of acquisition of One Indiabulls Centre and Elphinstone Mills, in Mumbai, being developed and owned by Indiabulls Properties Private Limited and Indiabulls Real Estate Company Private Limited respectively. IPIT had raised Singapore Dollars (S\$) 353.48 Millions by way of an initial public offering and private placement of its units in Singapore, at an offering price of S\$ 1.00 per Common Unit and was listed on the Main Board of Singapore Exchange Securities Trading Limited in June 2008. Post listing, the Company, held 45% beneficial interest in IPIT, indirectly, through its subsidiaries. During the year ended March 31, 2010, IPIT raised Singapore Dollar (S\$) 200.1 Millions by way of right issue to eligible units holders on the basis of 53 right units for every 100 existing units at an issue price of (S\$) 0.16 per right unit. As at March 31, 2014, the Company holds 47.03% (previous year 46.47%) beneficial interest in IPIT, indirectly, through its subsidiaries.

30 Capital Reserve / Goodwill

On acquisition and /or disposal of investments in subsidiaries/associates by the Company at different point in time and on issuance of fresh equity shares to minority stake holders, has resulted in (after netting off the goodwill arising on such acquisition and/or disposal) a Capital Reserve on consolidation of ₹ 10,420,742,335 which is shown under Reserves and Surplus.

31 Contingent Liabilities and Commitments:

- a) Corporate Guarantees provided by the Company, outstanding in respect of credit facilities availed by Subsidiaries of Associate of ₹ 6,523,601,225 (Previous year ₹ 4,557,618,729).
- b) Bank Guarantees and Letter of Credit facilities availed by Subsidiaries of the Company ₹ 730,480,812 (Previous year ₹ 622,172,541). These facilities are secured against pledge of fixed deposits of ₹ 387,816,266 (Previous year ₹ 286,602,438).
- c) Arrears of Dividend on preference shares issued by Subsidiary Companies, and not provided for in their books, ₹ Nil (Previous year ₹ 444,366,613)
- d) Contingent liabilities in respect of Income Tax demands for which appeals have been filed ₹ 91,167,710 (Previous Year : 65,239,662)
- e) The Company has given corporate guarantee towards cost overrun to financial institution/ banks for term loan facility sanctioned to Indiabulls Power Limited. ("IPL") in the event of inability of IPL to arrange the required equity support for Amravati Power Project Phase I.
- f) The Company has given corporate guarantee towards cost overrun to financial institution/ banks for term loan facility sanctioned to Indiabulls Realtech Limited ("IRL"), a subsidiary of IPL, in the event of inability of IPL to arrange the required equity support for Thermal Project having capacity of 1350 MW in Sinnar Village of Nasik District in Maharashtra, being developed by IRL.
- g) The Company has given Sponsors Support Undertaking ("SSU") to fund the required equity and any shortfall in means of finance by subscription to the shares of Indiabulls Power Limited. ("IPL") for term loan facility sanctioned to IPL in the event of inability of IPL to arrange the required equity support for Amravati Power Project Phase II. Under the SSU, IBREL has also guaranteed to meet IPL's debt obligations in respect of Amravati Power Project Phase II in the event coal linkage for the project is cancelled / deferred and IPL fails to make any alternate arrangement of required coal six months prior to the scheduled commercial operation date of unit I.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

- h) The Company has given Sponsors Support Undertaking ("SSU") to meet any shortfalls in the funding requirement of project and towards cost overrun to financial institution/banks for term loan sanctioned to Indiabulls Realtech Limited ("IRL") in the event of inability of IRL to arrange required equity support for Nasik Thermal Power Project Phase II.
- i) The Company has given Undertaking for Amravati Power Transmission Company Limited for timely infusion of equity as per Financing Plan and in the event of cost overrun / escalation or shortfall of the Project funding due to default of any lenders, the Project Cost/ such escalation or shortfall of the Project funding shall be met by the Promoters. Provided that if IPL fails to contribute the Equity and / or funds, Indiabulls Infrastructure & Power Limited ("IPL") shall be responsible for fulfilling the same and in case IPL fails to contribute the Equity and / or funds, IBREL shall be responsible for fulfilling the same.
- j) The Company has given an undertaking to banks for various loans availed by subsidiary companies and subsidiaries of Associate to meet the shortfall requirement in case they are not able to service the said loans.

32 EMPLOYEE STOCK OPTIONS SCHEMES

a) Indiabulls Real Estate Limited Employees Stock Options Scheme – 2006:

During the period ended March 31, 2007, the Company established the Indiabulls Real Estate Limited Employees Stock Options Scheme ("IBREL ESOS-I" or "Plan-I"). Under the Plan- I, the Company issued 9,000,000 equity settled options to eligible employees and of its Subsidiary Companies which gave them a right to subscribe up to 9,000,000 stock options representing an equal number of equity shares of face value of ₹ 2 each of the Company at an exercise price of ₹ 60 per option, subject to the requirements of vesting. These options vest uniformly over a period of 10 years, commencing one year after from the date of grant. A Compensation Committee constituted by the Board of Directors of the Company administers the Plan- I.

The Company follows the Intrinsic Value method of accounting as prescribed under the Guidance Note on "Accounting for Employees Share Based Payments" issued by the Institute of Chartered Accountants of India. No Deferred Employee Stock Compensation Cost was initially recorded on the grant of options as the Intrinsic Value calculated by an independent valuer was lower than the exercise price. Had the Company followed the Fair value method, there would not had been any impact on the Profit After Tax of the Company and on the Basic and Diluted Earnings per Equity Share of the Company as the fair value on the date of grant calculated by an independent valuer following binomial option pricing model was less than the exercise price.

b) Indiabulls Real Estate Limited Employees Stock Options Scheme 2008 (II):

During the year ended March 31, 2009, the Company established the Indiabulls Real Estate Limited Employees Stock Options Scheme - 2008 (II) ("IBREL ESOS-II" or "Plan-II"). Under Plan II, the Company issued equity settled options to its eligible employees and of its Subsidiary Companies to subscribe upto 2,000,000 stock options representing an equal number of equity shares of face value of ₹ 2 each in the Company, at an exercise price of ₹ 110.50 per option, being the closing market price on the National Stock Exchange of India Limited, as at January 29, 2009.

The stock options so granted, shall vest in the eligible employees within 10 years beginning from January 31, 2010, the first vesting date. The stock options granted under each of the slabs, are exercisable by the option holders within a period of five years from the relevant vesting date.

The Company follows the Intrinsic Value method of accounting as prescribed in the Guidance Note on Accounting for Employees Share Based Payments ("Guidance Note"), issued by the Institute of Chartered Accountants of India. Since, on the date of grant, the intrinsic value of the options granted was equal to the exercise price, no deferred employee stock compensation cost has been recorded in the financial statements. The fair value of the options under Plan II using the Black-Scholes model, based on the following parameters, is ₹62.79 per option, as certified by an independent firm of chartered accountants.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Particulars	Plan – II
Fair value of option at grant date (₹ per option)	₹ 62.79
Exercise price (₹ Per option)	₹ 110.50
Expected volatility	86%
Expected forfeiture percentage on each vesting date	Nil
Option Life (Weighted Average)	10.5 Years
Expected Dividend yield	3.92%
Risk Free rate of Interest	6.50%

The expected volatility was determined based on historical volatility data of the Company's shares listed on the National Stock Exchange of India Limited.

The table below provides pro forma disclosures for the impact on the Company's net profits after taxes and basic and diluted earnings per share, had the compensation cost for the stock options granted under Plan - II been determined using the fair value method as prescribed in the Guidance Note as prescribed by the ICAI.

Particulars	For the year ended March 31, 2014		For the year ended March 31, 2013	
	As reported	Pro forma	As reported	Pro forma
Net Profit available to Equity Shareholders (as reported)	2,238,444,205	2,238,444,205	1,650,714,589	1,650,714,589
Less : Stock-based employee compensation expense determined using the fair value method for the year:				
Total Stock-based employee compensation expense recognisable over the vesting period of the options [Gross ₹125,580,000] (pro forma)	-	10,200,883	-	13,235,733
Net Profit considered for computing EPS (pro forma)	2,238,444,205	2,228,243,322	1,650,714,589	1,637,478,856
Basic earnings per share	5.28	5.26	3.74	3.71
Diluted earnings per share	5.28	5.25	3.73	3.70

A summary of the movement,during the year, in various IBREL ESOS Plans is as below:

Particulars	IBREL ESOS-I	IBREL ESOS-II
Total Number of options under Scheme	9,000,000	2,000,000
Number of options outstanding as at April 1, 2013	3,854,500	913,500
Number of options granted during the year	-	-
Number of options forfeited/cancelled during the year	157,500	218,500
Number of options vested during the year	508,000	73,000
Number of options exercised during the year	-	-
Number of options expired during the year	-	-
Number of options outstanding as at March 31, 2014	3,697,000	695,000
Out of the outstanding options number of options exercisable as at March 31, 2014	2,178,000	330,000
Exercise Price (₹ per option)	60.00	110.50
Remaining Contractual Life (Months)	52	67

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

c) Indiabulls Real Estate Limited Employees Stock Options Plan 2010:

During the year ended March 31, 2011, the Board of Directors and Shareholders of the Company have given their consent to create, issue, offer and allot, to the eligible employees of the Company and its Subsidiary Companies, stock options not exceeding 30,000,000 in number, representing 30,000,000 Equity shares of face value of ₹ 2 each of the Company, accordingly the Employee Stock Option Plan- 2010 ("IBREL ESOP 2010") has been formed. As per the scheme Exercise Price will be the market price of the equity shares of the Company, being the latest available closing price, prior to the date of grant or as may be decided by the Board or Compensation Committee. However Compensation Committee of the Board has not yet granted any options under IBREL ESOP 2010 Scheme.

d) Indiabulls Real Estate Limited Employees Stock Options Plan 2011:

During the year ended March 31, 2012, the Board of Directors and shareholders of IBREL have given their consent to create, issue, offer and allot, to the eligible employees of IBREL and its subsidiary Companies, stock options not exceeding 15,000,000 in number, representing 15,000,000 equity shares of face value of ₹ 2 each of IBREL, and accordingly the Employee Stock Option Scheme- 2011 ("IBREL ESOS 2011") has been formed. As per the scheme exercise price will be the market price of the equity shares of IBREL, being the latest available closing price, prior to the date of grant or as may be decided by the Board or Compensation Committee. However Compensation Committee of the Board has not yet granted any options under IBREL ESOP 2011 Scheme.

33 EMPLOYEE BENEFITS
Gratuity benefits

In accordance with "The Payment of Gratuity Act, 1972", the Company provides for gratuity a defined benefit retirement plan (the "Gratuity Plan") covering certain categories of employees. The Gratuity Plan provides a lump sum payment to vested employees at retirement or termination of employment. The amount of payment is based on the respective employee's last drawn salary and the years of employment with the Company. Liabilities in respect of the Gratuity Plan are determined by an actuarial valuation and this plan is unfunded. The Company had charged ₹ 8,372,921 (previous year: ₹ 7,457,937) during the year ended March 31, 2014 and the amount outstanding as at March 31, 2014 is ₹ 31,387,683 (previous year: 29,760,938).

Compensated leave of absence

Eligible employees are entitled to accumulate compensated absences up to prescribed limits in accordance with the Company's policy and receive cash in lieu thereof. The Company measures the expected cost of accumulating compensated absences as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date. Such measurement is based on actuarial valuation as at balance sheet date carried out by a qualified actuary. The Company had charged ₹ 4,167,042 (previous year: 3,546,519) during the year ended March 31, 2014 and the amount outstanding as at March 31, 2014 is ₹ 13,986,062 (previous year: 12,280,728).

The components of gratuity & compensated leave of absence cost recognized, in accordance with AS-15 (Revised) on "Employee benefits", for the years ended March 31, 2014 and March 31, 2013 are enumerated as below:

	Gratuity benefits		Compensated leave of absence	
	For the year ended March 31,		For the year ended March 31,	
	2,014	2,013	2,014	2,013
Service cost	9,544,574	7,759,770	4,650,793	3,653,214
Interest cost	2,841,285	2,130,249	1,186,293	1,048,097
Actuarial (gain)/loss, net	(4,228,605)	(2,415,965)	(1,670,044)	(1,159,124)
Benefits paid during the year	(6,746,176)	(3,225,562)	(2,461,708)	(3,761,522)
Cost recognized during the year	8,372,921	7,457,937	4,167,042	3,546,519
Cost transferred	-	-	-	-
Cost recognized during the year, net	8,372,921	7,457,937	4,167,042	3,546,519

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Details of the employee benefits obligation are provided below:

	Gratuity benefits As at March 31,		Compensated leave of absence As at March 31,	
	2,014	2,013	2,014	2,013
Obligation at the beginning of the year	29,760,938	27,745,230	12,280,728	12,883,980
Cost recognized during the year	8,372,921	7,457,937	4,167,042	3,546,519
Benefits paid during the year	(6,746,176)	(3,225,562)	(2,461,708)	(3,761,522)
Provision written back/reversed	-	(2,216,667)	-	(388,249)
Liabilities recovered from third parties (net)	-	-	-	-
Obligation at the end of the year	31,387,683	29,760,938	13,986,062	12,280,728

The assumptions used to determine cost include:

	For the year ended March 31, 2014	For the year ended March 31, 2013
Discount rate	8.50%	8.00%
Salary escalation rate	5.00%	5.00%
Mortality table	IALM (2006-08)	IALM (1994-96)

- 34** The Company and its subsidiaries have taken various premises on operating leases. Lease rent of ₹ 246,016,563 (Previous year ₹ 351,700,009) in respect of the same has been charged to Statement of Profit and Loss for the year ended March 31, 2014.

The underlying agreements are executed for a period generally ranging from one year to five years, renewable at the option of the Company and the lessor and are cancelable in some cases, by either party by giving a notice generally of 30 to 90 days. There are no restrictions imposed by such leases and there are no subleases.

The minimum lease rentals payable in respect of such operating leases, are as under:

Minimum lease rentals payable	As at March 31, 2014	As at March 31, 2013
Within one year	72,150,213	367,347,896
Later than one year, not later than five years	72,800,296	473,307,948
Total	144,950,509	840,655,844

- 35** As per the best estimate of the management, no provision is required to be made as per Accounting Standard 29 (AS 29) - Provisions, Contingent Liabilities and Contingent Assets, as notified under the Companies (Accounting Standards) Rules, 2006, as amended, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

- 36** The Company has not entered into any foreign exchange derivative instruments during the year. The Company does not have any foreign currency exposure or any other derivative instrument that has not been hedged.

- 37** Disclosures in respect of Accounting Standard – 7 (AS 7) (Revised)-Construction Contracts as notified under the Companies (Accounting Standards) Rules, 2006, as amended:

Particulars	As at March 31, 2014	As at March 31, 2013
Amount of Contract Revenue recognized as revenue in the year	1,553,518,069	973,758,822
Aggregate amount of costs incurred and recognized profit (less recognized losses) up to reporting date	10,729,904,711	9,176,386,642
Amount of Advances received	-	-
Amount of retentions	-	-
Gross Amount due from customers for contract work as an asset	23,151,788	43,053,267
Gross Amount due to customers for contract work as a liability	-	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

- 38** The Company considers its long term investments as strategic in nature and accordingly, in the view of the management, any decline in value of such long-term investments is considered as temporary in nature and hence no provision is considered necessary.
- 39** In the opinion of the Board of Directors, all current assets and long term loans & advances, appearing in the balance sheet as at March 31, 2014, have a value on realization, in the ordinary course of the Company's business, at least equal to the amount at which they are stated in the financial statements. In the opinion of the board of directors, no provision is required to be made against the recoverability of these balances.
- 40** In respect of amounts mentioned under Section 205C of the Companies Act, 1956, there were no dues required to be credited to the Investor Education and Protection Fund as on March 31, 2014. As at March 31, 2014, Other liabilities include ₹4,916,704 (Previous year: ₹ 1,992,892) being the unpaid dividend on equity shares, which has been deposited in a designated bank account in accordance with the requirements of the Companies Act, 1956.
- 41** The Company's primary business segment is reflected based on principal business activities carried on by the Company i.e. Real Estate Project Advisory, Construction and Development of Real Estate Projects and project advisory services. The Company operates in domestic market only. Considering the nature of Company's business and operations and based on the information available with the management no further disclosures are required in respect of reportable segments, under Accounting Standard 17 (AS 17) – "Segment Reporting" as notified under the Companies (Accounting Standards) Rules, 2006, other than those already provided in the financial statements.
- 42** **Disclosures in respect of Accounting Standard 18 (AS 18) "Related Party Disclosures" as notified under the Companies (Accounting Standards) Rules, 2006, as amended:**

i) Related parties where significant influence exist*

Nature of relationship	Related party
Associates	Indiabulls Properties Investment Trust Indiabulls Infrastructure Private Limited (Subsidiary till August 22, 2013)
Subsidiaries of Associates	Indiabulls Properties Private Limited Indiabulls Real Estate Company Private Limited Kenneth Builders And Developers Limited (Subsidiary till August 22, 2013)

*With whom transactions entered during the year / previous year.

ii) Other Related parties*

Key Management Personnel :

Mr. Sameer Gehlaut (Director and Chairman)
 Mr. Rajiv Rattan (Director and Vice Chairman)
 Mr. Saurabh Kumar Mittal (Director and Vice Chairman)
 Mr. Narendra Gehlaut (Managing Director)
 Mr. Vipul D Bansal (Joint Managing Director till July 25, 2012)

Enterprises over which key management Personnel have significant Influence*

EPC / Construction Companies ILC Limited (formerly Indiabulls Infrastructure Company Limited)
 IINFC Limited [formerly, Indiabulls Infra Constructions Limited]

*With whom transactions entered during the year / previous year.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

iii) Significant transactions carried out during the year with related parties in the ordinary course of business:

Nature of Transactions	Associate	Subsidiary Companies of Associate	Key Management Personne	Other Companies	EPC / Construction Companies	Total
Finance						
Investment made	299,423,586	-	-	-	-	299,423,586
during the year	121,072,435	-	-	-	-	121,072,435
Expenses reimbursed by	-	213,033,968	-	-	-	213,033,968
	-	265,031,368	-	-	-	265,031,368
Income						
Trust Fee and Trust	382,089,247	-	-	-	-	382,089,247
Management Fee	388,463,632	-	-	-	-	388,463,632
Interest Income	-	20,777,207	-	-	-	20,777,207
	-	-	-	-	-	-
Real Estate Project Advisory	-	-	-	-	-	-
	-	-	-	-	150,000,000	150,000,000
Construction and						
Development of Real	-	1,957,726,813	-	-	-	1,957,726,813
Estate Projects	-	1,170,190,727	-	-	-	1,170,190,727
Expenses						
Asset Management and	-	13,278,070	-	-	-	13,278,070
Investment Advisory Fee	-	12,941,127	-	-	-	12,941,127
Construction and Development	-	-	-	-	-	-
of Real Estate Projects	-	-	-	-	1,253,100,886	1,253,100,886
Rent and Maintenance Expenses	-	121,934,590	-	-	-	121,934,590
	-	274,415,929	-	-	-	274,415,929
Remuneration	-	-	46,447,095	-	-	46,447,095
	-	-	34,292,805	-	-	34,292,805

Previous year figures are shown in italics

iv) Outstanding as at March 31, 2014 :

Nature of Transactions	Associate	Subsidiary Companies of Associate	Total
Other Payables	-	18,712,143,000	18,712,143,000
	-	6,572,100,000	6,572,100,000
Loans and Advances Given	-	140,000,000	140,000,000
	-	-	-
Debtors	147,764,070	3,577,871	151,341,941
	172,583,088	38,859,134	211,442,222
Creditors	-	13,141,921	13,141,921
	-	-	-
Corporate Guarantees/ Undertakings given on behalf	-	6,523,601,225	6,523,601,225
	-	3,957,618,729	3,957,618,729
Security Deposits Given	-	136,950,689	136,950,689
	-	136,950,689	136,950,689

Previous year figures are shown in italics

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS OF
INDIABULLS REAL ESTATE LIMITED GROUP FOR THE YEAR ENDED MARCH 31, 2014 (contd.)**

(All Amounts in Indian Rupees, except share data and where otherwise stated)

- 43** Previous year figures have been regrouped and/or reclassified wherever necessary to conform to those of the current year grouping and/or classification.

As per our report of even date attached

For **Sharma Goel & Co.**
Chartered Accountants
FRN: 000643N

Amar Mittal
Partner
Membership No: 017755

Place : Mumbai
Date: April 23, 2014

For and on behalf of the Board

Sameer Gehlaut
Chairman & Director

Ravi Telkar
Company Secretary

Place : Mumbai
Date: April 23, 2014

Narendra Gehlaut
Managing Director

Anil Mittal
Chief Financial Officer

INDEPENDENT AUDITOR'S REPORT

To the Members of INDIABULLS REAL ESTATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of Indiabulls Real Estate Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and the Cash Flow statement for the year ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the general circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

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:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- 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.

Report on Other legal and Regulatory Requirements

- i) As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- ii) As required by section 227(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, statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956("the Act") read with the general circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.
 - e) on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For Sharma Goel & Co. LLP
Chartered Accountants
FRN: 000643N

Amar Mittal
(Partner)

Membership No.017755

Place: Mumbai
Date: April 23, 2014

Annexure to the Auditors' Report of even date to the members of Indiabulls Real Estate Limited, on the financial statements for the year ended March 31, 2014 (Referred to in our report of even date)

Based on the Audit Procedures performed for the purpose of reporting a true and fair view on the financials statements of the company and taking into the consideration the information and explanation given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- i) In respect of Fixed Assets of the Company and in our opinion:
 - a. The Company has maintained proper records, showing full particulars, including quantitative details and situation of fixed assets.
 - b. The Company has a regular program of physical verification of its fixed assets by which they are verified annually. In accordance with this program, fixed assets were verified during the year and no discrepancies were noticed on such verification. In our opinion, the frequency of the physical verification is reasonable having regards to the size of the company and nature of fixed assets.
 - c. The Company has not disposed off substantial part of any fixed assets during the year. Therefore the going concern assumption is not affected.
- ii) In respect of Inventories of the Company and in our opinion
 - a. Inventories have been physically verified by management during the year and the frequency of verification is reasonable.
 - b. The procedures for physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. The Company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification of inventory.
- iii) In respect of loans, secured or unsecured, granted to or taken from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
 - a. The company has granted unsecured loans to four parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount outstanding during the year was ₹ 4,546,430,000 and the closing balance at

the end of the year of such loans is ₹ 4,316,430,000.

