

LANDMARK ETAIL LIMITED
ANNUAL ACCOUNTS
2013-14

N. M. RAIJI & CO.
Chartered Accountants
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To the Members of Landmark Etail Limited

Report to the financial statements

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

Management's Responsibility for Financial Statements

Management's Responsible for 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") and in accordance with the accounting principles generally accepted in India. 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 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 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 the 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 Loss 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


1. 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.

2. 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 subsection (3C) of section 211 of the Act;
- 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 N.M. RAIJI & CO.

Chartered Accountants
Firm Registration Number
108296W



Y. N. THAKKAR
Partner
Membership No.33329

Place: Mumbai

Date: 23 MAY 2014

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in our report of even date to the members of Landmark E-tail Limited (the company))

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) As explained to us, physical verification of major items of fixed assets was conducted by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size and operations of the Company and the nature of its assets. On the basis of explanations received to us and, in our opinion, the discrepancies found on physical verification were not significant.
(c) The Company has not disposed off substantial part of fixed assets during the year.
- ii. (a) The inventories have been physically verified by the management at reasonable intervals during the year.
(b) In our opinion, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
(c) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification were not material in relation to the operations of the Company and the same have been properly dealt with in the books of account.
- iii. (a) The Company has not granted any loans, secured or unsecured, during the year to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clause (b), (c) and (d) are not applicable.
(b) The Company has not taken any loans, secured or unsecured, during the year from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clause (f) and (g) are not applicable.
- 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 inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal control system.
- v. Based on the audit procedures applied by us and according to the information and explanations given to us, there are no transactions that need to be entered into the register in pursuance of section 301 of the Companies Act, 1956.
- vi. The Company has not accepted any deposits from the public to which the provisions of sections 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 apply.
- vii. Company has an Internal Audit system which has been conducted by Independent Chartered Accountant is in commensurate with its size and nature of its business;
- viii. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for the products of the Company.
- ix. (a) According to the records of the Company, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Investor Education Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth-tax, Service Tax, Custom Duty, Excise Duty, cess and any other statutory dues applicable to it. Based on our audit procedures and according to the information and explanations given to us, there are no arrears of

undisputed statutory dues which remained outstanding as at 31st March 2014 for a period of more than six months from the date they became payable.

(b) According to the records made available to us and the information and explanations given by the management, there are no dues of sales tax / income tax / custom duty / wealth tax/ Service Tax / excise duty / cess, which have not been deposited on account of any dispute:

- x. The Company has accumulated losses at the end of the financial year but is less than fifty percent of its net worth and has incurred cash losses during the financial year and has also incurred cash losses in the financial year immediately preceding such financial year.
- xi. The Company has not taken any loans from any banks or financial institutions and has not issued any debentures.
- xii. Based on our examination of the records and according to the information and explanations given 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. The Company is not a chit / nidhi / mutual benefit fund / society.
- xiv. Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that in respect of investments of the Company, proper records have been maintained of the transactions and contracts and timely entries have been made in those records. All the investments of the Company are held in its own name except as permissible under section 49 of the Companies Act, 1956.
- xv. On the basis of the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi. The Company has applied term loans for the purposes for which they were obtained.
- 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 and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- xix. During the year the Company has not issued any debentures.
- xx. The Company has not raised any money by public issue during the year.
- xxi. According to the information & explanation given to us, no fraud on or by the Company, has been noticed or reported during the course of our audit.

For N.M. RAIJI & CO.

