

Myra Mall Management Company Limited

Annual Report

2010-11

CORPORATE INFORMATION

BOARD OF DIRECTORS

*Mr. Chetan Gandhi
Mr. Ashok Shinkar
Mr. V. Vaidyanathan*

STATUTORY AUDITORS

S. R. Batliboi & Co.

BANKERS

*HDFC Bank Limited
Deutsche Bank*

REGISTERED OFFICE

*FCH House, Peninsula Corporate Park,
Ganpatrao Kadam Marg, Lower Parel,
Mumbai - 400 013.
Tel No. : +91 22 6642 3485
Fax No.: +91 22 6642 3401*

DIRECTORS' REPORT

Dear Members,

Your Directors present the Sixth Annual Report on the affairs of the Company together with the audited statement of accounts for the year ended 31st March, 2011.

FINANCIAL HIGHLIGHTS

Particulars	(Amount in Rs.)	
	Year Ended 31 st March, 2011	Year Ended 31 st March, 2010
Amenities Charges	39,647,888	37,477,293
Lease Rentals	87,183,158	83,901,024
Other Income	2,267,125	1,007,832
Total Income	129,098,171	122,386,149
Administration and other expenses	10,261,304	7,849,799
Financial Expenses	58,203,260	55,032,149
Depreciation / Amortization	14,235,544	12,416,816
Total Expenditure	82,700,108	75,298,764
Profit/(Loss) before taxation and prior period items	46,398,063	47,087,385
Add: Prior period item		
Provision for taxation :		
Current Tax		
MAT	9,250,000	7,000,000
MAT Credit Entitlement	(9,250,000)	(7,000,000)
Deferred Tax	9,186,291	(6,790,361)
Profit/(loss) after tax	37,211,772	53,877,744
Balance brought forward from Previous year / period	29,541,676	(24,336,070)
Balance carried to Balance Sheet	66,753,448	29,541,674

The total income of the Company during the year stood at Rs. 129,098,171/- and the profit after tax was Rs.37,211,772/-.

DIVIDEND

Your Directors consider it prudent to conserve the resources and therefore do not recommend any dividend on equity shares for the financial under review.

DIRECTORS

In terms of the Articles of Association of the Company, Mr. Chetan Gandhi, Director, retires by rotation and being eligible, offers himself for re-appointment at the ensuing Annual General Meeting. Approval of Members is being sought at the ensuing Annual General Meeting.

The Board of Directors appointed Mr. V. Vaidyanathan and Mr. Ashok Kumar Shinkar as the Additional Directors with effect from October 1, 2010 and November 2, 2010, respectively. In terms of Section 260 of the Companies Act, 1956 and the Articles of Association of the Company, Mr. Vaidyanathan and Mr. Shinkar hold office as the Additional Directors up to the date of ensuing Annual General Meeting of the Company and are eligible for appointment as the Directors. The Company has received requisite notice(s) together with deposit(s), as provided under Section 257 of the Companies Act, 1956, from a Member proposing the appointment of Mr. Vaidyanathan and Mr. Shinkar. Approval of Members is being sought at the ensuing Annual General Meeting.

During the year under review, Mr. Krishnakant Rathi and Mr. N. Sridhar resigned from the directorship of the Company with effect from 1st October, 2010 and 5th November, 2010, respectively.

Your Directors place on record their appreciation for the services rendered by the aforesaid Directors who resigned from the Board of Directors of the Company, during their association with the Company.

Based on confirmations received, none of the Director is disqualified for appointment under Section 274(1) (g) of the Companies Act, 1956.

AUDITORS & AUDITORS' REPORT

M/s. S. R. Batliboi & Co., Chartered Accountants, hold office until the conclusion of the ensuing Annual General Meeting and have expressed their willingness to continue, if so appointed. As required under the provisions of Section 224 of the Companies Act, 1956, the Company has obtained a written certificate from the Auditors proposed to be re-appointed to the effect that their re-appointment, if made, would be in conformity with the limits specified in the said Section and that they are not disqualified for such appointment within the meaning of Section 226 of the Companies Act, 1956.

