

**INDEPENDENT AUDITORS' REPORT****To the Members of M/s Bahubali Tie-Up Private Limited****Report on the Financial Statements**

We have audited the accompanying financial statements of **Bahubali Tie-Up Private Limited**, which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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



### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

As required by Companies (Auditors Report) Order, 2016 issued by Central Government of India in terms of Sub Section (11) of Section 143 of the Act on the matters specified in paragraph 3 and 4 of the said order, we further report that-

- i.
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us company does not have Fixed Assets under the head fixed assets, hence clause is not applicable.
  - c) The company does not have any immovable property under the head fixed assets, hence clause is not applicable.
- ii. As explained to us, the inventory has been physically verified by the management at regular intervals.  
No material discrepancies were noticed on such verification.
- iii.
  - a) The company has granted unsecured loans to parties covered in the register maintained under section 189 of the Companies Act 2013.
  - b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
  - c) The loan being repayable on demand, clause regarding schedule of repayment is not applicable.  
No party has defaulted in repayment of loan and interest accrued thereon.
- iv. According to the records of the company examined by us and according to the information and explanations given to us, we are of the opinion that, the Company has not has neither given any guarantees nor any security to any party covered in the register maintained under section 185 or 186. No loan has been given by company in violation of section 185. Further, loan given and investment made are in compliance with section 186.
- v. The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi. The rules regarding maintenance of cost records which have been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.
- vii.
  - a) According to the records of the company examined by us and according to the information and explanations given to us, in our opinion the company has generally been regular in depositing undisputed statutory dues including income tax, service tax, duty of custom, duty of excise, cess and any other material statutory dues. There are no undisputed statutory dues unpaid for a period of





more than six months from the date they become payable. Taxes not stated are not applicable to the company.

b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, service tax, which have not been deposited on account of any dispute. . Taxes not stated are not applicable to the company.

- viii. According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the company does not have any outstanding from financial institution not had issued any debentures.
- ix. According to the information and explanations given to us, neither any money was raised by way of initial public offer or further public offer (including debt instruments) nor any term loan has been raised, hence the clause is not applicable.
- x. According to the information and explanations given to us, we report that neither any fraud by the company nor on the company by its officers / employees has been noticed or reported during the year.
- xi. As examined by us, the company has not paid remuneration to managerial personnel during the period in accordance with the requisite approval mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. The company is not a nidhi company. Hence clause is not applicable.
- xiii. According to the information and explanations given to us, we are of the opinion that all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, we report that the company has neither made any preferential allotment or private placement of shares nor fully or partly convertible debentures during the year under review. Hence clause is not applicable.
- xv. According to the information and explanations given to us, we report that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence clause is not applicable.
- xvi. According to the information and explanations given to us, we report that company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934 and has obtained such registration.



**Report on Other Legal and Regulatory Requirements**

As required by Section 143 (3) of the Act, we report that:

1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
6. With respect to the adequacy of the internal financial controls over financials reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a) There are no pending litigations against the Company.
  - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - d) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note No.27 to the financial statements.

For **Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E



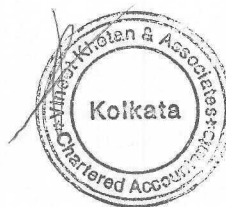
Vineet Khetan

Proprietor

Membership No.060270

Place: 3B, Lal bazar Street, Kolkata - 700001

Date, The 26th day of May 2017





**ANNEXURE A - REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF  
SECTION 143 OF THE COMPANIES ACT, 2013**

**To the Members of M/s Bahubali Tie-Up Private Limited**

We have audited the internal financial controls over financial reporting of Bahubali Tie-Up Private Limited as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- i) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and those receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company.
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Vineet Khetan & Associates

Chartered Accountants

Registration No. 324428E



Vineet Khetan

Proprietor

Membership No.060270

Place: 3B, Lal bazar Street, Kolkata - 700001

Date, The 26th day of May 2017



# Bahubali Tie-Up Private Limited

Balance Sheet as at 31st March 2017

Particulars	Notes No.	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000		100,000	
b) Reserves & Surplus	2	11,189,035	11,289,035	8,984,044	9,084,044
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	8,985,937		10,964,573	
b) Other Long Term Liabilities	4	2,154,498	11,140,435	2,154,498	13,119,071
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	13,806,723		10,009,957	
b) Trade Payables	6	186,090		6,092	
c) Other Current Liabilities	7	2,127,529		4,355,127	
d) Short Term Provisions	8	531,000	16,651,342	350,000	14,721,176
<b>Total</b>			<b>39,080,812</b>		<b>36,924,291</b>
<b>II ASSETS</b>					
<b>1. Non - Current Assets</b>					
a) Long term Loans & Advances	9		181,256		181,255
<b>1. Current Assets</b>					
a) Inventories	10	36,307,328		35,032,209	
b) Trade Receivable	11	13,170		1,593	
c) Cash and Bank Balances	12	495,676		377,478	
d) Short Term Loans & Advances	13	1,777,773		1,024,735	
e) Other Current Assets	14	305,610	38,899,557	307,021	36,743,036
<b>Total</b>			<b>39,080,812</b>		<b>36,924,291</b>
Significant accounting policies and other notes to accounts	21 to 28				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

**Vineet Khetan**

Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

For and on behalf of the Board of Directors

BAHUBALI TIE UP PVT. LTD.

*Pradeep Hise*  
Director

Director

BAHUBALI TIE UP PVT. LTD.

*Pradeep Hise*

Director

Director





# Bahubali Tie-Up Private Limited

Statements of Profit and Loss for the year ended 31st March 2017

Particulars	Notes No.	For the year ended 31st March 2017 (Amount in `)		For the year ended 31st March 2016 (Amount in `)	
<b><u>REVENUE</u></b>					
Revenue From Operations	15		---		85,583
Other Income	16		4,414,058		3,882,984
			<b>4,414,058</b>		<b>3,968,567</b>
<b><u>EXPENSES</u></b>					
Construction Activity Expenses	17		1,275,119		1,502,007
Changes in Inventories of Finished Goods and Work in Progress	18		(1,275,119)		(1,502,007)
Finance Costs	19		1,413,014		1,646,375
Other Expenses	20		253,377		755,437
			<b>1,666,391</b>		<b>2,401,812</b>
<b>PROFIT BEFORE TAX</b>			<b>2,747,667</b>		<b>1,566,755</b>
Less: Provision For Tax					
- Current Tax		531,000		350,000	
- Tax For Earlier Years		11,676	542,676	140	350,140
<b>PROFIT AFTER TAX</b>			<b>2,204,991</b>		<b>1,216,615</b>
<b><u>EARNINGS PER SHARE (OF ` PER EQUITY SHARE)</u></b>					
- Basic			220.50		121.66
- Diluted			220.50		121.66
Notes referred to above forms an integral part of the Financial Statements	21 to 28				

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

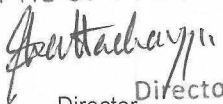
Chartered Accountants  
Registration No. 324428E

For and on behalf of the Board of Directors

BAHUBALI TIE UP PVT. LTD.

BAHUBALI TIE UP PVT. LTD.

  
**Vineet Khetan**  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

  
Director

Director

Director



# Bahubali Tie-Up Private Limited

Cash Flow Statement for the year ended 31st March, 2016

Cash Flow Statement	For the year ended 31st March, 2017 (Amount in `)		For the year ended 31st March, 2016 (Amount in `)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		2,747,667		1,566,755
Adjustments for				
Interest Paid	167,601	167,601	694,638	694,638
<b>Operating Profit Before Working Capital Changes</b>		<b>2,915,268</b>		<b>2,261,393</b>
(Increase) / Decrease in Inventories	(1,275,119)		(1,502,006)	
(Increase) / Decrease in Trade receivables	(11,577)		(297)	
(Increase) / Decrease of Long-Term Advances	(1)		(180,125)	
(Increase) / Decrease of Short-Term Advances	(753,038)		(16,557)	
(Increase) / Decrease of Other Current Assets	1,411		(68,026)	
Increase / (Decrease) in Trade Payables	179,998		6,092	
Increase / (Decrease) of Long term Liabilities	-		---	
Increase / (Decrease) of Other Current Liabilities	(2,227,598)	(4,085,923)	1,171,416	(589,503)
<b>Cash generated from operations</b>		<b>(1,170,656)</b>		<b>1,671,890</b>
Less: Direct taxes paid/ (Refunds) including Interest (Net)		361,676		766,640
Cash Flow before Exceptional Items		(1,532,332)		905,250
<b>Net cash Generated/(used) from operating activities</b>		<b>(1,532,332)</b>		<b>905,250</b>
<b>B. Cash Flow from Investing Activities :</b>				
Net cash from investing activities		---		---
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Short Term Borrowings	3,796,766		1,497,769	
Proceeds / (Repayment) of Long Term Borrowings	(1,978,636)		(1,724,675)	
Security Deposit paid to WBSEDCL	---		---	
Interest Paid	(167,601)	1,650,529	(694,638)	(921,544)
<b>Net cash generated/(used) in financing activities</b>		<b>1,650,529</b>		<b>(921,544)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>118,197</b>		<b>(16,294)</b>
Cash and cash equivalents -Opening balance		377,478		393,772
		<b>495,676</b>		<b>377,478</b>
<b>Cash and cash equivalents -Closing balance</b>		<b>495,676</b>		<b>377,478</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		42,245		53,585
Cash on hand (As certified by the management)		453,431		323,893
		<b>495,676</b>		<b>377,478</b>

This is the Cash Flow Statement referred to in our report of even date.

For and on behalf of the Board

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

**Vineet Khetan**

Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata-1  
26th May, 2017

BAHUBALI TIE UP PVT. LTD.

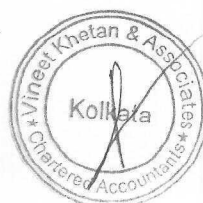
*[Signature]*  
Director

BAHUBALI TIE UP PVT. LTD.

*[Signature]*  
Director

Director

Director



# Bahubali Tie-Up Private Limited

## Notes to Financial Statement

Particulars	As at 31st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 1</b>		
<b>SHARE CAPITAL</b>		
a. <u>Authorised Share Capital</u>		
Number of Equity shares		
20 000 (Previous year 20,000)	200,000	200,000
b. <u>Issued, subscribed and paid-up share capital :</u>	200,000	200,000
Number of Equity shares fully paid up		
10,000 (Previous year 10,000)	100,000	100,000
c. <u>Par value per share</u>	100,000	100,000
Equity shares	10	10
	10	10

### d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year

Particulars	31st March 2017	31st March 2016
Number of shares outstanding as at the beginning of the year	10,000	10,000
Add: Number of shares issued during the year	---	---
Less: Number of shares bought back during the year	---	---
Number of shares outstanding as at the end of the year	10,000	10,000

### e. Details of shareholders holding more than 5% shares, with voting rights.

Sl. No	Name of Equity shareholders	As at 31 March, 2017		As at 31 March, 2016	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	10,000	100	10,000	100

Particulars	As at 31st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
i.e. <u>Balance in Statement of Profit and Loss</u>		
Opening Balance	8,984,044	7,767,429
Add : Profit during the year	2,204,991	1,216,615
	11,189,035	8,984,044
	11,189,035	8,984,044
<b>Notes No. - 3</b>		
<b>LONG TERM BORROWINGS</b>		
Term Loan	8,985,938	10,964,574
	8,985,938	10,964,574
<b>Notes No. - 4</b>		
<b>OTHER LONG TERM LIABILITIES</b>		
Advance against properties	---	---
Sundry Deposits	2,154,498	2,154,498
	2,154,498	2,154,498