Chartered Accountants

Firm Registration Number : 108296W



Y. N. THAKKAR

Partner

Membership No.33329

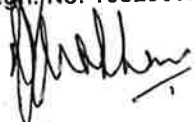
Place: Mumbai

Date: 23 MAY 2014

Landmark Etail Limited
Balance Sheet as at 31st March , 2014

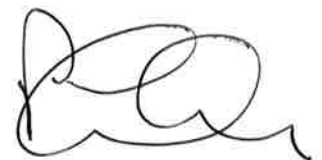
Particulars	Note No.	As at 31 March, 2014	As at 31 March, 2013
		Rs.	Rs.
A EQUITY AND LIABILITIES			
1 Shareholders' funds			500,000
(a) Share capital	3	198,263,600	(19,453,229)
(b) Reserves and surplus	4	(71,936,572)	(18,953,229)
		126,327,028	
2 Non Current Liabilities			132,500,000
(a) Long term borrowings	5	-	509,035
(b) Long term Provisions	6	507,464	133,009,035
		507,464	
3 Current liabilities			22,276,815
(a) Trade payables	7	7,531,904	951,474
(b) Other current liabilities	8	2,831,039	11,437
(c) Short term provisions	9	110,639	23,239,726
		10,473,582	
		137,308,074	137,295,532
B ASSETS			
1 Non-current assets			3,650,309
(a) Fixed assets	10	2,126,451	129,077,596
(i) Tangible assets	10	123,554,219	
(ii) Intangible assets			
		125,680,670	132,727,905
2 Current assets			105,857
(a) Inventories	11	1,046,111	2,064,696
(b) Trade receivables	12	958,997	2,325,079
(c) Cash and cash equivalents	13	3,337,289	31,006
(d) Short-term loans and advances	14	501,707	-
(e) Current Investment	15	4,186,581	40,989
(f) Other current assets	16	1,596,719	4,567,627
		11,627,404	
		137,308,074	137,295,532
See accompanying notes forming part of the financial statements	1-23		

As per our report attached.
For N.M. Rajji & Co. ,
Chartered Accountants
Regn. No. 108296W



CA. Y.N. Thakkar
Partner
Membership No. 33329

For and on behalf of the Board of Directors

Directors



Manager

Place : Mumbai
Date : 23.05.2014

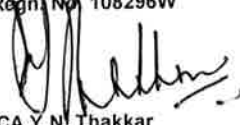
Landmark Etail Limited
Statement of Profit and Loss for the Year ended 31st March.2014

Particulars		Nota No.	For the year ended 31 March, 2014 Rs.	For the year ended 31 March, 2013 Rs.
1	Revenue from operations (Net)	17	30,551,152	27,364,965
2	Other income	18	186,581	64,672
3	Total revenue (1+2)		30,737,733	27,429,637
4	Expenses			
	(a) Purchase of traded goods	19	27,175,329	23,020,169
	(b) Decrease/(Increase) in inventory of traded goods	20	(940,254)	(105,857)
	(c) Employee benefits expense	21	11,050,704	6,866,173
	(d) Finance costs	21	6,211,768	2,065,754
	(e) Depreciation and amortisation expense	10	7,047,034	2,467,877
	(f) Other expenses	22	32,676,495	10,326,476
	Total expenses		83,221,076	44,640,692
5	(Loss) / Profit before tax (3+ 4)		(52,483,343)	(17,210,955)
6	Tax expense: Current & Deferred tax		-	-
	Total Tax expense		-	-
7	(Loss)/Profit for the year (5+ 6)		(52,483,343)	(17,210,955)
8	Earnings per share (of Rs.100/- each) Basic and Diluted	23.11 1-23	(50.54)	(9,851.72)

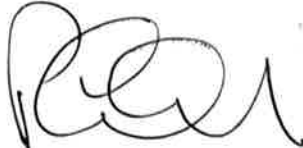
See accompanying notes forming part of the financial statements

As per our report attached.

For N.M. Rajji & Co. ,
 Chartered Accountants
 Regn. No. 108296W


 CA Y.N. Thakkar
 Partner
 Membership No. 33329

Sanjay



Directors


 Manager

Place : Mumbai
 Date : 23.05.2014

Landmark Etail Limited
Cash Flow Statement for the Year ended 31st March , 2014.