A proposal seeking their re-appointment is provided as part of the Notice of the ensuing Annual General Meeting.

PUBLIC DEPOSITS

The Company has not accepted any deposits from the public during the year under review and neither does it intend to raise any public deposits during the current financial year.

PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, EXPENDITURE ON RESEARCH AND DEVELOPMENT, FOREIGN EXCHANGE INFLOW/OUTFLOW, ETC.

The requirements of disclosure with regard to Conservation of Energy in terms of Section 217 (1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, are not applicable to the Company.

The Company's activities do not require any technology to be absorbed on the lines of what is mentioned in the aforesaid Rules. However, the Company makes all efforts towards conservation of energy, environment and ensuring safety.

During the financial year under review, the Company has neither earned nor spent any foreign exchange.

PARTICULARS OF EMPLOYEES

There are no particulars to be disclosed in respect of employees drawing remuneration requiring disclosure under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended by the Companies (Particulars of Employees) Amendment Rules, 2011.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements of Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- a) that in the preparation of the annual accounts for the financial year ended 31st March, 2011, the applicable accounting standards have been followed;
- b) that 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 at the end of the financial year and of the profit of the Company for the year;
- c) that the Directors have taken proper and sufficient care for the maintenance 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;
- d) that the Directors have prepared the annual accounts for the financial year ending 31st March, 2011, on a going concern basis.

COMPLIANCE CERTIFICATE UNDER SECTION 383A OF THE COMPANIES ACT, 1956

The Compliance Certificate under Section 383A of the Companies Act, 1956 issued by Ms. Chitra Iyer, Company Secretary in Practice, for the year ended 31st March 2011, is attached and forms part of this report. (Annexure - A)

ACKNOWLEDGEMENT

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from its parent company, Future Capital Holdings Limited, its bankers, regulatory authorities including Ministry of Corporate Affairs and the Company's business associates for their valuable guidance and support and wish to express our sincere appreciation for their continued co-operation and assistance. We look forward to their continued support in future.

Your Directors also wish to place on record their appreciation of the dedication and commitment of the employees and thank them for extending their whole-hearted support to the Company.

On behalf of the Board of Directors

Date : 20th June, 2011
Place : Mumbai

Sd/-
Ashokkumar Shinkar
Director

Sd/-
Chetan Gandhi
Director

Auditors' Report

To
The Members of Myra Mall Management Company Limited

1. We have audited the attached Balance Sheet of Myra Mall Management Company Limited (the 'Company') as at March 31, 2011 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. 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 of 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. As required by the Companies (Auditor's Report) Order, 2003 (as amended) ('the Order') issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 ('the Act'), we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
 - i. 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;
 - ii. 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;
 - iii. The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;
 - iv. In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act;
 - v. On the basis of the written representations received from the directors, as on March 31, 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act;



S.R. BATLIBOI & CO.

Chartered Accountants

Myra Mall Management Company Limited
Audit report for the year ended March 31, 2011
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- vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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, 2011;
 - b) in the case of the profit and loss account, of the profit for the year ended on that date; and
 - c) in the case of cash flow statement, of the cash flows for the year ended on that date.

S.R. Batliboi No.

For S.R. Batliboi & Co.
Firm Registration No.: 301003E
Chartered Accountants

Hemal



per Hemal Shah
Partner
Membership No.: 42650

Place: Mumbai

Date: 20 JUN 2011

Myra Mall Management Company Limited
Audit report for the year ended March 31, 2011
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Annexure referred to in paragraph 3 of our report of even date
Re: Myra Mall Management Company Limited ('the Company')

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) There was no disposal of fixed assets during the year.
- (ii) The Company did not have any inventory therefore provisions of clause 4(ii) of the Order is not applicable to the Company.
- (iii) (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, the provisions of clauses 4(iii)(a) to (d) of the Order are not applicable to the Company and hence not commented upon.
- (e) According to the information and explanations given to us, the Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly the provisions of clauses 4(iii)(e) to (g) are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and for sale of services. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system of the Company.
- (v) (a) In our opinion, there are no contracts or arrangements that need to be entered in the register maintained under section 301 of the Act.
- (b) None of the transactions made in pursuance of such contracts or arrangements exceed the value of Rupees five lakh in respect of any one such party in the financial year.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Act for the services of the Company.



