

GOEL GARG & CO.

Chartered Accountants

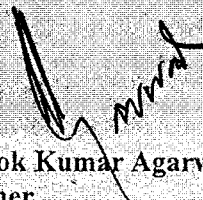
AUDITORS' REPORT

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TO THE MEMBERS OF CIG INFRASTRUCTURE PRIVATE LIMITED

1. We have audited the attached balance sheet of **CIG Infrastructure Private Limited** as at 31st March, 2010 and the related profit and loss account and cash flow statement for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. Further to our comments in the annexure referred to above, 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 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 balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the applicable accounting standards referred to in sub-section (3C) of section 211 of the Act;
 - (e) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with notes thereon and attached thereto give in the prescribed manner the information required by the Act and also give respectively, a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) In the case of the balance sheet, of the state of affairs of the company as at 31st March, 2010;
 - (ii) In the case of the profit and loss account, of the loss for the year ended on that date.
 - (iii) In the case of cash flow statement, of cash flows for the year ended on that date.

For Goel Garg & Co.,
Chartered Accountants


(Ashok Kumar Agarwal)
Partner
Membership No: 84600



Place : New Delhi
Date : 31.03.2010

CIG INFRASTRUCTURE PRIVATE LIMITED

**BALANCE SHEET ABSTRACT AND COMPANY
GENERAL BUSINESS PROFILE**

I. Registration Details

Registration No.	U45201DL2005PTC143024
State Code	55
Balance Sheet Date	31/03/2010

DD/MM/YY

II. Capital raised during the Period (amount in Rs. Thousands)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

**III. Position of Mobilisation and Deployment of Funds
(Amount in Rs. Thousands)**

Total Liabilities	100	Total Assets	100
SOURCE OF FUNDS:		Reserve & Surplus	-
Paid-up Capital	100	Unsecured Loans	-
Secured Loans	-		
APPLICATION OF FUNDS		Investments	50
Net Fixed Assets	-	Misc. Expenditure	-
Net Current Assets	(30.91)		
Accumulated Loss	81		

**IV. Performance of Company:
(Amount in Rs. Thousands)**

Turnover	-	Total Expenditure	16
Profit/(Loss) Before Tax	(16.08)	Profit/(Loss) After Tax	(16.08)
Earnings per share in Rs.	(1.61)	Dividend Rate %	-

V. Generic Name of Three Principal/Services of Company (as per monetary terms)

Item Code No. (ITC Code)	N.A
Product Description	N.A

R. Bawa
Rekha Bawa
Director

Dr Deepak Bajaj
Dr Deepak Bajaj
Director

CIG INFRASTRUCTURE PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH 2010

	SCHEDULE NO.	As at 31.03.2010		As at 31.03.2009	
		RUPEES	RUPEES	RUPEES	RUPEES
SOURCES OF FUNDS					
SHAREHOLDERS' FUNDS					
Share capital	1		100,000		100,000
Total			100,000		100,000
APPLICATION OF FUNDS					
INVESTMENTS					
	2		50,000		50,000
CURRENT ASSETS, LOANS AND ADVANCES					
Cash & bank balances	3	16,155		18,043	
Less: Current liabilities & provisions	4	47,068		32,872	
NET CURRENT ASSETS			(30,913)		(14,829)
PROFIT AND LOSS ACCOUNT					
Balance as per profit & loss account			80,913		64,829
Total			100,000		100,000
Significant accounting policies and notes to the accounts	6				

As per our report of even date attached

For Goel Garg & Co.
 Chartered Accountants
 FRN No : 000387

Ashok Kumar Agarwal
 Partner
 Membership No. 84600
 Place : New Delhi
 Dated : 31.07.2010



For and on behalf of the Board of Directors

R Bawa
 Rekha Bawa
 Director

Dr Deepak Bajaj
 Dr Deepak Bajaj
 Director

CIG INFRASTRUCTURE PRIVATE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31ST MARCH 2010

	SCHEDULE	For the year ending 31.03.2010		For the year ending 31.03.2009	
		RUPEES	RUPEES	RUPEES	RUPEES
INCOME					
Interest income					77
Gross tax deducted at source-NIL(Previous year NIL)					
Total					77
EXPENDITURE					
Administrative expenses	5		18,084		13,608
Total			18,084		13,608
Profit/(loss) for the year			(16,084)		(13,531)
Less:- provision for tax					
Profit/(loss) after tax			(16,084)		(13,531)
Profit/(loss) brought forward from last year			(64,829)		(51,298)
Balance carried over to balance sheet			(80,913)		(64,829)
Earning per share (basic and diluted)			(1.61)		(1.35)
Significant accounting policies and notes to the accounts	6				

As per our report of even date attached

For Goel Garg & Co.
Chartered Accountants
FRN No : 000397N



Ashok Kumar Agarwal
Partner
Membership No. 84600
Place : New Delhi
Dated : 31.07.2010

For and on behalf of the Board of Directors

R. Bawa

Rekha Bawa
Director

Dr. Deepak Bajaj

Dr Deepak Bajaj
Director

CIG INFRASTRUCTURE PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDING 31ST MARCH 2010