- b. In our opinion, the rate of interest and other terms and conditions of such loans are not, *prima facie*, not prejudicial to the interest of the Company.
- c. In respect of loans granted, the principal amounts are repayable on demand in accordance with such term and conditions, the payments of interest have been regular in accordance with such terms and conditions.
- d. There is no overdue amount in respect of loans granted to such companies, firms or other parties with regard to principal amount and interest where ever stipulated.
- e. The Company has taken unsecured loan from one party covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount outstanding during the year was ₹ 3,790,880,591 and the year-end balance of such loan amount to ₹ Nil.
- f. The rate of interest and other terms conditions of loans taken by the Company are not, *prima facie*, prejudicial to the interest of the Company.
- g. In respect of loans taken, the principal amount is repayable on demand in accordance with the terms and conditions, and the payment of interest has been regular in accordance with such terms and conditions.
- iv) In our opinion, there is an adequate internal control system commensurate with the size of the Company and nature of its business with regard to purchase of inventory, fixed assets and for the sale of goods & services. We have not observed any major weakness in the internal control system during the course of the audit.
- v) a) In our opinion, the particulars of all contracts or arrangement that are needed to be entered into the register maintained under section 301 have been so entered.
- b) In our opinion, the transaction made in pursuance of such contracts and arrangements with parties with whom transactions exceeding value of Rupees Five Lakh have been entered during the financial year are reasonable having regard to prevailing market price at relevant. For price justification reliance is placed on the information and explanation given by the management.

- vi) In our opinion, the Company has not accepted any deposits from the public within the meaning of section 58A and section 58AA or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.
- vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- viii) In our opinion cost records as prescribed under section 209(1)(d) of the Companies Act, 1956, are applicable and the company has duly made and maintained such accounts and records.
- ix) In respect of disputed and undisputed Statutory Dues of the Company and according to information and explanations given to us and on the basis of our examination of the records of the Company:
 - a. Amounts deducted / accrued in the books of accounts in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and any other material Statutory Dues have generally been regularly deposited during the year by the Company with the appropriate authorities, to the extent applicable. There were no dues on account of Cess under Section 441A of the Companies Act, 1956 since the aforesaid section has not yet been made effective by the Central Government. According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were in arrears, as at March 31, 2014 for a period of more than six months from the date they became payable, wherever applicable.
 - b. There are ₹ 14,626,094, ₹ 16,188,440 and ₹ 21,305,000 due under Income-Tax Act, 1961, for the Assessment Year 2009-10, 2010-11 and 2011-12 respectively which have not been deposited on account of dispute pending in front of ITAT and Commissioner of Income tax (Appeals).
- x) The Company has no accumulated losses at the end of the current financial year and it has not incurred cash losses in the current financial year as well as in the immediately preceding financial year.
- xi) In our opinion, the Company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, the provisions of paragraph 4 clause (xii) of the Order are not applicable to the Company.
- xiii) The Company is not a Chit Fund or a Nidhi/ Mutual Benefit fund/ Society. Accordingly, the provisions of paragraph 4 clause (xiii) of the Order are not applicable to the Company.
- xiv) In our opinion the company is not dealing or trading in shares, debentures, securities and other investments. Accordingly, the provisions of paragraph 4 clause (xiv) of the Order are not applicable to the Company.
- xv) In our opinion, the terms and conditions on which the Company has given guarantee for loan taken by others from banks or financial institutions are not, *prima facie*, prejudicial to the interests of the company.
- xvi) In our opinion and to the best of our knowledge and belief, proceeds of term loans taken were, *prima facie*, applied for the purpose which they were obtained.
- xvii) In our opinion and on an overall examination of the balance sheet of the Company, funds raised on short-term basis, *prima facie*, have not been used for the long-term investment by the Company.
- xviii) In our opinion, the Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- xix) In our opinion and the records examined by us, the Company has created securities or charges in respect of debentures issued during the year.
- xx) The Company has not raised any monies by way of public issue during the year. Accordingly, the provisions of paragraph 4 clause (xx) of the Order are not applicable.
- xxi) In our opinion, no material fraud on or by the Company has been noticed or reported during the period covered in our audit.

For **Sharma Goel & Co. LLP**
Chartered Accountants
FRN: 000643N

Amar Mittal
(Partner)

Membership No.017755

Place: Mumbai

Date: April 23, 2014

BALANCE SHEET OF INDIABULLS REAL ESTATE LIMITED AS AT MARCH 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	Note	As at March 31, 2014	As at March 31, 2013
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	5	848,021,478	848,021,478
Reserves and surplus	6	56,461,038,362	56,065,947,978
Total of shareholders' funds		57,309,059,840	56,913,969,456
Non-current liabilities			
Long -term borrowings	7	11,638,095,259	3,000,000,000
Long -term provisions	8	3,283,443	2,695,203
Total of non-current liabilities		11,641,378,702	3,002,695,203
Current liabilities			
Short -term borrowings	7	5,868,758,900	771,900,000
Trade payables	9	39,752,711	2,880,429
Other current liabilities	10	686,586,770	7,173,150,829
Short- term provisions	8	381,716,060	979,728,113
Total of current liabilities		6,976,814,441	8,927,659,371
Total of equity and liabilities		75,927,252,983	68,844,324,030
ASSETS			
Non-current assets			
Fixed assets	11		
(i) Tangible assets		91,769,744	111,815,507
(ii) Intangible assets		10,683,756	15,594,579
(iii) Capital work-in-progress		-	2,684,746
		102,453,500	130,094,832
Non-current investments	12	47,662,319,816	39,161,994,666
Deferred tax assets (net)	23	4,018,786	1,812,865
Long -term loans and advances	13	2,845,142,305	8,654,149,618
Total of non-current assets		50,613,934,407	47,948,051,981
Current assets			
Current investments	12	590,909,091	-
Inventories	14	450,364,146	261,063,330
Trade receivables	15	6,211,848	155,694,516
Cash and bank balances	16	1,404,603,185	363,446,514
Short-term loans and advances	13	21,457,099,222	18,207,725,176
Other current assets	17	1,404,131,084	1,908,342,513
Total of current assets		25,313,318,576	20,896,272,049
Total of assets		75,927,252,983	68,844,324,030
Significant accounting policies	3		

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For **Sharma Goel & Co. LLP**
 Chartered Accountants
 FRN: 000643N

Amar Mittal
 Partner
 Membership No: 017755

Place : Mumbai
 Date: April 23, 2014

For and on behalf of the Board

Sameer Gehlaut
 Chairman & Director

Ravi Telkar
 Company Secretary

Place : Mumbai
 Date: April 23, 2014

Narendra Gehlaut
 Managing Director

Anil Mittal
 Chief Financial Officer

STATEMENT OF PROFIT AND LOSS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	Note	For the year ended March 31, 2014	For the year ended March 31, 2013
REVENUE			
Revenue from operations	18	848,985,813	3,548,606,536
Other income	19	3,026,950,070	2,338,016,816
Total of revenue		3,875,935,883	5,886,623,352
EXPENSES			
Cost of sales of project		-	478,000,000
Employee benefit expenses	20	59,864,149	55,955,822
Finance costs	21	1,666,546,407	1,347,044,082
Depreciation and amortisation expense	11	32,135,061	33,330,752
Other expenses	22	544,883,544	559,063,867
Total of expenses		2,303,429,161	2,473,394,523
Profit before tax		1,572,506,722	3,413,228,829
Tax expense:	23		
Current tax (including earlier year taxes)		129,180,542	728,105,785
Deferred tax		(2,205,921)	(487,183)
Profit for the year		1,445,532,101	2,685,610,227
Earnings per equity share	24		
- Basic		3.41	6.08
- Diluted		3.41	6.07
Face value per equity share	2	2	2
Significant accounting policies	3		

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For **Sharma Goel & Co. LLP**
Chartered Accountants
FRN: 000643N

Amar Mittal
Partner
Membership No: 017755

Place : Mumbai
Date: April 23, 2014

For and on behalf of the Board

Sameer Gehlaut
Chairman & Director

Ravi Telkar
Company Secretary

Place : Mumbai
Date: April 23, 2014

Narendra Gehlaut
Managing Director

Anil Mittal
Chief Financial Officer

CASH FLOW STATEMENT OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended March 31, 2014	For the year ended March 31, 2013
A Cash flow from operating activities :		
Net Profit before tax	1,572,506,722	3,413,228,829
Adjustments for statement of profit and loss items:		
Add:		
Interest expenses	1,507,535,014	1,296,801,313
Depreciation and amortisation expenses	32,135,061	33,330,752
Processing Charges Expenses	141,216,046	-
Bad debts written off	425,000	-
Loss on sale of fixed asset	2,359,309	1,279
Unrealised foreign exchange Loss	4,115	-
Provision for gratuity and compensated absences	823,300	(922,915)
	3,257,004,567	4,742,439,258
Less:		
Interest on fixed deposits	136,266,566	44,103,362
Interest income on loans and advances	416,058,631	678,351,116
Interest income on debentures	1,258,204,641	849,278,309
Dividend on units of mutual fund/preference/equity shares	1,185,260,295	765,805,673
Profit on sale of fixed assets	-	300,556
Profit on sale of investments	30,553,213	20,872
	230,661,221	2,404,579,370
Operating profit before working capital changes and other adjustments:		
working capital changes and other adjustments:		
(Increase)/Decrease in inventories	(175,923,008)	6,601,782
(Increase)/Decrease in trade receivables	149,482,668	(151,413,992)
(Increase)/Decrease in loans and advances	(303,629,520)	(27,707,096)
Increase/(Decrease) in trade payables	36,872,282	(5,804,057)
Increase/(Decrease) in other liabilities and provisions	(190,926,489)	218,401,087
	(253,462,846)	2,444,657,094
Cash generated from operating activities	(253,462,846)	2,444,657,094
Less: Income tax (paid)/refund received,net	(389,287,570)	582,118,376
Net cash generated from operating activities	(642,750,416)	1,862,538,718
B Cash flow from investing activities :		
Purchase of fixed assets (including capital work in progress)	(8,875,371)	(29,937,723)
Proceeds from sale of fixed assets	2,022,333	4,710,844
Dividend received on units of mutual fund	32,994,365	14,864,631
Dividend received of equity/preference shares	1,902,265,930	941,042
Profit on sale of investments	30,553,213	20,872
Fixed deposits proceeds with banks having original maturity more than 3 months	(494,330,339)	85,100,000
Interest received on fixed deposits	133,871,416	44,315,815
Investments in equity shares of related party	(55,696,994)	(120,000,000)
Investments in preference shares of subsidiary companies	(132,467,462)	-
Investments in debentures of subsidiary companies	(10,433,090,694)	-
Sale of equity shares of subsidiary companies	-	7,500,000
Proceed from redemption of debenture by subsidiary companies	2,120,930,000	270,000,000
Loans and advances received back from subsidiary companies - net	2,989,853,294	3,512,578,569
Loans and advances given - net	(44,500,000)	(1,902,500,000)
Interest received on loans and advances given	604,603,879	592,049,410
Interest received from related parties on investments in debentures	826,265,972	314,931,240
Net cash generated from / (used in) investing activities	(2,525,600,458)	2,794,574,700

CASH FLOW STATEMENT OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended March 31, 2014	For the year ended March 31, 2013
C Cash flow from financing activities :		
Buyback of equity share capital	-	(2,732,038,862)
Proceeds from borrowings from banks and financial institutions - net	848,095,239	-
Interest paid on borrowings from banks and financial institutions	(54,487,971)	-
Proceeds/ (repayment) from issue of debentures - net	1,751,400,000	(251,400,000)
Interest paid on debentures	(864,280,167)	(1,269,653,383)
Proceeds from Commercial Paper	3,500,000,000	-
Interest paid on Commercial Paper	(62,170,000)	-
Loans and advances taken/(repaid) - net	1,086,858,900	(482,290,000)
Interest paid on loans and advances	(345,943,474)	(54,617,550)
Processing Charges Paid	(19,770,908)	-
Dividends paid on equity share capital, including CDT	(1,533,611,206)	-
Net cash (used in)/ generated from financing activities	4,306,090,413	(4,789,999,795)
D Net (decrease) in cash and cash equivalents (A+B+C)	1,137,739,538	(132,886,377)
E Cash and cash equivalents at the beginning of the year	150,546,514	283,432,891
F Cash and cash equivalents at the end of the year (D + E)	1,288,286,052	150,546,514

Note :

- 1) The above Cash flow statement has been prepared under the " Indirect Method " as set out in Accounting Standard 3 (AS-3) on "Cash flow statements" as notified under the Companies (Accounting Standards) Rules, 2006 as amended.

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
2) Cash and cash equivalents include:		
Cash on Hand	1,342,134	905,797
Bank balances		
- in current accounts	621,018,123	114,647,825
- in fixed deposit accounts	777,330,339	245,900,000
- in unclaimed dividend accounts	4,916,704	1,992,892
Current investment in mutual funds	590,909,091	-
Less: Balance with banks in fixed deposit accounts with original maturities of more than 3 months	(707,230,339)	(212,900,000)
Total of cash and cash equivalent	1,288,286,052	150,546,514

- 3) Fixed deposits of Rs. 93,900,000 (previous year Rs. 58,000,000) have been pledged with banks against guarantees, overdraft facility given by banks and Fixed deposits of Rs. 152,000,000 (previous year Rs. 240,000,000) have been lien marked as a security for servicing of NCDs debenture interest.
- 4) Previous year figures have been regrouped and/or reclassified wherever necessary to conform to those of the current year grouping and/or classification.
- 5) Unclaimed dividend account pertains to dividend not claimed by equity shareholders and the Company does not have any right on the said money.

As per our report of even date attached

For **Sharma Goel & Co. LLP**
Chartered Accountants
FRN: 000643N

Amar Mittal
Partner
Membership No: 017755

Place : Mumbai
Date: April 23, 2014

For and on behalf of the Board

Sameer Gehlaut
Chairman & Director

Ravi Telkar
Company Secretary

Place : Mumbai
Date: April 23, 2014

Narendra Gehlaut
Managing Director

Anil Mittal
Chief Financial Officer

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

1 Company overview

Indiabulls Real Estate Limited ("the Company", "IBREL") was incorporated on April 04, 2006 with the main objects of carrying on the business of project management, investment advisory, project marketing, maintenance of completed projects, engineering, industrial and technical consultancy, construction and development of real estate properties and other related and ancillary activities.

A Scheme of Arrangement ("IBFSL Scheme of Arrangement") between Indiabulls Financial Services Limited ("Demerged Company", "IBFSL") and the Company ("IBREL", "Resulting Company") and their respective shareholders and creditors under Sections 391 – 394 of the Companies Act, 1956, was sanctioned by the Hon'ble High Court of Delhi at New Delhi on November 24, 2006. Upon coming into effect of the Scheme of Arrangement on December 20, 2006 and with effect from the Appointed Date on May 01, 2006, the real estate undertaking of IBFSL ("real estate undertaking") was demerged from IBFSL and transferred to and vested in IBREL on a going concern basis.

2 Basis of preparation of financial statements

i. Statement of compliance

The financial statements are prepared under the historical cost convention on an accrual basis, in accordance with the generally accepted accounting principles in India and in compliance with the applicable accounting standards as notified under the Companies (Accounting Standards) Rules, 2006, as amended and as per Revised Schedule VI to the Companies Act, 1956 ("the 1956 Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of commencement notification of Companies Act, 2013, dated 12 September, 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 1956 Act and 2013 Act, to the extent applicable. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Revised Schedule VI to the 1956 Act

ii. Use of estimates

The presentation of financial statements is in conformity with the generally accepted accounting principles and require estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as on the date of the financial statements and the reported amount of revenues and expenses during the reporting year. Differences between the actual results and estimates are recognized in the year in which the results are known or materialized.

3 Significant accounting policies

a Revenue recognition

- (i) Revenue from real estate development projects and plots under development is recognized in the financial year in which the agreement to sell or application forms (containing salient terms of agreement to sell) is executed, on the percentage of completion method which is applied on a cumulative basis in each accounting year to the current estimate of contract revenue and related project costs, when the stage of completion of each project reaches a significant level which is estimated to be at least 25% of the total estimated construction cost of the respective projects.
- (ii) Revenue and related expenditures in respect of short term works contracts that are entered into and completed during the year are accounted for on accrual basis as they are earned or incurred though revenue and related expenditures in respect of Long term works contracts are accounted for on the basis of "Percentage of Completion Method".
- iii) Income from project advisory services is recognized on accrual basis.
- iv) Marketing and lease management income are accounted for when the underline contracts are duly executed, on accrual basis.
- v) Interest income from deposits, loans & advances and debentures is recognized on accrual basis.
- vi) Dividend income is recognized when the right to receive the dividend is unconditionally established.
- vii) Profit/(loss) on sale of investments is recognized on the date of the transaction of sale and is computed with reference to the carrying amount of investments.
- viii) Incomes from sale of goods are recognised on dispatch of goods. Gross sale value are stated at contractual realizable values and net of sale tax and trade discounts.

b Inventories

Land other than that transferred to real estate projects under development is valued at lower of cost or net realisable value.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Cost includes cost of acquisition and internal and external development costs, construction costs, and development/construction materials. Inventory work-in-progress represents land under development, cost incurred directly in respect of construction activity and indirect construction cost to the extent to which the expenditure is related to the construction or incidental thereto on unsold real estate projects and land held for development is valued at cost.

Construction materials, stores and spares, tools and consumable are valued at lower of cost or net realisable value, on the basis of first-in first-out method.

c Fixed assets

Recognition and measurement

Tangible fixed assets are stated at cost, net of tax or duty credits availed, less accumulated depreciation and accumulated impairment losses, if any. Cost includes original cost of acquisition, including incidental expenses related to such acquisition and installation.

Intangible assets are stated at cost, net of tax or duty credits availed, less accumulated amortization and accumulated impairment losses, if any. Cost includes original cost of acquisition, including incidental expenses related to such acquisition.

Depreciation and Amortization

Depreciation on fixed assets is provided on the straight-line method at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956, on a pro-rata basis from the date the asset is ready to put to use till the end of its useful life or till the asset is discarded, whichever is earlier. Individual assets costing up to ₹ 5,000 per item are fully depreciated in the year of purchase. Temporary structures are depreciated over a period of twelve months, on a pro-rata basis, from the date it is ready to put to use.

Intangible assets are amortized over the expected useful life from the date the assets are available for use, as mentioned below:

Description of asset Estimated useful life

computer software 4 years

Capital work-in-progress

Costs of fixed assets under construction are disclosed under capital work-in-progress. Advances paid towards acquisition or construction of fixed assets or intangible assets is included as capital advances under long term loans and advances.

d Borrowing costs

Borrowing costs attributable to the acquisition, construction or production of qualifying assets are capitalised as part of cost of the asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to statement of profit and loss.

e Investments

Investments are classified as long term or current investments. Long term investments are stated at cost. Provision for diminution in value of long term investments is made only if such a decline is other than temporary in the opinion of the management. Current investments are stated at lower of cost or fair value.

f Impairment of assets

At each reporting date, the Company assesses whether there is any indication that an asset may be impaired, based on internal or external factors. If any such indication exists, the Company estimates the recoverable amount of the asset or the cash generating unit. If such recoverable amount of the asset or cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If, at the reporting date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount. Impairment losses previously recognized are accordingly reversed.

g Employee benefits

The Company's contribution to provident fund and employee state insurance schemes is charged to the statement of profit and loss or inventorized as a part of real estate project under development, as the case may be. The Company has unfunded defined benefit plans namely compensated absences and gratuity for its employees, the liability for which is determined on the basis of actuarial valuation, conducted annually, by an independent actuary,

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

in accordance with Accounting Standard 15 (Revised 2005) – ‘Employee Benefits’, notified under the Companies (Accounting Standards) Rules, 2006, as amended.

Actuarial gains and losses are recognized in the statement of profit and loss or inventorized as a part of real estate project under development, as the case may be.

h Stock based compensation expense

Stock based compensation expense are recognized in accordance with the guidance note on ‘Accounting for employee share based payments’ issued by the Institute of Chartered Accountants of India, which establishes financial accounting and reporting principles for employee share based payment plans. Employee stock compensation costs are measured based on the estimated intrinsic value of the stock options on the grant date. The compensation expense is amortized over the vesting period of the options.

i Leases

In case of assets taken on operating lease, the lease rentals are charged to the statement of profit and loss in accordance with Accounting Standard 19 (AS 19) – ‘Leases’, as notified under the Companies (Accounting Standards) Rules, 2006, as amended.

j Foreign currency transactions

Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying the exchange rate between the reporting currency and the foreign currency at the date of the transaction to the foreign currency amount.

Conversion

Foreign currency monetary items are converted to reporting currency using the closing rate of reporting date. Non monetary items denominated in a foreign currency which are carried at historical cost are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or any other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange Differences

Exchange differences arising on monetary items on settlement, or restatement as at reporting date, at rates different from those at which they were initially recorded, are recognized in the statement of profit and loss in the year in which they arise except those arising from investments in non-integral operations.

Exchange differences arising on monetary items that in substance forms part of the Company’s net investment in a non-integral foreign operation are accumulated in a foreign currency translation reserve in the financial statements until the disposal of the net investment, at which time they are recognized in the statement of profit and loss.

k Taxes on income

Current tax

Current tax is determined as the tax payable in respect of taxable income for the year and is computed in accordance with relevant tax regulations.

Deferred tax

Deferred tax resulting from timing differences between taxable income and accounting income is accounted for at the current rate of tax or substantively enacted tax rates as at reporting date, to the extent that the timing differences are expected to crystallize.

Deferred tax assets are recognized where realization is reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognized only if there is a virtual certainty supported by convincing evidence that such deferred tax assets will be realized. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each reporting date.

l Provisions, contingent liabilities and contingent assets

Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made. Contingent liability is disclosed for:

- (i) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or,

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

- (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.

m Earnings per equity share

Basic earnings per share is computed by dividing profit available to equity shareholders by weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed using the weighted average number of equity and dilutive potential equity shares outstanding during the year.

n Share issue/Buyback expenses

Share issue/Buyback expenses are adjusted against securities premium account to the extent of balance available and thereafter, the balance portion is charged off to statement of profit and loss, as incurred.

o Preliminary expenses

Preliminary expenses are adjusted against securities premium account (net of tax) to the extent of balance available and thereafter, the balance portion is charged off to the statement of profit and loss, as incurred.