Particulars	For the year ended 31 March, 2014		For the year ended 31 March, 2013	
	Rs.	Rs.	Rs.	Rs.
A. Cash flow from operating activities				
Net (Loss) / Profit before tax		(52,483,343)		(17,210,955)
<u>Adjustments for:</u>				
Depreciation and amortisation	7,047,034		2,467,877	
Unrealised Foreign Exchange Gain	-		(64,672)	
Loss on Discard of assets	1,742,965		-	
Profit on sale of Investments	(186,581)			
Finance costs	6,211,768		2,065,754	
		14,815,186		4,468,959
Operating (loss) before working capital changes		(37,668,157)		(12,741,996)
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	(940,254)		(105,857)	
Trade receivables	1,105,699		(2,064,696)	
Short-term loans and advances	(470,701)		(31,006)	
Other current assets	(1,555,730)		(40,989)	
		(1,860,986)		(2,242,548)
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	(14,744,911)		20,286,448	
Long term Provisions	(1,571)		-	
Short Term Provisions	99,202		-	
Other current liabilities	1,879,565		1,384,711	
		(12,767,715)		21,671,159
		(14,628,701)		19,428,611
		(52,296,858)		6,686,615
Net cash flow from/(used in) operating activities (A)				
B. Cash flow from investing activities				
Acquisition of business			(130,000,000)	
Net Investment in Mutual Fund	(4,186,581)		-	
Profit on Sale of Investments	186,582		-	
Purchase of fixed assets	(1,742,765)		(5,195,782)	
Net cash flow from / (used in) investing activities (B)		(5,742,764)		(135,195,782)
C. Cash flow from financing activities				
Net decrease in Long term borrowings	(132,500,000)		132,500,000	
Issue of Share Capital	197,763,600		400,000	
Interest costs	(6,211,768)		(2,065,754)	
Net cash flow from financing activities (C)		59,051,832		130,834,246
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		1,012,210		2,325,079
Cash and cash equivalents at the beginning of the year		2,325,079		-
Cash and cash equivalents at the end of the year (Refer Note 13)		3,337,289		2,325,079

See accompanying notes forming part of the financial statements

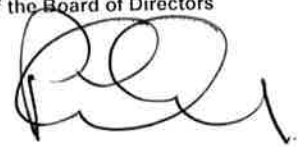
1-23

As per our report attached.
For N.M. Raiji & Co. ,
Chartered Accountants
Regn. No. 108296W


CA Y.N. Thakkar
Partner
Membership No. 33329

For and on behalf of the Board of Directors





Director


Manager

Place : Mumbai
Date : 23.05.2014

Landmark Etail Limited
Notes forming part of the financial statements

Note	Particulars
1	<p>Corporate information Landmark Etail Limited (the Company) is a large e-commerce portal selling merchandise in Books, Music, Movies, Gaming, Technology Accessories, Mobiles, Camera and Toys.</p>
2	<p>Significant accounting policies</p>
2.1	<p>Basis of accounting and preparation of financial statements The financial statements are prepared on the accrual basis of accounting and in accordance with the Accounting Standards notified by the Companies (Accounting Standards) rules, 2006 and referred to in Section 211 (3C) of the Companies Act, 1956.</p>
2.2	<p>Fixed Assets & Depreciation</p>
a	<p>Fixed Assets are stated at cost less depreciation. Costs comprise of cost of acquisition. Borrowing cost, Cost of improvement and any attributable cost of bringing the asset to condition for its intended use.</p>
b	<p>Depreciation on tangible assets is provided in accordance with the provisions of Schedule XIV to the Companies Act, 1956 under "Straight Line" method.</p>
c	<p>Improvements to Leasehold assets are depreciated over the period of lease remaining as at the date of their capitalisation</p>
d	<p>Goodwill arising as part of purchase of business is not amortised.</p>
2.3	<p>Inventories</p>
	<p>Inventories are valued at lower of cost or net realisable value.</p>
2.4	<p>Income</p>
a	<p>Sale of goods is recognised on dispatch to customers</p>
b	<p>Other operating revenues are accounted on accrual basis.</p>
2.5	<p>Retirement Benefits</p>
2.5.1	<p>Defined Contribution Plans</p>
a	<p>Company's contributions during the year towards Government administered Provident Fund, Family Pension Fund, ESIC and Labour Welfare Fund are charged to the Statement of Profit and Loss Account as incurred.</p>
2.5.2	<p>Defined Benefit Plans</p>
a	<p>Company's contribution towards Gratuity made under the Group Gratuity Scheme with Life Insurance Companies are determined based on the amounts recommended by Life Insurance Companies as per actuarial valuation.</p>
b	<p>Provision for other retirement / post retirement benefits in the form of long term compensated absences (leave encashment) has been made on the basis of actuarial valuation.</p>
2.6	<p>Foreign Currency Transactions</p>
	<p>Foreign Currency transactions are accounted at the rates prevailing on the date of transaction.</p>
	<p>Year end monetary assets and liabilities are translated at the exchange rate ruling on the date of the Balance Sheet.</p>
	<p>Exchange difference on settlement/conversion are adjusted to the Profit and Loss Account.</p>

