

Sukumar Babu & Co
Chartered Accountants,
Flat. No: 513, Aditya Enclave, Annapurna Block, Ameerpet, Hyderabad-500038

Independent Auditor's Report

To the Members of
KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED.

Report on the Financial Statements

We have audited the accompanying financial statements of **KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED**. ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made hereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal financial control relevant to the

Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, in the case of the state of affairs of the Company as at 31st March, 2016, and its profit/loss and its cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements

- a) The company not having any lawsuit filed against the Company.

Our opinion is not modified in respect of these matters.


Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 we enclosed in the annexure a statement on the matters specified in paragraph 3 and 4 of the said Order to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The company does not have any branches.
 - d) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - f) There are no Financial Transactions or matters which have any adverse effect on the functioning of the Company.

- g) On the basis of written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- h) There is no qualification, reservation or adverse remark on the maintenance of accounts and other matters connected therewith.
- i) The Company has adequate internal financial system commensurate with the size of the Company and nature of business and are effective.
- j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company does not have any pending litigations which would impact its financial position.
 - ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii) The Company not issued dividend from inspection of the company, hence transfer of funds not arising.

for **SUKUMAR BABU & CO.,**
Chartered Accountants
Firm Regn. No: 004188S




C. SUKUMAR BABU
Partner
Membership No: 024293

Place: Hyderabad
Date: 20-05-2016

**Annexures to the Independent Auditor's Report of KNR
MUZAFFARPUR HOLDINGS PRIVATE LIMITED for the
Year ended as on 31st March 2016.**

Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date:-


- i. The company does not have any fixed assets, hence reporting under clause (a) to (c) of Para 3(i) are not applicable.
- ii. As the company is not engages in the business of infrastructure and there is no inventory in hand at any point of time, hence paragraph 3(ii) of the Order is not applicable to the company.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, limited liabilities partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, reporting under clause (a) to (c) of Para 3(iii) are not applicable.
- iv. The Company has not entered into any transaction in respect of loans, investments, guarantee and securities, which attracts compliance to the provisions of the sections 185 and 186 of the Companies Act, 2013. Therefore the paragraph 3(iv) of the Order is not applicable to the company.
- v. The Company has not accepted deposits in terms of the provisions of section 73 to 76 of the Companies Act, 2013 and rules framed there under. Therefore the paragraph 3(v) of the Order is not applicable to the company.
- vi. The Company is prima-facie maintaining the cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the company.
- vii. According to the information and explanations given to us and on the basis of our examination of the books of accounts, the company does not have any tax liability. Therefore the paragraph 3(vii) of the Order is not applicable to the company.
- viii. The company has not taken any loan or borrowings from any financial institution or Government. The company has not issued debentures. Therefore the paragraph 3(viii) of the Order is not applicable to the company.
- ix. Money raised by way of term loan were applied for the purpose for which it was raised. The Company has not raised money by way of initial public offer or further public offer.

- x. According to the information and explanation given to us by the management which have been relied by us, there were no frauds on or by the company noticed or reported during the period under audit.
- xi. The company has not paid any managerial remuneration. Therefore the provisions of section 197 read with Schedule V of the Companies Act 2013 are not applicable.
- xii. The company is not a Nidhi Company, therefore para 3(xii) of the Order is not applicable.
- xiii. In our opinion and according to the information provided to use, the transaction entered with the related parties are in compliance with section 177 and 188 of the Act and are disclosed in the financial statements as required by the applicable accounting standards.
- xiv. In our opinion and according to the information provided to us, the company had not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information provided to us, the company has not entered into any non-cash transaction with directors or the persons connected with him covered under section 192 of the Companies Act 2013. Therefore, paragraph 3(xv) of the Order is not applicable to the company.
- xvi. According to the information provided to us, the company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934. Therefore, paragraph 3(xvi) of the Order is not applicable to the company.