4 Corporate restructuring

- a)** A Scheme of Arrangement (Scheme-I) between Indiabulls Real Estate Limited (IBREL) ("Demerged Company") and the Indiabulls Wholesale Services Limited ("IBWSL", "Resulting Company") and their respective shareholders and creditors under Sections 391 – 394 of the Companies Act, 1956, was sanctioned by the Hon'ble High Court of Delhi at New Delhi on March 03, 2011. Upon coming into effect of the Scheme of Arrangement on March 31, 2011 and with effect from the Appointed Date on April 01, 2010, the Wholesale trading business stand demerged from IBREL and transferred to and vested in IBWSL on a going concern basis.
- b)** A composite Scheme of Arrangement (Scheme-II) under Section 391 to 394 of the Companies Act, 1956, by and among Indiabulls Real Estate Limited (the Company), Indiabulls Infrastructure and Power Limited (IIPL), Indiabulls Builders Limited (IBL), Indiabulls Power Limited (IPL) and Poena Power Supply Limited (PPSL) and their respective shareholders and creditors (Scheme), which had been approved by the Hon'ble High Court of Delhi vide its order dated October 17, 2011 and came into effect on November 25, 2011, with effect from April 1, 2011 i.e. the Appointed Date. Pursuant to and in terms of Scheme II, the power business undertaking of the Company which included the Company's investment in the IPL, stood demerged from the Company and transferred to and vested in favour of Indiabulls Infrastructure and Power Limited (IIPL) on a going concern basis. Indiabulls Builders Limited (IBL) a wholly owned subsidiary of the Company was merged with the Company as a going concern under the 'pooling of interests method' with the entire business, including all the assets and liabilities as recorded in the books of IBL as on the Appointed Date (there were no fixed assets), being transferred to the Company at their book values as on the said date. The investment in IBL was transferred by the Company to IBREL-IBL Scheme Trust and accounted for as "Interest in IBREL-IBL Scheme Trust" in the Company. In consideration for an aggregate of 42,500,000 Equity shares of face value of ₹ 2 each held in Indiabulls Builders Limited, an equivalent number of fully paid Equity shares of face value ₹ 2 each were issued in the Company to the IBREL - IBL Scheme Trust, the shareholder of IBL, as of the aforesaid effective date of the Scheme. The trust holds these shares for the sole benefits of Indiabulls Real Estate Limited.
- c)** A Scheme of Arrangement (Scheme-III) between Indiabulls Infrastructure Development Limited ("Amalgamating Company") a subsidiary of the Company and Indiabulls Power Limited ("Amalgamated Company") and their respective shareholders and creditors under Sections 391 – 394 of the Companies Act, 1956, was approved by the Hon'ble High Court of Delhi at New Delhi vide its order dated May 24, 2012 and came into effect on April 1, 2012 i.e. the Appointed Date.

Pursuant to and in terms of Scheme -III, with effect from the appointed date:

- (i) All the assets and liabilities of the Amalgamating Company became the assets and liabilities of the Amalgamated Company and were recorded at their book values as appearing in the books of the Amalgamating Company.
- (ii) The Amalgamated Company issued and allotted to the shareholders of the Amalgamating Company whose names were recorded in the register of members on the Effective Date, in the ratio of 3.37 equity shares of the Amalgamated Company of face value of ₹ 10/- for every 1 equity shares of face value of ₹ 10/- each fully paid up held by such member in the Amalgamating Company on the Effective Date.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014		As at March 31, 2013	
Note -5				
SHARE CAPITAL				
Authorised	No. of shares		No. of shares	
Equity shares of face value of ₹ 2 each	500,000,000	1,000,000,000	500,000,000	1,000,000,000
Preference shares of face value of ₹138 each	30,000,000	4,140,000,000	30,000,000	4,140,000,000
		5,140,000,000		5,140,000,000
Issued, subscribed and fully paid up				
Equity shares of face value of ₹ 2 each				
Balance at the beginning of the year	424,010,739	848,021,478	474,010,739	948,021,478
Less: Reduction on account of buyback	-	-	50,000,000	100,000,000
Total of equity share capital	424,010,739	848,021,478	424,010,739	848,021,478
Total of share capital		848,021,478		848,021,478

- (i) The holders of equity shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company. In the event of liquidation of the Company, all preferential amounts, if any, shall be discharged by the Company. The remaining assets of the Company shall be distributed to the holders of equity shares in proportion to the number of shares held to the total equity shares outstanding as on that date. The holders of preference shares are entitled to receive dividends, but do not carry the right to vote. All shares rank equally with regard to the Company's residual assets, except that holders of preference shares participate only to the extent of the face value of the shares.
- (ii) Of the above fully paid equity shares, 42,500,000 Equity Shares of face value ₹ 2 each were allotted to IBREL-IBL scheme trust, the shareholder of IBL, for the sole benefit of Indiabulls Real Estate Limited pursuant to and in terms of a scheme of Arrangement approved by High Court of Delhi on October 17, 2011.
- (iii) During the Financial year ended March 31, 2012, upon exercise of Stock options vested in terms of Indiabulls Real Estate Limited Employees Stock options Scheme 2006 by eligible employees and upon receipts of full consideration in cash, the Company has allotted an aggregate of 668,500 Equity Shares of face value ₹ 2 each at an exercise price of ₹ 60 each.
- (iv) During the Financial year ended March 31, 2012, Pursuant to and in terms of the Court approved Scheme of Arrangement under Section 391 to 394 of the Companies Act, 1956, by and among Indiabulls Real Estate Limited (the Company), Indiabulls Infrastructure and Power Limited (IIPL), Indiabulls Builders Limited (IBL), Indiabulls Power Limited. (IPL) and Poena Power Supply Limited (PPSL) and their respective shareholders and creditors (Scheme -II), which had been approved by the Hon'ble High Court of Delhi, IBL a wholly owned subsidiary of the Company got merged with the Company as a going concern and in consideration of which, 42,500,000 fully paid Equity shares were allotted by the Company in favor of IBREL-IBL Scheme Trust, the shareholder of IBL as on the effective date of the Scheme II for the sole benefit of Indiabulls Real Estate Limited.

Further to the Scheme II, the warrants issued on August 26, 2010 and remaining outstanding as on the effective date of the Scheme, were converted into 28,700,000 partly paid equity shares of the Company. The Promoter group companies and directors of the Company, who were allotted partly paid shares had paid the final call money as specified in the scheme except for one of the warrant holder, to whom 100,000 partly paid up equity shares (₹ 0.50 per share paid) were allotted had forfeited due to non payment of call money, accordingly 28,600,000 equity shares had become fully paid up shares.

- (v) During the Financial year ended March 31, 2013, 50,000,000 equity shares were bought back at an average price of ₹54.64 from the open market through stock exchanges using electronic trading facilities of BSE Limited(BSE) and National Stock Exchange of India Limited (NSE) in accordance with section 77A, 77AA and 77B of the Company Act 1956 and SEBI Regulation 1998.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014		As at March 31, 2013	
(vi) Details of share holding in excess 5% of share capital:				
<i>Equity capital</i>				
- Number of share holders [including their nominees]		4		5
- Number of shares held		150,378,717		160,286,959
(vii) Equity shares reserved for issuance under Employees stock options - Refer note no. 25				
Note -6				
RESERVES AND SURPLUS				
Capital reserve				
Balance as at the beginning of the year	2,772,050,000		2,772,050,000	
Add : Addition during the year	-	2,772,050,000	-	2,772,050,000
General reserve				
Balance as at the beginning of the year	4,973,201,775		4,704,640,753	
Add: Transfer from profit for the year	153,300,802	5,126,502,577	268,561,022	4,973,201,775
Capital Redemption Reserve				
Balance as at the beginning of the year	100,000,000		-	
Add: Transfer from profit for the year {refer note 5 (v)}	-	100,000,000	100,000,000	100,000,000
Securities premium:				
Balance as at the beginning of the year	46,078,262,224		48,710,301,086	
Less: Reduction on buyback of equity shares	-	46,078,262,224	2,632,038,862	46,078,262,224
Debenture redemption reserve				
Balance as at the beginning of the year	1,937,150,000		602,589,092	
Add: Transfer from profit for the year	333,333,334	2,270,483,334	1,334,560,908	1,937,150,000
Surplus/Deficit as per statement of profit and loss				
Balance as at the beginning of the year	205,283,979		87,475,910	
Add: Profit for the year	1,445,532,101		2,685,610,227	
Profit available for appropriation				
Less: Appropriations				
Transfer to debenture redemption reserve	333,333,334		1,334,560,908	
Transferred to general reserve	153,300,802		268,561,022	
Transfer to capital redemption reserve	-		100,000,000	
Interim dividend on equity shares	1,059,532,217		848,021,478	
Corporate dividend tax thereon (CDT)	(9,090,500)	113,740,227	16,658,750	205,283,979
Total of reserves and surplus		56,461,038,362		56,065,947,978

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at		As at
	March 31, 2014		March 31, 2013
Note -7			
BORROWINGS			
Long term borrowings			
Secured			
Debentures			
- Redeemable non convertible debentures of face value of ₹ 1,000,000 each	11,500,000,000	9,748,600,000	
Less: Current maturity of long term non convertible debenture	- 11,500,000,000	6,748,600,000	3,000,000,000
Term Loan			
- From Bank	338,095,239		
Less: Current maturity of term loan	199,999,980	138,095,259	
Total of long term borrowings	11,638,095,259	3,000,000,000	

Redeemable non convertible debentures include

- (i) On March 06, 2014, the Company had issued and allotted 1000 Secured Redeemable Non-Convertible Debentures ("NCDs") of face value of ₹ 1,000,000 each carrying interest rate of 11.40% payable on yearly basis, aggregating to ₹1,000,000,000 on private placement basis for part finance of various projects undertaken by Company and its Subsidiary Companies. These Non-Convertible Debentures are to be secured by mortgage on specified immoveable properties held and owned by the Company and its certain Subsidiary Companies by way of first charge to be created in favour of IDBI Trusteeship Services Limited ("Debenture Trustee"). These NCD's are redeemable at the end of 36th month from date of allotment. These NCDs are listed on Wholesale Debt Market (WDM) segment of National Stock Exchange of India Limited.
- (ii) On May 30, 2013, the Company had issued and allotted 5,000 Secured Redeemable Non-Convertible Debentures ("NCDs") of face value of ₹ 1,000,000 each carrying interest rate of 9.75% payable on yearly basis, aggregating to ₹ 5,000,000,000 on private placement basis for part finance of various projects undertaken by Company and its Subsidiary Companies. These Non-Convertible Debentures are secured by mortgage on specified immoveable properties held and owned by the Company and its certain Subsidiary Companies by way of first charge created in favour of IDBI Trusteeship Services Limited ("Debenture Trustee"). These NCD's are redeemable at the end of 36th month from date of allotment. These NCDs are listed on Wholesale Debt Market (WDM) segment of National Stock Exchange of India Limited.
- (iii) On September 28, 2012, the Company had issued and allotted 3,000 Secured Redeemable Non-Convertible Debentures ("NCDs") of face value of ₹ 1,000,000 each carrying interest rate of 11.75% payable semi annually basis, aggregating to ₹ 3,000,000,000 on private placement basis for part finance of various projects undertaken by Company and its Subsidiary Companies. These Non-Convertible Debentures are secured by mortgage on specified immoveable properties held and owned by the Company and its certain Subsidiary Companies by way of pari-passu charge created in favour of IDBI Trusteeship Services Limited ("Debenture Trustee"). Additionally aforesaid NCDs are to be secured by way of pari-passu charge on all revenues and receivables including the account in which the receivables will flow and are redeemable at the end of 36th month from date of allotment. These NCDs are listed on Wholesale Debt Market (WDM) segment of National Stock Exchange of India Limited.
- (iv) On March 28, 2014, the Company had issued and allotted 2500 Secured Redeemable Non-Convertible Debentures ("NCDs") of face value of ₹ 1,000,000 each carrying interest rate of 11% payable on quarterly basis, aggregating to ₹2,500,000,000 on private placement basis for part finance of various projects undertaken by Company and its Subsidiary Companies. These Non-Convertible Debentures are to be secured by mortgage on specified immoveable properties held and owned by the Company and its certain Subsidiary Companies by way of first charge to be created in favour of IDBI Trusteeship Services Limited ("Debenture Trustee"). These NCD's are redeemable at the end of 18th month from date of allotment. These NCDs are listed on Wholesale Debt Market (WDM) segment of National Stock Exchange of India Limited.
- (v) During the financial year ended March 31, 2014 the Company redeemed NCDs amounting to ₹ 6,748,600,000 as per the redemption schedule.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

Term Loan include

During the financial year ended March 31, 2014, the Company has availed term loan of ₹350,000,000 from HDFC Bank Limited with prevailing interest rate of 11.55% (Bank PLR 10% and additional 1.55% over the PLR) payable monthly, secured by exclusive charge on immovable property s owned by one of its subsidiary company. The loan is repayable in 21 monthly equal instalments starting after 90 days of disbursement

Short term borrowings

Secured

Line of Credit*

- From Other

510,000,000

-

Unsecured

Commercial Paper**

- From Bank

2,500,000,000

-

- From Other

1,000,000,000

3,500,000,000

-

-

Loans and advance from related parties

1,858,758,900

771,900,000

Total of short term borrowings

5,868,758,900

771,900,000

*During the financial year ended March 31, 2014, the Company has availed line of credit from M/s Aditya Birla Finance limited which is secured by pledge of Units of Mutual fund .

** Maximum balance outstanding during the year ₹ 3,500,000,000.

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014		As at March 31, 2013	
Note -8				
PROVISIONS				
Long -term provisions				
Provision for employee benefits:				
- gratuity	1,493,882		1,594,678	
- compensated absences	1,789,561	3,283,443	1,100,525	2,695,203
Total of long -term provisions		3,283,443		2,695,203
Short- term Provisions				
Provision for employee benefits:				
- gratuity	137,275		188,576	
- compensated absences	68,046	205,321	78,132	266,708
Provision for Tax [Net of Advance Tax / Tax Deducted at Source of ₹ 129,110,000, (Previous year ₹ 581,791,704)]		-		114,781,177
Interim Dividend on equity shares		381,510,739		848,021,478
Corporate dividend tax on Interim dividend on equity shares		-		16,658,750
Total of short- term provisions		381,716,060		979,728,113
Note -9				
TRADE PAYABLES				
- Due to micro and small enterprises		-		-
- Due to related parties		6,537,640		80,334
- Due to others		33,215,071		2,800,095
Total of trade payables		39,752,711		2,880,429

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006:	Amount
i) the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	nil
ii) the amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	nil
iii) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act;	nil
iv) the amount of interest accrued and remaining unpaid at the end of each accounting year; and	nil
v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	nil

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Note -10		
OTHER CURRENT LIABILITIES		
Current maturities of long-term debt - secured		
- Redeemable Non Convertible Debentures of face value of ₹1,000,000 each (refer note 7)	-	6,748,600,000
- Term Loan (refer note 7)	199,999,980	-
Interest accrued on:		
- non convertible debentures	423,695,891	117,647,482
- loans and advances from subsidiary companies	- 423,695,891	53,382,406
Payable to statutory and government authorities	38,743,955	27,985,058
Advance from related party	-	474,774
Expenses payable	18,780,240	21,568,217
Security deposits	450,000	1,500,000
Unpaid dividend on equity shares*	4,916,704	1,992,892
Other liabilities	-	200,000,000
Total of other current Liabilities	686,586,770	7,173,150,829

* In respect of amounts mentioned under Section 205C of the Companies Act, 1956, there were no dues required to be credited to the Investor Education and Protection Fund as on March 31, 2014.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

Note - 11 FIXED ASSETS

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	Gross block (at cost)			Accumulated depreciation			Net block	
	As at April 1, 2013	Additions during the year	Sales / transferred during the year	As at March 31, 2014	Depreciation for the year	Sales / transferred during the year	As at March 31, 2014	As at March 31, 2013
A. Tangible assets								
Building - temporary structure	-	62,784	-	62,784	49,101	-	13,683	-
Plant & equipments	124,685,324	-	-	124,685,324	13,850,640	-	31,008,537	44,859,177
Office equipments	15,273,869	800,358	-	16,074,227	844,260	-	12,449,263	12,493,165
Computers	16,189,380	1,611,228	-	17,800,608	2,461,860	-	6,516,717	7,367,349
Furniture and fixtures	12,206,148	3,496,765	-	15,702,913	981,530	-	11,392,880	8,877,645
Vehicles	88,880,100	5,458,277	11,560,476	82,777,901	8,906,142	7,178,834	30,388,664	38,218,171
Total of tangible assets (A)	257,234,821	11,429,412	11,560,476	257,103,757	27,093,533	7,178,834	91,769,744	111,815,507
B. Intangible assets								
Computer Software	39,305,705	130,705	-	39,436,410	5,041,528	-	10,683,756	15,594,579
Total of Intangible assets (B)	39,305,705	130,705	-	39,436,410	5,041,528	-	10,683,756	15,594,579
C. Capital work in progress								
Total capital work in progress (C)	-	-	-	-	-	-	-	2,684,746
Total of fixed assets [A+B+C]	296,540,526	11,560,117	11,560,476	296,540,167	32,135,061	7,178,834	102,453,500	130,094,832
Previous year	276,832,879	29,937,723	7,545,330	299,225,272	33,330,752	3,133,763	130,094,832	

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Note - 12		
INVESTMENTS		
Non-current investments (at cost)		
a. Investment in equity shares		
(i) In Subsidiary Companies		
Trade , unquoted fully paid up		
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Hermes Builders and Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Athena Builders and Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Athena Buildwell Limited	500,000	500,000
98039 (previous year 50,000) Equity Shares of face value ₹ 10 each in Athena Infrastructure Limited	1,090,849	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Athena Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Aurora Builders and Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ceres Constructions Limited	500,000	500,000
75,000,000 (previous year 75,000,000) Equity Shares of face value ₹ 10 each in Ceres Estate Limited	1,499,500,000	1,499,500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ceres Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ceres Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ceres Properties Limited	500,000	500,000
66,000 (previous year 66000) Equity Shares of face value ₹ 10 each in Diana Buildwell Limited	120,500,000	120,500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Diana Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Diana Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Fama Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Fama Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Flora Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Hermes Properties Limited	500,000	500,000
668,920 (previous year 668,920) Equity Shares of face value ₹ 10 each in Indiabulls Buildcon Limited	540,495,424	540,495,424

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Makala Infrastructure Limited (formerly Indiabulls Builders and Developers Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lakisha Developers Limited (formerly Indiabulls Greenfield Realities Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Hotel Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ivonne Infrastructure Limited (formerly Indiabulls Land Development Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Lands Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Natural Resources Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Juventus Constructions Limited	500,000	500,000
98039 (previous year 50,000) Equity Shares of face value ₹ 10 each in Juventus Estate Limited	2,086,224	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Juventus Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lucina Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lucina Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Nilgiri Commercial Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Nilgiri Infrastructure Projects Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Nilgiri Infraestate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Selene Builders and Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Nilgiri Resources Limited	500,000	500,000
98,039 (previous year 50,000) Equity Shares of face value ₹ 10 each in Selene Constructions Limited	1,104,075	500,000
98,039 (previous year 50,000) Equity Shares of face value ₹ 10 each in Selene Estate Limited	1,103,832	500,000
10,000,000 (previous year 10,000,000) Equity Shares of face value ₹ 10 each in Selene Infrastructure Limited	100,000,000	100,000,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Selene Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Shivalik Properties Limited	500,000	500,000

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
10,000,000 (previous year 10,000,000) Equity Shares of face value ₹ 10 each in Sylvanus Properties Limited	100,000,000	100,000,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Triton Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Triton Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Vindhychal Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Vindhychal Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Zeus Buildwell Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Zeus Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Hecate Power and Land Development Limited (formerly Zeus Land Development Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Alexander Transport Solutions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Road and Infrastructure Services Limited (formerly Indiabulls Buildwell Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Manjola Infrastructure Limited (formerly Indiabulls Estate Developers Limited)	500,000	500,000
32,74,734 (previous year 1,670,114) Equity Shares of face value ₹ 10 each in Indiabulls Estate Limited	835,324,890	789,178,060
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Home Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Software Parks Limited (formerly Indiabulls Infracon Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Infraestate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Infratech Limited	500,000	500,000
10,000,000 (previous year 10,000,000) Equity Shares of face value ₹ 10 each in Lakisha Real Estate Limited (formerly Indiabulls Realcon Limited)	100,000,000	100,000,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Manjola Real Estate Limited (formerly Indiabulls Realtors Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Maximus Entertainments Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Nav Vahan Autotech Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Angina Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Angina Real Estate Limited	500,000	500,000

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Sentia Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Sophia Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Sophia Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Airmid Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Albasta Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Varali Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Varali Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Varali Constructions Limited	500,000	500,000
98,039 (previous year 50,000) Equity Shares of face value ₹ 10 each in Citra Properties Limited	1,460,755	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Apesh Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Apesh Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Albina Properties Limited	500,000	500,000
5,000,000 (previous year 5,000,000) Equity Shares of face value ₹ 10 each in Airmid Aviation Services Private Limited	50,000,000	50,000,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Elena Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Elena Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Chloris Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Fornax Constructions Limited	500,000	500,000
Nil (previous year 1,879,598) Equity Shares of face value ₹ 10 each in Indiabulls Infrastructure Private Limited*	-	1,652,002,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in IB Holdings Limited (formerly Fornax Properties Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Corus Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Chloris Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Elena Constructions Limited	500,000	500,000

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
98,039 (previous year 98,039) Equity Shares of face value ₹ 10 each in Fornax Real Estate Limited	980,390	980,390
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Multiplex Services Limited	500,000	500,000
98,039 (previous year 50,000) Equity Shares of face value ₹ 10 each in Airmid Developers Limited	1,800,429	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Airmid Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Sentia Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Sentia Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Citra Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Realty Company Limited	500,000	500,000
100,000,000 (previous year 100,000,000) Equity Shares of face value ₹ 10 each in Indiabulls Projects Limited	1,000,000,000	1,000,000,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lenus Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mariana Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mariana Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lenus Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Communication Infrastructure Limited (formerly Indiabulls Commercial Developers Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mariana Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Albasta Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Albasta Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Albasta Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Albasta Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Angles Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Devona Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Housing Developers Limited	500,000	500,000

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lakisha Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lenus Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Sentia Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Varali Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lenus Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mariana Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Sepset Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Property Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ivonne Real Estate Limited (formerly Indiabulls Town Developers Limited)	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Housing and Land Development Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mariana Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Developers and Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Lenus Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Serida Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ashkit Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ashkit Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mabon Constructions Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mabon Properties Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mabon Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mabon Real Estate Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ashkit Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Apesh Constructions Limited	500,000	500,000

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Mabon Developers Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Malls Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Indiabulls Energy Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Linnet Infrastructure Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Echo Facility Services Limited	500,000	500,000
50,000 (previous year 50,000) Equity Shares of face value ₹ 10 each in Ivonne Developers Limited (formerly Indiabulls Property Builders Limited)	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Linnet Constructions Limited	500,000	500,000
1,000 (previous year 1,000) Equity Shares of face value Euro 1 in Shoxell Holdings Limited	63,240	63,240
138,000,000 (previous year 138,000,000) Ordinary Shares of face Value 1 pence each in Dev Property Development Limited	10,919,043,552	10,919,043,552
65,000,000(previous year 65,000,000) Equity shares of face value of ₹ 10 each in Indiabulls Industrial Infrastructure Limited	650,000,000	650,000,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Linnet Developers Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Linnet Real Estate Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Linnet Properties Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Edesia Constructions Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Edesia Developers Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Edesia Infrastructure Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Edesia Properties Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Indiabulls Commercial Builders Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Indiabulls Housing and Construction Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Indiabulls Real Estate Developers Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Indiabulls Infrabuild Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Indiabulls Real Estate Builders Limited	500,000	500,000