**Bahubali Tie-Up Private Limited**

Notes to Financial Statement

Particulars	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>Notes No. - 5</b>				
<b><u>SHORT TERM BORROWINGS</u></b>				
From Other Than Bank (Unsecured)				
Related Parties	---		---	
Others	12,809,957		9,302,188	
Add: Interest accrued and due	996,766	13,806,723	707,769	10,009,957
		<b>13,806,723</b>		<b>10,009,957</b>
<b>Notes No. - 6</b>				
<b><u>TRADE PAYABLES</u></b>				
<b><u>Expenses</u></b>				
Trade Payables *		186,090		6,092
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.				
		<b>186,090</b>		<b>6,092</b>
<b>Notes No. - 7</b>				
<b><u>OTHER CURRENT LIABILITIES</u></b>				
Book Overdraft from Banks		---		890,897
Current Maturities of Long Term Loan		1,903,698		1,682,689
Interest accrued but not due (from LTB)		98,788		113,579
Outstanding Statutory Payment		117,963		94,607
Other Liability		7,080		1,573,355
		<b>2,127,529</b>		<b>4,355,127</b>
<b>Notes No. - 8</b>				
<b><u>SHORT TERM PROVISIONS</u></b>				
Provision For Taxation		531,000		350,000
		<b>531,000</b>		<b>350,000</b>
<b>Notes No. - 9</b>				
<b><u>LONG TERM LOANS AND ADVANCES</u></b>				
Sundry Deposits		181,256		181,255
		<b>181,256</b>		<b>181,255</b>
<b>Notes No. - 10</b>				
<b><u>INVENTORIES</u></b>				
Finished Goods		28,475,275		28,475,275
Work in Progress		7,832,053		6,556,934
		<b>36,307,328</b>		<b>35,032,209</b>
<b>Notes No. - 11</b>				
<b><u>TRADE RECEIVABLE</u></b>				
(Unsecured, considered good)				
Debts outstanding for a period exceeding six months		---		---
Other Debts		13,170		1,593
		<b>13,170</b>		<b>1,593</b>
<b>Notes No. - 12</b>				
<b><u>CASH AND BANK BALANCES</u></b>				
Cash and Cash Equivalents :				
Balances with Banks	453,431		323,893	
Cash In hand (As certified by the management)	42,245		53,585	
		<b>495,676</b>		<b>377,478</b>
		<b>495,676</b>		<b>377,478</b>
<b>Notes No. - 13</b>				
<b><u>SHORT TERM LOANS &amp; ADVANCES</u></b>				
(Unsecured, considered good)				
Other Advances		1,777,773		1,024,735
		<b>1,777,773</b>		<b>1,024,735</b>
<b>Notes No. - 14</b>				
<b><u>OTHER CURRENT ASSETS</u></b>				
Service tax Input		---		46,761
Income Tax advance and TDS		305,610		260,260
		<b>305,610</b>		<b>307,021</b>



# Bahubali Tie-Up Private Limited

Notes to Financial Statement

Particulars	For the year ended 31st March 2017 (Amount in `)	For the year ended 31st March 2016 (Amount in `)
<b>Notes No. - 15</b>		
<b>REVENUE FROM OPERATIONS</b>		
Sales & Services	---	---
Construction Activities	---	85,583
Maintenance And Other Charges	---	85,583
<b>Notes No. - 16</b>		
<b>OTHER INCOME</b>		
Miscellaneous Income	---	---
Rental Income	4,414,058	3,882,984
Interest Received on FD/NSC	---	---
	4,414,058	3,882,984
<b>Notes No. - 17</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Land development cost	---	---
Construction and other Materials	---	---
Interest on Project Loan*	---	---
Professional Charges	---	---
Interest Paid on Loan	---	---
Other Construction Expenses	1,107,518	807,369
	167,601	694,638
	---	---
	1,275,119	1,502,007
<b>Notes No. - 18</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
Opening stock		
Finished Goods	28,475,275	28,357,934
Work in Progress	6,556,934	5,172,268
Sub Total (A)	35,032,209	33,530,202
Closing stock		
Finished Goods	28,475,275	28,475,275
Work in Progress (As certified by the management)	7,832,053	6,556,934
Sub Total (B)	36,307,328	35,032,209
Total (A - B)	(1,275,119)	(1,502,007)
<b>Notes No. - 19</b>		
<b>FINANCE COSTS</b>		
Finance Charges	---	---
Bank Interest	1,411,784	1,645,747
Bank Charges	1,230	628
	1,413,014	1,646,375
<b>Notes No. - 20</b>		
<b>OTHER EXPENSES</b>		
Legal and Professional Charges	---	620
Rates & Taxes	---	4,423
Interest on TDS	5,093	---
Interest on Service Tax	291	---
Repair & Maintenance	155	---
Filing Fees	237,766	736,083
Auditors Remuneration :	3,176	1,240
- Statutory Audit Fee	---	---
- Tax Audit Fee	---	---
Conveyance Expenses	5,000	5,000
General Expenses	1,896	5,407
	---	2,664
	253,377	755,437





## **21. SIGNIFICANT ACCOUNTING POLICIES**

### **A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

### **B. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

### **C. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.  
Provision for obsolescence in inventories is made, wherever required.  
Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.  
Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

### **D. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### **E. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

### **F. EMPLOYEE BENEFITS**

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.
  - b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

### **G. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.



#### H. TAXATION

- Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

#### I. PROVISIONS/CONTINGENCIES

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

#### 22. EARNINGS PER SHARE IN ACCORDANCE WITH AS-20

Earnings per share is computed as under:-		As at 31st March, 2017	As at 31st March, 2016
Profit available for Equity Shareholders	(A) (Rs.)	2,204,991	1,216,615
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,000	10,000
Earnings per share (Face value of ` 10/- per Equity Share)			
Basic & Diluted	(A/B) (Rs.)	220.50	121.66

#### 23. SEGMENT REPORTING:-

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

#### 24. RELATED PARTY DISCLOSURES IN ACCORDANCE WITH AS - 18:-

The company had no enterprise under its control during the year under review.

The company had no transactions with any Key Management Personnel & their relatives.

The Company has no transactions with Person / Entities able to exercise control by virtue of shareholding.

- In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.

- Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of the current year.

- Disclosure in accordance with requirements under Sch III regarding cash statement during 08.11.16 to 30.12.16.

Particulars	Specified Bank	Other Notes	Total
	Notes (SBN)		
Closing cash in hand as on 08.11.16	---	42924	42924
Add: Permitted receipts	---	0	0
Less: Permitted payments	---	80	80
Less: Amount Deposited in banks	---	---	---
Closing cash in hand as on 30.12.16	---	42844	42844

- Note 1 to 27 forms an integral part of financial statements

For Vineet Khetan & Associates

Chartered Accountants

Registration No. 324428E

*Vineet Khetan*

Vineet Khetan

Proprietor

Membership No.060270

3B, Lal bazar Street,  
Kolkata-1  
26th May, 2017

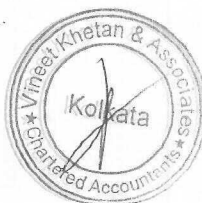
For and on behalf of the Board of Directors

BAHUBALI TIE UP PVT. LTD.

*Pradeep Mishra*  
Director

BAHUBALI TIE UP PVT. LTD.

*Pradeep Mishra*  
Director



**INDEPENDENT AUDITORS' REPORT****To the Members of M/s Baron Suppliers Private Limited****Report on the Financial Statements**

We have audited the accompanying financial statements of **Baron Suppliers Private Limited**, which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

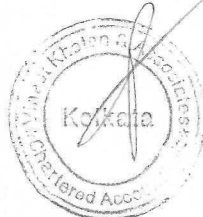
The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance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

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.



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

### Opinion

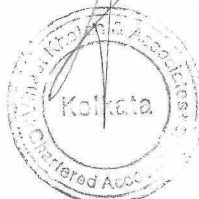
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

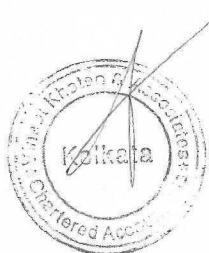
### Report on Other Legal and Regulatory Requirements

As required by Companies (Auditors Report) Order, 2016 issued by Central Government of India in terms of Sub Section (11) of Section 143 of the Act on the matters specified in paragraph 3 and 4 of the said order, we further report that-

- i.
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us company does not have Fixed Assets under the head fixed assets, hence clause is not applicable.
  - c) The company does not have any immovable property under the head fixed assets, hence clause is not applicable.
- ii. As explained to us, the inventory has been physically verified by the management at regular intervals. No material discrepancies were noticed on such verification.
- iii.
  - a) The company has granted unsecured loans to parties covered in the register maintained under section 189 of the Companies Act 2013.
  - b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
  - c) The loan being repayable on demand, clause regarding schedule of repayment is not applicable. No party has defaulted in repayment of loan and interest accrued thereon.
- iv. According to the records of the company examined by us and according to the information and explanations given to us, we are of the opinion that, the Company has not has neither given any guarantees nor any security to any party covered in the register maintained under section 185 or 186. No loan has been given by company in violation of section 185. Further, loan given and investment made are in compliance with section 186.
- v. The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi. The rules regarding maintenance of cost records which have been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.



- vii. a) According to the records of the company examined by us and according to the information and explanations given to us, in our opinion the company has generally been regular in depositing undisputed statutory dues including income tax, service tax, duty of custom, duty of excise, cess and any other material statutory dues. There are no undisputed statutory dues unpaid for a period of more than six months from the date they become payable. Taxes not stated are not applicable to the company.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, service tax, which have not been deposited on account of any dispute. . Taxes not stated are not applicable to the company.
- viii. According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the company does not have any outstanding from financial institution not had issued any debentures.
- ix. According to the information and explanations given to us, neither any money was raised by way of initial public offer or further public offer (including debt instruments) nor any term loan has been raised, hence the clause is not applicable.
- x. According to the information and explanations given to us, we report that neither any fraud by the company nor on the company by its officers / employees has been noticed or reported during the year.
- xi. As examined by us, the company has not paid remuneration to managerial personnel during the period in accordance with the requisite approval mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. The company is not a nidhi company. Hence clause is not applicable.
- xiii. According to the information and explanations given to us, we are of the opinion that all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, we report that the company has neither made any preferential allotment or private placement of shares nor fully or partly convertible debentures during the year under review. Hence clause is not applicable.
- xv. According to the information and explanations given to us, we report that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence clause is not applicable.
- xvi. According to the information and explanations given to us, we report that company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934 and has obtained such registration.





**Report on Other Legal and Regulatory Requirements**

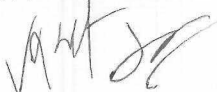
As required by Section 143 (3) of the Act, we report that:

1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
6. With respect to the adequacy of the internal financial controls over financials reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a) There are no pending litigations against the Company.
  - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - d) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note No.28 to the financial statements.

For Vineet Khetan & Associates

Chartered Accountants

Registration No. 324428E



Vineet Khetan

Proprietor

Membership No.060270

Place: 3B, Lal bazar Street, Kolkata - 700001

Date, The 26th day of May 2017





**ANNEXURE A - REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF  
SECTION 143 OF THE COMPANIES ACT, 2013**

**To the Members of M/s Baron Suppliers Private Limited**

We have audited the internal financial controls over financial reporting of **Baron Suppliers Private Limited** as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- i) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and those receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company.
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Vineet Khetan & Associates

Chartered Accountants

Registration No. 324428E



Vineet Khetan

Proprietor

Membership No.060270

Place: 3B, Lal bazar Street, Kolkata - 700001

Date, The 26th day of May 2017



# Baron Suppliers Private Limited

Balance Sheet as at 31st March 2017

Particulars	Notes No.	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000		100,000	
b) Reserves & Surplus	2	11,106,217	11,206,217	8,989,101	9,089,101
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	8,985,938		10,964,574	
b) Other Long Term Liabilities	4	2,154,498	11,140,436	2,154,498	13,119,072
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	13,677,375		9,534,972	
b) Trade Payables	6	67,169		6,091	
c) Other Current Liabilities	7	2,724,848		5,811,310	
d) Short Term Provisions	8	543,100	17,012,491	350,000	15,702,372
<b>Total</b>			<b>39,359,144</b>		<b>37,910,545</b>
<b>II ASSETS</b>					
<b>1. Non - Current Assets</b>					
a) Long term Loans & Advances	9	180,125	180,125	180,125	180,125
<b>1. Current Assets</b>					
a) Inventories	10	38,317,902		37,042,034	
b) Trade Receivable	11	37,504		1,595	
c) Cash and Bank Balances	12	490,332		383,931	
d) Short Term Loans & Advances	13	27,671		---	
e) Other Current Assets	14	305,610	39,179,019	302,860	37,730,420
<b>Total</b>			<b>39,359,144</b>		<b>37,910,545</b>
Significant accounting policies and other notes to accounts	21 to 29				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

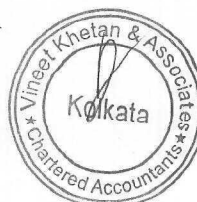
For and on behalf of the Board of Directors

BARON SUPPLIERS PVT. LTD.