S.R. BATLIBOI & CO.

Chartered Accountants

Myra Mall Management Company Limited
Audit report for the year ended March 31, 2011
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- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including sales-tax, income-tax, wealth-tax, service tax, cess and other material statutory dues applicable to it. The provisions relating to provident fund, employees' state insurance, customs duty and excise duty are not applicable to the Company. There are no dues payable to the investor education and protection fund.
- Further, since the Central Government has till date not prescribed the amount of cess payable under section 441A of the Act, we are not in a position to comment upon the regularity or otherwise of the company in depositing the same
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of sales tax, income-tax, wealth-tax, service tax, and other undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of income tax, sales-tax, wealth tax, service tax, custom duty, excise duty and cess which have not been deposited on account of any dispute.
- (x) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (xi) Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to financial institution, bank or debenture holders.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Order are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given guarantee for loans taken by others from banks or financial institutions.
- (xvi) The Company did not have any term loans outstanding during the year.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Act.

The Company did not have any outstanding debentures during the year.



S.R. BATLIBOI & CO.

Chartered Accountants

Myra Mall Management Company Limited
Audit report for the year ended March 31, 2011
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- (xx) As informed to us, the Company has not raised any money by way of public issue during the year. Hence the provision of clause 4(xx) of the Order is not applicable to the Company.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

S.R. Batliboi No.
For S.R. Batliboi & Co.
Firm Registration No.: 301003E
Chartered Accountants

Hemal

per Hemal Shah
Partner
Membership No.: 42650



Place: Mumbai

Date: 20 JUN 2011

MYRA MALL MANAGEMENT COMPANY LIMITED
Balance Sheet as at March 31, 2011

	Schedules	As at March 31, 2011	Amount in Rs. As at March 31, 2010
<u>SOURCES OF FUNDS</u>			
Shareholders' Fund:			
Share capital	1	10,000,000	10,000,000
Reserves and Surplus		66,753,448	29,541,676
		<u>76,753,448</u>	<u>39,541,676</u>
Loan Funds:			
Secured loans	2	603,819,276	597,147,620
Unsecured loans	3	62,423,343	77,580,794
		<u>666,242,619</u>	<u>674,728,414</u>
TOTAL		<u><u>742,996,067</u></u>	<u><u>714,270,090</u></u>
<u>APPLICATION OF FUNDS</u>			
Fixed Assets			
Gross block	4	756,560,203	754,741,644
Less: Accumulated depreciation		56,232,910	41,997,366
Net block		<u>700,327,293</u>	<u>712,744,278</u>
Capital work in progress (including capital advances)		-	1,838,658
		<u>700,327,293</u>	<u>714,582,936</u>
Deferred tax assets (net) (Refer B-2 of Schedule 13)		8,499,837	17,686,128
Investments	5	60,000,000	60,000,000
Current Assets, Loans and Advances			
Sundry debtors	6	-	6,206,259
Cash on hand and bank balance	7	784,639	719,337
Loans and advances	8	36,210,358	42,873,000
		<u>36,994,997</u>	<u>49,798,596</u>
Less: Current liabilities			
Current liabilities	9	62,826,060	127,797,572
Net Current Assets		<u>(25,831,063)</u>	<u>(77,998,976)</u>
TOTAL		<u><u>742,996,067</u></u>	<u><u>714,270,090</u></u>
Notes to Accounts	13		

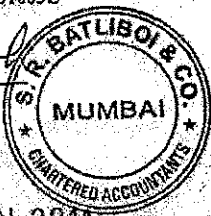
The schedules referred to above and notes to accounts form an integral part of the Balance Sheet.