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Lorena Builders Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Parmida Developer Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Parmida Construction Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Parmida Infrastructure Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Parmida Real Estate Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Parmida Properties Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Nerissa Infrastructure Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Jwalaji Buildtech Limited	500,000	500,000
50,000(previous year 50,000) Equity shares of face value of ₹ 10 each in Yashita Buildcon Limited	500,000	500,000
2 (previous year Nil) Ordinary shares of face value GBP 1 in Nesoi Limited	-	-
50,000(previous year Nil) Equity shares of face value of ₹ 10 each in Tapir Land Development Limited	500,000	-
50,000(previous year Nil) Equity shares of face value of ₹ 10 each in Tapir Realty Developers Limited	500,000	-
50,000(previous year Nil) Equity shares of face value of ₹ 10 each in Serpentes Buildwell Limited	500,000	-
50,000(previous year Nil) Equity shares of face value of ₹ 10 each in Serpentes Builders and Developers Limited	500,000	-
50,000(previous year Nil) Equity shares of face value of ₹ 10 each in Cobitis Real Estate Limited	500,000	-
50,000(previous year Nil) Equity shares of face value of ₹ 10 each in Loon Infrastructure Limited	500,000	-
	15,997,553,660	17,594,762,666
(ii) In associate		
Trade, unquoted fully paid up		
1,969,998 (previous year Nil) Equity Shares of face value ₹ 10 each in Indiabulls Infrastructure Private Limited*	1,652,906,000	-
(iii) In other		
Non Trade , quoted fully paid up		
219,050,000 (Previous Year 219,050,000) Equity Shares of face value ₹ 10 each in Indiabulls Power Limited.**	650,000,000	650,000,000
	18,300,459,660	18,244,762,666

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
b. Investment in preference shares		
Trade ,unquoted fully paid up		
(i) In Subsidiary Companies		
547,632 (previous year 547,632) 0.0001% Compulsorily convertible preference shares of Face value ₹ 1,000 each Fornax Real Estate Limited	547,632,000	547,632,000
592,664 (previous year Nil) 0.0001% Compulsorily convertible preference shares of Face value ₹ 1,000 each Airmid Developers Limited	16,043,442	-
314,099 (previous year Nil) 0.0001% Compulsorily convertible preference shares of Face value ₹ 1,000 each Athena Infrastructure Limited	3,863,438	-
170,284 (previous year Nil) 0.0001% Compulsorily convertible preference shares of Face value ₹ 1,000 each Citra Properties Limited	3,405,703	-
20,633,954 (previous year Nil) 0.0001% Redeemable preference shares of Face value ₹ 1,000 each Indiabulls Estate Limited	77,224	-
355,627(previous year Nil) 0.0001% Compulsorily convertible preference shares of Face value ₹ 1,000 each Juventus Estate Limited	11,742,810	-
391,519 (previous year Nil) 0.0001% Compulsorily convertible preference shares of Face value ₹ 1,000 each Selene Constructions Limited	4,923,358	-
191,844 (previous year Nil) 0.0001% Compulsorily convertible preference shares of Face value ₹ 1,000 each Selene Estate Limited	2,411,487	-
9,000,000 (previous year Nil) 0.0001% Non convertible redeemable preference shares of Face value ₹ 1,000 each Makala Infrastructure Ltd.	90,000,000	-
(ii) In other		
2,517,700 (Previous Year 2,517,700) 9% Redeemable non-convertible preference shares of face value ₹ 10 each Indiabulls Wholesale Services Limited	2,517,700,000	2,517,700,000
	21,498,259,122	21,310,094,666
c. Investment in Debentures of Subsidiary Companies		
Trade , Unquoted Fully paid up (unsecured)		
177,235 (previous year 177,235) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Citra Properties Limited	177,235,000	177,235,000
Nil (previous year 199,675) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Selene Estate Limited	-	199,675,000
Nil (previous year 407,500) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Selene Constructions Limited	-	407,500,000
370,143 (previous year 370,143) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Juventus Estate Limited	370,143,000	370,143,000
Nil (previous year 616,855) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Airmid Developers Limited	-	616,855,000
Nil (previous year 326,920) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Athena Infrastructure Limited	-	326,920,000
Nil (previous year 569,980) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Fornax Real Estate Limited	-	569,980,000
1,118,592 (previous year 1,118,592) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Fornax Real Estate Limited	1,118,592,000	1,118,592,000
1,398,000,000 (previous year 1,398,000,000) Fully Paid up 6 % Optionally convertible debentures of Face Value ₹ 10 each in Indiabulls Infraestate Limited	13,980,000,000	13,980,000,000

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
215,170 (previous year Nil) Fully Paid up 0.001% Optionally convertible debentures of Face Value ₹ 1,000 each in Diana Buildwell Limited	215,170,000	-
574000 (previous year Nil) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Indiabulls Estate Limited	214,849	-
1,210,500 (previous year Nil) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Airmid Developers Limited	3,203,122,121	-
642,000 (previous year Nil) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Athena Infrastructure Limited	771,894,469	-
348,500 (previous year Nil) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Citra Properties Limited	681,318,408	-
797,081 (previous year Nil) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Indiabulls Estate Limited	1,749,978,508	-
726,750 (previous year Nil) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Juventus Estate Limited	2,345,752,841	-
800,000 (previous year Nil) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Selene Constructions Limited	983,369,031	-
392,500 (previous year Nil) Fully Paid up 0.0001% Optionally convertible debentures of Face Value ₹ 1,000 each in Selene Estate Limited	482,270,467	-
	47,577,319,816	39,076,994,666
d. Interest in beneficiary trust		
IBREL-IBL Scheme Trust {refer note-4(b)}	85,000,000	85,000,000
Total of non-current investments	47,662,319,816	39,161,994,666
Current investments (at cost or fair value whichever is lower)		
Non Trade, quoted- investment in mutual funds		
DWS Insta Cash Plus Fund Direct Plan - Annual bonus***	590,909,091	-
[6020462.161 (previous year: Nil) NAV: ₹ 100.6473 Per unit (previous year NAV: Nil)]		
Total of current investments	590,909,091	-
Aggregate Book Value of Quoted Investments	1,240,909,091	650,000,000
Aggregate Market Value of Quoted Investments	2,270,723,261	1,807,162,500
Aggregate Book Value of Unquoted Investments	47,012,319,816	38,511,994,666
Aggregate provision for diminution in the value of investments	-	-

* The Company has entered into an agreement dated August 16, 2013 with Indiabulls Infrastructure Private Limited and FIM Limited. As per terms of the agreement Indiabulls Infrastructure Private Limited had converted its optionally convertible debentures, compulsorily convertible debentures and optionally convertible preference shares, which were held by FIM Limited, into equity shares. Indiabulls Infrastructure Private Limited had also issued 90,400 Non Voting Class A Equity shares of face value of ₹10 each, fully paid, to Company. As a result percentage of holding of the Company in Indiabulls Infrastructure Private Limited dropped to 25.89% from 51%

** Pursuant to and in terms of the Court approved Scheme of Arrangement (Scheme), Indiabulls Infrastructure Development Limited (IIDL), a subsidiary of the company demerged itself and got amalgamated with Indiabulls Power Limited (IPL) with effect from April 01, 2012, the appointed date under the said Scheme. In lieu of its shareholding in IIDL, the company was allotted 21,90,50,000 fully paid equity shares in IPL in term of the Scheme. {refer note-4(c)} These shares are pledged against loan facility availed by erstwhile subsidiary of the Company Indiabulls Power Limited

***During the financial year ended March 31, 2014, the Company has availed line of credit from M/s Aditya Birla Finance limited which is secured by pledge of Units of Mutual fund .

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014	As at March 31, 2013
Note -13		
LOANS AND ADVANCES		
Long term loans and advances (Unsecured, considered good)		
Loans and advances to subsidiary companies	2,419,838,000	8,458,452,445
Loans and advances to subsidiary of associate	140,000,000	-
Security deposits	144,923,252	146,088,217
Capital advances	23,887	187,035
Prepaid expenses	140,357,166	49,421,921
Total of long term loans and advances	2,845,142,305	8,654,149,618
Short term loans and advances (Unsecured, considered good)		
Loans and advances to subsidiary companies	18,732,941,891	15,738,199,363
Loans and advances to others	2,136,249,924	2,041,671,015
Security deposits	22,872,027	20,500,000
Prepaid expenses	196,216,868	51,663,407
Advance to material and service providers	2,890,630	666,369
Advance for land	-	6,000,000
Input credit and other indirect taxes recoverable	10,977,734	2,538,531
Other advances to related party	120,330	136,269,256
Other advances to others	507,745	1,221,013
Advance income tax including tax deducted at source, net of provision for tax	354,322,073	208,996,222
Total of short term loans and advances	21,457,099,222	18,207,725,176

Note -14

INVENTORIES

(at cost)

Land for development of real estate project *	9,019,400	9,019,400
Real estate project under development		
Opening balance	252,043,930	258,645,712
Add: construction and development cost incurred	189,300,816	(6,601,782)
Total of inventories	450,364,146	261,063,330

* The above land is mortgaged as security against non convertible debentures issued by the company.

Note -15

TRADE RECEIVABLES

(Unsecured, considered good)

- Outstanding for a period exceeding six months	3,804,144	3,804,144
- Others	2,407,704	151,890,372
Total of trade receivables	6,211,848	155,694,516

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	As at March 31, 2014		As at March 31, 2013	
Note -16				
CASH AND BANK BALANCES				
<i>Cash and cash equivalents</i>				
- Cash on hand		1,342,134		905,797
<i>Balances with banks</i>				
- in current accounts	621,014,008		114,647,825	
- in unclaimed dividend accounts *	4,916,704	625,930,712	1,992,892	116,640,717
<i>Other bank balances</i>				
Balances with banks				
- in fixed deposit accounts **: (i) with maturity upto twelve months	777,330,339		245,900,000	
(ii) with maturity of more than twelve months	-		-	
	777,330,339		245,900,000	
Less: Non- current bank balances of fixed deposit accounts	-	777,330,339	-	245,900,000
Total of cash and bank balances		1,404,603,185		363,446,514

* Unclaimed dividend account pertains to dividend not claimed by equity shareholders and the Company does not have any right on the said money.

** Fixed deposits of ₹ 459,100,000 (previous year ₹ 93,900,000) have been pledged with banks against guarantees, overdraft facility given by banks and Fixed deposits of ₹ 318,230,339 (previous year ₹ 152,000,000) have been lien marked as a security for servicing of NCDs debenture interest.

Note -17

OTHER CURRENT ASSETS (Unsecured, considered good)

Interest accrued on:

fixed deposits with banks	2,876,730	481,580
loans and advances to related parties	-	384,260,328
optionally convertible debentures from related party	1,132,380,000	700,441,331
other loans and advances	268,874,354	73,159,274
Dividend receivable from subsidiary	-	750,000,000
Total of other current assets	1,404,131,084	1,908,342,513

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended March 31, 2014	For the year ended March 31, 2013
Note -18		
REVENUE FROM OPERATIONS		
Revenue from construction & development of real estate projects and project advisory services.	848,985,813	1,555,356,536
Sale of project/ investment	-	1,993,250,000
Total of revenue from operations	848,985,813	3,548,606,536
Note -19		
OTHER INCOME		
Interest income on loans and advances		
- from related parties	103,716,078	439,969,882
- from others	312,342,553	238,381,234
Interest income on debentures from related parties	1,258,204,641	849,278,309
Interest on fixed deposits	136,266,566	44,103,362
Dividend on units of mutual fund	32,994,365	14,864,631
Dividend on equity shares from subsidiary	1,150,000,000	750,000,000
Dividend on preference shares	2,265,930	941,042
Profit on sale of Fixed Assets	-	300,556
Profit on sale of Investment in mutual fund	30,553,213	20,872
Gain foreign exchange transaction	-	156,928
Miscellaneous income	606,724	-
Total of other income	3,026,950,070	2,338,016,816
Note -20		
EMPLOYEE BENEFITS EXPENSES		
Salaries and wages	56,672,336	53,758,255
Contributions to provident fund and other funds	169,212	351,147
Staff welfare expenses	3,022,601	1,846,420
Total of employee benefits expenses	59,864,149	55,955,822
Note -21		
FINANCE COSTS		
Interest expenses on:		
- non convertible debentures/ loan and advances	1,507,535,014	1,296,801,313
- taxation	17,791,232	249,883
Other borrowing cost	141,216,046	49,992,886
Foreign exchange loss (unrealized)	4,115	-
Total of finance costs	1,666,546,407	1,347,044,082

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended March 31, 2014		For the year ended March 31, 2013	
Note -22				
OTHER EXPENSES				
Advertisement expenses		684,076		2,815,120
Auditor's remuneration				
- As auditor	7,441,078		7,865,200	
- For others services	-	7,441,078	100,000	7,965,200
Bad-debts written off		425,000		-
Communication expenses		8,661,059		5,822,787
Bank Charges		1,218,637		65,393
Insurance expenses		1,930,081		2,343,091
Legal and professional charges		27,697,413		27,029,845
Loss on sale /written off of fixed assets		2,359,309		1,279
Membership and subscription charges		1,475,370		1,357,903
Power and fuel expenses		2,606,375		6,605,769
Printing and stationery		1,878,004		1,737,978
Rates and taxes		4,799,141		4,816,401
Rent expenses		124,417,051		261,352,434
Repairs and maintenance				
- Plant and machinery	2,975,120		3,058,760	
- Buildings	12,416,263		26,941,445	
- Others	14,065,803	29,457,186	18,411,643	48,411,848
Sales and marketing expenses		266,517,072		95,904,245
Software maintenance expenses		56,715,726		84,257,287
Security expenses		1,453,596		1,266,612
Traveling and conveyance expenses		4,884,315		7,099,500
Miscellaneous expenses		263,055		211,175
Total of other expenses		544,883,544		559,063,867

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)
23 Income taxes:
a) Current tax:

Current tax for the year includes earlier year taxes charge of ₹ 70,542 (previous year charge of ₹31,532,904).

b) Deferred tax:

In compliance with Accounting Standard 22 (AS 22) " Accounting for Taxes on Income", as notified under the Companies (Accounting Standards) Rules, 2006, as amended, the Company has recognized deferred tax credit of ₹ 2,205,921 (previous year credit of ₹ 487,183) in the statement of profit and loss during the year ended March 31, 2014.

The breakup of deferred tax assets/(liability) as into major components is as under:

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Particulars	For the year ended March 31, 2014	For the year ended March 31, 2013
Deferred tax assets on account of:		
Provision for compensated absences	631,401	382,415
Provision for gratuity	554,430	578,577
Amalgamation and demerger expenses	2,750,018	4,147,109
Total of deferred tax assets	3,935,849	5,108,101
Deferred Tax Liabilities on account of:		
Depreciation and amortisation	82,937	(3,295,236)
Total of deferred tax liability	82,937	(3,295,236)
Deferred tax asset / (liability), net	4,018,786	1,812,865

24 Earnings per equity share:

The Basic Earnings Per equity share is computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share is computed using the weighted average number of equity shares and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at fair value.

Dilutive potential equity shares are deemed converted as of the beginning of the year, unless they have been issued at a later date. The number of equity shares and potential diluted equity shares are adjusted for stock split, bonus shares and the potential dilutive effect of Employee stock option plans/Schemes as appropriate.

Particulars	For the year ended March 31, 2014	For the year ended March 31, 2013
Profit after tax	1,445,532,101	2,685,610,227
Profit attributable to equity shareholders	1,445,532,101	2,685,610,227
Weighted average number of equity shares used in computing Basic Earnings Per share	424,010,739	441,954,643
Add: Potential number of equity shares that could arise due to employee stock option and share warrants	21,922	460,389
Total potential weighted average number of equity shares	424,032,661	442,415,032
Face value per equity share	2.00	2.00
Basic earnings per equity share	3.41	6.08
Diluted earnings per equity share	3.41	6.07

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

25 Employees stock option schemes:

a) Indiabulls Real Estate Limited Employees Stock Options Scheme – 2006:

During the period ended March 31, 2007, the Company established the Indiabulls Real Estate Limited Employees Stock Options Scheme ("IBREL ESOS-I" or "Plan-I"). Under the Plan-I, the Company issued 9,000,000 equity settled options to eligible employees and of its Subsidiary Companies which gave them a right to subscribe up to 9,000,000 stock options representing an equal number of equity shares of face value of ₹ 2 each of the Company at an exercise price of ₹ 60 per option, subject to the requirements of vesting. These options vest uniformly over a period of 10 years, commencing one year after from the date of grant. A Compensation Committee constituted by the Board of Directors of the Company administers the Plan-I.

The Company follows the Intrinsic Value method of accounting as prescribed under the Guidance Note on "Accounting for Employees Share Based Payments" issued by the Institute of Chartered Accountants of India. No Deferred Employee Stock Compensation Cost was initially recorded on the grant of options as the Intrinsic Value calculated by an independent valuer was lower than the exercise price. Had the Company followed the Fair value method, there would not have been any impact on the Profit After Tax of the Company and on the Basic and Diluted Earnings per Equity Share of the Company as the fair value on the date of grant calculated by an independent valuer following binomial option pricing model was less than the exercise price.

b) Indiabulls Real Estate Limited Employees Stock Options Scheme 2008 (II):

During the year ended March 31, 2009, the Company established the Indiabulls Real Estate Limited Employees Stock Options Scheme - 2008 (II) ("IBREL ESOS-II" or "Plan-II"). Under Plan II, the Company issued equity settled options to its eligible employees and of its Subsidiary Companies to subscribe upto 2,000,000 stock options representing an equal number of equity shares of face value of ₹ 2 each in the Company, at an exercise price of ₹ 110.50 per option, being the closing market price on the National Stock Exchange of India Limited, as at January 29, 2009.

The stock options so granted, shall vest in the eligible employees within 10 years beginning from January 31, 2010, the first vesting date. The stock options granted under each of the slabs, are exercisable by the option holders within a period of five years from the relevant vesting date.

The Company follows the Intrinsic Value method of accounting as prescribed in the Guidance Note on Accounting for Employees Share Based Payments ("Guidance Note"), issued by the Institute of Chartered Accountants of India. Since, on the date of grant, the intrinsic value of the options granted was equal to the exercise price, no deferred employee stock compensation cost has been recorded in the financial statements. The fair value of the options under Plan II using the Black-Scholes model, based on the following parameters, is ₹62.79 per option, as certified by an independent firm of chartered accountants.

Particulars	Plan – II
Fair value of option at grant date (₹ per option)	₹ 62.79
Exercise price (₹ Per option)	₹ 110.50
Expected volatility	86%
Expected forfeiture percentage on each vesting date	Nil
Option Life (Weighted Average)	10.5 Years
Expected Dividend yield	3.92%
Risk Free rate of Interest	6.50%

The expected volatility was determined based on historical volatility data of the Company's shares listed on the National Stock Exchange of India Limited.

The table below provides pro forma disclosures for the impact on the Company's net profits after taxes and basic and diluted earnings per share, had the compensation cost for the stock options granted under Plan - II been determined using the fair value method as prescribed in the Guidance Note as prescribed by the ICAI.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Particulars	For the year ended March 31, 2014		For the year ended March 31, 2013	
	As reported	Pro forma	As reported	Pro forma
Net Profit available to Equity Shareholders (as reported)	1,445,532,101	1,445,532,101	2,685,610,227	2,685,610,227
Less : Stock-based employee compensation expense determined using the fair value method for the year:				
Total Stock-based employee compensation expense recognisable over the vesting period of the options [Gross ₹125,580,000] (pro forma)	-	10,200,883	-	13,235,733
Net Profit considered for computing EPS (pro forma)	1,445,532,101	1,435,331,218	2,685,610,227	2,672,374,494
Basic earnings per equity share	3.41	3.39	6.08	6.05
Diluted earnings per equity share	3.41	3.38	6.07	6.04

A summary of the movement, during the year, in various IBREL ESOS plans is as below:

Particulars	IBREL ESOS-I	IBREL ESOS-II
Total Number of options under Scheme	9,000,000	2,000,000
Number of options outstanding as at April 1, 2013	3,854,500	913,500
Number of options granted during the year	-	-
Number of options forfeited/cancelled/lapsed during the year	157,500	218,500
Number of options vested during the year	508,000	73,000
Number of options exercised during the year	-	-
Number of options expired during the year	-	-
Number of options outstanding as at March 31, 2014	3,697,000	695,000
Out of the outstanding options number of options exercisable as at March 31, 2014	2,178,000	330,000
Exercise Price (₹ per option)	60.00	110.50
Remaining Contractual Life (Months)	52	67

c) Indiabulls Real Estate Limited Employees Stock Options Plan 2010:

During the year ended March 31, 2011, the Board of Directors and Shareholders of the Company have given their consent to create, issue, offer and allot, to the eligible employees of the Company and its Subsidiary Companies, stock options not exceeding 30,000,000 in number, representing 30,000,000 Equity shares of face value of ₹ 2 each of the Company, accordingly the Employee Stock Option Plan- 2010 ("IBREL ESOP 2010") has been formed. As per the scheme Exercise Price will be the market price of the equity shares of the Company, being the latest available closing price, prior to the date of grant or as may be decided by the Board or Compensation Committee. However Compensation Committee of the Board has not yet granted any options under IBREL ESOP 2010 Scheme.

d) Indiabulls Real Estate Limited Employees Stock Options Plan 2011:

During the year ended March 31, 2012, the Board of Directors and shareholders of IBREL have given their consent to create, issue, offer and allot, to the eligible employees of IBREL and its subsidiary Companies, stock options not exceeding 15,000,000 in number, representing 15,000,000 equity shares of face value of ₹ 2 each of IBREL, and accordingly the Employee Stock Option Scheme- 2011 ("IBREL ESOS 2011") has been formed. As per the scheme exercise price will be the market price of the equity shares of IBREL, being the latest available closing price, prior to the date of grant or as may be decided by the Board or Compensation Committee. However Compensation Committee of the Board has not yet granted any options under IBREL ESOP 2011 Scheme.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

26 Employee benefits:

Gratuity benefits

In accordance with "The Payment of Gratuity Act, 1972", the Company provides for gratuity a defined benefit retirement plan (the "Gratuity Plan") covering certain categories of employees. The Gratuity Plan provides a lump sum payment to vested employees at retirement or termination of employment. The amount of payment is based on the respective employee's last drawn salary and the years of employment with the Company. Liabilities in respect of the Gratuity Plan are determined by an actuarial valuation and this plan is unfunded. The Company had charged of ₹ 134,137 (previous year charged of ₹ 64,708) during the year ended March 31, 2014 and the amount outstanding as at March 31, 2014 is ₹ 1,631,157 (previous year: ₹ 1,783,254).