Landmark Etail Limited
Notes forming part of the financial statements (contd)

Note	Particulars
2.7	<p>Provisions and Contingent Liabilities</p> <p>The Company recognises a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for contingent liability is made when there is possible obligation or a present obligation that may, but probably will not, require an outflow of resources. where there is a possible obligation or present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.</p>
2.8	<p>Taxation</p>
a	<p>Current tax comprises of Provision for Income Tax as determined in accordance with the provisions of Income Tax Act, 1961.</p>
b	<p>Deferred tax, subject to the consideration of prudence, is recognised on timing differences between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised to the extent that there is reasonable certainty that sufficient future tax income will be available against which such deferred tax assets can be realized. In case of unabsorbed depreciation and carry forward tax losses, deferred tax assets are recognised to the extent that there is virtual certainty that sufficient future tax income will be available against which such deferred tax assets can be realized.</p>
2.9	<p>Leases</p>
	<p>Lease arrangements where the risks and rewards incident to ownership of an asset substantially vest with the Lessor are recognised as operating leases. Lesae rents under operating leases are recognised in the Statement of Profit and Loss Account on straight line basis.</p>
2.10	<p>Borrowing cost</p>
	<p>Borrowing cost include interest, fees and other charges incurred in connection with the borrowing of funds and is considered as revenue expenditure for the year in which it is incurred. Borrowing cost attributed to the acquisition/improvement of qualifying capital assets and incurred till the commencement of intended use of the assets is capitalised as cost of the assets.</p>
2.11	<p>Impairment of assets</p>
	<p>The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.</p>

Note 3 Share capital

Particulars	As at 31 March, 2014		As at 31 March, 2013	
	Number of shares	Rs.	Number of shares	Rs.
(i) Authorised Equity shares of Rs.100 each with voting rights	2,000,000	200,000,000	10,000	1,000,000
(ii) Issued, Subscribed and fully paid up Equity shares of Rs.100 each The Company has only one class of equity share each having a par value of Rs.100. Each shareholder is entitled to one vote per equity share.	1,982,636	198,263,600	5,000	500,000
Total	1,982,636	198,263,600	5,000	500,000

(iii) The Company has equity shares having par value of Rs 100 per share. Each holder of Equity Shares is entitled to one vote per share. The shareholders have the right to receive interim dividends declared by the Board of Directors and final dividends proposed by the Board of Directors and approved by the shareholders. In the event of liquidation of the Company, the holders of Equity shares will be entitled to receive any of the remaining assets of the company, after distribution of Preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The equity shareholders have all other rights as available to the equity shareholders as per the provisions of Companies Act 1956 read together with the Memorandum of Association and Articles of Association of the company as applicable.

(iv) During the year the Company had issued 19,77,636 no. of Equity Shares of Rs. 100/- each in cash to the Holding Company, Landmark Ltd. In pursuance of Board Resolution dated 19th August 2013 and 22nd November 2013.

(v) Reconciliation of Share Capital	As at 31 March, 2014		As at 31 March, 2013	
	Nos.	Amount	Nos.	Amount
Equity shares				
Opening Balance	5,000	500,000	1,000	100,000
Add: Issued during the year	1,977,636	197,763,600	4,000	400,000
Less: Buy back during the year	-	-	-	-
Closing Balance	1,982,636	198,263,600	5,000	500,000

(vi) Details of shares held by the holding company and its subsidiaries :

Particulars	Equity shares with voting rights	
	Number of shares	
	As at 31 March, 2014	As at 31 March, 2013
Trent Limited, the holding company	1,982,636	-
Landmark Limited	-	5,000

In pursuance of High Court Order passed on 21st March 2014 Landmark Ltd. has been amalgamated with its holding Company Trent Ltd., from the appointed date i.e. 1st April, 2013.