*Shatish Chatterjee*  
Director

BARON SUPPLIERS PVT. LTD.

*Pradeep Mirani*  
Director



# Baron Suppliers Private Limited

Statements of Profit and Loss for the year ended 31st March 2017

Particulars	Notes No.	For the year ended 31st March 2017 (Amount in `)	For the year ended 31st March 2016 (Amount in `)
<b>REVENUE</b>			
Revenue From Operations	15	---	85,583
Other Income	16	4,414,058	3,882,984
		<b>4,414,058</b>	<b>3,968,567</b>
<b>EXPENSES</b>			
Construction Activity Expenses	17	1,275,868	973,300
Changes in Inventories of Finished Goods and Work in Progress	18	(1,275,868)	(973,300)
Finance Costs	19	1,413,000	1,645,747
Other Expenses	20	247,936	756,366
		<b>1,660,936</b>	<b>2,402,113</b>
<b>PROFIT BEFORE TAX</b>		<b>2,753,122</b>	<b>1,566,454</b>
Less: Provision For Tax			
- Current Tax		543,100	350,000
- Tax For Earlier Years		92,906	847
		<b>636,006</b>	<b>350,847</b>
<b>PROFIT AFTER TAX</b>		<b>2,117,116</b>	<b>1,215,607</b>
<b>EARNINGS PER SHARE (OF ` PER EQUITY SHARE)</b>			
- Basic		211.71	121.56
- Diluted		211.71	121.56
Significant accounting policies and other notes to accounts	21 to 29		
Notes referred to above forms an integral part of the Financial Statements			

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No . 324428E

Vineet Khetan

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

26th May, 2017

For and on behalf of the Board of Directors

BARON SUPPLIERS PVT. LTD.

*Shakti Chatterjee*  
Director

BARON SUPPLIERS PVT. LTD.

*Pradeep Mishra*  
Director

Director

Director





# Baron Suppliers Private Limited

Cash Flow Statement for the year ended 31st March, 2017

Cash Flow Statement	For the year ended 31st March, 2017 (Amount in `)		For the year ended 31st March, 2016 (Amount in `)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		2,753,122		1,566,454
Adjustments for				
Interest Paid	1,413,000	1,413,000	1,645,747	1,645,747
<b>Operating Profit Before Working Capital Changes</b>		<b>4,166,122</b>		<b>3,212,201</b>
(Increase) / Decrease in Inventories	(1,275,868)		(973,300)	
(Increase) / Decrease in Trade receivables	(35,909)		(297)	
(Increase) / Decrease of Long-Term Advances	---		(180,125)	
(Increase) / Decrease of Short-Term Advances	(27,671)		---	
(Increase) / Decrease of Other Current Assets	(2,750)		(63,865)	
Increase / (Decrease) in Trade Payables	61,078		6,091	
Increase / (Decrease) of Long term Liabilities	---		---	
Increase / (Decrease) of Other Current Liabilities	(3,086,462)	(4,367,582)	1,208,603	(2,893)
<b>Cash generated from operations</b>		<b>(201,460)</b>		<b>3,209,308</b>
Less: Direct taxes paid/ (Refunds) including Interest (Net)		442,906		767,847
Cash Flow before Exceptional Items		(644,366)		2,441,461
<b>Net cash Generated/(used) from operating activities</b>		<b>(644,366)</b>		<b>2,441,461</b>
<b>B. Cash Flow from Investing Activities :</b>				
Net cash from investing activities		---		---
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Long Term Borrowings	(1,978,636)		(1,724,674)	
Proceeds / (Repayment) of Short Term Borrowings	4,142,403		940,487	
Interest Paid	(1,413,000)	750,767	(1,645,747)	(2,429,934)
<b>Net cash generated/(used) in financing activities</b>		<b>750,767</b>		<b>(2,429,934)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>106,401</b>		<b>11,526</b>
Cash and cash equivalents -Opening balance		383,931		372,405
<b>Cash and cash equivalents -Closing balance</b>		<b>490,332</b>		<b>383,931</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		430,470		323,893
Cash on hand (As certified by the management)		59,862		60,038
		<b>490,332</b>		<b>383,931</b>

This is the Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

For and on behalf of the Board

BARON SUPPLIERS PVT. LTD.

BARON SUPPLIERS PVT. LTD.

*Shakti Chatterjee*  
Director

*Pradeep Hirkawa*  
Director

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata-1

26th May, 2017



**Baron Suppliers Private Limited**

Notes to Financial Statement

Particulars	For the year ended 31st March 2017 (Amount in `)	For the year ended 31st March 2016 (Amount in `)
<b>Notes No. - 15</b>		
<b>REVENUE FROM OPERATIONS</b>		
Sales & Services		
Construction Activities	---	---
Other Charges	---	85,583
	---	85,583
<b>Notes No. - 16</b>		
<b>OTHER INCOME</b>		
Miscellaneous Income		
Rental Income	4,414,058	3,882,984
Interest received on FD/NSC	---	---
	4,414,058	3,882,984
<b>Notes No. - 17</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Cost of Land	---	---
Land development cost	---	---
Construction and other Materials	---	---
Interest on Project Loan*	1,108,266	789,430
Professional Charges	---	---
Other Construction Expenses	167,602	183,870
	1,275,868	973,300
<b>Notes No. - 18</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
<b>Opening stock</b>		
Finished goods	27,348,515	27,229,870
Work in Progress (As certified by the management)	9,693,519	8,838,864
<b>Sub Total (A)</b>	<b>37,042,034</b>	<b>36,068,734</b>
<b>Closing stock</b>		
Finished goods	27,348,515	27,348,515
Work in Progress (As certified by the management)	10,969,387	9,693,519
<b>Sub Total (B)</b>	<b>38,317,902</b>	<b>37,042,034</b>
<b>Total (A - B)</b>	<b>(1,275,868)</b>	<b>(973,300)</b>
<b>Notes No. - 19</b>		
<b>FINANCE COSTS</b>		
Bank Interest	1,411,770	1,645,747
Bank Charges	1,230	---
	1,413,000	1,645,747
<b>Notes No. - 20</b>		
<b>OTHER EXPENSES</b>		
Legal and Professional Charges	2,200	2,800
Interest on Service Tax	155	---
Rates & Taxes	4,400	4,423
Filing Fees	2,576	1,240
Maintenance Charges	233,605	740,243
Other Expenses	---	2,660
Auditors Remuneration :		
- Statutory Audit Fee	5,000	---
- Tax Audit Fee	---	---
	5,000	5,000
	247,936	756,366



**21. SIGNIFICANT ACCOUNTING POLICIES****A. BASIS OF PREPARATION OFFINANCIAL STATEMENTS**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

**B. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for on accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

**C. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.  
Provision for obsolescence in inventories is made, wherever required.  
Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.  
Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

**D. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**E. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

**F. EMPLOYEE BENEFITS**

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.



- b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

**G. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

**H. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

**I. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**22. EARNINGS PER SHARE IN ACCORDANCE WITH AS-20**

Earnings per share is computed as under:-		As at 31st March, 2017	As at 31st March, 2016
Profit available for Equity Shareholders	(A) (Rs.)	2,117,116	1,215,607
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,000	10,000
<u>Earnings per share (Face value of ` 10/- per Equity Share)</u> Basic & Diluted	(A/B) (Rs.)	211.71	121.56

**23. SEGMENT REPORTING:-**

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

**24. RELATED PARTY DISCLOSURES IN ACCORDANCE WITH AS - 18:-**

The company had no enterprise under its control during the year under review.

The company had no transactions with any Key Management Personal & other relatives :-

The Company has no transactions with Person / Entities able to exercise control by virtue of shareholding.



**Baron Suppliers Private Limited**

The Notes forming part of the Financial Statement

25. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
26. Contingent Liability – Nil (P. Y. Nil)
27. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of the current year.
28. Disclosure in accordance with requirements under Sch III regarding cash statement during 08.11.16 to

Particulars	Specified Bank	Other Notes	Total
	Notes (SBN)		
Closing cash in hand as on 08.11.16	---	59905	59905
Add: Permitted receipts	---	---	---
Less: Permitted payments	---	---	---
Less: Amount Deposited in banks	---	---	---
Closing cash in hand as on 30.12.16	---	59905	59905

29. Note 1 to 28 forms an integral part of financial statements

For Vineet Khetan &amp; Associates

Chartered Accountants

Registration No. 324428E



Vineet Khetan

Proprietor

Membership No.060270

3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

For and on behalf of the Board of Directors

BARON SUPPLIERS PVT. LTD.

  
Director

BARON SUPPLIERS PVT. LTD.



Director

Director





**INDEPENDENT AUDITORS' REPORT****To the Members of M/s Headman Merchantile Private Limited****Report on the Financial Statements**

We have audited the accompanying financial statements of **Headman Merchantile Private Limited**, which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

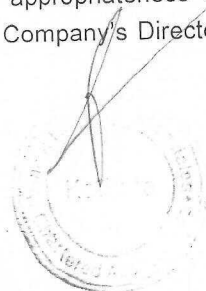
The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance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

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.



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

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

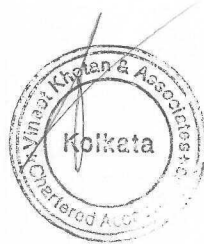
### Report on Other Legal and Regulatory Requirements

As required by Companies (Auditors Report) Order, 2016 issued by Central Government of India in terms of Sub Section (11) of Section 143 of the Act on the matters specified in paragraph 3 and 4 of the said order, we further report that-

- i. a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
b) As explained to us company does not have Fixed Assets under the head fixed assets, hence clause is not applicable.  
c) The company does not have any immovable property under the head fixed assets, hence clause is not applicable.
- ii. As explained to us, the inventory has been physically verified by the management at regular intervals.  
No material discrepancies were noticed on such verification.
- iii. a) The company has granted unsecured loans to parties covered in the register maintained under section 189 of the Companies Act 2013.  
b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.  
c) The loan being repayable on demand, clause regarding schedule of repayment is not applicable.  
No party has defaulted in repayment of loan and interest accrued thereon.
- iv. According to the records of the company examined by us and according to the information and explanations given to us, we are of the opinion that, the Company has not has neither given any guarantees nor any security to any party covered in the register maintained under section 185 or 186. No loan has been given by company in violation of section 185. Further, loan given and investment made are in compliance with section 186.
- v. The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi. The rules regarding maintenance of cost records which have been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.