Place: Hyderabad
Date: 20-05-2016

for **SUKUMAR BABU & CO.,**
Chartered Accountants
(Firm Regn. No.004188S)




C. SUKUMAR BABU
Partner
Membership No: 024293

KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED

BALANCE SHEET AS AT 31st March, 2016

(Amount in Rs.)

PARTICULARS	NOTE No.	As At 31-03-2016	As At 31-03-2015
I EQUITY AND LIABILITIES			
1) SHAREHOLDERS' FUNDS			
a) Share Capital	3	276,010,000	276,010,000
b) Reserves and Surplus	4	(2,683,200)	(2,618,083)
2) SHARE APPLICATION MONEY			
-			
3) NON - CURRENT LIABILITIES			
Long Term Borrowings	5	87,861,988	87,787,212
4) CURRENT LIABILITES			
Other Current Liabilities	6	10,000	20,000
TOTAL		361,198,788	361,199,129
II ASSETS			
1) NON-CURRENT ASSETS			
a) Non Current Investments	7	355,470,000	275,910,000
b) Long Term Loans and Advances	8	5,440,000	85,000,000
2) CURRENT ASSETS			
a) Cash and Cash Equivalent	9	288,788	289,129
b) Other Current Assets		-	-
TOTAL		361,198,788	361,199,129
Significant Accounting Policies	1 & 2		

See accompanying Notes (1-18) to financial statements

As per our report of even date attached

For Sukumar Babu & Co.

Chartered Accountants

(Firm Regn. No. 004188S)

C.Sukumar Babu

Partner

Membership No: 024293

Place : Hyderabad

Date : 20-05-2016



For and on behalf of the Board

K.N. Reddy
K.Narasimha Reddy
Director

K. Jalandhar Reddy
K. Jalandhar Reddy
Director

KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2016

(Amount in Rs.)

PARTICULARS	NOTE No.	For The Year ended 31-03-16	For The Year ended 31-03-15
I Income			
Revenue from operations		-	-
Other income		-	-
Total Revenue		-	-
II Expenses:			
Finance costs		-	-
Depreciation and amortization expense		-	-
Other expenses	10	65,118	41,837
Total expenses		65,118	41,837
Profit before tax (I- II)		(65,118)	(41,837)
Tax expense:			
1) Current tax		-	-
2) Deferred tax		-	-
Profit (Loss) for the period		(65,118)	(41,837)
Earnings per equity share:			
1) Basic		(6.51)	(4.18)
2) Diluted		(6.51)	(4.18)
Significant Accounting Policies	1&2		
Notes referred to above form an intergral part of the accounts			

As per our report of even date attached

For Sukumar Babu & Co.,

Chartered Accountants

(Firm Regn. No. 004188S)

For and on behalf of the Board

C.Sukumar Babu

Partner

Membership No: 024293

Place : Hyderabad

Date : 20-05-2016



K.N. Reddy
K.Narasimha Reddy
Director

K. Jalandhar Reddy
K. Jalandhar Reddy
Director

KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2016

(Amount in Rs.)

PARTICULARS	For the Year ended 31-03-2016	For the Year ended 31-03-2015
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	(65,118)	(41,837)
Adjustments for Depreciation	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(65,118)	(41,837)
(Increase)/Decrease in Trade and Other Receivables	-	-
(Increase)/Decrease in Long Term Loans and Advances	79,560,000	(85,000,000)
Increase/(Decrease) in Other Current Liabilities	(10,000)	-
CASH GENERATED FROM OPERATIONS	79,484,882	(85,041,837)
Taxes paid	-	-
NET CASH USED IN OPERATING ACTIVITIES	79,484,882	(85,041,837)
B) CASH FLOW FROM INVESTING ACTIVITIES		
Investment in Subsidiary Company	(79,560,000)	-
NET CASH USED IN INVESTING ACTIVITIES	(79,560,000)	-
C) CASH FLOW FROM FINANCING ACTIVITIES		
Long Term Borrowings-Unsecured Loan	74,776	85,041,500
NET CASH FROM FINANCING ACTIVITIES	74,776	85,041,500
Cash and Cash Equivalents as at the beginning of the year	(342)	(337)
	289,129	289,466
Cash and Cash Equivalents as at the end of the year (refer note 9)	288,788	289,129

Notes:

- 1 The Cash flow statement is prepared in accordance with the Indirect Method stated in Accounting Standard 3 on Cash Flow Statements and presents the cash flows by operating, investing and financing activities.
- 2 Previous year's figures have been regrouped, wherever necessary.
- 3 Figures in brackets represent cash outflows.