(vii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2014		As at 31 March, 2013	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Landmark Limited	-	-	5,000	100.00%
Trent Limited	1,982,636	100.00%	-	-

Note 4 Reserves and surplus

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
Surplus in Statement of Profit and Loss		
Opening balance	(19,453,229)	(2,242,274)
Add: (Loss) for the year	(52,483,343)	(17,210,955)
Closing balance	(71,936,572)	(19,453,229)

Note 5 Long-term borrowings

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
Long term Loans - unsecured		
Trent Limited (Holding Company - Related Party)	-	132,500,000
		132,500,000
The loan taken from Holding Company carries the interest @10 % p.a. and is repayable after 3 years from the date of disbursement of loan		

Note 6 Long-term Provisions

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs.	Rs.
Provisions for Employee Benefits	507,464	509,035
Total	507,464	509,035

Landmark Etail Limited
Notes forming part of the financial statements

Note 7 Trade payables

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
Trade payables:		
(a) For Goods and Services	7,453,912	4,022,682
(b) Related parties		
(i) Trent Limited Holding Company (Landmark Limited)	-	17,839,265
(ii) Westland Limited - Fellow Subsidiary	77,992	414,868
Total	7,531,904	22,276,815

Note 8 Other current liabilities

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, VAT, Service Tax, etc.)	374,683	630,200
(ii) Advances from customers	553,318	111,709
(iii) Employee Related Liability	968,835	87,235
(iv) Others	934,203	122,330
Total	2,831,039	951,474

Note 9 Short Term Provisions

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs.	Rs.
Provisions for Employee Benefits	110,639	11,437
Total	110,639	11,437

Landmark Etail Limited
Notes forming part of the financial statements

Note 10 Fixed assets

Details	Gross Block (At cost)				Depreciation			Net Block	
	As at 01.04.2013	Additions / Adjustments	Disposals / Adjustments	As at 31.03.2014	As at 01.04.2013	For the Year	On Disposal	As at 31.03.2014	As at 31.03.2013
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
A. Tangible Assets (Owned)									
(a) Plant and Equipment	1,032,297	-	686,535	345,762	28,479	45,076	45,199	317,406	1,003,818
(b) Furniture and Fixtures	1,035,944	-	414,284	621,660	38,087	67,090	36,473	552,956	997,857
(c) Office Equipment	22,087	-	158	21,929	608	1,197	12	20,136	21,479
(d) Leasehold Premises improvements	590,859	-	590,859	-	32,603	48,337	80,940	-	558,256
(e) Computers	1,179,998	708,750	236,197	1,652,551	111,099	360,711	55,212	1,235,953	1,068,899
Total	3,861,185	708,750	1,928,033	2,641,902	210,876	522,411	217,836	2,126,451	3,650,309
Previous year	3,861,185	3,861,185		3,861,185		210,876		3,650,309	
B. Intangible Assets									
(a) Goodwill	103,615,985	-	-	103,615,985	-	-	-	103,615,985	103,615,985
(b) Computer Software	27,718,612	1,034,015	36,380	28,716,247	2,257,001	6,524,623	3,611	19,938,234	25,461,611
Total	131,334,597	1,034,015	36,380	132,332,232	2,257,001	6,524,623	3,611	123,554,219	129,077,596
Previous year	131,334,597	131,334,597		131,334,597		2,257,001		129,077,596	
GRAND TOTAL	135,195,782	1,742,765	1,964,413	134,974,134	2,467,877	7,047,034	221,447	125,680,670	132,727,905
Previous year	-	135,195,782	-	135,195,782	-	2,467,877	-	132,727,905	-