As per our report of even date

S.R. Batliboi & Co.
For S. R. Batliboi & Co.
Firm Registration No. 301003E
Chartered Accountants

per Hemal Shah
Partner
Membership No. 42650

Place: Mumbai
Date: 20 JUN 2011

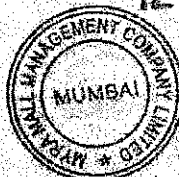


For and on behalf of the Board of Directors of
Myra Mall Management Company Limited

Ashok Khurana
Director

J. J. Jambhale
Director

Place: Mumbai
Date: 120 JUN 2011



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Myra Mall Management Company Limited
Cash Flow Statement for the year ended March 31, 2011

	For the year ended March 31, 2011	For the year ended March 31, 2010
A. Cash Flow from Operating Activities		
Net Profit/(Loss) before Tax	46,398,063	47,087,385
<u>Adjustments:</u>		
Depreciation	14,235,544	12,416,816
Interest paid	58,203,260	55,032,149
Operating profit before Working Capital Changes	118,836,867	114,536,350
<u>Adjusted for changes in working capital:</u>		
(Increase)/ Decrease in Sundry debtors	6,206,259	(6,201,140)
(Increase)/ Decrease in Loans and advances	(8,326,128)	(4,567,885)
(Decrease)/ Increase in Current liabilities	(64,971,510)	14,712,486
Cash from Operating Activities	51,745,488	118,479,811
Taxes paid	14,988,770	(5,563,464)
Net Cash from Operating Activities (A)	66,734,258	112,916,347
B. Cash Flow from Investing Activities		
Purchase of fixed assets	20,099	(1,855,922)
Purchase of investments	-	(60,000,000)
Net Cash from Investing Activities (B)	20,099	(61,855,922)
C. Cash flow From Financing Activities		
Interest paid	(58,203,260)	(55,032,149)
Proceeds from long term borrowings	6,671,656	135,500,000
Repayment of long term borrowings	(15,157,451)	-
Proceeds from short term borrowings	-	597,147,620
Repayment of short term borrowings	-	(729,598,327)
Net Cash Flow from financing activities (C)	(66,689,055)	(51,982,856)
Net Increase in Cash and Cash Equivalent during the Year (A+B+C)	65,302	(922,431)
Cash and Cash equivalents at the beginning of the year	719,337	1,641,768
Cash and Cash equivalents at the end of the year	784,639	719,337
	As at March 31, 2011	As at March 31, 2010
Components of cash and cash equivalents		
Balance with scheduled banks on current account	784,639	719,337
	784,639	719,337

As per our report of even date
S.R. Batliboi & Co.
 For S. R. Batliboi & Co.
 Firm Registration No. 301003E
 Chartered Accountants

per Hemal Shah
 Partner
 Membership No. 42650



Place : Mumbai
 Date : 20 JUN 2011

For and on behalf of the Board of Directors of
 Myra Mall Management Company Limited

[Signature]
 Director

[Signature]
 Director

Place : Mumbai
 Date : 20 JUN 2011



MYRA MALL MANAGEMENT COMPANY LIMITED

Schedules forming part of the Balance Sheet

Amount in Rupees

As at
March 31, 2011

As at
March 31, 2010

Schedule 1 : Share Capital

Authorised:

1,000,000 (Previous year: 1,000,000) equity shares of Rs. 10/- each

10,000,000	10,000,000
<u>10,000,000</u>	<u>10,000,000</u>

Issued, Subscribed & Paid-Up Capital

1,000,000 (Previous year: 1,000,000) equity shares of Rs.10/- each fully paid up

10,000,000	10,000,000
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[Out of the above 999,994 (Previous year: 999,994) shares are held by the Holding Company: viz, Future Capital Holdings Limited]

<u>10,000,000</u>	<u>10,000,000</u>
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Schedule 2 : Secured Loans

Overdraft from a bank:

603,819,276	597,147,620
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Secured by pledge of mutual fund units 43,187,927 (Previous year: 65,055,849) aggregating Rs. 739,735,784 (Previous year: Rs. 755,338,894) held by the holding company.