The Schedules referred above form an integral part of the Balance Sheet.

For Sukumar Babu & Co.,
Chartered Accountants
(Firm Regn. No. 004188S)

For and on behalf of the Board

C.Sukumar Babu
Partner
Membership No: 024293



K.N. Reddy
K.Narasimha Reddy
Director

K. Jalandhar Reddy
K. Jalandhar Reddy
Director

Place: Hyderabad
Date : 20-05-2016

KNR MUZAFFARPUR HOLDINGS PVT LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

1. Company Overview

The Company is engaged in the business of Investment activity

2. Significant Accounting Policies

2.1 Basis of Accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year unless otherwise stated separately herein below.

2.2 Fixed Assets and Depreciation

Fixed Assets are stated at cost of acquisition, or construction including any attributable cost of bringing the assets to its working condition for its intended use less accumulated depreciation.

2.3 Provisions, Contingent Liabilities and Contingent Assets

The Company recognizes provisions when there is present obligation as a result of past event and it is probable that there will be an outflow of resources and reliable estimate can be made of the amount of the obligation. A disclosure for Contingent liabilities is made in the notes on accounts when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. Contingent assets are neither recognized nor disclosed in the financial statements.

KNR MUZAFFARPUR HOLDINGS PVT LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

2.4 Taxes on Income

Provision for current tax is made based on the liability computed in accordance with the relevant tax rates and tax laws applicable. Provision for deferred tax is made for timing differences arising between taxable incomes and accounting income using the tax laws and tax rates enacted or subsequently enacted as of the balance sheet date. Deferred Tax Assets are recognized only if there is a virtual certainty that there will be sufficient taxable income in future.

2.5 Investments

Current Investments are carried at lower of cost and market value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of investment.

2.6 Borrowing Costs

Borrowing Costs that are directly attributable to the acquisition or the construction of a qualifying asset is capitalized for the period until the asset is ready for its intended use. A qualifying asset is one that necessarily takes substantial period of time i.e., more than 12 months to get ready for intended use. All other borrowing costs are charged to revenue.

KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

3 SHARE CAPITAL

Particulars	(Amounts in Rs.)	
	As at	As at
	March 31, 2016	March 31, 2015
AUTHORISED CAPITAL		
10,000 Equity Shares of Rs. 10/- Each	100,000	100,000
2,79,90,000 Preference Shares of Rs .10/ Each	279,900,000	279,900,000
	280,000,000	280,000,000
ISSUED, SUBSCRIBED & FULLY PAID SHARE CAPITAL		
10,000 Equity Shares of 10/- Each Fully Paid up (Wholly owned Subsidiary of KNRC Holdings & Investments Pvt Ltd)	100,000	100,000
2,75,91,000 9% Non-Cumulative Redeemable Preference Shares of 10/ Each	275,910,000	275,910,000
	276,010,000	276,010,000

3.1 The Company has only two class of shares referred to as equity shares and preference shares having a par value of Rs. 10/- . Each holder of equity shares is entitled to one vote per share.