Landmark Etail Limited
Notes forming part of the financial statements

Note 11 Inventories
(At lower of cost and net realisable value)

Particulars	As at 31st March, 2014	As at 31 March, 2013
	Rs.	Rs.
Stock-in-Trade	1,046,111	105,857
Total	1,046,111	105,857

Note 12 Trade receivables

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	554,262	-
Doubtful	-	-
Less: Provision for doubtful trade receivables	-	-
	554,262	-
Other Trade receivables		
Unsecured, considered good	404,735	2,064,696
Total	958,997	2,064,696

Note 13 Cash and cash equivalents

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
(a) Balance with banks - current accounts	3,294,958	2,232,519
(b) Credit card Slips	29,789	49,635
(c) Cash on hand	12,542	42,925
Total	3,337,289	2,325,079

Note 14 Short-term loans and advances

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
<u>Unsecured, considered good</u>		
(a) Deposit with Government Authorities	45,000	30,000
(b) Loans and advances to employees	330,058	1,006
(c) Prepaid expenses	126,649	-
Total	501,707	31,006

Note 15 Current Investment

At lower of Cost or Fair Value

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
Investment in Mutual Funds at Cost (Quoted and fully paid)		
Tata Liquid Fund - Growth (1813.939 no. of Units Rs. 1000/- each) (As on 31st March 2014 Market Value is Rs. 42,93,550/-)	4,186,581	-
Total	4,186,581	-

Note 16 Other Current Assets

Particulars	As at 31 March, 2014	As at 31 March, 2013
	Rs.	Rs.
Advance to vendors	-	40,989
Receivable from Trent Ltd. - Holding Company	1,596,719	-
Total	1,596,719	40,989

Note 17 Revenue from operations

	Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
		Rs.	Rs.
(a)	Sale of products - Traded goods	31,358,343	28,034,931
	Less : VAT Expense on sales	807,191	669,965
	Total - Revenue from Operations	30,551,152	27,364,965

Note 18 Other income

	Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
		Rs.	Rs.
(a)	Foreign Exchange Gain	-	64,672
(b)	Profit on Sale of Current Investment	186,581	-
	Total	186,581	64,672

Note 19 Changes in inventories of traded goods

Note	Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
		Rs.	Rs.
(i)	Stock -in -Trade (Closing)	1,046,111	105,857
(ii)	Stock - in -Trade (Opening)	105,857	-
	Net decrease / (increase)	(940,254)	(105,857)

Note 20 Employee benefits expense

	Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
		Rs.	Rs.
(i)	Salaries and wages	10,274,845	6,356,886
(ii)	Contributions to provident and other funds	495,913	280,880
(iii)	Staff welfare expenses	279,946	228,407
	Total	11,050,704	6,866,173

Note 21 Finance costs

	Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
		Rs.	Rs.
(i)	Interest on borrowings	6,211,768	2,065,754
	Total	6,211,768	2,065,754

Landmark Etail Limited
Notes forming part of the financial statements

Note 22 Other expenses

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
	Rs.	Rs.
Packing materials	284,679	324,211
Power and fuel	458,830	437,398
Rent including lease rentals	5,438,890	498,768
Repairs and maintenance - Buildings	-	26,659
Repairs and maintenance - Machinery	3,384	2,924
Repairs and maintenance - Others	1,553,758	878,432
Backoffice processing Charges	1,162,082	862,910
Freight on sales	4,178,407	2,646,435
Rates and taxes	57,795	70,062
Communication	400,597	231,374
Travelling and conveyance	2,074,267	752,325
Printing and stationery	206,932	231,465
Business promotion	244,650	619,181
Legal and professional charges	12,672,748	2,083,690
ROC Filing Fees	1,095,800	600
Payments to auditors	106,742	67,500
Security Expenses	265,676	242,595
Housekeeping Expenses	119,439	122,624
Loss on Discard of assets	1,742,965	-
Bank and Collection Charges	521,240	98,776
Miscellaneous expenses	87,614	128,546
Total	32,676,495	10,326,476