Compensated leave of absence

Eligible employees are entitled to accumulate compensated absences up to prescribed limits in accordance with the Company's policy and receive cash in lieu thereof. The Company measures the expected cost of accumulating compensated absences as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date. Such measurement is based on actuarial valuation as at balance sheet date carried out by a qualified actuary. The Company had recognised charged of ₹ 689,163 (previous year credit of ₹ 987,624) during the year ended March 31, 2014 and the amount outstanding as at March 31, 2014 is ₹ 1,857,607 (previous year: 1,178,657).

The components of gratuity & compensated leave of absence cost recognized, in accordance with AS-15 (Revised) on "Employee benefits", for the years ended March 31, 2014 and March 31, 2013 are enumerated as below:

	Gratuity benefits		Compensated leave of absence	
	For the year ended March 31, 2014	For the year ended March 31, 2013	For the year ended March 31, 2014	For the year ended March 31, 2013
Service cost	237,363	329,722	250,868	196,244
Interest cost	142,660	164,069	94,293	139,189
Actuarial (gain)/loss, net	(245,886)	(429,083)	344,002	(1,323,057)
Gratuity cost recognized	134,137	64,708	689,163	(987,624)

Details of the employee benefits obligation are provided below:

	Gratuity benefits		Compensated leave of absence	
	For the year ended March 31, 2014	For the year ended March 31, 2013	For the year ended March 31, 2014	For the year ended March 31, 2013
Obligation at the beginning of the year	1,783,254	2,103,007	1,178,657	2,166,407
Cost recognized	134,137	64,708	689,163	(987,624)
Benefits paid	(286,234)	(384,461)	(10,213)	(126)
Expenses of demerge entity	-	-	-	-
Obligation at the end of the year	1,631,157	1,783,254	1,857,607	1,178,657

The assumptions used to determine cost include:

	For the year ended March 31, 2014	For the year ended March 31, 2013
Discount rate	8.50%	8.00%
Salary escalation rate	5.00%	5.00%
Mortality table	IALM (2006-08)	IALM (1994-96)

27 Operating lease

The Company has taken various premises on operating leases and lease rent of ₹124,417,051 (Previous year ₹261,352,434) in respect of the same has been charged to statement of profit and loss for the year ended March 31, 2014. The underlying agreements are executed for a period generally ranging from three to five years, renewable at the option of the Company and the lessor and are cancelable in some cases, by either party by giving a notice generally of 30 to 90

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated) days. There are no restrictions imposed by such leases and there are no subleases. The minimum lease rentals payable in respect of such operating leases, are as under:

Minimum lease rentals payable

	As at March 31, 2014	As at March 31, 2013
Within one year	55,883,411	300,893,449
Later than one year but not later than five years	38,099,305	405,011,140
Total	93,982,716	705,904,589

28 Contingent liabilities and commitments:

a) Contingent liabilities, not acknowledged as debt, include:

Particulars	As at March 31, 2014	As at March 31, 2013
Corporate guarantees in respect of bank guarantees/letter of credit/ credit facilities availed by subsidiaries/subsidiaries of associate/ erstwhile subsidiaries.	18,734,457,717	11,762,138,341
Income tax demand in respect of which appeals have been filed	52,119,534	30,814,534

As per the best estimate of the management, no provision is required to be made in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

b) Commitments and other contingent liabilities:

- i) The Company has given corporate guarantee towards cost overrun to financial institution/ banks for term loan facility sanctioned to Indiabulls Power Limited. (IPL) in the event of inability of IPL to arrange the required equity support for Amravati Power Project Phase I.
- ii) The Company has given corporate guarantee towards cost overrun to financial institution/ banks for term loan facility sanctioned to Indiabulls Realtech Limited ("IRL") a subsidiary of Indiabulls Power Limited. ("IPL") in the event of inability of IPL to arrange the required equity support for Thermal Project having capacity of 1350 MW in Sinnar Village of Nasik District in Maharashtra, being developed by IRL.
- iii) The Company has given Sponsors Support Undertaking ("SSU") to fund the required equity and any shortfall in means of finance by subscription to the shares of Indiabulls Power Limited. (IPL) for term loan facility sanctioned to IPL in the event of inability of IPL to arrange the required equity support for Amravati Power Project Phase II. Under the SSU, IBREL has also guaranteed to meet IPL's debt obligations in respect of Amravati Power Project Phase II in the event coal linkage for the project is cancelled / deferred and IPL fails to make any alternate arrangement of required coal six months prior to the scheduled commercial operation date of unit I.
- (iv) The Company has given Sponsors Support Undertaking ("SSU") to meet any shortfalls in the funding requirement of project and towards cost overrun to financial institution/banks for term loan sanctioned to Indiabulls Realtech Limited ("IRL") in the event of inability of IRL to arrange required equity support for Nasik Thermal Power Project Phase II.
- (v) The Company has given Undertaking for Amravati Power Transmission Company Limited for timely infusion of equity as per Financing Plan and in the event of cost overrun / escalation or shortfall of the Project funding due to default of any lenders, the Project Cost/ such escalation or shortfall of the Project funding shall be met by the Promoters. Provided that if IPL fails to contribute the Equity and / or funds, Indiabulls Infrastructure & Power Limited ("IIP") shall be responsible for fulfilling the same and in case IIP fails to contribute the Equity and / or funds, IBREL shall be responsible for fulfilling the same.
- (vi) The Company has given an undertaking to banks for various loans availed by subsidiary companies and subsidiaries of Associate to meet the shortfall requirement in case they are not able to service the said loans.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

29 Related party disclosures:

Disclosures in respect of Accounting Standard – 18 (AS 18) Related Party Disclosures as notified under the Companies (Accounting Standards) Rules, 2006, as amended:

Name and nature of relationship with related parties:

i) *Related parties where control exists*

- **Subsidiary Companies:**

Name of Subsidiary Companies

Indiabulls Estate Limited

Indiabulls Land Holdings Limited

Nilgiri Land Development Limited

Indiabulls Commercial Estate Limited

Indiabulls Engineering Limited

Indiabulls Infrastructure Projects Limited

Nilgiri Lands Limited

Nilgiri Land Holdings Limited

Nilgiri Infrastructure Limited

Indiabulls Commercial Properties Limited

Ib Holdings Limited (formerly Fornax Properties Limited)

Platane Infrastructure Limited (formerly Albina Infrastructure Limited)

Ashkit Constructions Limited

Paidia Infrastructure Limited (formerly Sepset Infrastructure Limited)

Lorita Developers Limited (formerly Serida Developers Limited)

Serida Infrastructure Limited

Vonnie Real Estate Limited (formerly Serida Real Estate Limited)

Ib Assets Limited (formerly Indiabulls Resources Limited)

Fama Builders And Developers Limited

Fama Construction Limited

Fama Estate Limited

Fama Land Development Limited

Lavone Builders And Developers Limited (formerly Juventus Builders And Developers Limited)

Juventus Infrastructure Limited

Juventus Properties Limited

Kailash Buildwell Limited

Karakoram Buildwell Limited

Kaltha Developers Limited (formerly Karakoram Developers Limited)

Amadis Land Development Limited (formerly Karakoram Land Development Limited)

Karakoram Properties Limited

Aedos Real Estate Company Limited (formerly Karakoram Real Estate Company Limited)

Name of Subsidiary Companies

Tefia Land Development Limited (formerly Triton Land Development Limited)

Varali Developers Limited

Vindhyachal Developers Limited

Vindhyachal Buildwell Limited

Zeus Builders And Developers Limited

Zeus Properties Limited

Airmid Aviation Services Private Limited

Albasta Constructions Limited

Angles Constructions Limited

Airmid Developers Limited

Albasta Developers Limited

Airmid Infrastructure Limited

Albasta Infrastructure Limited

Airmid Properties Limited

Albasta Real Estate Limited

Albasta Properties Limited

Albina Properties Limited

Albina Real Estate Limited

Alexander Transport Solutions Limited

Angina Properties Limited

Angina Real Estate Limited

Apesh Properties Limited

Apesh Real Estate Limited

Athena Land Development Limited

Athena Builders And Developers Limited

Athena Buildwell Limited

Athena Infrastructure Limited

Aurora Builders And Developers Limited

Chloris Constructions Limited

Ceres Constructions Limited

Citra Developers Limited

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)
Name of Subsidiary Companies

Lucina Builders and Developers Limited
 Lucina Buildwell Limited
 Lucina Estate Limited
 Lucina Properties Limited
 Nilgiri Buildwell Limited
 Selene Buildwell Limited
 Selene Properties Limited
 Galium Builders And Developers Limited
 (formerly Triton Builders And Developers Limited)
 Triton Buildwell Limited
 Triton Infrastructure Limited
 Diana Infrastructure Limited
 Diana Land Development Limited
 Elena Constructions Limited
 Elena Properties Limited
 Elena Real Estate Limited
 Fornax Constructions Limited
 Fama Infrastructure Limited
 Fama Properties Limited
 Flora Land Development Limited
 Fornax Real Estate Limited
 Hermes Builders And Developers Limited
 Hermes Properties Limited
 Indiabulls Buildcon Limited
 Makala Infrastructure Limited
 (formerly Indiabulls Builders and Developers Limited)
 Indiabulls Road And Infrastructure Services Limited
 (formerly Indiabulls Buildwell Limited)
 Indiabulls Communication Infrastructure Limited
 (formerly Indiabulls Commercial Developers Limited)
 Indiabulls Industrial Infrastructure Limited
 Lakisha Developers Limited
 (formerly Indiabulls Greenfield Realities Limited)
 Indiabulls Constructions Limited
 Indiabulls Developers and Infrastructure Limited
 Indiabulls Energy Limited
 Serida Properties Limited
 Serida Constructions Limited
 Ashkit Real Estate Limited
 Ashkit Properties Limited
 Mabon Constructions Limited
 Mabon Properties Limited
 Mabon Infrastructure Limited
 Mabon Real Estate Limited
 Ashkit Developers Limited
 Mabon Developers Limited

Name of Subsidiary Companies

Ceres Estate Limited
 Ceres Infrastructure Limited
 Ceres Land Development Limited
 Ceres Properties Limited
 Citra Properties Limited
 Chloris Real Estate Limited
 Corus Real Estate Limited

 Devona Developers Limited
 Devona Infrastructure Limited
 Devona Properties Limited
 Sentia Infrastructure Limited
 Selene Infrastructure Limited
 Selene Land Development Limited
 Sentia Real Estate Limited
 Shivalik Properties Limited
 Sophia Constructions Limited
 Sophia Real Estate Limited
 Sylvanus Properties Limited
 Triton Estate Limited
 Triton Properties Limited
 Varali Constructions Limited
 Varali Infrastructure Limited
 Varali Properties Limited

 Varali Real Estate Limited

 Vindhyachal Infrastructure Limited

 Vindhyachal Land Development Limited
 Zeus Estate Limited
 Hecate Power and Land Development Limited
 (formerly Zeus Land Development Limited)
 Echo Facility Services Limited
 Diana Buildwell Limited
 Apesh Constructions Limited
 Linnet Infrastructure Limited
 Linnet Constructions Limited
 Linnet Developers Limited
 Linnet Real Estate Limited
 Linnet Properties Limited
 Edesia Constructions Limited
 Edesia Developers Limited
 Edesia Infrastructure Limited
 Edesia Real Estate Limited
 Edesia Properties Limited

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

Name of Subsidiary Companies

Indiabulls Malls Limited
 Ivonne Developers Limited
 (formerly Indiabulls Property Builders Limited)
 Manjola Infrastructure Limited
 (formerly Indiabulls Estate Developers Limited)
 Indiabulls Home Developers Limited
 Indiabulls Housing Developers Limited
 Indiabulls Housing and Land Development Limited
 Indiabulls Hotel Properties Limited
 Lakisha Infrastructure Limited
 (formerly Indiabulls Infradevelopers Limited)
 Indiabulls Software Parks Limited
 (formerly known as Indiabulls Infracon Limited)
 Indiabulls Infraestate Limited
 Indiabulls Infratech Limited
 Ivonne Infrastructure Limited
 (formerly Indiabulls Land Development Limited)
 Indiabulls Lands Limited
 Indiabulls Multiplex Services Limited
 Indiabulls Natural Resources Limited
 Indiabulls Property Developers Limited
 Indiabulls Projects Limited
 Indiabulls Realty Company Limited
 Lakisha Real Estate Limited
 (formerly Indiabulls Realcon Limited)
 Manjola Real Estate Limited
 (formerly Indiabulls Realtors Limited)
 Ivonne Real Estate Limited
 (formerly Indiabulls Town Developers Limited)
 Juventus Constructions Limited
 Juventus Estate Limited
 Juventus Land Development Limited
 Lenus Constructions Limited
 Lucina Constructions Limited
 Lenus Developers Limited
 Lenus Infrastructure Limited
 Lucina Land Development Limited
 Lenus Properties Limited
 Lenus Real Estate Limited
 Mariana Constructions Limited
 Mariana Developers Limited
 Maximus Entertainments Limited
 Mariana Infrastructure Limited
 Milkyway Buildcon Limited
 Mariana Properties Limited
 Mariana Real Estate Limited

Name of Subsidiary Companies

Indiabulls Commercial Builders Limited
 Indiabulls Housing and Constructions Limited
 Indiabulls Real Estate Developers Limited
 Indiabulls Infrabuild Limited
 Indiabulls Real Estate Builders Limited
 Parmida Constructions Limited
 Parmida Infrastructure Limited
 Lorena Developers Limited
 Parmida Developers Limited
 Lorena Builders Limited
 Parmida Properties Limited
 Parmida Real Estate Limited
 Lorena Infrastructure Limited
 Lorena Constructions Limited
 Nerissa Developers Limited
 Majesta Builders Limited
 Majesta Properties Limited
 Nerissa Constructions Limited
 Nerissa Real Estate Limited
 Majesta Constructions Limited
 Nerissa Properties Limited
 Lorena Real Estate Limited
 Majesta Developers Limited
 Nerissa Infrastructure Limited
 Majesta Infrastructure Limited
 Tapir Land Development Limited*
 Tapir Realty Developers Limited**
 Serpentes Buildwell Limited**
 Serpentes Builders and Developers Limited**
 Cobitis Real Estate Limited***
 Loon Infrastructure Limited***
 Jwalaji Buildtech Limited
 Yashita Buildcon Limited
 Zeus Buildwell Limited
 Nesoi Limited****
 Foundvest Limited
 Arianca Limited
 Indiabulls Property Management Trustee Pte Ltd

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

Name of Subsidiary Companies

Nav Vahan Autotech Limited
Nilgiri Commercial Estate Limited
Nilgiri Infraestate Limited
Nilgiri Infrastructure Development Limited
Nilgiri Infrastructure Projects Limited
Nilgiri Resources Limited
Noble Realtors Limited
Selene Builders And Developers Limited
Sentia Constructions Limited
Selene Constructions Limited
Sentia Developers Limited
Sepset Developers Limited
Selene Estate Limited
Sepset Properties Limited*****
Juventus Buildwell Limited*****
Indiabulls Infrastructure Development Limited*****

*from March 7, 2014

**from March 13, 2014

***from March 14, 2014

****from March 24, 2014

***** from May 22, 2012

***** from December 27, 2012

***** upto August 22, 2013

***** upto September 23, 2012

***** upto September 20, 2012

***** upto April 29, 2012

***** upto September 23, 2012 and from July 31, 2013 to December 9, 2013

***** Pursuant to and in terms of the Court approved Scheme of Arrangement (Scheme), Indiabulls Infrastructure Development Limited (IIDL), a subsidiary of the Company got amalgamated with Indiabulls Power Limited (IPL) with effect from April 01, 2012, the Appointed Date under the said Scheme. {refer note 4(c)}

(ii) Related parties where significant influence exists#:

Associate

Indiabulls Properties Investment Trust

Indiabulls Infrastructure Private Limited
(Subsidiary till August 22, 2013)

(iii) Subsidiaries of associate#:

Indiabulls Properties Private Limited
Indiabulls Real Estate Company Private Limited
Kenneth Builders And Developers Limited
(Subsidiary till August 22, 2013)

Other related parties#

Key management personnel:

Mr. Sameer Gehlaut (Director and Chairman)
Mr. Rajiv Rattan (Director and Vice Chairman)
Mr. Saurabh Kumar Mittal (Director and Vice Chairman)
Mr. Narendra Gehlaut (Managing Director)
Mr. Vipul D Bansal (Joint Managing Director till 25th July 2012)
IIC Limited (formerly Indiabulls Infrastructure Company Limited)

Enterprises over which key management
Personnel have significant Influence
- EPC / Construction Companies:#

With whom transactions have been entered during the year/previous year

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

iv) Summary of Material Transactions with Related Parties:

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Nature of Transaction	Subsidiary Companies	Associate Companies	Subsidiaries of Associate	EPC/ Construction Companies	Key Management Personnel	Total
Investment in equity shares of subsidiary companies	3,000,000 <i>120,000,000</i>	- -	- -	- -	- -	3,000,000 <i>120,000,000</i>
Investment in equity shares of associate company	- -	904,000 -	- -	- -	- -	904,000 -
Investment in preference shares of subsidiary company	<i>90,000,000</i> -	- -	- -	- -	- -	90,000,000 -
Investment in debenture of subsidiary company	215,170,000 -	- -	- -	- -	- -	215,170,000 -
Redemption of debentures of subsidiary companies	2,120,930,000 <i>270,000,000</i>	- -	- -	- -	- -	2,120,930,000 <i>270,000,000</i>
Sale of investment in equity shares of subsidiary companies	- <i>7,000,000</i>	- -	- -	- -	- -	- <i>7,000,000</i>
Inter corporate deposits given*	36,369,555,561 <i>34,208,047,021</i>	- -	140,000,000 -	- -	- -	36,509,555,561 <i>34,208,047,021</i>
Inter corporate deposits taken*	5,649,639,491 <i>788,500,000</i>	- -	- -	- -	- -	5,649,639,491 <i>788,500,000</i>
Other advances*	215,169,256 <i>256,269,256</i>	- -	- -	- -	- -	215,169,256 <i>256,269,256</i>
Income						
Interest income	1,354,385,179 <i>1,289,248,192</i>	- -	20,777,207 -	- -	- -	1,375,162,385 <i>1,289,248,192</i>
Income from real estate project advisory/construction services	90,960,680 <i>440,470,000</i>	- -	658,025,133 <i>564,886,536</i>	- <i>150,000,000</i>	- -	748,985,813 <i>1,155,356,536</i>
Dividend Income	1,150,000,000 <i>750,000,000</i>	- -	- -	- -	- -	1,150,000,000 <i>750,000,000</i>
Expenses						
Construction contract expenses/(credit)	160,919,620 <i>865,525</i>	- -	- -	- <i>(10,542,148)</i>	- -	160,919,620 <i>(9,676,623)</i>
Brokerage expense reimbursed by	44,986,476 <i>15,663,119</i>	- -	- -	- -	- -	44,986,476 <i>15,663,119</i>
Remuneration	- -	- -	- -	- -	46,447,095 <i>34,292,805</i>	46,447,095 <i>34,292,805</i>
Rent and maintenance expenses	- -	- -	121,934,590 <i>274,415,929</i>	- -	- -	121,934,590 <i>274,415,929</i>
Interest expenses	222,778,607 <i>59,313,784</i>	- -	- -	- -	- -	222,778,607 <i>59,313,784</i>

* Maximum balance outstanding at any time during the year

Figures in respect of Previous Year are stated in Italics

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

v) Outstanding as at March 31, 2014

(All Amounts in Indian Rupees, except share data and where otherwise stated)

Nature of Transaction	Subsidiary Companies	Associate Company	Subsidiaries of Associate	Total
Interest receivable	1,132,380,000	-	11,917,500	1,144,297,500
	<i>1,084,701,659</i>	-	-	<i>1,084,701,659</i>
Dividend receivable	-	-	-	-
	<i>750,000,000</i>	-	-	<i>750,000,000</i>
Advance from customer	-	-	-	-
	-	-	474,774	474,774
Trade receivable	-	-	2,407,704	2,407,704
	-	-	204,372	204,372
Trade payable	6,537,640	-	-	6,537,640
	<i>80,334</i>	-	-	<i>80,334</i>
Interest payable	-	-	-	-
	<i>53,382,406</i>	-	-	<i>53,382,406</i>
Inter corporate deposits given	21,152,779,891	140,000,000	-	21,292,779,891
	<i>24,196,651,808</i>	-	-	<i>24,196,651,808</i>
Inter corporate deposits taken	1,858,758,900	-	-	1,858,758,900
	<i>771,900,000</i>	-	-	<i>771,900,000</i>
Other advances	120,330	-	-	120,330
	<i>136,269,256</i>	-	-	<i>136,269,256</i>
Security deposits given	-	-	136,950,689	136,950,689
	-	-	<i>136,950,689</i>	<i>136,950,689</i>

Figures in respect of Previous Year are stated in Italics

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

v) Statement of Material Transactions:																		
Name of Companies	Year ended	Investment in equity shares of subsidiary companies	Investment in shares of associate company	Investment in preference shares of subsidiary company	Investment in debenture of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits (maximum outstanding balance)	Other advances (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income	Income from real estate project advisory/construction services	Dividend income	Construction expenses/contract (credit)	Brokerage expense reimbursed by	Remuneration maintenance expenses	Rent and expenses	Interest expenses
Subsidiary Companies																		
Ceres Estate Limited	31-Mar-14	-	-	-	-	-	-	2,433,125,200	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	2,433,075,200	-	-	-	-	-	-	-	-	-	-
Kailash Buildwell Limited	31-Mar-14	-	-	-	-	-	-	29,126,690	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	29,016,690	-	-	-	-	-	-	-	-	-	-
Lucina Land Development Limited	31-Mar-14	-	-	-	-	-	-	2,306,180,000	-	3,790,880,591	17,058,275	-	1,150,000,000	-	29,984,770	-	-	137,974,149
	31-Mar-13	-	-	-	-	-	-	3,016,769,409	-	-	127,021,473	-	750,000,000	-	8,134,137	-	-	-
Indiabulls Estate Limited	31-Mar-14	-	-	-	-	-	-	9,000,000	-	-	751	23,436,214	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	93,744,656	-	-	-	-	-	-
Citra Properties Limited	31-Mar-14	-	-	-	-	-	-	59,150,000	-	-	365	5,227,495	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	177	20,909,980	-	-	-	-	-	-
Fomax Real Estate Limited	31-Mar-14	-	-	-	-	-	-	569,980,000	-	-	1,119	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	1,689	-	-	-	-	-	-	-
Indiabulls Constructions Limited	31-Mar-14	-	-	-	-	-	-	2,100,000,000	-	-	-	-	-	**16919620	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	865,525	-	-	-	-
Indiabulls Industrial Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	-	-	859,900,000	-	-	-	-	-	-	-	81,520,404
	31-Mar-13	-	-	-	-	-	-	-	-	788,500,000	-	-	-	-	-	-	-	59,313,784
Selene Constructions Limited	31-Mar-14	-	-	-	-	-	-	407,500,000	-	-	432	13,355,995	-	-	263,611	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	12,996,835	78,941,565	-	-	-	-	-	-
Selene Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	428,050,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	250,000	-	-	-	-	-	-	-	-
Ivonne Infrastructure Limited (formerly Indiabulls Land Development Limited)	31-Mar-14	-	-	-	-	-	-	83,675,100	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	95,875,100	-	-	-	-	-	-	-	-	-	-
Indiabulls Lands Limited	31-Mar-14	-	-	-	-	-	-	29,114,200	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	28,834,200	-	-	-	-	-	-	-	-	-	-
Indiabulls Natural Resources Limited	31-Mar-14	-	-	-	-	-	-	363,100	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	83,100	-	-	-	-	-	-	-	-	-	-
Juventus Estate Limited	31-Mar-14	-	-	-	-	-	-	1,091,001,000	-	-	31,515,761	10,901,253	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	771,001,000	-	-	104,234,285	43,605,012	-	-	-	-	-	-
Aedios Real Estate Company Limited (formerly Karakoram Real Estate Company Limited)	31-Mar-14	-	-	-	-	-	-	22,839,300	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	22,709,300	-	-	-	-	-	-	-	-	-	-
Nilgiri Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	559,100	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	239,100	-	-	-	-	-	-	-	-	-	-
Vindhyachal Buildwell Limited	31-Mar-14	-	-	-	-	-	-	439,021,500	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	656,941,500	-	-	-	-	-	-	-	-	-	-
Hecate Power and Land Development Limited	31-Mar-14	-	-	-	-	-	-	8,521,100	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	8,451,100	-	-	-	-	-	-	-	-	-	-
Fama Construction Limited	31-Mar-14	-	-	-	-	-	-	81,627,228	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	80,807,228	-	-	-	-	-	-	-	-	-	-
Indiabulls Infotech Limited	31-Mar-14	-	-	-	-	-	-	4,880,589,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	4,880,229,000	-	-	-	-	-	-	-	-	-	-
Aurora Land Development Limited*	31-Mar-14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	715,552,091	-	-	-	-	-	-	-	-	-	-