3.2 Details of Equity Shares held by each shareholders holding more than 5% of total equity shares.

Name of the Shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of Shares	% held	No. of Shares	% held
KNRC Holdings & Investments Pvt. Ltd.,	10,000	100%	10,000	100%

3.3 Details of 9% Non- cumulative Reddemable Preference Shares held by each shareholders holding more than 5% of total NCRPS

Name of the Shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of Shares	% held	No. of Shares	% held
JKM Infra Projects Ltd.,	27,591,000	100%	27,591,000	100%

3.4 The reconciliation of the number of shares outstanding at the beginning and at the end of the year is set out below:

Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of Shares	Amount in Rupees	No. of Shares	Amount in Rupees
Number of Equity Shares at the beginning	10,000	100,000	10,000	100,000
Add:- Number of Shares Issued	-	-	-	-
Less: Number of Shares Brought Back	-	-	-	-
Number of Equity Shares at the end of the year	10,000	100,000	10,000	100,000
Number of Non-Cumulative Reddemable Preference Shares at the beginning	27,591,000	275,910,000	27,591,000	275,910,000
Add:- Number of Shares Issued	-	-	-	-
Less: Number of Shares Brought Back	-	-	-	-
Number of Non-Cumulative Reddemable Preference Shares at the end of the year	27,591,000	275,910,000	27,591,000	275,910,000

3.5 Shares in respect of each class in the company held by its holding company or its ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate

Name of Shareholder	Relationship	As at 31st March 2016		As at 31st March 2015	
		No. of Shares held	Amount in Rupees	No. of Shares held	Amount in Rupees
KNRC Holding & Investments Private Limited	Holding Company	10,000	100,000	10,000	100,000

KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

4 RESERVES AND SURPLUS

Particulars	(Amounts in Rs.)	
	As at	As at
	March 31, 2016	March 31, 2015
Surplus/(deficit) in the Statement of Profit and Loss		
Opening balance	(2,618,083)	(2,576,246)
Add: Profit/(Loss) for the year	(65,118)	(41,837)
	<u>(2,683,200)</u>	<u>(2,618,083)</u>

5 LONG-TERM BORROWINGS

Particulars	(Amounts in Rs.)	
	As at	As at
	March 31, 2016	March 31, 2015
UNSECURED		
Loans and Advances from Related Parties (Refer note : 15)		
KNR Constructions Ltd.,	146,536	71,760
KNRC Holdings and Investments Pvt. Ltd.,	498,952	498,952
Other Loan and Advance		
JKM Infra Projects Ltd.,	87,216,500	87,216,500
	<u>87,861,988</u>	<u>87,787,212</u>

6 OTHER CURRENT LIABILITIES

Particulars	(Amounts in Rs.)	
	As at	As at
	March 31, 2016	March 31, 2015
Other Payable		
Audit Fee Payable	10,000	20,000
	<u>10,000</u>	<u>20,000</u>

KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

7 NON- CURRENT INVESTMENTS

Particulars	(Amounts in Rs.)	
	As at	As at
	March 31, 2016	March 31, 2015
TRADE INVESTMENTS		
Investment In Equity Instruments - Un-Quoted		
KNR Muzaffarpur Barauni Tollway Pvt Ltd	355,470,000	275,910,000
(3,55,47,000 Equity Shares of 10/- Each)		
	<u>355,470,000</u>	<u>275,910,000</u>

8 LONG TERM LOANS AND ADVANCES

Particulars	(Amounts in Rs.)	
	As at	As at
	March 31, 2016	March 31, 2015
Loans and Advances to Related Parties (refer note: 15)		
KNR Muzaffarpur Barauni Tollway Pvt Ltd	5,440,000	85,000,000
	<u>5,440,000</u>	<u>85,000,000</u>

9 CASH AND CASH EQUIVALENTS

Particulars	(Amounts in Rs.)	
	As at	As at
	March 31, 2016	March 31, 2015
Balance with Banks		
In Current accounts	188,788	189,129
Cash in Hand	100,000	100,000
	<u>288,788</u>	<u>289,129</u>

KNR MUZAFFARPUR HOLDINGS PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

10 OTHER EXPENSES

PARTICULARS	(Amount in Rs.)	
	Year ended 31-03-2016	Year ended 31-03-2015
Administration And Other Expenses		
Audit Fees	10,000	20,000
Demat Charges	37,256	-
Certification/Filing Fee	1,220	8,500
General Expenses	1,300	-
Professional Fee	15,000	13,000
Bank Charges	342	337
TOTAL	65,118	41,837

KNR MUZAFFARPUR HOLDINGS PVT LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

11. Segmental Reporting – Not Applicable.
12. Particulars of Employees who were in receipt of remuneration of more than Rs.5,00,000/- or more per month, if employed for a part of the year -- Nil (Previous Year – Nil) or who were in receipt of remuneration of more than Rs.60,00,000/- or more per annum, if employed for whole of the year – Nil (Previous Year – Nil).
13. Auditor's remuneration (including service tax) charged to the accounts.