[Repayable within one year Rs. 603,819,276 (Previous year: Rs. 597,147,620)]

<u>603,819,276</u>	<u>597,147,620</u>
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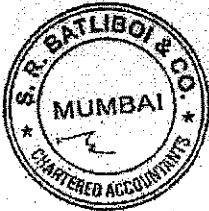
Schedule 3 : Unsecured Loans

From body corporate

62,423,343	77,580,794
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[Repayable within one year Rs. 18,149,232 (Previous year: Rs. 18,149,232)]

<u>62,423,343</u>	<u>77,580,794</u>
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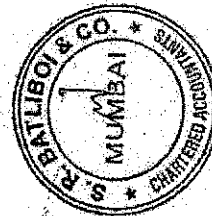


Myra Mall Management Company Limited

Schedules forming part of the Balance Sheet

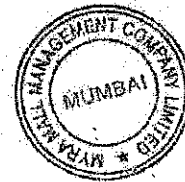
Schedule 4: Fixed Assets

Description	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	Balance as on 01-Apr-10	Additions during the year	Balance as on 31-Mar-11	Balance as on 01-Apr-10	For the year	Adjustments during the year	Balance as on 31-Mar-11	Balance as on 31-Mar-10
<u>Tangible Assets</u>								
Buildings	751,763,459	-	751,763,459	41,507,072	12,253,744	-	698,002,643	710,256,387
Electrical Installation	1,099,764	-	1,099,764	208,878	69,615	-	821,271	890,886
Generator Set	1,564,974	-	1,564,974	227,285	74,336	-	1,263,353	1,337,689
Furniture & Fixtures	278,500	-	278,500	51,908	17,629	-	208,963	226,592
Office Equipments	34,947	-	34,947	2,223	1,661	-	31,063	32,724
Temporary Structures	-	1,818,559	1,818,559	-	1,818,559	-	-	-
Total	754,741,644	1,818,559	756,560,203	41,997,366	14,235,544	-	700,327,293	712,744,278
Previous year	754,724,380	17,264	754,741,644	29,580,550	12,416,816	-	712,744,278	-



MYRA MALL MANAGEMENT COMPANY LIMITED
Schedules forming part of the Balance Sheet

	As at March 31, 2011	Amount in Rupees As at March 31, 2010
Schedule 5 : Investments		
Long term investments (At Cost)		
Shares (Unquoted)		
Equity shares of Rs 100 each fully paid in Ayati Investment Advisors Pvt. Ltd.	60,000,000	60,000,000
	<u>60,000,000</u>	<u>60,000,000</u>
Schedule 6 : Sundry Debtors		
(Unsecured, considered good)		
Debts outstanding for a period exceeding six months		
Other debts		6,206,259
		<u>6,206,259</u>
Schedule 7 : Cash and Bank Balances		
Balance with scheduled banks on current account	784,639	719,337
	<u>784,639</u>	<u>719,337</u>
Schedule 8 : Loans and Advances		
(Unsecured Considered Good)		
Deposits	1,684,950	1,684,950
Advances recoverable in cash or kind	13,162,293	14,086,165
MAT credit entitlement	16,250,000	7,000,000
Advance tax & Tax deducted at source (net of provision for taxes)	5,113,115	20,101,885
	<u>36,210,358</u>	<u>42,873,000</u>
Schedule 9 : Current Liabilities		
Sundry creditors (Refer note B-6 of Schedule 13)		
-Due to micro enterprises and small enterprises		
-Due other than micro enterprises and small enterprises	286,199	5,120,166
Security deposits	62,462,133	114,531,615
Other liabilities	77,728	8,145,791
	<u>62,826,060</u>	<u>127,797,572</u>



MYRA MALL MANAGEMENT COMPANY LIMITED
Schedules forming part of the Profit and Loss Account