[all amounts in Indian Rupees, except share data]

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

Name of Companies		Year ended	Investment in equity shares of subsidiary companies	Investment in equity shares of associate company	Investment in preference shares of subsidiary company	Investment in debenture of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits given (maximum outstanding balance)	Other advances (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income	Income from real estate advisory/construction services	Dividend income	Construction contract expenses/(credit)	Brokerage expense reimbursed by	Remuneration project advisory/ services	Rent and maintenance expenses	Interest expenses
Juventus Land Development Limited	31-Mar-14	-	-	-	-	-	-	-	33,090,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	32,790,000	-	-	-	-	-	-	-	-	-	-
Nilgiri Buildwell Limited	31-Mar-14	-	-	-	-	-	-	-	10,279,522	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	10,089,522	-	-	-	-	-	-	-	-	-	-
Selene Land Development Limited	31-Mar-14	-	-	-	-	-	-	-	77,310,876	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	77,110,876	-	-	-	-	-	-	-	-	-	-
Tefia Land Development Limited (Formerly Triton Land Development Limited)	31-Mar-14	-	-	-	-	-	-	-	6,883,432	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	6,743,432	-	-	-	-	-	-	-	-	-	-
Vindhyaachal Developers Limited	31-Mar-14	-	-	-	-	-	-	-	46,982,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	46,512,000	-	-	-	-	-	-	-	-	-	-
Airmid Real Estate Limited*	31-Mar-14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	315,400,291	-	-	-	-	-	-	-	-	-	-
Alabasta Properties Limited	31-Mar-14	-	-	-	-	-	-	-	211,116,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	211,116,000	-	-	-	-	-	-	-	-	-	-
Angria Real Estate Limited	31-Mar-14	-	-	-	-	-	-	-	107,429,517	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	107,289,517	-	-	-	-	-	-	-	-	-	-
Athena Builders and Developers Limited	31-Mar-14	-	-	-	-	-	-	-	31,097,100	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	31,097,100	-	-	-	-	-	-	-	-	-	-
Ceres Land Development Limited	31-Mar-14	-	-	-	-	-	-	-	48,642,033	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	48,472,033	-	-	-	-	-	-	-	-	-	-
Diana Buildwell Limited	31-Mar-14	-	-	-	-	215,170,000	-	-	-	215,169,256	-	-	-	-	-	-	-	-	-
	31-Mar-13	120,000,000	-	-	-	-	-	-	-	256,269,256	-	-	-	-	-	-	-	-	-
Diana Land Development Limited	31-Mar-14	-	-	-	-	-	-	-	6,411,200	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	6,441,200	-	-	-	-	-	-	-	-	-	-
Flora Land Development Limited	31-Mar-14	-	-	-	-	-	-	-	107,360,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	148,590,100	-	-	-	-	-	-	-	-	-	-
Hermes Builders and Developers Limited	31-Mar-14	-	-	-	-	-	-	-	270,672	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	200,672	-	-	-	-	-	-	-	-	-	-
Lakisha Real Estate Limited (formerly Indiabulls Realcon Limited)	31-Mar-14	-	-	-	-	-	-	-	147,521,100	-	-	-	-	-	-	-	-	-	1,316,865
	31-Mar-13	-	-	-	-	-	-	-	50,321,100	-	-	-	-	-	-	-	-	-	-
Manjula Real Estate Limited (formerly Indiabulls Realtors Limited)	31-Mar-14	-	-	-	-	-	-	-	138,200	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	118,200	-	-	-	-	-	-	-	-	-	-
Lucina Builders and Developers Limited	31-Mar-14	-	-	-	-	-	-	-	35,345,266	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	35,295,266	-	-	-	-	-	-	-	-	-	-
Lucina Estate Limited	31-Mar-14	-	-	-	-	-	-	-	62,493,600	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	62,383,600	-	-	-	-	-	-	-	-	-	-
Selene Builders and Developers Limited	31-Mar-14	-	-	-	-	-	-	-	161,211	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	91,211	-	-	-	-	-	-	-	-	-	-
Selene Estate Limited	31-Mar-14	-	-	-	-	-	-	199,675,000	-	-	-	-	6,545,158	-	-	2,451,715	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	1,059,810,000	-	-	-	23,690,083	-	-	724,413	-	-	-
Sentia Real Estate Limited	31-Mar-14	-	-	-	-	-	-	-	75,296,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	80,176,000	-	-	-	-	-	-	-	-	-	-

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

vi) Statement of Material Transactions: (contd.)																			All amounts in Indian Rupees, except share data			
Name of Companies	Year ended	Investment in equity shares of subsidiary companies	Investment in equity shares of associate company	Investment in preference shares of subsidiary company	Investment in debenture of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits given (maximum outstanding balance)	Other advances (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income	Income from real estate project advisory/construction services	Dividend income	Construction contract expenses/(credit)	Brokerage expense reimbursed by	Remuneration	Rent and maintenance expenses	Interest expenses				
Sepset Real Estate Limited*	31-Mar-14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	708,909,633	-	-	-	-	-	-	-	-	-	-				
Sophia Real Estate Limited	31-Mar-14	-	-	-	-	-	-	1,260,870,654	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	1,260,270,654	-	-	-	-	-	-	-	-	-	-				
Gallium Builders And Developers Limited (Formerly Triton Builders And Developers Limited)	31-Mar-14	-	-	-	-	-	-	9,845,696	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	9,455,696	-	-	-	-	-	-	-	-	-	-				
Triton Estate Limited	31-Mar-14	-	-	-	-	-	-	62,916	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	42,916	-	-	-	-	-	-	-	-	-	-				
Varali Real Estate Limited	31-Mar-14	-	-	-	-	-	-	10,480,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	10,460,000	-	-	-	-	-	-	-	-	-	-				
Fama Properties Limited	31-Mar-14	-	-	-	-	-	-	41,564,100	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	49,984,100	-	-	-	-	-	-	-	-	-	-				
Karakoram Buildwell Limited	31-Mar-14	-	-	-	-	-	-	60,122,977	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	59,952,977	-	-	-	-	-	-	-	-	-	-				
Vindhyachal Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	101,788,091	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	101,588,091	-	-	-	-	-	-	-	-	-	-				
Zeus Properties Limited	31-Mar-14	-	-	-	-	-	-	99,821,334	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	99,291,334	-	-	-	-	-	-	-	-	-	-				
Chloris Real Estate Limited	31-Mar-14	-	-	-	-	-	-	145,394,750	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	145,394,750	-	-	-	-	-	-	-	-	-	-				
Lapone Builders And Developers Limited (Formerly Juventus Builders And Developers Limited)	31-Mar-14	-	-	-	-	-	-	57,775,156	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	57,685,156	-	-	-	-	-	-	-	-	-	-				
Juventus Buildwell Limited*	31-Mar-14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	208,000,000	-	-	-	-	-	-	-	-	-	-				
Zeus Buildwell Limited	31-Mar-14	-	-	-	-	-	-	6,888,732	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	6,108,732	-	-	-	-	-	-	-	-	-	-				
Zeus Estate Limited	31-Mar-14	-	-	-	-	-	-	18,724,100	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	18,704,100	-	-	-	-	-	-	-	-	-	-				
Fama Estate Limited	31-Mar-14	-	-	-	-	-	-	140,697,497	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	140,517,497	-	-	-	-	-	-	-	-	-	-				
Anadhis Land Development Limited (Formerly Karakoram Land Development Limited)	31-Mar-14	-	-	-	-	-	-	40,098,300	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	39,938,300	-	-	-	-	-	-	-	-	-	-				
Armid Developers Limited	31-Mar-14	-	-	-	-	-	616,855,000	434,825,000	-	-	14,494,582	18,157,495	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	352,825,000	-	-	45,221,196	72,629,980	-	-	-	-	-	-				
Asikit Developers Limited	31-Mar-14	-	-	-	-	-	-	390,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	120,000	-	-	-	-	-	-	-	-	-	-				
Devona Developers Limited	31-Mar-14	-	-	-	-	-	-	113,995,519	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	113,715,519	-	-	-	-	-	-	-	-	-	-				
Karakoram Properties Limited	31-Mar-14	-	-	-	-	-	-	2,253,822	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	2,023,822	-	-	-	-	-	-	-	-	-	-				
Varali Developers Limited	31-Mar-14	-	-	-	-	-	-	117,156,705	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	117,146,705	-	-	-	-	-	-	-	-	-	-				

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

vi) Statement of Material Transactions: (contd.)																			[all amounts in Indian Rupees, except share data]			
Name of Companies	Year ended	Investment in equity shares of subsidiary companies	Investment in equity shares of associate company	Investment in preference shares of subsidiary company	Investment in debenture of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits given (maximum outstanding balance)	Other advances (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income	Income from real estate project advisory/construction services	Dividend income	Construction contract expenses/(credit)	Brokerage expense reimbursed by	Remuneration	Rent and maintenance expenses	Interest expenses				
Juventus Properties Limited	31-Mar-14	-	-	-	-	-	-	38,586,206	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	38,536,206	-	-	-	-	-	-	-	-	-	-				
Mabon Developers Limited	31-Mar-14	-	-	-	-	-	-	3,166,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	3,166,000	-	-	-	-	-	-	-	-	-	-				
Shivalik Properties Limited	31-Mar-14	-	-	-	-	-	-	39,607,100	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	38,847,100	-	-	-	-	-	-	-	-	-	-				
Sylvanus Properties Limited	31-Mar-14	-	-	-	-	-	-	-	-	692,380,000	-	-	-	-	9,236,297	-	-	1,967,189				
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	2,205,537	-	-	-	-				
Indiabulls Hotel Properties Limited	31-Mar-14	-	-	-	-	-	-	327,100	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	57,100	-	-	-	-	-	-	-	-	-	-				
Almid Properties Limited	31-Mar-14	-	-	-	-	-	-	66,455,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	66,455,000	-	-	-	-	-	-	-	-	-	-				
Angira Properties Limited	31-Mar-14	-	-	-	-	-	-	5,477,702	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	5,167,702	-	-	-	-	-	-	-	-	-	-				
Devona Properties Limited	31-Mar-14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	45,485,000	-	-	-	-	-	-	-	-	-	-				
Fama Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	13,945,200	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	13,915,200	-	-	-	-	-	-	-	-	-	-				
Fornax Constructions Limited	31-Mar-14	-	-	-	-	-	-	72,030,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	72,030,000	-	-	-	-	-	-	-	-	-	-				
Ib Holdings Limited (Formerly Fornax Properties Limited)	31-Mar-14	-	-	-	-	-	-	4,828,760,100	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	4,172,630,100	-	-	-	-	-	-	-	-	-	-				
Hermes Properties Limited	31-Mar-14	-	-	-	-	-	-	11,348,100	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	11,148,100	-	-	-	-	-	-	-	-	-	-				
Lakshia Developers Limited (formerly Indiabulls Greenfield Realities Limited)	31-Mar-14	-	-	-	-	-	-	1,102,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	1,082,000	-	-	-	-	-	-	-	-	-	-				
Juventus Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	7,905,188	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	34,520,188	-	-	-	-	-	-	-	-	-	-				
Lucina Constructions Limited	31-Mar-14	-	-	-	-	-	-	3,292,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	3,262,000	-	-	-	-	-	-	-	-	-	-				
Lucina Properties Limited	31-Mar-14	-	-	-	-	-	-	29,274,750	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	29,174,750	-	-	-	-	-	-	-	-	-	-				
Seene Properties Limited	31-Mar-14	-	-	-	-	-	-	12,621,936	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	12,191,936	-	-	-	-	-	-	-	-	-	-				
Sentia Constructions Limited	31-Mar-14	-	-	-	-	-	-	27,916,344	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	27,846,344	-	-	-	-	-	-	-	-	-	-				
Sepset Properties Limited*	31-Mar-14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	625,090,100	-	-	-	2,189,391	-	-	-	-	-	-				
Serida Constructions Limited	31-Mar-14	-	-	-	-	-	-	1,080,352	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	880,352	-	-	-	-	-	-	-	-	-	-				
Sophia Constructions Limited	31-Mar-14	-	-	-	-	-	-	201,280,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	205,480,000	-	-	-	-	-	-	-	-	-	-				
Triton Properties Limited	31-Mar-14	-	-	-	-	-	-	37,415,000	-	-	-	-	-	-	-	-	-	-				
	31-Mar-13	-	-	-	-	-	-	37,415,000	-	-	-	-	-	-	-	-	-	-				

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(all amounts in Indian Rupees, except share data)

v) Statement of Material Transactions: (contd.)

Name of Companies	Year ended	Investment in equity shares of subsidiary companies	Investment in equity shares of associate company	Investment in preference shares of subsidiary company	Investment in debenture of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits (maximum outstanding balance)	Other advances (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income	Income from real estate project advisory/ construction services	Dividend income	Construction contract expenses/ (credit)	Brokerage expense reimbursed by	Remuneration	Rent and maintenance expenses	Interest expenses
Varall Constructors Limited	31-Mar-14	-	-	-	-	-	-	11,688,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	11,548,000	-	-	-	-	-	-	-	-	-	-
Varall Properties Limited	31-Mar-14	-	-	-	-	-	-	97,500,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	58,950,000	-	-	-	-	-	-	-	-	-	-
Airmid Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	536,448,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	536,188,000	-	-	-	-	-	-	-	-	-	-
Apesh Real Estate Limited	31-Mar-14	-	-	-	-	-	-	41,897,923	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	41,697,923	-	-	-	-	-	-	-	-	-	-
Athena Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	326,920,000	-	-	347	13,317,070	-	-	761,700	-	-	-
	31-Mar-13	-	-	-	-	-	-	20,000,000	-	-	17,861	104,769,133	-	-	2,443,411	-	-	-
Conus Real Estate Limited	31-Mar-14	-	-	-	-	-	-	69,686,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	69,676,000	-	-	-	-	-	-	-	-	-	-
Elena Real Estate Limited	31-Mar-14	-	-	-	-	-	-	343,170	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	273,170	-	-	-	-	-	-	-	-	-	-
Fama Builders and Developers Limited	31-Mar-14	-	-	-	-	-	-	31,015,042	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	30,965,042	-	-	-	-	-	-	-	-	-	-
Manjola Infrastructure Limited (formerly Indiabulls Estate Developers Limited)	31-Mar-14	-	-	-	-	-	-	86,100	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	56,100	-	-	-	-	-	-	-	-	-	-
Juventus Constructors Limited	31-Mar-14	-	-	-	-	-	-	27,604,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	27,334,000	-	-	-	-	-	-	-	-	-	-
Ashtit Real Estate Ltd.	31-Mar-14	-	-	-	-	-	-	50,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	57,000	-	-	-	-	-	-	-	-	-	-
Sentia Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	545,100,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	654,176,322	-	-	-	-	-	-	-	-	-	-
Triton Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	55,705,277	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	55,535,277	-	-	-	-	-	-	-	-	-	-
Varall Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	2,858,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	2,838,000	-	-	-	-	-	-	-	-	-	-
Zeus Builders and Developers Limited	31-Mar-14	-	-	-	-	-	-	9,093,535	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	8,833,535	-	-	-	-	-	-	-	-	-	-
Indiabulls Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	-	-	-	1,258,200,000	-	-	-	2,551,994	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	849,274,521	-	-	-	1,882,011	-	-	-
Albasta Constructors Limited	31-Mar-14	-	-	-	-	-	-	755,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	735,000	-	-	-	-	-	-	-	-	-	-
Apesh Properties Limited	31-Mar-14	-	-	-	-	-	-	200,000,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	192,104,969	-	-	-	-	-	-	-	-	-	-
Cares Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	35,667,100	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	35,597,100	-	-	-	-	-	-	-	-	-	-
Cares Properties Limited	31-Mar-14	-	-	-	-	-	-	52,472,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	51,792,000	-	-	-	-	-	-	-	-	-	-
Diana Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	524,484,088	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	524,284,088	-	-	-	-	-	-	-	-	-	-
Lenus Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	137,028,100	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	136,968,100	-	-	-	-	-	-	-	-	-	-

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

[all amounts in Indian Rupees, except share data]

Name of Companies	Year ended	Investment in equity shares of subsidiary companies	Investment in equity shares of associate company	Investment in preference shares of subsidiary company	Investment in debenture of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income	Income from real estate project advisory/construction services	Dividend income	Construction contract expenses/(credit)	Brokerage expense reimbursed by	Remuneration real estate advisory/construction services	Rent and maintenance expenses	Interest expenses
Lenus Properties Limited	31-Mar-14	-	-	-	-	-	-	767,000	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	617,000	-	-	-	-	-	-	-	-	-
Mabon Properties Limited	31-Mar-14	-	-	-	-	-	-	344,814,100	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	661,814,100	-	-	-	-	-	-	-	-	-
Mariana Constructions Limited	31-Mar-14	-	-	-	-	-	-	13,185,009	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	13,125,009	-	-	-	-	-	-	-	-	-
Apesh Constructions Limited	31-Mar-14	-	-	-	-	-	-	142,941,800	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	127,061,800	-	-	-	-	-	-	-	-	-
Cares Constructions Limited	31-Mar-14	-	-	-	-	-	-	36,263,100	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	36,213,100	-	-	-	-	-	-	-	-	-
Makada Infrastructure Limited (formerly Indiabulls Builders and Developers Limited)	31-Mar-14	-	90,000,000	-	-	-	-	502,761,100	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	657,141,100	-	-	-	-	-	-	-	-	-
Indiabulls Multiplex Services Limited	31-Mar-14	-	-	-	-	-	-	51,124,497	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	51,124,497	-	-	-	-	-	-	-	-	-
Lenus Constructions Limited	31-Mar-14	-	-	-	-	-	-	5,500,000	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	15,723,445	-	-	-	-	-	-	-	-	-
Nigri Resources Limited	31-Mar-14	-	-	-	-	-	-	2,398,100	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	2,328,100	-	-	-	-	-	-	-	-	-
Indiabulls Home Developers Limited	31-Mar-14	-	-	-	-	-	-	610,200	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	330,200	-	-	-	-	-	-	-	-	-
Fama Land Development Limited	31-Mar-14	-	-	-	-	-	-	55,568,703	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	55,448,703	-	-	-	-	-	-	-	-	-
Kaltha Developers Limited (formerly Karakoram Developers Limited)	31-Mar-14	-	-	-	-	-	-	1,498,671	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	1,309,671	-	-	-	-	-	-	-	-	-
Athena Buildwell Limited	31-Mar-14	-	-	-	-	-	-	108,987,319	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	108,917,319	-	-	-	-	-	-	-	-	-
Lucina Buildwell Limited	31-Mar-14	-	-	-	-	-	-	171,523,571	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	171,413,571	-	-	-	-	-	-	-	-	-
Selene Buildwell Limited	31-Mar-14	-	-	-	-	-	-	23,921,350	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	23,711,350	-	-	-	-	-	-	-	-	-
Triton Buildwell Limited	31-Mar-14	-	-	-	-	-	-	79,305,732	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	78,945,732	-	-	-	-	-	-	-	-	-
Albasta Developers Limited	31-Mar-14	-	-	-	-	-	-	500,016,000	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	499,706,000	-	-	-	-	-	-	-	-	-
Angles Constructions Limited	31-Mar-14	-	-	-	-	-	-	200,009,000	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	199,699,000	-	-	-	-	-	-	-	-	-
Mabon Constructions Limited	31-Mar-14	-	-	-	-	-	-	29,258,000	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	29,198,000	-	-	-	-	-	-	-	-	-
Nigri Commercial Estate Limited	31-Mar-14	-	-	-	-	-	-	32,774,100	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	32,334,100	-	-	-	-	-	-	-	-	-
Nigri Infrastructure Projects Limited	31-Mar-14	-	-	-	-	-	-	529,305,000	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	656,945,000	-	-	-	-	-	-	-	-	-

vi) Statement of Material Transactions: (contd.)