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
	Rs.	Rs.
(i) Payments to the auditors comprises (including Service Tax)		
As auditors - statutory audit	56,180	56,180
For other services	50,562	11,320
Reimbursement of expenses	-	-
Total	106,742	67,500

Note 23 Additional information to the financial statements

Note	Particulars				
23.1	Acquisition				
	During FY 2012-13, the Company had acquired the etail busines from Eartstwhile Landmark Limited (the holding company) as a going concern as of 31st August, 2012 for a consideration of Rs.13 crores.				
		As at 31st March, 2014	As at 31 March, 2013		
		Rs.	Rs.		
23.2	Contingent liabilities and commitments (to the extent not provided for)				
(i)	Contingent liabilities	Nil	Nil		
(ii)	Capital Commitments	Nil	Nil		
(iii)	Other Commitments	Nil	Nil		
23.3	Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006				
	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, 2014. This information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.				
23.4	Details on derivatives instruments and unhedged foreign currency exposures				
	I. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:				
		As at 31st March, 2014		As at 31st March, 2013	
	Currency	Amount in in Foreign currency	Amount in Rs.	Amount in in Foreign currency	Amount in Rs.
	Payable GBP	7,500	747,150	7,968	657,758
	Payable USD	33,311	1,994,018	15,460	881,056
23.5	Sales, Purchases, Opening and Closing Stocks from 01.04.2013 to 31.03.2014. Figures in brackets indicate for the corresponding number for the previous year.				
	Class of goods	Sales (Rs.)	Purchases (Rs.)	Opening Stock (Rs.)	Closing Stock (Rs.)
	Books, Movies, Stationery and Games etc.	31,358,343 (28,034,931)	27,175,329 (23,020,169)	105,857.00 (-)	1,046,111 (105,857)
23.6	Value of imports calculated on CIF basis :				
		As at 31st March, 2014		As at 31 March, 2013	
		Rs.		Rs.	
	Traded Goods	8,756,667		881,056	
	Cost of Content for Downloading of E-books	359,090		-	
	Capital goods	-		3,295,301	
		9,115,757		4,176,357	
23.7	Expenditure in foreign currency :				
	Professional Fees:				
	- Software Maintenance and Consulting	803,672		657,758	
	- Annual Maintenance of Internet Platform	2,735,429		-	
	- Service Fee for Downloading of E-Books	1,182,765		-	
		4,721,866		657,758	
23.8	Earnings in foreign exchange :				
	Sale of Goods				
		-		-	

Note 23 Disclosures under Accounting Standards (contd.)

Note	Particulars		
23.9	Employee benefit plans		
23.9.a	<u>Defined contribution plans</u> The Company makes Provident Fund contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised Rs. 495,913/- (Year ended 31 March, 2013 Rs. 280,880/-) for Provident Fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.		
23.9.b	<u>Defined benefit plans</u>		
	<u>a) Gratuity</u> The following table sets out the funded status of the defined benefit schemes and the amount recognised in the financial statements:		
	Particulars	Year ended 31 March, 2014	Year ended 31 March, 2013
	Components of employer expense		
	Current service cost	141,659	-
	Interest cost	52,841	-
	Expected return on plan assets	-	-
	Actuarial losses/(gains) *	(194,500)	-
	Total expense recognised in the Statement of Profit and Loss	-	-
	Actual contribution and benefit payments for year		
	Actual benefit payments	-	-
	Actual contributions	-	-
	Net asset / (liability) recognised in the Balance Sheet		
	Present value of defined benefit obligation	(523,683)	(520,472)
	Fair value of plan assets	635,061	-
	Funded status [Surplus / (Deficit)]	(111,378)	-
	Net asset / (liability) recognised in the Balance Sheet	-	(520,472)
	Change in defined benefit obligations (DBO) during the year		
	Present value of DBO at beginning of the year	520,472	-
	Current service cost	141,659	-
	Interest cost	52,841	-
	Actuarial (gains) / losses	(191,289)	(295,409)
	Liabilities assumed on acquisition	-	815,881
	Present value of DBO at the end of the year	523,683	520,472
	Change in fair value of assets during the year		
	Plan assets at beginning of the year	-	-
	Acquisition adjustment	-	-
	Expected return on plan assets	-	-
	Actual company contributions	595,748	-
	Actuarial gains / (losses)	39,313	-
	Benefits paid	-	-
	Plan assets at the end of the year	-	-
	Actual return on plan assets	635,061	-
	Actuarial assumptions		
	Discount rate	9.20%	8.05%
	Expected return on plan assets	7.50%	0.00%
	Salary escalation	7.00%	6.00%
	Attrition	1 % - 2%	2.00%
	Note: Actuarial Gain has not been recognised in the Statement of Profit and Loss.		
	<u>b. Leave Encashment</u> Leave encashment (Long term compensated absences) recognised as expenses for the year is Rs. 5,98,682 (For F.Y. 2012 - 13: Nil) The above is based on the actuarial valuation report. The report considers assumptions with respect to discount rate, salary escalations, retirement age, mortality, rates of leaving services, leave availment pattern, disability and other relevant factors. The method used is Project Unit Credit Method		