- vii. a) According to the records of the company examined by us and according to the information and explanations given to us, in our opinion the company has generally been regular in depositing undisputed statutory dues including income tax, service tax, duty of custom, duty of excise, cess and any other material statutory dues. There are no undisputed statutory dues unpaid for a period of more than six months from the date they become payable. Taxes not stated are not applicable to the company.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, service tax, which have not been deposited on account of any dispute. . Taxes not stated are not applicable to the company.
- viii. According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the company does not have any outstanding from financial institution not had issued any debentures.
- ix. According to the information and explanations given to us, neither any money was raised by way of initial public offer or further public offer (including debt instruments) nor any term loan has been raised, hence the clause is not applicable.
- x. According to the information and explanations given to us, we report that neither any fraud by the company nor on the company by its officers / employees has been noticed or reported during the year.
- xi. As examined by us, the company has not paid remuneration to managerial personnel during the period in accordance with the requisite approval mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. The company is not a nidhi company. Hence clause is not applicable.
- xiii. According to the information and explanations given to us, we are of the opinion that all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, we report that the company has neither made any preferential allotment or private placement of shares nor fully or partly convertible debentures during the year under review. Hence clause is not applicable.
- xv. According to the information and explanations given to us, we report that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence clause is not applicable.
- xvi. According to the information and explanations given to us, we report that company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934 and has obtained such registration.



**Report on Other Legal and Regulatory Requirements**

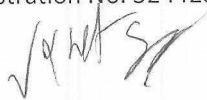
As required by Section 143 (3) of the Act, we report that:

1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
6. With respect to the adequacy of the internal financial controls over financials reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a) There are no pending litigations against the Company.
  - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - d) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note No.28 to the financial statements.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E



Vineet Khetan

Proprietor

Membership No.060270

Place: 3B, Lal bazar Street, Kolkata - 700001

Date, The 26th day of May 2017





**ANNEXURE A - REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF  
SECTION 143 OF THE COMPANIES ACT, 2013**

**To the Members of M/s Headman Merchantile Private Limited**

We have audited the internal financial controls over financial reporting of **Headman Merchantile Private Limited** as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.





### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- i) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and those receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company.
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Vineet Khetan & Associates

Chartered Accountants

Registration No. 324428E



Vineet Khetan

Proprietor

Membership No.060270

Place: 3B, Lal bazar Street, Kolkata - 700001

Date, The 26th day of May 2017



# Headman Mercantile Private Limited

Balance Sheet as at 31st March, 2017

Particulars	Notes No.	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,100		100,100	
b) Reserves & Surplus	2	9,933,043	10,033,143	8,407,387	8,507,487
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	8,985,938		10,964,574	
b) Other Long Term Liabilities	4	2,495,445	11,481,383	4,780,445	15,745,019
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	10,253,318		12,387,435	
b) Trade Payables	6	6,000		6,000	
c) Other Current Liabilities	7	2,772,331		3,155,518	
d) Short Term Provisions	8	375,500	13,407,149	200,000	15,748,953
<b>Total</b>			<b>34,921,675</b>		<b>40,001,459</b>
<b>II ASSETS</b>					
<b>1. Non- Current Assets</b>					
a) Long Term Loans & Advances	9		172,796		166,700
<b>2. Current Assets</b>					
a) Inventories	10	34,052,025		32,963,645	
b) Trade Receivable	11	10,654		30	
c) Cash and Bank Balances	12	423,000		358,673	
d) Short Term Loans & Advances	13	---		6,254,505	
e) Other Current Assets	14	263,200	34,748,879	257,906	39,834,759
<b>Total</b>			<b>34,921,675</b>		<b>40,001,459</b>
Significant accounting policies and other notes to accounts	21 to 29				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

For and on behalf of the Board of Directors

HEADMAN MERCANTILE PVT. LTD.

HEADMAN MERCANTILE PVT. LTD.

Vineet Khetan

Proprietor

Membership No. 060270

3B, Lal bazar Street,  
Kolkata - 700 001

26th May, 2017

Director

Director

Director

Director

# Headman Merchantile Private Limited

Statements of Profit and Loss for the year ended 31st March, 2017

Particulars	Notes No.	For the year ended 31st March 2017 (Amount in `)		For the year ended 31st March 2016 (Amount in `)	
<b>REVENUE</b>					
Revenue From Operations	15		---		85,583
Other Income	16		3,616,339		3,181,246
			<b>3,616,339</b>		<b>3,266,829</b>
<b>EXPENSES</b>					
Construction Activity Expenses	17		1,088,380		1,172,022
Changes in Inventories of Finished Goods and Work in Progress	18		(1,088,380)		(1,172,022)
Finance Costs	19		1,411,807		1,646,046
Other Expenses	20		235,986		696,083
			<b>1,647,793</b>		<b>2,342,129</b>
<b>PROFIT BEFORE TAX</b>			<b>1,968,546</b>		<b>924,700</b>
Less: Provision For Tax					
- Current Tax		375,500		200,000	
- Tax For Earlier Years		67,390	442,890	(77)	199,923
<b>PROFIT AFTER TAX</b>			<b>1,525,656</b>		<b>724,777</b>
<b>EARNINGS PER SHARE (OF ` PER EQUITY SHARE)</b>					
- Basic			152.41		72.41
- Diluted			152.41		72.41
Significant accounting policies and other notes to accounts	21 to 29				
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

For and on behalf of the Board of Directors

*Vineet Khetan*  
**Vineet Khetan**  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

HEADMAN MERCANTILE PVT. LTD.

*Pradeep Kishore*  
**Director**

HEADMAN MERCANTILE PVT. LTD.

*Pradeep Kishore*  
**Director**



# Headman Mercantile Private Limited

Cash Flow Statement for the year ended 31st March, 2017

Cash Flow Statement	For the year ended 31st March, 2017 (Amount in `)		For the year ended 31st March, 2016 (Amount in `)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		1,968,546		924,700
Adjustments for				
Interest Paid	920,778	920,778	988,152	988,152
<b>Operating Profit Before Working Capital Changes</b>		<b>2,889,324</b>		<b>1,912,852</b>
(Increase) / Decrease in Inventories	(1,088,380)		(1,172,022)	
(Increase) / Decrease in Trade receivables	(10,624)		14	
(Increase) / Decrease of Long-Term Advances	(6,096)		(166,700)	
(Increase) / Decrease of Short-Term Advances	6,254,505		48,860	
(Increase) / Decrease of Other Current Assets	(5,294)		(44,925)	
Increase / (Decrease) in Trade Payables	---		6,000	
Increase / (Decrease) of Long term Liabilities	(2,285,000)		3,015,313	
Increase / (Decrease) of Other Current Liabilities	(640,621)	2,218,491	1,079,818	2,766,358
<b>Cash generated from operations</b>		<b>5,107,814</b>		<b>4,679,210</b>
Less: Direct taxes paid/ (Refunds) including Interest (Net)		267,390		940,923
Cash Flow before Exceptional Items		4,840,424		3,738,287
<b>Net cash Generated/(used) from operating activities</b>		<b>4,840,424</b>		<b>3,738,287</b>
<b>B. Cash Flow from Investing Activities :</b>				
Net cash from investing activities		---		---
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Long Term Borrowings	(1,978,637)		(1,724,675)	
Proceeds / (Repayment) of Short Term Borrowings	(2,134,118)		(1,016,779)	
Interest Paid	(920,778)	(5,033,533)	(988,152)	(3,729,606)
<b>Net cash generated/(used) in financing activities</b>		<b>(5,033,533)</b>		<b>(3,729,606)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(193,109)</b>		<b>8,681</b>
Cash and cash equivalents -Opening balance		358,674		349,993
<b>Cash and cash equivalents -Closing balance</b>		<b>165,565</b>		<b>358,674</b>
<b>CASH AND CASH EQUIVALENTS :</b>		<b>423,000</b>		<b>358,674</b>
Balances with Banks		364,474		300,147
Cash on hand (As certified by the management)		58,526		58,526
		<b>423,000</b>		<b>358,674</b>

This is the Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

*Vineet Khetan*

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

26th May, 2017

For and on behalf of the Board of Directors

HEADMAN MERCANTILE PVT. LTD.

*Director*  
Director

HEADMAN MERCANTILE PVT. LTD.

*Director*  
Director



# Headman Merchantile Private Limited

## Notes to Financial Statement

Notes to Financial Statement

Particulars	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
Notes No. - 1				
<u>SHARE CAPITAL</u>				
<u>a. Authorised Share Capital</u>				
Number of Equity shares				
20,000 (Previous year 20,000)		200,000		200,000
		200,000		200,000
<u>b. Issued, subscribed and paid-up share capital :</u>				
Number of Equity shares fully paid up				
10,010 (Previous year 10,010)		100,100		100,100
		100,100		100,100
<u>c. Par value per share</u>				
Equity shares		10		10
		10		10
d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year				
Particulars	31st March 2017		31st March 2016	
Number of shares outstanding as at the beginning of the year	10,010		10,010	
Add: Number of shares issued during the year	---		---	
Less: Number of shares bought back during the year	---		---	
Number of shares outstanding as at the end of the year	10,010		10,010	
e. The rights, preferences & restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital				
The Company has only one class of equity shares having par value of Rs. 10/- share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors (if any) is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company in proportion to their holding, after distribution of all preferential amounts.				
f. Shares held by holding company and ultimate holding company through self or through subsidiaries or associates				
9,800 equity shares of the company are held by holding company "RDB Realty & Infrastructure Limited", balance 200 equity shares are held by 2 (two) director's of the holding company in representative capacity.				
g. Details of shareholders holding more than 5% shares, with voting rights.				
Name of Equity shareholder	As at 31 Mar, 17		As at 31 Mar, 16	
	Shares held (No.)	% holding	Shares held (No.)	% holding
RDB Realty & Infrastructure Limited (holding company)	9,800	98.00	9,800	98.00
Notes No. - 2				
<u>RESERVES &amp; SURPLUS</u>				
<u>i.e. Balance in Statement of Profit and Loss</u>				
Opening Balance	8,407,387		7,682,610	
Add : Profit during the year	1,525,656		724,777	
		9,933,043		8,407,387
		9,933,043		8,407,387
Notes No. - 3				
<u>LONG TERM BORROWINGS</u>				
Term Loan from Bank (Secured)				
The loan is secured against first charge over property classified under inventories and lease rental receivable from the property. Loan is repayable in 96 equal monthly installment of Rs. 2,65,349/- (incl. interest) starting from 05.11.13 and last installment falling due on 05.10.21. The rate of interest is Base Rate Plus 2.60 %		8,985,938		10,964,574
		8,985,938		10,964,574
Notes No. - 4				
<u>OTHER LONG TERM LIABILITIES</u>				
Advance Against Properties		730,313		3,015,313
Sundry Deposits		1,765,132		1,765,132
		2,495,445		4,780,445





**Headman Merchantile Private Limited**

Notes to Financial Statement

Particulars	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>Notes No. - 5</b>				
<b>SHORT TERM BORROWINGS</b>				
Repayable on Demand				
From Other Than Bank (Unsecured)				
a) Related Parties	---		---	
b) Others	9,443,052		11,498,098	
Add: Interest accrued and due (net of TDS)	810,266	10,253,318	889,337	12,387,435
		<b>10,253,318</b>		<b>12,387,435</b>
<b>Notes No. - 6</b>				
<b>TRADE PAYABLES</b>				
<b>Sundry Creditors</b>				
Trade Payables				
a) Services		6,000		6,000
b) Expenses		---		---
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.				
		<b>6,000</b>		<b>6,000</b>
<b>Notes No. - 7</b>				
<b>OTHER CURRENT LIABILITIES</b>				
Book Overdraft from Banks		---		834,212
Other Liability		671,747		414,312
Advance From Others		---		---
Outstanding Statutory Payment		98,098		110,726
Current Maturities of Long Term Loan		1,903,698		1,682,689
Interest accrued but not due		98,788		113,579
		<b>2,772,331</b>		<b>3,155,518</b>
<b>Notes No. - 8</b>				
<b>SHORT TERM PROVISIONS</b>				
Income Tax		375,500		200,000
		<b>375,500</b>		<b>200,000</b>
<b>Notes No. - 9</b>				
<b>LONG TERM LOANS &amp; ADVANCES</b>				
Security Deposits		172,796		166,700
		<b>172,796</b>		<b>166,700</b>
<b>Notes No. - 10</b>				
<b>INVENTORIES</b>				
Finished Goods		27,009,400		27,009,400
Work in Progress		7,042,625		5,954,245
		<b>34,052,025</b>		<b>32,963,645</b>
<b>Notes No. - 11</b>				
<b>TRADE RECEIVABLE</b>				
(Unsecured, considered good)				
Debts outstanding for a period exceeding six months		---		---
Other Debts		10,654		30
		<b>10,654</b>		<b>30</b>
<b>Notes No. - 12</b>				
<b>CASH AND BANK BALANCES</b>				
Cash and Cash Equivalents :				
Balances with Banks	364,474	---	300,147	
Cash on hand (As certified by the management)	58,526	423,000	58,526	358,673
		<b>423,000</b>		<b>358,673</b>
<b>Notes No. - 13</b>				
<b>SHORT TERM LOANS &amp; ADVANCES</b>				
(Unsecured, considered good)				
Other Advances		---		6,254,505
		---		<b>6,254,505</b>
<b>Notes No. - 14</b>				
<b>OTHER CURRENT ASSETS</b>				
Service Tax Input		---		44,399
TDS Receivables		263,200		213,507
		<b>263,200</b>		<b>257,906</b>