For the year ended
March 31, 2011

Amount in Rupees
For the year ended
March 31, 2010

Schedule 10: Other income

Dividend on mutual funds		8,610
Interest on income tax refund		973,718
Miscellaneous income	2,047,458	25,505
	219,667	
	<u>2,267,125</u>	<u>1,007,832</u>

Schedule 11: Administrative and Other Expenditures

Rates and taxes	4,075,418	4,158,426
Insurance charges	47,320	320,063
Repairs and maintenance - Buildings	4,697,202	1,501,466
Repairs and maintenance - other	135,008	208,341
Printing and stationery	-	1,612
Legal and professional	179,910	134,135
<u>Auditor's Remuneration</u>		
Audit Fees	200,000	76,648
Security charges	373,932	1,022,751
Electricity expenses	266,882	296,328
Water charges	68,293	130,029
Miscellaneous expenses	217,339	
	<u>10,261,304</u>	<u>7,849,799</u>

Schedule 12: Financial Expenses

Interest paid - bank	51,931,821	26,993,722
Interest paid - Others	6,270,116	25,037,973
Bank charges	1,324	3,000,454
	<u>58,203,260</u>	<u>55,032,149</u>



Myra Mall Management Company Limited

SCHEDULE 13 – NOTES TO ACCOUNTS

Nature of Operations

Myra Mall Management Company Limited was incorporated on March 2, 2006 and is involved in the business of acquiring, improving, building, selling leasing, managing, commercially exploiting and dealing in real estate and properties of diverse natures. Myra Mall Management Company Limited is a wholly owned subsidiary of Future Capital Holdings Limited.

A. Significant Accounting Policies

1. Basis of preparation

The financial statements have been prepared to comply in all material respects with the Notified accounting standard by Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

2. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

3. Fixed assets

Fixed assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

Fixed assets costing Rs 5,000 or less individually are fully depreciated in the year of purchase.

Depreciation

Depreciation is provided using the Straight Line Method as per the useful lives of the assets estimated by the management, or at the rates prescribed under schedule XIV of the Companies Act, 1956 whichever is higher.

Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.



SCHEDULE 13 – NOTES TO ACCOUNTS

After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

4. **Leases**

Assets subject to operating leases are included in fixed assets. Lease income is recognised in the Profit and Loss Account on a straight-line basis over the lease term. Costs, including depreciation are recognised as an expense in the Profit and Loss Account. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the Profit and Loss Account.

5. **Revenue recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Lease rentals are recognized as an income in the profit and loss account on a straight line basis over the primary lease period, net of service tax.

Amenities charges are recognized in accordance with the arrangements entered into with the lessees, net of service tax.

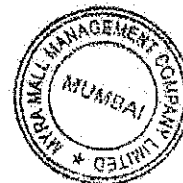
6. **Income taxes**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities across various countries of operation are not set off against each other as the company does not have a legal right to do so. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.



Myra Mall Management Company Limited

SCHEDULE 13 – NOTES TO ACCOUNTS

7. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.

8. Provisions

Provision is recognized when the enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

9. Borrowing cost

Borrowing cost attributable to the acquisition, construction or production of qualifying assets are capitalized till the month in which the asset is ready for its intended use. Other borrowing costs are recognized as an expense in the period in which these are incurred.

B. NOTES TO ACCOUNTS

1. Contingent Liabilities not provided for

	As at March 31, 2011 (Rs.)	As at March 31, 2010 (Rs.)
Income tax matters under dispute	2,063,426	Nil

2. Deferred Tax Liabilities/ Assets

	As at March 31, 2011 (Rs.)	As at March 31, 2010 (Rs.)
Deferred tax liabilities		
On depreciation	-	239,356
Sub-Total	-	239,356
Deferred tax assets		
On Unabsorbed losses and depreciation	8,499,837	17,925,484
Sub-Total	8,499,837	17,925,484
Deferred tax (assets)/ liabilities (net)	(8,499,837)	(17,686,128)

In view of the contractual arrangements for lease rentals and amenities income with various lessees' office premises owned by the company, there is a virtual certainty that there would be profit against which the deferred tax assets would be realized. Accordingly, deferred tax assets in respect of unabsorbed losses and depreciation have been recognized.