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

vi) Statement of Material Transactions: (contd.)											
Name of Companies	Year ended	Investment in equity shares of subsidiary companies	Investment in preference shares of subsidiary company	Investment in debt of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits (maximum outstanding balance)	Inter corporate deposits given (maximum outstanding balance)	Other advances (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income
Sepset Developers Limited	31-Mar-14	-	-	-	-	-	-	528,789,100	-	-	-
Marilina Real Estate Limited	31-Mar-13	-	-	-	-	-	-	529,318,100	-	-	-
Albasta Real Estate Limited	31-Mar-14	-	-	-	-	-	-	499,582,100	-	-	-
Lenus Real Estate Limited	31-Mar-13	-	-	-	-	-	-	499,562,100	-	-	-
Mabon Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	19,477,000	-	-	-
Aurora Builders and Developers Limited	31-Mar-13	-	-	-	-	-	-	19,277,000	-	-	-
Edesia Developers Limited	31-Mar-14	-	-	-	-	-	-	756,000	-	-	-
Parmida Infrastructure Limited	31-Mar-13	-	-	-	-	-	-	556,000	-	-	-
Parmida Properties Limited	31-Mar-14	-	-	-	-	-	-	250,087,000	-	-	-
Lorena Infrastructure Limited	31-Mar-13	-	-	-	-	-	-	249,727,000	-	-	-
Lorena Real Estate Limited	31-Mar-14	-	-	-	-	-	-	270,000	-	-	-
Nerissa Infrastructure Limited	31-Mar-13	-	-	-	-	-	-	80,050,000	-	-	-
Majesta Properties Limited	31-Mar-14	-	-	-	-	-	-	1,362,000	-	-	-
Lorena Infrastructure Limited	31-Mar-13	-	-	-	-	-	-	1,362,000	-	-	-
Lorena Real Estate Limited	31-Mar-14	-	-	-	-	-	-	157,242,000	-	-	-
Nerissa Infrastructure Limited	31-Mar-13	-	-	-	-	-	-	157,112,000	-	-	-
Nerissa Developers Limited	31-Mar-14	-	-	-	-	-	-	63,892,000	-	-	-
Majesta Properties Limited	31-Mar-13	-	-	-	-	-	-	78,672,000	-	-	-
Majesta Constructions Limited	31-Mar-14	-	-	-	-	-	-	91,272,000	-	-	-
Nerissa Constructions Limited	31-Mar-13	-	-	-	-	-	-	18,262,000	-	-	-
Edesia Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	65,662,000	-	-	-
Parmida Constructions Limited	31-Mar-13	-	-	-	-	-	-	82,372,000	-	-	-
Lorena Developers Limited	31-Mar-14	-	-	-	-	-	-	75,162,000	-	-	-
Lorena Builders Limited	31-Mar-13	-	-	-	-	-	-	49,750,000	-	-	-
Parmida Real Estate Limited	31-Mar-14	-	-	-	-	-	-	49,750,000	-	-	-
Lorena Constructions Limited	31-Mar-13	-	-	-	-	-	-	500,000,000	-	-	-
Lorena Developers Limited	31-Mar-14	-	-	-	-	-	-	65,922,000	-	-	-
Lorena Builders Limited	31-Mar-13	-	-	-	-	-	-	124,550,000	-	-	-
Parmida Real Estate Limited	31-Mar-14	-	-	-	-	-	-	3,300,000	-	-	-
Lorena Constructions Limited	31-Mar-13	-	-	-	-	-	-	1,141,450,000	-	-	-
Lorena Constructions Limited	31-Mar-14	-	-	-	-	-	-	79,642,000	-	-	-

(all amounts in Indian Rupees, except share data)

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(all amounts in Indian Rupees, except share data)

v) Statement of Material Transactions: (contd.)

Name of Companies	Year ended	Investment in equity shares of subsidiary companies	Investment in equity shares of associate company	Investment in preference shares of subsidiary company	Investment in debenture of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits given (maximum outstanding balance)	Other advances (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income	Income from real estate advisory/construction services	Dividend income	Construction contract expenses/(credit)	Brokerage expense reimbursed by	Remuneration	Rent and maintenance expenses	Interest expenses
Majesta Developers Limited	31-Mar-14	-	-	-	-	-	-	25,81,200	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Majesta Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	81,92,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Majesta Builders Limited	31-Mar-14	-	-	-	-	-	-	83,07,200	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nerissa Real Estate Limited	31-Mar-14	-	-	-	-	-	-	41,98,200	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nerissa Properties Limited	31-Mar-14	-	-	-	-	-	-	11,32,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Armud Aviation Services Private Limited	31-Mar-14	-	-	-	-	-	-	1,16,00,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Mariana Developers Limited	31-Mar-14	-	-	-	-	-	-	566,10,756	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Albasta Infrastructure Limited	31-Mar-14	-	-	-	-	-	-	435,31,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ivonne Real Estate Limited (formerly Indiabulls Town Developers Limited)	31-Mar-14	-	-	-	-	-	-	20,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Mabon Real Estate Limited	31-Mar-14	-	-	-	-	-	-	100,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Indiabulls Projects Limited	31-Mar-14	-	-	-	-	-	-	6,50,000	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Albina Properties Limited	31-Mar-14	-	-	-	-	-	-	260,04,240	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Tapir Land Development Limited	31-Mar-14	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Tapir Realty Developers Limited	31-Mar-14	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Serpentes Buildwell Limited	31-Mar-14	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Serpentes Builders and Developers Limited	31-Mar-14	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cobitis Real Estate Limited	31-Mar-14	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loon Infrastructure Limited	31-Mar-14	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Associate Companies																		
Indiabulls Infrastructure Private Limited	31-Mar-14	-	904,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subsidiaries of Associate																		
Kenneth Builders & Developers Limited	31-Mar-14	-	-	-	-	-	-	140,00,000	-	-	20,77,207	-	-	-	-	-	-	-
	31-Mar-13	-	-	-	-	-	-	114,80,100	-	-	16,60,956	-	-	-	-	-	-	-

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

ii) Statement of Material Transactions: (contd.)

ii) Statement of Material Transactions: (contd.)															[all amounts in Indian Rupees, except share data]			
Name of Companies	Year ended	Investment in equity shares of subsidiary companies	Investment in equity shares of associate company	Investment in preference shares of subsidiary company	Investment in debenture of subsidiary company	Sale of investment in equity shares of subsidiary companies	Redemption of debentures of subsidiary company	Inter corporate deposits given (maximum outstanding balance)	Other advances (maximum outstanding balance)	Inter corporate deposits taken (maximum outstanding balance)	Interest Income	Income from real estate project advisory/ construction services	Dividend Income	Construction contract expenses/ (credit)	Brokerage expense reimbursed by	Remuneration	Rent and maintenance expenses	Interest expenses
Indiabulls Properties	31-Mar-14	-	-	-	-	-	-	-	-	-	-	536,985,902	-	-	-	-	-	-
Private Limited	31-Mar-13	-	-	-	-	-	-	-	-	-	-	337,640,990	-	-	-	-	-	-
Indiabulls Real Estate Company	31-Mar-14	-	-	-	-	-	-	-	-	-	-	121,039,231	-	-	-	-	121,934,590	-
Private Limited	31-Mar-13	-	-	-	-	-	-	-	-	-	-	227,245,546	-	-	-	-	274,415,929	-
Enterprises over which Management Personnel have significant Influence (EPC/Construction Companies)																		
IIC Limited	31-Mar-14	-	-	-	-	-	-	-	-	-	-	150,000,000	-	(10,542,148)	-	-	-	-
31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Key Management Personnel																		
Narendra Gehlout	31-Mar-14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	46,447,095	-	-
31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	26,812,805	-	-
Vipul D Bansal	31-Mar-14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
31-Mar-13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,480,000	-	-
Total	31-Mar-14	900,000	900,000	90,000,000	215,170,000	-	2,120,930,000	36,509,555,561	215,169,256	5,649,639,491	1,375,162,385	748,985,813	1,150,000,000	160,919,620	44,986,476	46,447,095	121,934,590	222,718,607
31-Mar-13	120,000,000	-	-	-	-	7,000,000	270,000,000	34,208,047,021	256,269,256	785,900,000	1,289,248,192	1,155,566,536	750,000,000	(9,656,623)	15,663,119	34,292,805	274,415,929	59,413,784

Figures in previous years are stated in italics.

Companies disposed off during the financial year 2012-13.

**Figure excluding taxes

Company and have been relied upon by the auditors.

NOTES FORMING PART OF FINANCIAL STATEMENTS OF INDIABULLS REAL ESTATE LIMITED FOR THE YEAR ENDED MARCH 31, 2014 (contd.)

(All Amounts in Indian Rupees, except share data and where otherwise stated)

30 Expenditure in foreign currency:

Particulars	For the year ended March 31, 2014	For the year ended March 31, 2013
Travelling and conveyance	1,017,476	614,565
Rent	3,241,476	2,236,208
Professional fees	2,400,396	2,145,062
Brokerage	50,529,756	-
Others	4,797,767	6,956,076
Total	61,986,871	11,951,911

31 The Company's primary business segment is reflected based on principal business activities carried on by the Company i.e. purchase, sale, dealing, construction and development of real estate projects and all other related activities. The Company operates in domestic market only. Considering the nature of Company's business and operations and based on the information available with the management no further disclosures are required in respect of reportable segments, under Accounting Standard 17 (AS 17) – "Segment Reporting" as notified under the Companies (Accounting Standards) Rules, 2006, other than those already provided in the financial statements.

32 The Company has not entered into any derivatives instruments during the year. Foreign currency exposures not hedged as at March 31, 2014 towards Investment of ₹ 10,919,106,792 [GBP 135,809,000 and Euro 1,000] (Previous year ₹ 10,919,106,792 (GBP 135,809,000 and Euro 1,000)).

33 The Company considers its investment in subsidiaries and other as strategic and long term in nature and accordingly, in the view of the management, any decline in value of such long-term investments in subsidiaries is considered as temporary in nature and hence no provision is considered necessary

34 In the opinion of the Board of Directors, all current assets and long term loans & advances, appearing in the balance sheet as at March 31, 2014, have a value on realization, in the ordinary course of the Company's business, at least equal to the amount at which they are stated in the financial statements. In the opinion of the board of directors, no provision is required to be made against the recoverability of these balances.

Previous year figures have been regrouped and/or reclassified wherever necessary to conform to those of the current year grouping and/or classification.

As per our report of even date attached

For **Sharma Goel & Co. LLP**
 Chartered Accountants
 FRN: 000643N

For and on behalf of the Board

Amar Mittal
 Partner
 Membership No: 017755

Sameer Gehlaut
 Chairman & Director

Narendra Gehlaut
 Managing Director

Ravi Telkar
 Company Secretary

Anil Mittal
 Chief Financial Officer

Place : Mumbai
 Date: April 23, 2014

Place : Mumbai
 Date: April 23, 2014

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 Amount (₹)

Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest of shares held Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company			
					a. Not dealt with in the Holding Company Accounts	b. Dealt with in the Holding Company Accounts	Amount (₹)	
					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries
Serida Constructions Limited	31-Mar-14	14-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(64,847)	(633,272)	NIL	NIL
Alexander Transport Solutions Limited	31-Mar-14	23-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	45,193	377,103	NIL	NIL
Indiabulls Estate Limited	31-Mar-14	20-Dec-06	1,670,114 Equity shares of face value of Rs. 10 each fully paid up	51% till August 22, 2013, thereafter 100%	(19,313,224)	(3,542,402)	NIL	NIL
Lenus Constructions Limited	31-Mar-14	11-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	1,679,242	573,302	NIL	NIL
Vindhyachal Land Development Limited	31-Mar-14	5-Aug-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(26,333)	(550,524)	NIL	NIL
Lorena Constructions Limited*	31-Mar-14	6-Jul-11	-	-	(12,038)	(1,982,027)	NIL	NIL
Lorena Developers Limited*	31-Mar-14	1-Jul-11	-	-	(12,066)	(2,144,290)	NIL	NIL
Tapir Land Development Limited	31-Mar-14	7-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,116)	-	NA	NA
Lorena Real Estate Limited*	31-Mar-14	6-Jul-11	-	-	(12,038)	(1,815,521)	NIL	NIL
Majesta Builders Limited*	31-Mar-14	16-Sep-11	-	-	(12,666)	(169,673)	NIL	NIL
Majesta Constructions Limited*	31-Mar-14	16-Sep-11	-	-	(14,830)	(629,946)	NIL	NIL
Majesta Developers Limited*	31-Mar-14	16-Sep-11	-	-	(12,666)	(54,439)	NIL	NIL
Majesta Infrastructure Limited*	31-Mar-14	16-Sep-11	-	-	(12,638)	(54,604)	NIL	NIL
Majesta Properties Limited*	31-Mar-14	16-Sep-11	-	-	(41,969)	(2,147,009)	NIL	NIL
Nerissa Constructions Limited*	31-Mar-14	21-Sep-11	-	-	(15,138)	(1,454,258)	NIL	NIL
Nerissa Developers Limited*	31-Mar-14	16-Sep-11	-	-	(12,638)	(54,439)	NIL	NIL
Nerissa Infrastructure Limited*	31-Mar-14	16-Sep-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(699,359)	(1,624,561)	NIL	NIL
Nerissa Properties Limited*	31-Mar-14	16-Sep-11	-	-	(13,238)	(1,206,760)	NIL	NIL
Nerissa Real Estate Limited*	31-Mar-14	16-Sep-11	-	-	(166,286)	(507,329)	NIL	NIL
Parmida Constructions Limited	31-Mar-14	10-Jun-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(15,094)	(75,959)	NIL	NIL
Tapir Realty Developers Limited	31-Mar-14	13-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,376)	-	NA	NA
Serpentes Buildwell Limited	31-Mar-14	13-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,376)	-	NA	NA
Parmida Developers Limited	31-Mar-14	29-Jun-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,038)	(51,259)	NIL	NIL
Parmida Infrastructure Limited	31-Mar-14	29-Jun-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	84,721	(53,203)	NIL	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company			
					a. Not dealt with in the Holding Company Accounts	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	b. Dealt with in the Holding Company Accounts
Parmida Properties Limited	31-Mar-14	13-Jun-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,038)		(54,259)	NIL
Parmida Real Estate Limited	31-Mar-14	19-Jul-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	27,776		(554,331)	NIL
IPMT (Mauritius) Limited*	31-Mar-14	27-Dec-12	-	-	(181,488)		(231,180)	NIL
IPMT Limited*	31-Mar-14	22-May-12	-	-	(25,862,238)		(8,852,369)	NIL
Yashita Buildcon Limited	31-Mar-14	17-Feb-12	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,638)		(68,596)	NIL
Nigiri Infrastructure Development Limited*	31-Mar-14	5-May-06	-	-	650,916		(138,283,298)	NIL
Ashkit Real Estate Limited	31-Mar-14	14-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,010)		(310,417)	NIL
Elena Real Estate Limited	31-Mar-14	31-Aug-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(10,802)		(776,676)	NIL
Indiabulls Buildcon Limited	31-Mar-14	17-May-06	668,920 Equity shares of face value of Rs. 10 each fully paid up	100%	(539,331)		178,175,061	NIL
Juventus Properties Limited*	31-Mar-14	28-Jun-06	-	-	(269,868)		(4,243,055)	NIL
Nigiri Infraestate Limited	31-Mar-14	15-May-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,978)		(379,066)	NIL
Sepset Developers Limited	31-Mar-14	12-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,282)		(228,019)	NIL
Albasta Real Estate Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(18,667)		(141,430)	NIL
Lorena Infrastructure Limited*	31-Mar-14	6-Jul-11	-	-	(12,038)		(2,144,290)	NIL
Karakoram Properties Limited*	31-Mar-14	7-Jul-06	-	-	(87,913)		(595,435)	NIL
Nigiri Land Development Limited*	31-Mar-14	20-Nov-06	-	-	(60,035)		(710,051)	NIL
Varali Properties Limited	31-Mar-14	8-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	289,668,208		(11,043,381)	NIL
Apesh Real Estate Limited	31-Mar-14	8-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(19,903)		(199,272)	NIL
lb Holdings Limited	31-Mar-14	31-Aug-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(3,150,612)		(196,748,607)	NIL
Indiabulls Hotel Properties Limited	31-Mar-14	7-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(13,069)		(339,692)	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company									
Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	a. Not dealt with in the Holding Company Accounts		b. Dealt with in the Holding Company Accounts		
					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	
Lenus Properties Limited	31-Mar-14	11-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(516,034)	(3,361,888)	NIL	NIL	NIL
Nilgiri Infrastructure Projects Limited	31-Mar-14	31-May-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(185,287)	(7,726,126)	NIL	NIL	NIL
Shoxell Holdings Limited	31-Mar-14	19-Nov-07	1,000 Equity shares of face value of Euro 1 each fully paid up	100%	(310,540)	12,016,096,998	NIL	NIL	NIL
Albasta Infrastructure Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(24,956)	(111,619)	NIL	NIL	NIL
Ariston Investments Sub C Limited*	31-Mar-14	19-Dec-06	-	-	(722,236)	(25,087,495)	NIL	NIL	NIL
Chloris Constructions Limited	31-Mar-14	31-Aug-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(10,802)	(127,298)	NIL	NIL	NIL
Indiabulls Home Developers Limited	31-Mar-14	4-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(20,803)	(840,239)	NIL	NIL	NIL
Ivonne Real Estate Limited	31-Mar-14	12-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,208)	(175,242)	NIL	NIL	NIL
Lucina Properties Limited*	31-Mar-14	28-Jun-06	-	-	(161,774)	(1,205,162)	NIL	NIL	NIL
Tapir Land Development Limited	31-Mar-14	7-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,116)	-	NIL	NIL	NIL
Nilgiri Infrastructure Limited*	31-Mar-14	20-Nov-06	-	-	(91,662)	(1,349,815)	NIL	NIL	NIL
Selene Estate Limited	31-Mar-14	19-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	51% till August 22, 2013, thereafter 100%	89,240,505	(15,118,447)	NIL	NIL	NIL
Galium Builders And Developers Limited*	31-Mar-14	22-Jun-06	-	-	(62,478)	(671,436)	NIL	NIL	NIL
Airmid Developers Limited	31-Mar-14	8-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	51% till August 22, 2013, thereafter 100%	(2,634,277)	5,187,094	NIL	NIL	NIL
Citra Developers Limited	31-Mar-14	8-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(29,720)	63,138,913	NIL	NIL	NIL
Ceres Properties Limited	31-Mar-14	20-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(671,125)	2,839,541	NIL	NIL	NIL
Makala Infrastructure Limited	31-Mar-14	1-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(638,569)	(6,035,905)	NIL	NIL	NIL
Tapir Realty Developers Limited	31-Mar-14	13-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,326)	-	NIL	NIL	NIL
Nilgiri Lands Limited*	31-Mar-14	20-Nov-06	-	-	(118,763)	(588,457)	NIL	NIL	NIL
Triton Infrastructure Limited*	31-Mar-14	8-Aug-06	-	-	(63,078)	(511,660)	NIL	NIL	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company			
					a. Not dealt with in the Holding Company Accounts		b. Dealt with in the Holding Company Accounts	
					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries
Aurora Builders And Developers Limited	31-Mar-14	22-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,807)	(270,068)	NIL	NIL
Fama Estate Limited*	31-Mar-14	7-Jul-06	-	-	(112,224)	(1,377,193)	NIL	NIL
Indiabulls Communication Infrastructure Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,438)	(206,454)	NIL	NIL
Serpentes Builders and Developers Limited	31-Mar-14	13-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,326)	-	NA	NA
Cobitis Real Estate Limited	31-Mar-14	14-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,326)	-	NA	NA
Amadis Land Development Limited*	31-Mar-14	17-Aug-06	-	-	(62,478)	(522,874)	NIL	NIL
Serpentes Buildwell Limited	31-Mar-14	13-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,326)	-	NIL	NIL
Nilgiri Land Holdings Limited*	31-Mar-14	20-Nov-06	-	-	(72,068)	(379,612)	NIL	NIL
Paidia Infrastructure Limited*	31-Mar-14	12-Oct-07	-	-	(18,776)	(1,158,347,980)	NIL	NIL
Grapene Limited*	31-Mar-14	16-Nov-07	-	-	(4,585,218)	11,201,581,739	NIL	NIL
Ivonne Developers Limited	31-Mar-14	19-Dec-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,382)	(360,694)	NIL	NIL
Juventus Infrastructure Limited*	31-Mar-14	25-Jul-06	-	-	(128,898)	(686,974)	NIL	NIL
Lucina Constructions Limited	31-Mar-14	20-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,734)	(274,054)	NIL	NIL
Noble Realtors Limited*	31-Mar-14	1-May-06	-	-	(57,378)	(138,177,856)	NIL	NIL
Triton Buildwell Limited*	31-Mar-14	19-Jul-06	-	-	(89,518)	(632,808)	NIL	NIL
Albina Properties Limited	31-Mar-14	15-Jun-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(65,447)	(6,849,629)	NIL	NIL
Athens Buildwell Limited	31-Mar-14	20-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(70,665)	(4,468,087)	NIL	NIL
Indiabulls Projects Limited	31-Mar-14	11-Oct-07	100,000 Equity shares of face value of Rs. 10 each fully paid up	100%	99,393	30,784,145	NIL	NIL
Juventus Estate Limited	31-Mar-14	25-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	51% till August 22, 2013, thereafter 100%	(22,570,849)	(58,899,465)	NIL	NIL
Lucina Buildwell Limited*	31-Mar-14	25-Jul-06	-	-	(65,738)	(1,356,393)	NIL	NIL
Mabon Properties Limited	31-Mar-14	14-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(16,968)	(5,900,678)	NIL	NIL
Nilgiri Resources Limited	31-Mar-14	15-May-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(10,763)	(336,363)	NIL	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)									
The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company									
Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held [Equity Shares of ₹ 10 each unless stated otherwise)]	Extent of Holding	a. Not dealt with in the Holding Company Accounts		b. Dealt with in the Holding Company Accounts		
					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	
Sentia Constructions Limited	31-Mar-14	8-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,338)	19,348,919	NIL	NIL	
Serpentes Builders and Developers Limited	31-Mar-14	13-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,326)	-	NIL	NIL	
Tefia Land Development Limited*	31-Mar-14	20-Jul-06	-	-	(64,526)	(1,150,107)	NIL	NIL	
Airmid Aviation Services Private Limited	31-Mar-14	20-Jul-07	5,000,000 Equity Shares of Rs. 10 each fully paid up	100%	189,184,901	(575,331,648)	NIL	NIL	
Fama Builders And Developers Limited*	31-Mar-14	28-Jun-06	-	-	(127,045)	(1,009,242)	NIL	NIL	
Vindhyachal Buildwell Limited*	31-Mar-14	19-Jul-06	-	-	(75,513)	(4,845,073)	NIL	NIL	
Catherine Builders & Developers Limited*	31-Mar-14	4-Feb-08	-	-	(9,757)	(20,900,589)	NIL	NIL	
Flora Land Development Limited	31-Mar-14	5-Aug-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(3,666,147)	(20,038)	NIL	NIL	
Aedos Real Estate Company Limited*	31-Mar-14	8-Aug-06	-	-	(63,078)	(502,533)	NIL	NIL	
Serida Properties Limited*	31-Mar-14	14-Jan-08	-	-	(56,982)	(220,014,779)	NIL	NIL	
Apesh Constructions Limited	31-Mar-14	7-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(39,103,546)	653,436	NIL	NIL	
Corus Real Estate Limited	31-Mar-14	31-Aug-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(64,847)	5,596,282	NIL	NIL	
Indiabulls Housing and Land Development Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,438)	(205,181)	NIL	NIL	
Indiabulls Property Developers Limited	31-Mar-14	12-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,702)	(164,595)	NIL	NIL	
Lenus Real Estate Limited	31-Mar-14	11-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(18,671)	(1,054,262)	NIL	NIL	
Zeus Builders And Developers Limited*	31-Mar-14	22-Jun-06	-	-	(69,455)	(750,448)	NIL	NIL	
Athena Infrastructure Limited	31-Mar-14	2-Aug-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	51% till August 22, 2013, thereafter 100%	576,608,212	75,584,677	NIL	NIL	
Ceres Estate Limited	31-Mar-14	5-Aug-06	75,000,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(286,686)	55,065,561	NIL	NIL	
Cobitis Real Estate Limited	31-Mar-14	14-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,326)	-	NIL	NIL	
Platene Infrastructure Limited*	31-Mar-14	12-Oct-07	-	-	(57,882)	(2,021,902,971)	NIL	NIL	
Hecate Power and Land Development Limited	31-Mar-14	2-Aug-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(21,879)	(1,040,516)	NIL	NIL	
Indiabulls Infrastructure Limited	31-Mar-14	20-Dec-06	1,879,598 Equity shares of face value of Rs. 10 each fully paid up	51% till August 22, 2013	(3,182)	25,249,384	NIL	NIL	