**Headman Merchantile Private Limited**

Notes to Financial Statement

Particulars	For the year ended 31st March 2017 (Amount in `)	For the year ended 31st March 2016 (Amount in `)
<b>Notes No. - 15</b>		
<b>REVENUE FROM OPERATIONS</b>		
Sales & Services	---	---
Construction Activities	---	85,583
Other Charges	---	85,583
<b>Notes No. - 16</b>		
<b>OTHER INCOME</b>		
Miscellaneous Income	---	---
Rental Income	3,616,339	3,181,246
Interest received on FD/NSC	---	---
	<b>3,616,339</b>	<b>3,181,246</b>
<b>Notes No. - 17</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Interest On Project Loan	---	---
Construction and other Materials	---	---
Land development	---	---
Interest paid on Loan taken	920,778	988,152
Professional Charges	---	---
Other Construction Expenses	167,602	183,870
	<b>1,088,380</b>	<b>1,172,022</b>
<b>Notes No. - 18</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
Opening stock		
Finished Goods	27,009,400	26,890,755
Work in Progress	5,954,245	4,900,868
Sub Total (A)	<b>32,963,645</b>	<b>31,791,623</b>
Closing stock		
Finished Goods	27,009,400	27,009,400
Work in Progress (As certified by the management)	7,042,625	5,954,245
Sub Total (B)	<b>34,052,025</b>	<b>32,963,645</b>
Total (A - B)	<b>(1,088,380)</b>	<b>(1,172,022)</b>
<b>Notes No. - 19</b>		
<b>FINANCE COSTS</b>		
Finance Charges	---	---
Bank Interest	1,411,784	1,645,747
Bank charges	23	299
	<b>1,411,807</b>	<b>1,646,046</b>
<b>Notes No. - 20</b>		
<b>OTHER EXPENSES</b>		
Filing Fees	3,776	1,240
Legal and Consultancy Charges	2,000	1,120
Interest on Service Tax	127	---
Maintenance Charges	220,042	680,102
Rates & Taxes	5,041	4,423
Auditors Remuneration :		
- Statutory Audit Fee	---	---
- Tax Audit Fee	5,000	5,000
Other Expenses	---	4,198
	<b>235,986</b>	<b>696,083</b>



## 21. SIGNIFICANT ACCOUNTING POLICIES

### A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating

### B. REVENUE RECOGNITION

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

### C. INVENTORIES

- a) Finished Goods: At lower of cost or net realisable value.
  - b) Work-in-Progress: At lower of cost or net realisable value.
- Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.

Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

### D. CASH AND CASH EQUIVALENTS

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### E. REVENUE FROM OPERATIONS

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

### F. EMPLOYEE BENEFITS

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.
  - b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.



# Headman Merchantile Private Limited

The Notes forming part of the Financial Statement

## G. BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

## H. TAXATION

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

## I. PROVISIONS/CONTINGENCIES

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

## 22. Earnings per share in accordance with AS-20

Earnings per share is computed as under:-		As at 31st March, 2017	As at 31st March, 2016
Profit available for Equity Shareholders	(A) (Rs.)	1,525,656	724,777
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,010	10,010
Earnings per share (Face value of Rs.10/- per Equity Share)	(A/B) (Rs.)	152.41	72.41

## 23. Segment Reporting:-

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

## 24. RELATED PARTY DISCLOSURES IN ACCORDANCE WITH AS - 18:-

The company had no enterprise under its control during the year under review.

The company had no transactions with any Key Management Personnel & their relatives:-

The Company has no transactions with Person / Entities able to exercise control by virtue of shareholding.



# Headman Merchantile Private Limited

The Notes forming part of the Financial Statement

25. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
26. Contingent Liability – Nil (P. Y. Nil)
27. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of
- 28 Disclosure in accordance with requirements under Sch III regarding cash statement during 08.11.16 to 30.12.16.

Particulars	Specified Bank	Other Notes	Total
	Notes (SBN)		
Closing cash in hand as on	---	58394	58394
Add: Permitted receipts	---	---	---
Less: Permitted payments	---	---	---
Less: Amount Deposited in banks	---	---	---
Closing cash in hand as on	---	58394	58394


29. Note 1 to 28 forms an integral part of financial statements

For Vineet Khetan & Associates  
Chartered Accountants  
Registration No. 324428E

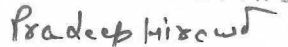
  
Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

For and on behalf of the Board of Directors

HEADMAN MERCANTILE PVT. LTD.

  
Director Director

HEADMAN MERCANTILE PVT. LTD.

  
Director Director





**INDEPENDENT AUDITORS' REPORT****To the Members of M/s Triton Commercial Private Limited****Report on the Financial Statements**

We have audited the accompanying financial statements of **Triton Commercial Private Limited**, which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.



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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

As required by Companies (Auditors Report) Order, 2016 issued by Central Government of India in terms of Sub Section (11) of Section 143 of the Act on the matters specified in paragraph 3 and 4 of the said order, we further report that-

- i.
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us company does not have Fixed Assets under the head fixed assets, hence clause is not applicable.
  - c) The company does not have any immovable property under the head fixed assets, hence clause is not applicable.
- ii. As explained to us, the inventory has been physically verified by the management at regular intervals.  
No material discrepancies were noticed on such verification.
- iii.
  - a) The company has granted unsecured loans to parties covered in the register maintained under section 189 of the Companies Act 2013.
  - b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
  - c) The loan being repayable on demand, clause regarding schedule of repayment is not applicable. No party has defaulted in repayment of loan and interest accrued thereon.
- iv. According to the records of the company examined by us and according to the information and explanations given to us, we are of the opinion that, the Company has not has neither given any guarantees nor any security to any party covered in the register maintained under section 185 or 186. No loan has been given by company in violation of section 185. Further, loan given and investment made are in compliance with section 186.
- v. The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi. The rules regarding maintenance of cost records which have been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.



- vii. a) According to the records of the company examined by us and according to the information and explanations given to us, in our opinion the company has generally been regular in depositing undisputed statutory dues including income tax, service tax, duty of custom, duty of excise, cess and any other material statutory dues. There are no undisputed statutory dues unpaid for a period of more than six months from the date they become payable. Taxes not stated are not applicable to the company.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, service tax, which have not been deposited on account of any dispute. Taxes not stated are not applicable to the company.
- viii. According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the company does not have any outstanding from financial institution not had issued any debentures.
- ix. According to the information and explanations given to us, neither any money was raised by way of initial public offer or further public offer (including debt instruments) nor any term loan has been raised, hence the clause is not applicable.
- x. According to the information and explanations given to us, we report that neither any fraud by the company nor on the company by its officers / employees has been noticed or reported during the year.
- xi. As examined by us, the company has not paid remuneration to managerial personnel during the period in accordance with the requisite approval mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. The company is not a nidhi company. Hence clause is not applicable.
- xiii. According to the information and explanations given to us, we are of the opinion that all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, we report that the company has neither made any preferential allotment or private placement of shares nor fully or partly convertible debentures during the year under review. Hence clause is not applicable.
- xv. According to the information and explanations given to us, we report that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence clause is not applicable.
- xvi. According to the information and explanations given to us, we report that company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934 and has obtained such registration.



### Report on Other Legal and Regulatory Requirements

As required by Section 143 (3) of the Act, we report that:

1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
6. With respect to the adequacy of the internal financial controls over financials reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a) There are no pending litigations against the Company.
  - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - d) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note No.28 to the financial statements.

For Vineet Khetan & Associates

Chartered Accountants

Registration No. 324428E

Vineet Khetan

Proprietor

Membership No.060270

Place: 3B, Lal bazar Street, Kolkata - 700001

Date, The 26th day of May 2017





**ANNEXURE A - REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013**

**To the Members of M/s Triton Commercial Private Limited**

We have audited the internal financial controls over financial reporting of Triton Commercial Private Limited as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.





### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- i) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and those receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company.
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

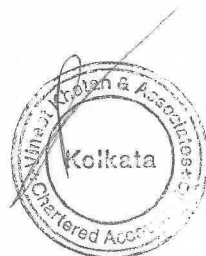
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Vineet Khetan & Associates  
Chartered Accountants  
Registration No. 324428E

Vineet Khetan  
Proprietor  
Membership No.060270  
Place: 3B, Lal bazar Street, Kolkata - 700001  
Date, The 26th day of May 2017



# Triton Commercial Private Limited

Balance Sheet as at 31st March 2017

Particulars	Notes No.	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000		100,000	
b) Reserves & Surplus	2	11,056,970	11,156,970	8,989,160	9,089,160
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	8,985,938		10,964,574	
b) Other Long Term Liabilities	4	2,154,498	11,140,436	2,154,498	13,119,072
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	7,713,619		7,701,261	
b) Trade Payables	6	6,000		6,091	
c) Other Current Liabilities	7	4,898,625		4,359,610	
d) Short Term Provisions	8	536,400	13,154,644	350,000	12,416,962
<b>Total</b>			<b>35,452,050</b>		<b>34,625,194</b>
<b>II ASSETS</b>					
<b>1. Current Assets</b>					
<b>1. Non- Current Assets</b>					
a) Long Term Loans & Advances	9		180,125		180,125
<b>2. Current Assets</b>					
a) Inventories	10	34,363,804		33,486,667	
b) Trade Receivable	11	13,172		1,596	
c) Cash and Bank Balances	12	477,977		374,982	
d) Short Term Loans & Advances	13	111,362		278,964	
e) Other Current Assets	14	305,610	35,271,925	302,860	34,445,069
<b>Total</b>			<b>35,452,050</b>		<b>34,625,194</b>
Significant accounting policies and other notes to accounts	21 to 29				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

*Vineet Khetan*

Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

For and on behalf of the Board of Directors

TRITON COMMERCIAL PVT. LTD.

*Shakti Chandra*  
Director

TRITON COMMERCIAL PVT. LTD.

*Pradeep Hircar*

Director

Director



# Triton Commercial Private Limited

Statements of Profit and Loss for the year ended 31st March 2017

Particulars	Notes No.	For the year ended 31st March 2017 (Amount in `)		For the year ended 31st March 2016 (Amount in `)	
<b>REVENUE</b>					
Revenue From Operations	15		---		85,583
Other Income	16		4,414,058		3,882,984
			<b>4,414,058</b>		<b>3,968,567</b>
<b>EXPENSES</b>					
Construction Activity Expenses	17		877,137		819,147
Changes in Inventories of Finished Goods and Work in Progress	18		(877,137)		(819,147)
Finance Costs	19		1,414,284		1,645,747
Other Expenses	20		269,338		754,920
			<b>1,683,622</b>		<b>2,400,667</b>
<b>PROFIT BEFORE TAX</b>			<b>2,730,436</b>		<b>1,567,900</b>
Less: Provision For Tax					
- Current Tax		536,400		350,000	
- Tax For Earlier Years		126,226	662,626	76	350,076
<b>PROFIT AFTER TAX</b>			<b>2,067,810</b>		<b>1,217,824</b>
<b>EARNINGS PER SHARE (OF ` PER EQUITY SHARE)</b>					
- Basic			206.78		121.78
- Diluted			206.78		121.78
Notes referred to above forms an integral part of the Financial Statements	21 to 29				

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

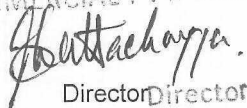
Chartered Accountants  
Registration No. 324428E



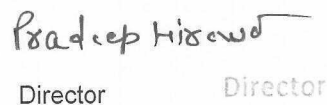
Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

For and on behalf of the Board of Directors

TRITON COMMERCIAL PVT. LTD.