(Amount in Rs.)

Particulars	2015-16	2014-15
Audit fees	10,000	20,000

14. In the opinion of the Board, the current assets, loans & advances, have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
15. As per Accounting Standard 18, "Related Party Disclosure" issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related Parties as defined in the Accounting Standard are as follows:

A . Following is the list of related parties and relationships:

S.No	Name of Related Party	Relations Ship
1.	KNR Constructions Limited	Ultimate Holding Company
2.	KNRC Holdings and Investments Pvt. Ltd.,	Holding Company
3	KNR Muzaffarpur Barauni Tollways Private Limited	Subsidiary Company
4.	Mr.K.Narasimha Reddy	Key Management Personnel
5.	Mr. Jalandhar Reddy	Key Management Personnel

KNR MUZAFFARPUR HOLDINGS PVT LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

B. Related party transactions during the year ended 31st March 2016 are as follows:
(Previous year's figures are given in brackets below the current year figures)

The nature and volume of transactions during the year with the above-related Parties were as follows:

	(Amount in Rs.)	
Company Particulars	2015-16	2014-15
KNR Constructions Limited		
-Unsecured Loan Received	74,776	37,260
KNRC Holdings and Investments Pvt. Ltd		
-Share Capital	Nil	Nil
- Unsecured Loan Received	Nil	4,240
KNR Muzaffarpur Barauni Tollway Private Ltd		
-Unsecured Loan Given/Repaid/Converted	(7,95,60,000)	8,50,00,000
-Investment	7,95,60,000	Nil

Balance outstanding as on 31.03.2016

	2015-16	2014-15
KNR Constructions Limited		
-Unsecured Loan	1,46,536	71,760
KNRC Holdings and Investments Pvt. Ltd		
-Share Capital	1,00,000	1,00,000
- Unsecured Loan	4,98,952	4,98,952
KNR Muzaffarpur Barauni Tollway Private Ltd		
-Unsecured Loan Given	54,40,000	8,50,00,000
-Investment	35,54,70,000	27,59,10,000

16. In the opinion of the management, there is no impairment of assets requiring provision in accordance with AS-28 relating to 'Impairment of Assets'

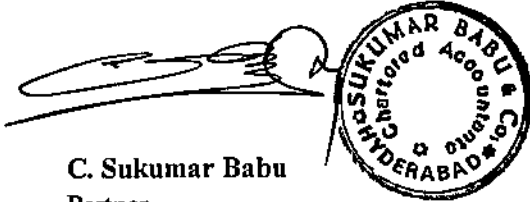
KNR MUZAFFARPUR HOLDINGS PVT LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

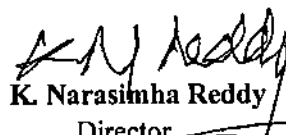
17. Debit and credit balances of parties are subject to confirmation by the respective parties.
18. Previous year's figures have been regrouped/reclassified wherever necessary

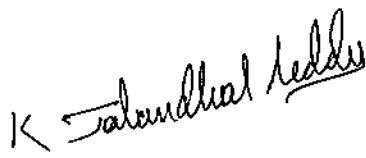
As per our report of even date
For Sukumar Babu & Co.,
Chartered Accountants
(Firm Regn. No.004188S)

For and on behalf of the Board



C. Sukumar Babu
Partner
Membership No: 024293
Place: Hyderabad
Date : 20-05-2016


K. Narasimha Reddy
Director


K. Jalandhar Reddy
Director