		For the year ending	For the year ending
		31.03.2010	31.03.2009
		Rupees	Rupees
A	Cash Flow From Operating Activities:		
	Net Profit/(Loss) before tax and extraordinary items	(16,084)	(13,531)
	Adjustments For:		
	Interest on fixed deposit	-	(77)
	Cash flow from operating activities before working capital changes	(16,084)	(13,608)
	Adjustment For working Capital changes		
	(Increase)/Decrease in current assets		586
	Increase/(Decrease) in current liabilities	14,196	11,030
	Net Cash flow from Operating activities	(1,888)	(1,992)
B	Cash Flow From Investing Activities:		
	Interest received	-	77
	Sale/(Purchase) of Investments	-	(50,000)
	Net Cash flow from investing activities	-	(49,923)
C	Cash Flow From Financing Activities:		
	Net Cash flow from Financing Activities	-	-
	Net Increase in cash and cash equivalents(A+B+C)	(1,888)	(51,915)
	Cash & Cash Equivalents(Opening Balance)	18,043	69,958
	Cash & Cash Equivalents(Closing Balance)	16,155	18,043

Notes: 1 The above Cash Flow Statement has been prepared under the indirect method set out in AS-3.
2 Figures in brackets indicate cash outgo.

As per our report of even date attached

For Goel Garg & Co.
Chartered Accountants
FRN No : 000397N



Ashok Kumar Agarwal
Partner
Membership No. 84600
Place : New Delhi
Dated : 31.03.2010

For and on behalf of the Board of Directors

R. Bawa
Rekha Bawa
Director

Dr. Deepak Bajaj
Dr. Deepak Bajaj
Director

CIG INFRASTRUCTURE PRIVATE LIMITED

SCHEDULE-6

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

(A) SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING

The accounts are maintained under the historical cost convention on accrual basis as a going concern and in accordance with the accounting standards prescribed by the Companies (Accounting Standard) Rules, 2006 and referred to in section 211(3C) of the Companies Act, 1956.

2. USE OF ESTIMATES

The preparation of financial statements requires estimates and assumptions to be made that effect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reported period. Difference between the actual results and estimates are recognized in the period in which the results are known.

3. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Contingent Liabilities are not recognized but are disclosed in the notes to accounts.

Contingent Assets are neither recognized nor disclosed in the financial statements.

4. INVESTMENTS

Current Investments are carried at lower of cost and fair value. Long term Investments are carried at cost less diminution other than temporary diminution.

5. INCOME TAX

Current tax is calculated after considering benefits under the Income Tax Act, 1961. Deferred tax is recognized on timing differences being the differences between the taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to the consideration of prudence are recognized and carried forward only to the extent there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. The tax effect is calculated on the accumulated timing difference at the year end based on the tax rates and the laws enacted or substantially enacted on the balance sheet date.

6. EARNING PER SHARE

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



RS

RB

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(B) **NOTES TO THE ACCOUNTS**

1. Paid up equity share capital of Rs. 1,00,000/- i.e. 10,000 equity share of Rs. 10/- each, fully paid up out of which 5,100 equity shares of Rs.10/- each, fully paid up been held by Pantaloon Retail (India) Limited, the holding company.
2. The Company is exclusively in the business of development of Real Estate. Hence, segment reporting as defined in Accounting Standard – 17 is considered not applicable.
3. In the opinion of management there is no item which is required to be considered for ascertaining the amount of deferred tax assets / liability, therefore, the same is taken at nil.
4. There are no Micro, Small and Medium Enterprises to whom the company owes dues which are outstanding for more than 45 days as at 31st March, 2010.

5. **RELATED PARTY TRANSACTIONS**

In accordance with the accounting standard on 'Related Party Disclosure' AS-18, the disclosure in respect of related parties and the transactions with them as identified and certified by the management are as follows:

- (A) List of Related Parties where control exist and related parties with whom transactions has been taken place and relationship:

Holding Company	Pantaloon Retail (India) Limited.
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- (B) Related party transactions for the period 01.04.2009 to 31.03.2010 and balance outstanding as at 31.03.2010.

No Related Party Transaction took place during the year.

6. **EARNING PER SHARE**

	Particulars	As at 31.03.2010	As at 31.03.2009
a)	Weighted average number of equity shares at the beginning and end of the year.	10,000	10,000
b)	Net profit / (Loss) after tax (Rupees)	(16,084)	(13,531)
c)	Basic and Diluted Earning per share (Rupees)	(1.61)	(1.35)
d)	Nominal Value of a Equity Share(Rupees)	10	10

7. Contingent Liability NIL (Previous year NIL)
8. Previous year figures have been regrouped /restated wherever considered necessary.
9. Schedules 1 to 7 form an integral part of the Balance Sheet and Profit and Loss A/c and are duly authenticated.

As per our report of even date attached

For Goel Garg & Co.

Chartered Accountants

FRN No : 000387N

Ashok Kumar Agarwal
Partner

Membership No: 84600

Place: New Delhi

Dated: 31.03.2010



For and on behalf of the Board of directors

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(Director)

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(Director)