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company			
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					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries
Triton Properties Limited	31-Mar-14	26-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,202)	(285,729)	NIL	NIL
Albasta Developers Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(64,882)	(250,695)	NIL	NIL
Devona Developers Limited	31-Mar-14	8-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(182,251)	(452,294)	NIL	NIL
Indiabulls Energy Limited	31-Mar-14	13-Sep-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,938)	(229,136)	NIL	NIL
Juventus Constructions Limited	31-Mar-14	20-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,734)	83,607	NIL	NIL
Ceres Land Development Limited	31-Mar-14	19-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,684)	(365,249)	NIL	NIL
Jwalaji Buildtech Limited	31-Mar-14	17-Feb-12	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,638)	(68,596)	NIL	NIL
Linnet Constructions Limited	31-Mar-14	5-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	6,606	(45,708)	NIL	NIL
Linnet Developers Limited	31-Mar-14	5-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	6,606	(45,714)	NIL	NIL
Linnet Infrastructure Limited	31-Mar-14	5-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,338)	(96,379)	NIL	NIL
Linnet Properties Limited	31-Mar-14	5-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,338)	(73,508)	NIL	NIL
Linnet Real Estate Limited	31-Mar-14	5-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	6,606	(45,439)	NIL	NIL
Lorena Builders Limited	31-Mar-14	29-Jun-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,038)	(51,287)	NIL	NIL
Loon Infrastructure Limited	31-Mar-14	14-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,326)	-	NA	NA
Foundvest Limited*	31-Mar-14	5-Dec-06	-	-	898,258,827	214,299,842	NIL	NIL
Lenus Developers Limited	31-Mar-14	18-Dec-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	16,773	(56,993)	NIL	NIL
Sophia Real Estate Limited	31-Mar-14	7-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(6,559,688)	(27,329,236)	NIL	NIL
Manjola Real Estate Limited	31-Mar-14	3-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,702)	(357,766)	NIL	NIL
Lucina Estate Limited*	31-Mar-14	19-Jul-06	-	-	(62,778)	(1,059,000)	NIL	NIL
Zeus Buildwell Limited	31-Mar-14	2-Aug-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(710,391)	(5,705,096)	NIL	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company			
					a. Not dealt with in the Holding Company Accounts	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	b. Dealt with in the Holding Company Accounts
Zeus Estate Limited	31-Mar-14	2-Aug-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,734)		(745,977)	NIL
Brenformexa Limited*	31-Mar-14	8-Jul-09	-	-	(333,211)		631,083,929	NIL
IB Assets Limited*	31-Mar-14	20-Feb-06	-	-	(140,238)		(5,643,304,490)	NIL
Indiabulls Lands Limited	31-Mar-14	19-May-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(21,461)		(409,115)	NIL
Loon Infrastructure Limited	31-Mar-14	14-Mar-14	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,326)		-	NIL
Indiabulls Land Holdings Limited*	31-Mar-14	20-Nov-06	-	-	(58,090)		(571,654)	NIL
Albasta Constructions Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(10,802)		(102,610)	NIL
Echo Facility Services Limited	31-Mar-14	13-Aug-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(56,982)		(234,712)	NIL
Chloris Real Estate Limited	31-Mar-14	31-Aug-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(13,055)		(140,389)	NIL
Lakisha Developers Limited	31-Mar-14	15-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(13,534)		(1,588,515)	NIL
Indiabulls Property Management Trustee Pre. Limited*	31-Mar-14	2-Nov-07	-	-	168,333,657		742,396,033	NIL
Lucina Builders and Developers Limited*	31-Mar-14	22-Jun-06	-	-	(244,749)		(900,024)	NIL
Sylvanus Properties Limited	31-Mar-14	25-Jun-06	10,000,000 Equity shares of face value of Rs. 10 each fully paid up	100%	1,116,746,020		436,785,032	NIL
Ashkt Developers Limited	31-Mar-14	15-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(19,903)		(618,381)	NIL
Diana Land Development Limited	31-Mar-14	25-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,798)		(280,817)	NIL
Indiabulls Industrial Infrastructure Limited	31-Mar-14	10-Oct-06	65,000,000 Equity shares of face value of Rs. 10 each fully paid up	89.01%	50,530,118		12,478,247	NIL
Mabon Developers Limited	31-Mar-14	16-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(56,682)		(456,505)	NIL
Zeus Properties Limited*	31-Mar-14	29-Jun-06	-	-	(252,883)		(2,155,192)	NIL
Hermes Builders And Developers Limited	31-Mar-14	22-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,204)		(270,877)	NIL
Lorita Developers Limited*	31-Mar-14	19-May-08	-	-	185,549		(2,136,606,553)	NIL
Selene Builders And Developers Limited	31-Mar-14	22-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,198)		(285,202)	NIL
Fama Infrastructure Limited	31-Mar-14	20-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(13,034)		(299,074)	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company			
					a. Not dealt with in the Holding Company Accounts		b. Dealt with in the Holding Company Accounts	
					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries
Indiabulls Infrastructure Limited	31-Mar-14	4-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	88.43%	(1,07,590,863)	(972,656,103)	NIL	NIL
Lenus Infrastructure Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(56,982)	2,275,236	NIL	NIL
Selene Properties Limited*	31-Mar-14	26-Jun-06	-	-	(133,648)	(547,466)	NIL	NIL
Citra Properties Limited	31-Mar-14	8-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	51% till August 22, 2013, thereafter 100%	341,879	9,210,963	NIL	NIL
Indiabulls Housing Developers Limited	31-Mar-14	11-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,202)	(208,354)	NIL	NIL
Indiabulls Realty Company Limited	31-Mar-14	11-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	175,220	211,565,889	NIL	NIL
Lucina Land Development Limited	31-Mar-14	25-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	593,675,053	3,327,014,097	NIL	NIL
Triton Estate Limited	31-Mar-14	7-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,198)	(250,739)	NIL	NIL
Ashkit Properties Limited	31-Mar-14	14-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,055)	(336,699)	NIL	NIL
Elena Properties Limited	31-Mar-14	31-Aug-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(10,802)	6,783,367	NIL	NIL
Indiabulls Infrastructure Projects Limited*	31-Mar-14	20-Nov-06	-	-	(58,033)	(408,293)	NIL	NIL
Mariana Constructions Limited	31-Mar-14	15-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,582)	(12,168,152)	NIL	NIL
Sophia Constructions Limited	31-Mar-14	7-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,038)	(2,630,110)	NIL	NIL
Devona Properties Limited*	31-Mar-14	9-May-07	-	-	(12,038)	(164,410)	NIL	NIL
Indiabulls Commercial Estate Limited*	31-Mar-14	20-Nov-06	-	-	(65,955)	(556,266)	NIL	NIL
Mabon Constructions Limited	31-Mar-14	14-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,282)	(230,509)	NIL	NIL
Selene Infrastructure Limited	31-Mar-14	21-Jul-06	10,000,000 Equity shares of face value of Rs. 10 each fully paid up	100%	52,937,239	56,255,251	NIL	NIL
Devona Infrastructure Limited*	31-Mar-14	12-Oct-07	-	-	(284,148)	(137,436,518)	NIL	NIL
Angina Properties Limited	31-Mar-14	9-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(64,847)	(4,569,577)	NIL	NIL
Fornax Constructions Limited	31-Mar-14	31-Aug-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(22,587)	(235,768)	NIL	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company							
Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	a. Not dealt with in the Holding Company Accounts		b. Dealt with in the Holding Company Accounts
					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014
Ivonne Infrastructure Limited	31-Mar-14	19-May-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	15,042	934,557	NIL
Vonnie Real Estate Limited*	31-Mar-14	14-Jan-08	-	-	(57,382)	(1,583,362,568)	NIL
Sentia Real Estate Limited	31-Mar-14	7-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(4,954,712)	(6,845,306)	NIL
Dev Property Development Limited	31-Mar-14	20-Dec-06	138,000,000 Fully paid Equity Shares of face Value 1 pence in GBP each	100%	4,539,663	30,837,216	NIL
Lakisha Infrastructure Limited	31-Mar-14	11-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,438)	(208,609)	NIL
Mabon Infrastructure Limited	31-Mar-14	14-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(56,982)	(272,429)	NIL
Selene Constructions Limited	31-Mar-14	20-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	51% till August 22, 2013, thereafter 100%	389,077,679	19,575,990	NIL
Varali Developers Limited*	31-Mar-14	12-Oct-07	-	-	(75,142)	1,225,280	NIL
Athena Land Development Limited	31-Mar-14	20-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(58,278)	4,251,726	NIL
Fama Construction Limited*	31-Mar-14	19-Jul-06	-	-	(742,875)	(2,337,728)	NIL
Hermes Properties Limited	31-Mar-14	26-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,434)	(298,569)	NIL
Indiabulls Malls Limited	31-Mar-14	7-Feb-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,444)	(176,161)	NIL
Lavone Builders And Developers Limited*	31-Mar-14	26-Jun-06	-	-	(260,489)	(931,673)	NIL
Mariana Properties Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(56,982)	(266,619)	NIL
Selene Buildwell Limited*	31-Mar-14	20-Jul-06	-	-	(161,640)	79,671	NIL
Albasta Properties Limited	31-Mar-14	10-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(56,982)	(652,280)	NIL
Diana Infrastructure Limited	31-Mar-14	19-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(14,426)	49,973,345	NIL
Serida Infrastructure Limited*	31-Mar-14	14-Jan-08	-	-	(57,382)	(530,808,899)	NIL
Mabon Real Estate Limited	31-Mar-14	14-Jan-08	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,993)	(256,826)	NIL
Indiabulls Constructions Limited	31-Mar-14	13-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	65,962,835	101,374,039	NIL
Ariston Investments Limited*	31-Mar-14	19-Jan-06	-	-	30,027,439	2,365,438,925	NIL
Arianca Limited*	31-Mar-14	26-Aug-08	-	-	(7,996,342)	(25,707,145)	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.)										Amount (₹)	
The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company											
Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	a. Not dealt with in the Holding Company Accounts			b. Dealt with in the Holding Company Accounts			
					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	iii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	iii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	
Diana Buildwell Limited	31-Mar-14	20-Jul-06	100,000 Equity shares of face value of Rs. 10 each fully paid up	66.00%	(382,622)	186,475,169		NIL	NIL		NIL
Indiabulls Infotech Limited	31-Mar-14	3-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(52,824)	(8,405,066)		NIL	NIL		NIL
Mariana Developers Limited	31-Mar-14	15-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,582)	(355,548)		NIL	NIL		NIL
Varali Real Estate Limited	31-Mar-14	8-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,038)	(460,975)		NIL	NIL		NIL
Bridget Builders And Developers Limited*	31-Mar-14	20-Nov-06	-	-	44	411,277		NIL	NIL		NIL
Fama Properties Limited	31-Mar-14	25-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(628,944)	(712,649)		NIL	NIL		NIL
Indiabulls Commercial Properties Limited*	31-Mar-14	3-Jan-07	-	-	(24,415)	(360,607)		NIL	NIL		NIL
Juventus Land Development Limited	31-Mar-14	25-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(15,734)	(345,401)		NIL	NIL		NIL
Nigiri Buildwell Limited*	31-Mar-14	5-May-06	-	-	(104,577)	(747,826)		NIL	NIL		NIL
Selene Land Development Limited	31-Mar-14	20-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	2,782,553	(691,542)		NIL	NIL		NIL
Albina Real Estate Limited*	31-Mar-14	7-May-07	-	-	9,634,059	732,681,168		NIL	NIL		NIL
Karakoram Buildwell Limited*	31-Mar-14	5-Aug-06	-	-	(62,478)	(743,194)		NIL	NIL		NIL
Vindhyachal Infrastructure Limited	31-Mar-14	28-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(107,696)	195,712		NIL	NIL		NIL
Angina Real Estate Limited	31-Mar-14	7-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(67,273)	(1,085,536)		NIL	NIL		NIL
Elena Constructions Limited	31-Mar-14	31-Aug-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(105,337)	173,720,127		NIL	NIL		NIL
Indiabulls Natural Resources Limited	31-Mar-14	15-May-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(13,534)	(338,937)		NIL	NIL		NIL
Lakisha Real Estate Limited	31-Mar-14	3-Jan-07	10,000,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(44,229,858)	(65,299,097)		NIL	NIL		NIL
Kailash Buildwell Limited*	31-Mar-14	8-Aug-06	-	-	(63,078)	(532,505)		NIL	NIL		NIL
Mariana Infrastructure Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	508,021	362,307		NIL	NIL		NIL
Varali Infrastructure Limited	31-Mar-14	12-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,647)	(339,779)		NIL	NIL		NIL
Athens Builders And Developers Limited	31-Mar-14	26-Jun-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	3,799,242	(785,060)		NIL	NIL		NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company			Amount (₹)
					a. Not dealt with in the Holding Company Accounts	i) For the Financial Year ended 31st March, 2014 of the Subsidiary Companies since they become Holding Company's subsidiaries	b. Dealt with in the Holding Company Accounts	
Maximus Entertainments Limited	31-Mar-14	1-Mar-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(44,949)	(330,176)	NIL	NIL
Ashkit Constructions Limited*	31-Mar-14	14-Jan-08	-	-	(17,921)	(624,646,122)	NIL	NIL
Indiabulls Multiplex Services Limited	31-Mar-14	5-Sep-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(802,532)	(48,931,825)	NIL	NIL
Mariana Real Estate Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,402)	(59,897)	NIL	NIL
Sentia Infrastructure Limited	31-Mar-14	12-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(20,902,981)	41,992,125	NIL	NIL
Airmid Properties Limited	31-Mar-14	7-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(31,592)	(200,340)	NIL	NIL
Ceres Infrastructure Limited	31-Mar-14	12-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,434)	(506,896)	NIL	NIL
Fornax Real Estate Limited	31-Mar-14	5-Sep-07	98,039 Equity shares of face value of Rs. 10 each fully paid up	100%	(1,953,229)	227,994,433	NIL	NIL
Indiabulls Developers and Infrastructure Limited	31-Mar-14	18-Dec-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,202)	(214,128)	NIL	NIL
Kalsha Developers Limited*	31-Mar-14	4-Jul-06	-	-	(67,755)	(489,022)	NIL	NIL
Nigiri Commercial Estate Limited	31-Mar-14	6-May-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(130,238)	(647,258)	NIL	NIL
Sentia Developers Limited	31-Mar-14	8-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(57,282)	(247,876)	NIL	NIL
Varali Constructions Limited	31-Mar-14	7-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(223,778)	(1,298,718)	NIL	NIL
Angles Constructions Limited	31-Mar-14	17-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(56,982)	(242,970)	NIL	NIL
Manjola Infrastructure Limited	31-Mar-14	4-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,938)	(336,169)	NIL	NIL
Indiabulls Software Parks Limited	31-Mar-14	3-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,938)	(374,582)	NIL	NIL
Nav Vahan Autotech Limited	31-Mar-14	19-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(11,701)	225,601	NIL	NIL
Airmid Infrastructure Limited	31-Mar-14	8-Oct-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(117,735)	(9,602,270)	NIL	NIL
Apesh Properties Limited	31-Mar-14	7-May-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	18,753,108	(1,604,081)	NIL	NIL

Statement pursuant to Section 212 (1) (e) of the Companies Act, 1956, relating to Company's interest in Subsidiary Companies for the financial year 2013-2014 (contd.) Amount (₹)

Name of the Subsidiary Company	Financial year / period ending of the Subsidiary Companies	Date from which they became Subsidiary Companies	Holding Company's interest Number of shares held (Equity Shares of ₹ 10 each unless stated otherwise)	Extent of Holding	The net aggregate amount of profits / (losses) so far as it concerns the members of the Holding Company			
					a. Not dealt with in the Holding Company Accounts		b. Dealt with in the Holding Company Accounts	
					i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries	i) For the Financial Year ended 31st March, 2014	ii) For the previous financial years of the Subsidiary Companies since they become Holding Company's subsidiaries
Ceres Constructors Limited	31-Mar-14	5-Aug-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,434)	(460,276)	NIL	NIL
Fama Land Development Limited*	31-Mar-14	8-Aug-06	-	-	(63,078)	(524,099)	NIL	NIL
Indiabulls Engineering Limited*	31-Mar-14	20-Nov-06	-	-	(58,034)	(536,842)	NIL	NIL
Indiabulls Road And Infrastructure Services Limited	31-Mar-14	3-Jan-07	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,938)	(424,932)	NIL	NIL
Kenneth Builders & Developers Limited*	31-Mar-14	4-Feb-08	-	-	(3,749,468)	(33,633,998)	NIL	NIL
Milky way Buildcon Limited*	31-Mar-14	27-Apr-07	-	-	(56,982)	(399,263)	NIL	NIL
Shivalik Properties Limited	31-Mar-14	4-Jul-06	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(767,731)	(1,623,504)	NIL	NIL
Vindhyachal Developers Limited*	31-Mar-14	28-Jun-06	-	-	194,097	(506,310)	NIL	NIL
Edesia Constructors Limited	31-Mar-14	6-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,338)	(77,508)	NIL	NIL
Edesia Developers Limited	31-Mar-14	5-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,366)	(73,740)	NIL	NIL
Edesia Infrastructure Limited	31-Mar-14	5-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,344)	(74,008)	NIL	NIL
Edesia Properties Limited	31-Mar-14	5-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,338)	(51,602)	NIL	NIL
Edesia Real Estate Limited*	31-Mar-14	5-Apr-11	-	-	20,142	(6,759)	NIL	NIL
Indiabulls Commercial Builders Limited	31-Mar-14	30-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,938)	(151,012)	NIL	NIL
Indiabulls Housing and Constructors Limited	31-Mar-14	30-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	12,105	(115,580)	NIL	NIL
Indiabulls Infrabuild Limited	31-Mar-14	30-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	11,424	(116,936)	NIL	NIL
Indiabulls Real Estate Builders Limited	31-Mar-14	30-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,938)	(152,012)	NIL	NIL
Indiabulls Real Estate Developers Limited	31-Mar-14	30-Apr-11	50,000 Equity shares of face value of Rs. 10 each fully paid up	100%	(12,938)	(153,077)	NIL	NIL

* Being Subsidiary of the Company in terms of Section 4 (1) (c) of the Companies Act, 1956

For and on behalf of the Board

Narendra Gehlaut
Managing Director

NOTES

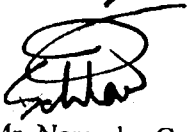
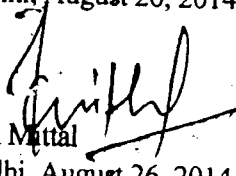
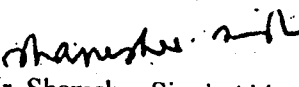

Registered Office
M-62 & 63, 1st Floor,
Connaught Place,
New Delhi – 110001

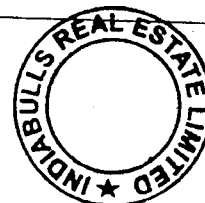


Corporate Office
Indiabulls House
448-451, Udyog Vihar,
Phase V, Gurgaon - 122016

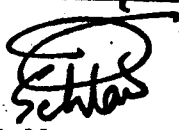
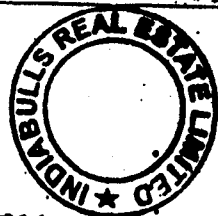
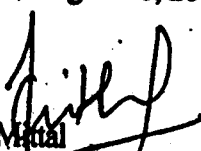

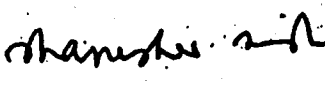

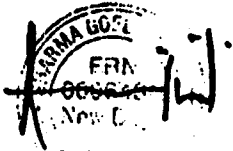
<http://realestate.indiabulls.com>

FORM A
Pursuant to Clause 31(a) of the Equity Listing Agreement

1.	Name of the Company:	Indiabulls Real Estate Limited
2.	Annual financial statements for the year ended:	Annual Standalone Financial Statements for the year ended 31 st March, 2014
3.	Type of Audit observation	UNQUALIFIED
4.	Frequency of observation	Not Applicable
5.	To be signed by-	<div style="display: flex; flex-direction: column; align-items: flex-start;"> <div style="margin-bottom: 20px;">  Mr. Narendra Gehlaut (Vice Chairman) New Delhi, August 26, 2014 </div> <div style="margin-bottom: 20px;">  Mr. Anil Mittal New Delhi, August 26, 2014 </div> <div style="margin-bottom: 20px;">  Mr. Shamsheer Singh Ahlawat New Delhi, August 26, 2014 </div> <div style="margin-top: 20px;"> <p>Refer our Audit Report dated April 23, 2014 on the standalone financial statements of "Indiabulls Real Estate Limited"</p> <p>For Sharma Goel & Co. LLP Chartered Accountants (Firm Registration No. 000643N)</p>  Amar Mittal (Partner) (Membership No. 017755) New Delhi, August 26, 2014 </div> </div>



FORM A
Pursuant to Clause 31(a) of the Equity Listing Agreement

1.	<i>Name of the Company:</i>	Indiabulls Real Estate Limited
2.	<i>Annual financial statements for the year ended:</i>	Annual Consolidated Financial Statements for the year ended 31 st March, 2014
3.	<i>Type of Audit observation</i>	UNQUALIFIED
4.	<i>Frequency of observation</i>	Not Applicable
5.	<i>To be signed by-</i>	
	CEO/ Managing Director	 Mr. Narendra Gehlaut (Vice Chairman) New Delhi, August 26, 2014 
	CFO	 Mr. Anil Mittal New Delhi, August 26, 2014 
	Audit Committee Chairman	 Mr. Shamsheer Singh Ahlawat New Delhi, August 26, 2014 
	Auditor of the company	Refer our Audit Report dated April 23, 2014 on the consolidated financial statements of "Indiabulls Real Estate Limited" For Sharma Goel & Co. LLP Chartered Accountants (Firm Registration No. 000643N)  Amar Mittal (Partner) (Membership No. 017755) New Delhi, August 26, 2014