  
Director

TRITON COMMERCIAL PVT. LTD.

  
Director



# Triton Commercial Private Limited

Cash Flow Statement for the year ended 31st March, 2017

Cash Flow Statement	For the year ended 31st March, 2017 (Amount in `)		For the year ended 31st March, 2016 (Amount in `)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		2,730,436		1,567,900
Adjustments for				
Interest Paid	709,535	709,535	635,277	635,277
<b>Operating Profit Before Working Capital Changes</b>		<b>3,439,971</b>		<b>2,203,177</b>
(Increase) / Decrease in Inventories	(877,137)		(819,147)	
(Increase) / Decrease in Trade receivables	(11,576)		(297)	
(Increase) / Decrease of Long-Term Advances	---		(180,125)	
(Increase) / Decrease of Short-Term Advances	167,602		17,102	
(Increase) / Decrease of Other Current Assets	(2,750)		(63,865)	
Increase / (Decrease) in Trade Payables	(91)		6,091	
Increase / (Decrease) of Long term Liabilities	---		---	
Increase / (Decrease) of Other Current Liabilities	539,015	(184,937)	1,171,737	131,495
<b>Cash generated from operations</b>		<b>3,255,034</b>		<b>2,334,672</b>
Less: Direct taxes paid/ (Refunds) Include Interest (Net)		476,226		816,076
Cash Flow before Exceptional Items		2,778,808		1,518,596
<b>Net cash Generated/(used) from operating activities</b>		<b>2,778,808</b>		<b>1,518,596</b>
<b>B. Cash Flow from Investing Activities :</b>				
Net cash from investing activities		---		---
<b>C. Cash flow from financing activities :</b>				
Net Proceeds / (Repayment) of Long Term Borrowings	(1,978,636)		(1,724,675)	
Net Proceeds / (Repayment) of Short Term Borrowings	12,358		841,749	
Interest Paid	(709,535)	(2,675,813)	(635,277)	(1,518,203)
<b>Net cash generated/(used) in financing activities</b>		<b>(2,675,813)</b>		<b>(1,518,203)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>102,995</b>		<b>394</b>
Cash and cash equivalents -Opening balance		374,982		374,588
		<b>477,977</b>		<b>374,982</b>
<b>Cash and cash equivalents -Closing balance</b>		<b>477,977</b>		<b>374,982</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		437,064		323,893
Cash on hand (As certified by the management)		40,913		51,089
		<b>477,977</b>		<b>374,982</b>

This is the Cash Flow Statement referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

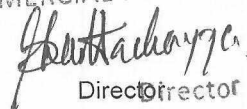


**Vineet Khetan**

Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

For and on behalf of the Board

TRITON COMMERCIAL PVT. LTD.



Director

TRITON COMMERCIAL PV

Bradeep Kishore

Director



# Triton Commercial Private Limited

## Notes to Financial Statement

Particulars	As at 31st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 1</b>		
<b>SHARE CAPITAL</b>		
<b>a. Authorised Share Capital</b>		
Number of Equity shares	200,000	200,000
20,000 (Previous year 20,000)	200,000	200,000
<b>b. Issued, subscribed and paid-up share capital :</b>		
Number of Equity shares fully paid up	100,000	100,000
10,000 (Previous year 10,000)	100,000	100,000
<b>c. Par value per share</b>		
Equity shares	10	10
	10	10

### d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year

Particulars	31st March 2017	31st March 2016
Number of shares outstanding as at the beginning of the year	10,000	10,000
Add: Number of shares issued during the year	---	---
Less: Number of shares bought back during the year	---	---
Number of shares outstanding as at the end of the year	10,000	10,000

### e. The rights, preferences & restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital

The Company has only one class of equity shares having par value of Rs. 10/- share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors (if any) is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company in proportion to their holding, after distribution of all preferential amounts.

### f. Shares held by holding company and ultimate holding company through self or through subsidiaries or associates

9,800 equity shares of the company are held by holding company "RDB Realty & Infrastructure Limited", balance 200 equity shares are held by 2 (two) director's of the holding company in representative capacity.

### g. Details of shareholders holding more than 5% shares, with voting rights.

Sl. No	Name of Equity shareholders	As at 31 March, 2017		As at 31 March, 2016	
		Shares held (No.)	% holding	Shares held (No.)	% holding
1	RDB Realty & Infrastructure Limited	9,800	98.00	9,800	98.00

Particulars	As at 31st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
<b>i.e. Balance in Statement of Profit and Loss</b>		
Opening Balance	8,989,160	7,771,336
Add : Profit during the year	2,067,810	1,217,824
	11,056,970	8,989,160
	11,056,970	8,989,160
<b>Notes No. - 3</b>		
<b>LONG TERM BORROWINGS</b>		
Secured Loan From Bank	8,985,938	10,964,574
The loan is secured against first charge over property classified under inventories and lease rental receivable from the property. Loan is repayable in 96 equal monthly installment of Rs. 2,65,349/- (incl. interest) starting from 05.11.13 and last installment falling due on 05.10.21. The rate of interest is Base Rate Plus 2.60 %	8,985,938	10,964,574
	8,985,938	10,964,574
<b>Notes No. - 4</b>		
<b>OTHER LONG TERM LIABILITIES</b>		
Sundry Deposits	2,154,498	2,154,498
	2,154,498	2,154,498





**Triton Commercial Private Limited**

Notes to Financial Statement

Particulars	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>Notes No. - 5</b>				
<b>SHORT TERM BORROWINGS</b>				
From Other Than Bank (Unsecured)				
a) Related Parties	---		---	
b) Others	7,075,038		7,129,512	
Add: Interest accrued and due	638,581	7,713,619	571,749	7,701,261
		<b>7,713,619</b>		<b>7,701,261</b>
<b>Notes No. - 6</b>				
<b>TRADE PAYABLES</b>				
Trade Payables *		6,000		6,091
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.				
		<b>6,000</b>		<b>6,091</b>
<b>Notes No. - 7</b>				
<b>OTHER CURRENT LIABILITIES</b>				
Book Overdraft from Banks	---		---	912,589
Current Maturities of Long Term Loan	1,903,698			1,682,689
Interest Accrued But Not Due	98,788			113,579
Other Liability	2,818,667			1,573,355
Advances from Others	---		---	---
Outstanding Statutory Payment	77,472			77,398
	<b>4,898,625</b>			<b>4,359,610</b>
<b>Notes No. - 8</b>				
<b>SHORT TERM PROVISIONS</b>				
Income Tax		536,400		350,000
		<b>536,400</b>		<b>350,000</b>
<b>Notes No. - 9</b>				
<b>LONG TERM LOANS &amp; ADVANCES</b>				
Security Deposits		180,125		180,125
<b>Notes No. - 10</b>				
<b>INVENTORIES</b>				
Finished Goods		27,660,277		27,660,277
Work in Progress		6,703,527		5,826,390
		<b>34,363,804</b>		<b>33,486,667</b>
<b>Notes No. - 11</b>				
<b>TRADE RECEIVABLE</b>				
(Unsecured, considered good)				
Debts outstanding for a period exceeding six months		---		---
Other Debts		13,172		1,596
		<b>13,172</b>		<b>1,596</b>
<b>Notes No. - 12</b>				
<b>CASH AND BANK BALANCES</b>				
Cash and Cash Equivalents :				
Balances with Banks	437,064		323,893	
Cash on hand (As certified by the management)	40,913		51,089	
		<b>477,977</b>		<b>374,982</b>
		<b>477,977</b>		<b>374,982</b>
<b>Notes No. - 13</b>				
<b>SHORT TERM LOANS &amp; ADVANCES</b>				
(Unsecured, considered good)				
Other Advances		111,362		278,964
		<b>111,362</b>		<b>278,964</b>



**Triton Commercial Private Limited**
**Notes to Financial Statement**

Particulars	For the year ended 31st March 2017 (Amount in `)	For the year ended 31st March 2016 (Amount in `)
<b>Notes No : 14</b>		
<b>OTHER CURRENT ASSETS</b>		
Service Tax Input	-	42,600
Income Tax And Tax Deduct At Source	305,610	260,260
	<b>305,610</b>	<b>302,860</b>
<b>Notes No. - 15</b>		
<b>REVENUE FROM OPERATIONS</b>		
Sale of Constructions	---	---
Maintenance & Other Charges	---	85,583
	<b>---</b>	<b>85,583</b>
<b>Notes No. - 16</b>		
<b>OTHER INCOME</b>		
RENT INCOME	4,414,058	3,882,984
INTEREST on FD/NSC	---	---
	<b>4,414,058</b>	<b>3,882,984</b>
<b>Notes No. - 17</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Construction and other Materials	---	---
Land development	---	---
Interest on Project Loan*	---	---
Interest Paid on Loan taken	709,535	635,277
Professional Charges	---	---
Other Construction Expenses	167,602	183,870
* Interest paid on loans taken for real estate projects has been included in the value of inventory in accordance with AS-16 - "Borrowing Costs".		
	<b>877,137</b>	<b>819,147</b>
<b>Notes No. - 18</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
<b>Opening stock</b>		
Finished goods	27,660,277	27,541,632
Work in Progress	5,826,390	5,125,888
<b>Sub Total (A)</b>	<b>33,486,667</b>	<b>32,667,520</b>
<b>Closing stock</b>		
Finished goods	27,660,277	27,660,277
Work in Progress (As certified by the management)	6,703,527	5,826,390
<b>Sub Total (B)</b>	<b>34,363,804</b>	<b>33,486,667</b>
<b>Total (A - B)</b>	<b>(877,137)</b>	<b>(819,147)</b>
<b>Notes No. - 19</b>		
<b>FINANCE COSTS</b>		
Bank Interest	1,411,784	1,645,747
Bank Charges	2,500	---
	<b>1,414,284</b>	<b>1,645,747</b>
<b>Notes No. - 20</b>		
<b>OTHER EXPENSES</b>		
Legal and Professional Charges	22,400	1,100
Interest on Service Tax	155	---
Rates & Taxes	4,400	4,423
Maintenance Charges	233,607	740,243
Other Expenses	---	2,914
Filing Fees	3,776	1,240
Listing Fees	---	---
Auditors Remuneration :		
- Statutory Audit Fee	5,000	---
- Tax Audit Fee	---	5,000
	<b>269,338</b>	<b>754,920</b>



# Triton Commercial Private Limited

The Notes forming part of the Financial Statement

## 21. SIGNIFICANT ACCOUNTING POLICIES

### A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

### B. REVENUE RECOGNITION

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

### C. INVENTORIES

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.  
Provision for obsolescence in inventories is made, wherever required.  
Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.  
Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

### D. CASH AND CASH EQUIVALENTS

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### E. REVENUE FROM OPERATIONS

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

### F. EMPLOYEE BENEFITS

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.
  - b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

### G. BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

### H. TAXATION

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.



# Triton Commercial Private Limited

The Notes forming part of the Financial Statement

## I. PROVISIONS/CONTINGENCIES

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

## 22. Earnings per share in accordance with AS-20

Earnings per share is computed as under:-		As at 31st March, 2017	As at 31st March, 2016
Profit available for Equity Shareholders	(A) (Rs.)	2,067,810	1,217,824
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,000	10,000
Earnings per share (Face value of ` 10/- per Equity Share) Basic & Diluted	(A/B) (Rs.)	206.78	121.78

## 23. Segment Reporting:-

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

## 24. RELATED PARTY DISCLOSURES IN ACCORDANCE WITH AS - 18:-

The company had no enterprise under its control during the year under review.