SCHEDULE 13 – NOTES TO ACCOUNTS

3. Lease rentals

	For the year ended March 31, 2011 (Rs.)	For the year ended March 31, 2010 (Rs.)
Lease income booked in the profit and loss account	87,183,158	83,901,024
Lease receivable:		
Not later than one year	64,697,072	87,431,984
Later than one year but not later than five years	103,312,512	207,503,916
Later than five years	Nil	Nil

General description of Company's significant leasing arrangement

The company owns immovable property at Mumbai, which has been given to various lessees on a leave and license basis.

4. Related party disclosures:

Name and relationship with related parties:

Relationship	Name of the Party
Ultimate Holding Company	Pantaloon Retail (India) Limited
Holding Company	Future Capital Holdings Limited
Fellow subsidiaries	Kshitij Investment Advisory Company Limited Future Capital Investment Advisors Limited Ambit Investment Advisory Company Limited Future Capital Financial Services Limited Future Hospitality Management Limited Future Finance Limited Kshitij Property Solutions Private Limited Axon Development Solutions Limited Anchor Investment and Trading Private Limited (wef October 14, 2010) FCH Centrum Wealth Managers Limited (wef March 28, 2011) Future Capital Home Finance Private Limited (wef December 23, 2010)
Other Associates	Realterm FCH Logistics Advisors Private Limited



Myra Mall Management Company Limited

SCHEDULE 13 – NOTES TO ACCOUNTS

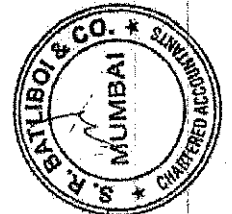
Transactions with Related parties during the year ended March 31, 2011:

Figures in Brackets denotes previous year's figures

Particulars	Holding Company		Fellow Subsidiary Company		Other Associates Entity	
	31-Mar-11	31-Mar-10	31-Mar-11	31-Mar-10	31-Mar-11	31-Mar-10
Income						
Lease rental & Amenities charges	-	27,373,743	-	19,180,197	-	8,754,674
Expenditure						
Interest paid	-	12,854,416	6,270,117	6,660,269	-	-
Reimbursement of expenses	29,174,136	5,490,905	883,126	-	-	-
Loans / advances						
ICDs / Loan taken	-	-	-	63,000,000	-	-
ICDs / Loan repaid		595,050,000	14,250,538	55,749,462	-	-
Security deposit repaid	18,000,000	-	-	-	-	-
Receivables/ (Payables) as at the year-end						
Payable/(Receivables)	-	4,600,000	-	-	-	-
ICDs / Loan	-	-	60,000,000	77,250,538	-	-
Security Deposits	16,000,000	34,000,000	24,500,000	24,500,000	-	-

Note: Disclosure of Related party transactions more than 10%

Entity	Relationship	2010-11	2009-10
Future Capital Holdings Limited	Holding Co.	29,174,136	
Future Capital Investment Advisors Limited	Fellow Subsidiary	328,100	10,320,003
Kshitij Investment Advisory Company Limited	Fellow Subsidiary	555,026	8,860,194
Realterm FCH Logistics Advisors Pvt. Ltd.	Other Associates	Nil	8,100,000



SCHEDULE 13 - NOTES TO ACCOUNTS

5. Earnings per share ('EPS')

Basic and diluted EPS has been computed by dividing the net loss after tax for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period.