Note 23 Disclosures under Accounting Standards (contd.)

Note	Particulars		
23.10	Related party transactions		
23.10.a	Details of related parties: Parties where control exists Trent Limited - Holding Company .		
	Other related parties with whom transactions have taken place during the year Westland Limited - Fellow Subsidiary		
	Key Management Personnel Arun Naikar (From 01.01.2014 to 31.03.2014)		
	Directors of the Company S.W.Kamat P.K.Anand (w.e.f 31st December. 2012) G Sundar rajan (Upto 1st Sep 2013) Mr. P. Auld		
23.10.b	Details of related party transactions during the year and balances outstanding as at end 31st March 2014		
		Year ended 31 March, 2014	Year ended 31 March, 2013
A	Transactions during the year		
(i)	Purchase of goods		
	Westland Limited	279,472	414,868
	Landmark Limited	-	1,063,506
	Trent Ltd	5,185,826	
(ii)	Reimbursement of Expenses		
	Trent Limited	166,020	32,020.00
	Landmark Limited	-	182,223.00
	Trent Ltd	15,199,773	
(iii)	Interest paid during the year		
	Trent Limited	6,056,164	2,065,754
(iv)	Purchase of Business		
	Landmark Limited	-	130,000,000
v)	Collection of Other Receipt & Expenses from Landmark Limited		
	Landmark Limited	-	4,928,613
	Trent Ltd	18,938,382	
(vi)	Loan taken during the year		
	Trent Limited	19,500,000	132,500,000
vii)	Loan Paid during the year		
	Trent Limited	152,000,000	
viii)	Issued Share Capital		
	Landmark Limited	-	400,000.00
	Trent Ltd	197,763,600	
ix)	Transaction with Key Management Personnel		
	Salary (From 1st Jan 2014 to 31st March 2014)	413,748	
B	Balances outstanding at the end of the year		
(i)	Trade payables		
	Landmark Limited	-	17,807,245
	Westland Limited	77,992	414,868
	Trent Limited	-	32,020
(ii)	Receivable Balance		
	Trent Limited	1,596,719	-
(ii)	Loan		
	Trent Limited		132,500,000

Note 23 Disclosures under Accounting Standards (contd.)

Note	Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
		Rs.	Rs.
23.11	Earnings per share		
	Basic and Diluted		
	Net profit / (loss) for the year	(52,483,343)	(17,210,955)
	Weighted average number of equity shares	1,038,462	1,747
	Par value per share	100	100
	Earnings per share - Basic	(50.54)	(9,851.72)

23.12	Segment Information The entire operations of the company relate to only one segment viz. retailing. Separate secondary segment disclosure also is not required as the entire company's sale is in the domestic market.
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23.13	Remuneration to Manager	For the period ended 1st Jan 2014 to 31st March 2014	For the year ended 31 March, 2013
		31 March, 2014	
	Salary	396,843	-
	Employer Contribution to Provident Fund	16,905	-
	Total	413,748	-
	Manager is also eligible for gratuity and leave encashment as per his term of appointment as " Business Head " which has not been considered above.		

23.14	Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.
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