The company had no transactions with any Key Management Personnel & their relatives.

The Company has no transactions with Person / Entities able to exercise control by virtue of shareholding.

25. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.

26. Contingent Liability – Nil (P. Y. Nil)

27. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those of the current year.

Disclosure in accordance with requirements under Sch III regarding cash statement during 08.11.16 to 30.12.16.

28 (In Rs.)

Particulars	Specified Bank	Other Notes	Total
	Notes (SBN)		
Closing cash in hand as on 08.11.16	---	40956	40956
Add: Permitted receipts	---	0	0
Less: Permitted payments	---	0	0
Less: Amount Deposited in banks	---	---	---
Closing cash in hand as on 30.12.16	---	40956	40956

29. Note 1 to 28 forms an integral part of financial statements

For Vineet Khetan & Associates  
Chartered Accountants  
Registration No. 324428E

Vineet Khetan  
Proprietor  
Membership No.060270

3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

For and on behalf of the Board of Directors

TRITON COMMERCIAL PVT. LTD.

*Pradeep Hixew*  
Director

TRITON COMMERCIAL PVT. LTD.

*Pradeep Hixew*  
Director





**INDEPENDENT AUDITORS' REPORT**

**To the Members of M/s Kasturi Tie Up Private Limited**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Kasturi Tie Up Private Limited**, which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.





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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

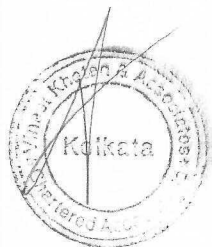
As required by Companies (Auditors Report) Order, 2016 issued by Central Government of India in terms of Sub Section (11) of Section 143 of the Act on the matters specified in paragraph 3 and 4 of the said order, we further report that-

- i.
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us company does not have Fixed Assets under the head fixed assets, hence clause is not applicable.
  - c) The company does not have any immovable property under the head fixed assets, hence clause is not applicable.
- ii. As explained to us, the inventory has been physically verified by the management at regular intervals. No material discrepancies were noticed on such verification.
- iii.
  - a) The company has granted unsecured loans to parties covered in the register maintained under section 189 of the Companies Act 2013.
  - b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
  - c) The loan being repayable on demand, clause regarding schedule of repayment is not applicable. No party has defaulted in repayment of loan and interest accrued thereon.
- iv. According to the records of the company examined by us and according to the information and explanations given to us, we are of the opinion that, the Company has not has neither given any guarantees nor any security to any party covered in the register maintained under section 185 or 186. No loan has been given by company in violation of section 185. Further, loan given and investment made are in compliance with section 186.
- v. The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi. The rules regarding maintenance of cost records which have been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.





- vii. a) According to the records of the company examined by us and according to the information and explanations given to us, in our opinion the company has generally been regular in depositing undisputed statutory dues including income tax, service tax, duty of custom, duty of excise, cess and any other material statutory dues. There are no undisputed statutory dues unpaid for a period of more than six months from the date they become payable. Taxes not stated are not applicable to the company.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, service tax, which have not been deposited on account of any dispute. . Taxes not stated are not applicable to the company.
- viii. According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the company does not have any outstanding from financial institution not had issued any debentures.
- ix. According to the information and explanations given to us, neither any money was raised by way of initial public offer or further public offer (including debt instruments) nor any term loan has been raised, hence the clause is not applicable.
- x. According to the information and explanations given to us, we report that neither any fraud by the company nor on the company by its officers / employees has been noticed or reported during the year.
- xi. As examined by us, the company has not paid remuneration to managerial personnel during the period in accordance with the requisite approval mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. The company is not a nidhi company. Hence clause is not applicable.
- xiii. According to the information and explanations given to us, we are of the opinion that all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, we report that the company has neither made any preferential allotment or private placement of shares nor fully or partly convertible debentures during the year under review. Hence clause is not applicable.
- xv. According to the information and explanations given to us, we report that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence clause is not applicable.
- xvi. According to the information and explanations given to us, we report that company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934 and has obtained such registration.



**Report on Other Legal and Regulatory Requirements**

As required by Section 143 (3) of the Act, we report that:

1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
6. With respect to the adequacy of the internal financial controls over financials reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a) There are no pending litigations against the Company.
  - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - d) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note No.27 to the financial statements.

**For Vineet Khetan & Associates**

Chartered Accountants

Registration No. 324428E

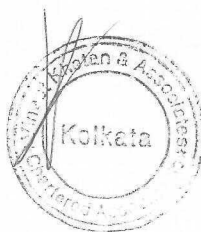
Vineet Khetan

Proprietor

Membership No.060270

Place: 3B, Lal bazar Street, Kolkata - 700001

Date, The 26th day of May 2017





**ANNEXURE A - REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF  
SECTION 143 OF THE COMPANIES ACT, 2013**

**To the Members of M/s Kasturi Tie Up Private Limited**

We have audited the internal financial controls over financial reporting of **Kasturi Tie Up Private Limited** as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

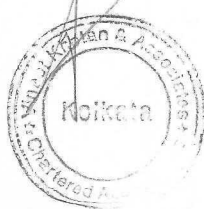
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for



external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- i) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and those receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company.
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

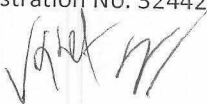
#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Vineet Khetan & Associates  
Chartered Accountants  
Registration No. 324428E



Vineet Khetan  
Proprietor  
Membership No.060270  
Place: 3B, Lal bazar Street, Kolkata - 700001  
Date, The 26th day of May 2017



# Kasturi Tie Up Private Limited

Balance Sheet as at 31st March 2017

Particulars	Notes No.	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000		100,000	
b) Reserves & Surplus	2	11,081,477	11,181,477	8,963,396	9,063,396
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	8,985,938		10,964,574	
b) Other Long Term Liabilities	4	2,154,498	11,140,436	2,154,498	13,119,072
<b>3. Current Liabilities</b>					
b) Short Term Borrowings	5	12,160,156		9,115,155	
c) Trade Payables	6	73,699		6,530	
d) Other Current Liabilities	7	2,710,381		4,805,491	
e) Short Term Provisions	8	531,000	15,475,236	350,000	14,277,176
<b>Total</b>			<b>37,797,149</b>		<b>36,459,644</b>
<b>II ASSETS</b>					
<b>Long Term Loans &amp; Advances</b>					
a) Long Term Loans & Advances	9	180,125	180,125	180,125	180,125
<b>1. Current Assets</b>					
a) Inventories	10	36,767,850		35,600,207	
b) Trade Receivable	11	17,389		1,598	
c) Cash and Bank Balances	12	526,175		374,866	
d) Other Current Assets	13	305,610	37,617,024	302,848	36,279,519
<b>Total</b>			<b>37,797,149</b>		<b>36,459,644</b>
Significant accounting policies and other notes to accounts	20 to 28				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

*Vineet Khetan*

Vineet Khetan  
Proprietor  
Membership No.060270  
3B, Lal bazar Street,  
Kolkata - 700 001  
26th May, 2017

For and on behalf of the Board of Directors

KASTURI TIE UP PVT. LTD.

*Shanthakumar*  
Director

KASTURI TIE UP PVT. LTD.

*Pradeep Hiran*  
Director



# Kasturi Tie Up Private Limited

Statements of Profit and Loss for the year ended 31st March 2017

Particulars	Notes No.	For the year ended 31st March 2017 (Amount in `)		For the year ended 31st March 2016 (Amount in `)	
<b>REVENUE</b>					
Revenue From Operations	14		---		85,583
Other Income	15		4,414,058		3,882,984
			<b>4,414,058</b>		<b>3,968,567</b>
<b>EXPENSES</b>					
Construction Activity Expenses	16		1,167,643		937,310
Changes in Inventories of Finished Goods and Work in Progress	17		(1,167,643)		(937,310)
Finance Costs	18		1,413,014		1,645,918
Other Expenses	19		254,397		754,603
			<b>1,667,411</b>		<b>2,400,521</b>
<b>PROFIT BEFORE TAX</b>			<b>2,746,647</b>		<b>1,568,046</b>
Less: Provision For Tax					
- Current Tax		531,000		350,000	
- Tax For Earlier Years		97,566	628,566	(706)	349,294
<b>PROFIT AFTER TAX</b>			<b>2,118,081</b>		<b>1,218,752</b>
<b>EARNINGS PER SHARE (OF ` PER EQUITY SHARE)</b>					
- Basic			211.81		121.88
- Diluted			211.81		121.88
Significant accounting policies and other notes to accounts	20 to 28				
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

**For Vineet Khetan & Associates**

Chartered Accountants  
Registration No. 324428E

For and on behalf of the Board of Directors

KASTURI TIE UP PVT. LTD.

KASTURI TIE UP PVT. LTD.

**Vineet Khetan**

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

26th May, 2017

*Ghatacharya*  
Director

Director

*Pradeep Hiran*  
Director

Director

Director





**Kasturi Tie Up Private Limited**

Cash Flow Statement for the year ended 31st March, 2017

**Cash Flow Statement**For the year ended  
31st March, 2017  
(Amount in `)For the year ended  
31st March, 2016  
(Amount in `)**A. Cash flow from operating activities :**

Net profit before tax as per Statement of Profit and Loss

Adjustments for  
Interest Paid**Operating Profit Before Working Capital Changes**

(Increase) / Decrease of Other Current Assets

(Increase) / Decrease in Inventories

(Increase) / Decrease in Trade receivables

(Increase) / Decrease of Long-Term Advances

(Increase) / Decrease of Other Current Assets

Increase / (Decrease) in Trade Payables

Increase / (Decrease) of Long Term Liabilities

Increase / (Decrease) of Other Current Liabilities

**Cash generated from operations**

Less: Direct taxes paid/ (Refunds) including Interest (Net)

Cash Flow before Exceptional Items

**Net cash Generated/(used) from operating activities****B. Cash Flow from Investing Activities :**

Net cash from investing activities

**C. Cash flow from financing activities :**

Proceeds / (Repayment) of Long Term Borrowings

Proceeds / (Repayment) of Short Term Borrowings

Interest Paid

**Net cash generated/(used) in financing activities****Net increase/(decrease) in cash and cash equivalents (A+B+C)**

Cash and cash equivalents -Opening balance

**Cash and cash equivalents -Closing balance****CASH AND CASH EQUIVALENTS :**

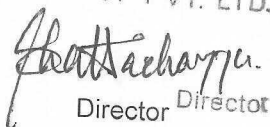
Balances with Banks

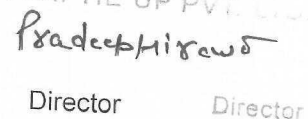
Cash on hand (As certified by the management)

For and on behalf of the Board

KASTURI TIE UP PVT. LTD.

KASTURI TIE UP PVT. LTD.

  
 Director

  
 Director

**Vineet Khetan**  
 Partner

Membership No.060270

3B, Lal bazar Street,

Kolkata - 700 001

26th May, 2017



**Kasturi Tie Up Private Limited**  
Notes to Financial Statement

Particulars	As at 31st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 1</b>		
<b>SHARE CAPITAL</b>		
<b>a. Authorised Share Capital</b>		
Number of Equity shares		
20,000 (Previous year 20,000)	200,000	200,000
<b>b. Issued, subscribed and paid-up share capital :</b>		
Number of Equity shares fully paid up	200,000	200,000
10,000 (Previous year 10,000)		
<b>c. Par value per share</b>		
Equity shares	100,000	100,000
	100,000	100,000
	10	10
	10	10
<b>d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year</b>		

Particulars	31st March 2017	31st March 2016
Number of shares outstanding as at the beginning of the year	10,000	10,000
Add: Number of shares issued during the year	---	---
Less: Number of shares bought back during the year	---	---
Number of shares outstanding as at the end of the year	10,000	10,000

**e. The rights, preferences & restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital**  
The Company has only one class of equity shares having par value of Rs. 10/- share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors (if any) is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company in proportion to their holding, after distribution of all preferential amounts.