	For the year ended March 31, 2011 (Rs.)	For the year ended March 31, 2010 (Rs.)
Net profit considered for EPS calculation	37,211,772	53,877,746
Weighted average number of equity shares for calculating EPS	1,000,000	1,000,000
Nominal value per share	10	10
Basic and diluted EPS	37.21	53.88

6. The Company did not have any transactions with Small, Micro and Medium Enterprises as defined under "Micro, Small and Medium Enterprises Development Act, 2006"

Particulars	Year ended March 31, 2011 Rs.	Year ended March 31, 2010 Rs.
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	Nil	Nil
The amount of interest paid in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	Nil	Nil
Amount of interest due and payable for the period of delay in making payment but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil	Nil
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 of the Micro Small and Medium Enterprise Development Act, 2006	Nil	Nil



Myra Mall Management Company Limited

SCHEDULE 13 - NOTES TO ACCOUNTS

7. Segmental reporting

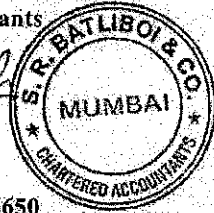
Since the Company operates in single segment, no further disclosure is required to be given as per AS-17 -Segmental Reporting issued by ICAI.

8. Previous year's figures have been re-grouped/re-arranged wherever necessary to conform to current year's classification

As per our report of even date

S.R. Batliboi
For S.R. Batliboi & Co.
Firm Registration No. 301003E
Chartered Accountants

Hemal Shah
Per Hemal Shah
Partner
Membership No. 42650



For and on behalf of the Board of Directors
Myra Mall Management Company Limited

Ashok Kumar
Director

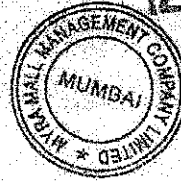
Manoj
Director

Place : Mumbai

Date : 20 JUN 2011

Place : Mumbai

Date : 20 JUN 2011



PS

MYRA MALL MANAGEMENT COMPANY LIMITED
Additional Information pursuant to Part IV of Schedule VI to The Act.
Balance Sheet Abstract and Company's General Business Profile

I Registration Details

Registration No.
 State Code
 Balance Sheet Date
Date Month Year

II Capital Raised During the Year (Amount in Rs. Thousands)

Public Issue <input type="text" value="NIL"/>	Rights Issue <input type="text" value="NIL"/>
Bonus Issue <input type="text" value="NIL"/>	Private Placement <input type="text" value="NIL"/>

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

Total Liabilities (including shareholder's funds) <input type="text" value="805822"/>	Total Assets <input type="text" value="805822"/>
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Sources of Funds

Paid-up Capital <input type="text" value="10000"/>	Reserves and Surplus <input type="text" value="66753"/>
Secured Loans <input type="text" value="603819"/>	Unsecured Loan <input type="text" value="62423"/>

Application of Funds

Net Fixed Assets <input type="text" value="700327"/>	Investments <input type="text" value="60000"/>
(Please tick appropriate box + for Positive, - for Negative) + - <input type="checkbox"/> <input checked="" type="checkbox"/>	Miscellaneous Expenditure <input type="text" value="NIL"/>
Net Current Assets <input type="text" value="25831"/>	Deferred Tax Liabilities (net) <input type="text" value="8499"/>
Accumulated Losses <input type="text" value="NIL"/>	

IV Performance of Company (Amount in Rs. Thousands)

Turnover (including other income) <input type="text" value="129098"/>	Total Expenditure <input type="text" value="82700"/>
(Please tick appropriate box + for Profit, - for Loss) + - <input checked="" type="checkbox"/> <input type="checkbox"/>	(Please tick appropriate box + for Profit, - for Loss) + - <input checked="" type="checkbox"/> <input type="checkbox"/>
Profit/Loss Before Tax <input type="text" value="46398"/>	Profit/Loss After Tax <input type="text" value="37212"/>
(Please tick appropriate box + for Positive, - for Negative) + - <input checked="" type="checkbox"/> <input type="checkbox"/>	Dividend Rate % <input type="text" value="NIL"/>
Earning Per Share (in Rs.) <input type="text" value="3721"/>	

V Generic Names of Principal Products / Services of Company (as per monetary terms)

Item Code No. (TTC Code)	Product Description
Not Applicable	Property Leasing

For and on behalf of the Board of Directors
MYRA MALL MANAGEMENT COMPANY LIMITED

Place: Mumbai
 Date: 20 JUN 2011