**f. Shares held by holding company and ultimate holding company through self or through subsidiaries or associates**  
9,800 equity shares of the company are held by holding company "RDB Realty & Infrastructure Limited", balance 200 equity shares are held by 2 (two) director's of the holding company in representative capacity.

**g. Details of shareholders holding more than 5% shares, with voting rights.**

Name of Equity shareholder	As at 31 Mar, 16	As at 31 Mar, 15
	Shares held (No.)	Shares held (No.)
	% holding	% holding
RDB Realty & Infrastructure Limited (holding company)	9,800	9,800
	98.00	98.00

Particulars	As at 31st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
<b>i.e. Balance in Statement of Profit and Loss</b>		
Opening Balance	8,963,396	7,744,644
Add : Profit during the year	2,118,081	1,218,752
	11,081,477	8,963,396
	11,081,477	8,963,396
<b>Notes No. - 3</b>		
<b>LONG TERM BORROWINGS</b>		
Term Loan from Bank (Secured)		
The loan is secured against first charge over property classified under inventories and lease rental receivable from the property. Loan is repayable in 96 equal monthly installment of Rs. 2,65,349/- (incl. interest) starting from 05.11.13 and last installment falling due on 05.10.21. The rate of interest is Base Rate Plus 2.60 %	8,985,938	10,964,574
	8,985,938	10,964,574
<b>Notes No. - 4</b>		
<b>OTHER LONG TERM LIABILITIES</b>		
Advance against properties	2,154,498	2,154,498
Sundry Deposits	2,154,498	2,154,498



**Kasturi Tie Up Private Limited**  
Notes to Financial Statement

Particulars	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>Notes No. - 5</b> <b>SHORT TERM BORROWINGS</b> Repayable on Demand From Other Than Bank (Unsecured) a) Related Parties b) Others Add: Interest Accrued and Due (Net of TDS)	11,260,119 900,037	--- --- 12,160,156 12,160,156	8,437,059 678,096	--- --- 8,437,059 678,096
<b>Notes No. - 6</b> <b>TRADE PAYABLES</b> Trade Payables * Sundry Creditors a) Services b) Expenses  * The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.	73,699 ---	73,699 73,699	6,530 ---	6,530 6,530
<b>Notes No. - 7</b> <b>OTHER CURRENT LIABILITIES</b> Book Overdraft from Banks Other Liability Outstanding Statutory Payment Current maturities of Long Term loan Interest accrued but not due (from LTB)		599,016 108,879 1,903,698 98,788 2,710,381		915,242 2,004,769 89,212 1,682,689 113,579 4,805,491
<b>Notes No. - 8</b> <b>SHORT TERM PROVISIONS</b> Provision for Income Tax		531,000 531,000		350,000 350,000
<b>Notes No. - 9</b> <b>LONG TERM LOANS &amp; ADVANCES</b> Sundry Deposits		180,125 180,125		180,125 180,125
<b>Notes No. - 10</b> <b>INVENTORIES</b> Finished Goods Work in Progress		25,432,325 11,335,525 36,767,850		25,432,325 10,167,882 35,600,207
<b>Notes No. - 11</b> <b>TRADE RECEIVABLE</b> (Unsecured, considered good)  Debts outstanding for a period exceeding six months Other Debts		17,389 17,389		1,598 1,598
<b>Notes No. - 12</b> <b>CASH AND BANK BALANCES</b> Cash and Cash Equivalents : Balances with Banks Cash on hand (As certified by the management)	475,378 50,797	526,175 526,175	323,893 50,973	374,866 374,866
<b>Notes No. - 13</b> <b>OTHER CURRENT ASSETS</b> Service Tax Input Income tax advance and TDS		305,610 305,610		42,588 260,260 302,848



**Kasturi Tie Up Private Limited**  
Notes to Financial Statement

Particulars	For the year ended 31st March 2017 (Amount in `)	For the year ended 31st March 2016 (Amount in `)
<b>Notes No. - 14</b>		
<b>REVENUE FROM OPERATIONS</b>		
Sales & Services		
Construction Activities	---	---
Other Charges	---	85,583
	---	<b>85,583</b>
<b>Notes No. - 15</b>		
<b>OTHER INCOME</b>		
Miscellaneous Income		
Rental Income	4,414,058	3,882,984
Interest Received on FD/NSC	---	---
	<b>4,414,058</b>	<b>3,882,984</b>
<b>Notes No. - 16</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Construction and other Materials	---	---
Land Development cost	---	---
Interest paid on loan taken*	1,000,041	753,440
Professional Charges	---	---
Other Construction Expenses	167,602	183,870
* Interest paid on loans taken for real estate projects has been included in the value of inventory in accordance with AS-16 - "Borrowing Costs".		
	<b>1,167,643</b>	<b>937,310</b>
<b>Notes No. - 17</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>		
Opening stock		
Finished Goods	25,432,325	25,313,680
Work in Progress	10,167,882	9,349,217
Sub Total (A)	<b>35,600,207</b>	<b>34,662,897</b>
Closing stock		
Finished Goods	25,432,325	25,432,325
Work in Progress (As certified by the management)	11,335,525	10,167,882
Sub Total (B)	<b>36,767,850</b>	<b>35,600,207</b>
Total (A - B)	<b>(1,167,643)</b>	<b>(937,310)</b>
<b>Notes No. - 18</b>		
<b>FINANCE COSTS</b>		
Bank Interest	1,411,784	1,645,747
Bank Charges	1,230	171
	<b>1,413,014</b>	<b>1,645,918</b>
<b>Notes No. - 19</b>		
<b>OTHER EXPENSES</b>		
Legal and Professional Charges		
Interest on Service Tax	2,400	1,120
Filing Fees	155	---
Rates & Taxes	4,676	1,240
Maintenance Charges	4,400	4,423
Auditors Remuneration :	237,766	740,162
- Statutory Audit Fee	---	---
- Tax Audit Fee	---	---
Misellenous Expenses	5,000	5,000
	<b>254,397</b>	<b>754,603</b>



**20. SIGNIFICANT ACCOUNTING POLICIES****A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

**B. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

**C. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
- b) Work-in-Progress: At lower of cost or net realisable value.  
Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.  
Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

**D. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**E. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

**F. EMPLOYEE BENEFITS**

- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.
  - b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".
- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

**G. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

**H. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.





**Kasturi Tie Up Private Limited****The Notes forming part of the Financial Statement**

- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

**I. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**21. EARNINGS PER SHARE IN ACCORDANCE WITH AS-20**

Earnings per share is computed as under:-		As at 31st March, 2017	As at 31st March, 2016
Profit available for Equity Shareholders	(A) (Rs.)	2,118,081	1,218,752
Weighted average number of Equity Shares outstanding	(B) (Nos.)	10,000	10,000
Earnings per share (Face value of ₹ 10/- per Equity Share) Basic & Diluted	(A/B) (Rs.)	211.81	121.88

**22. SEGMENT REPORTING:-**

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". In view of the general classification notified by Central Government in exercise of power conferred u/s 211(3C) of Companies Act, 1956 for company operating in a single segment, the disclosure requirement as per AS - 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

**23. RELATED PARTY DISCLOSURES IN ACCORDANCE WITH AS - 18:-**

The company had no enterprise under its control during the year under review.

The company had no transactions with any Key Management Personnel & their relatives:-

The Company has no transactions with Person / Entities able to exercise control by virtue of shareholding.

24. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.

25. Contingent Liability – Nil (P. Y. Nil)

26. Previous year's figures have been rearranged and regrouped wherever necessary so as to make them comparable with those

27. Disclosure in accordance with requirements under Sch III regarding cash statement during 08.11.16 to

Particulars	Specified Bank	Other Notes	Total
	Notes (SBN)		
Closing cash in hand as on	---	50840	50840
Add: Permitted receipts	---	---	---
Less: Permitted payments	---	---	---
Less: Amount Deposited in banks	---	---	---
Closing cash in hand as on	---	50840	50840

28. Note 1 to 27 forms an integral part of financial statements

For Vineet Khetan & Associates

Chartered Accountants

Registration No. 324428E

Vineet Khetan

Proprietor

Membership No.060270

3B, Lal bazar Street,

Kolkata-1

26th May, 2017

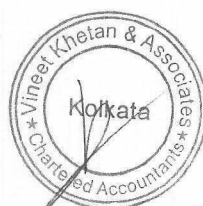
For and on behalf of the Board of Directors

KASTURI TIE UP PVT. LTD.

Director

KASTURI TIE UP PVT. LTD.

Director





**INDEPENDENT AUDITORS' REPORT****To the Members of RDB MUMBAI INFRASTRUCTURES PRIVATE LIMITED****Report on the Financial Statements**

We have audited the accompanying financial statements of RDB MUMBAI INFRASTRUCTURES PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.



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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- 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.

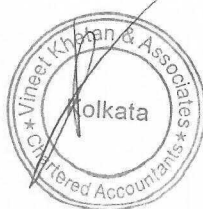
### **Report on Other Legal and Regulatory Requirements**

As required by Companies (Auditors Report) Order, 2016 issued by Central Government of India in terms of Sub Section (11) of Section 143 of the Act on the matters specified in paragraph 3 and 4 of the said order, we further report that-

- i.
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us company is maintaining proper records of Fixed Assets.
  - c) The company does not have any immovable property under the head fixed assets, hence clause is not applicable.
- ii. As explained to us, the inventory has been physically verified by the management at regular intervals. No material discrepancies were noticed on such verification.
- iii.
  - a) The company has not granted unsecured loans to parties covered in the register maintained under section 189 of the Companies Act 2013.
  - b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
  - c) The loan being repayable on demand, clause regarding schedule of repayment is not applicable. No party has defaulted in repayment of loan and interest accrued thereon.
- iv. According to the records of the company examined by us and according to the information and explanations given to us, we are of the opinion that, the Company has not has neither given any guarantees nor any security to any party covered in the register maintained under section 185 or 186. No loan has been given by company in violation of section 185. Further, loan given and investment made are in compliance with section 186.
- v. The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.



- vi. The rules regarding maintenance of cost records which have been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.
- vii. a) According to the records of the company examined by us and according to the information and explanations given to us, in our opinion the company has generally been regular in depositing undisputed statutory dues including income tax, service tax, duty of custom, duty of excise, cess and any other material statutory dues. There are no undisputed statutory dues unpaid for a period of more than six months from the date they become payable. Taxes not stated are not applicable to the company.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, service tax, which have not been deposited on account of any dispute. . Taxes not stated are not applicable to the company.
- viii. According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the company does not have any outstanding from financial institution not had issued any debentures.
- ix. According to the information and explanations given to us, neither any money was raised by way of initial public offer or further public offer (including debt instruments) nor any term loan has been raised, hence the clause is not applicable.
- x. According to the information and explanations given to us, we report that neither any fraud by the company nor on the company by its officers / employees has been noticed or reported during the year.
- xi. As examined by us, the company has not paid remuneration to managerial personnel during the period in accordance with the requisite approval mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. The company is not a nidhi company. Hence clause is not applicable.
- xiii. According to the information and explanations given to us, we are of the opinion that all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, we report that the company has neither made any preferential allotment or private placement of shares nor fully or partly convertible debentures during the year under review. Hence clause is not applicable.
- xv. According to the information and explanations given to us, we report that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence clause is not applicable.
- xvi. According to the information and explanations given to us, we report that company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934 and has obtained such registration.



**Report on Other Legal and Regulatory Requirements**

As required by Section 143 (3) of the Act, we report that:

1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
6. With respect to the adequacy of the internal financial controls over financials reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a) There are no pending litigations against the Company.
  - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - d) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note No.30 to the financial statements.

**For Vineet Khetan & Associates**

Chartered Accountants

FIRM Registration No.324428E.

  
**Vineet Khetan**

Proprietor

Membership No.60270

Kolkata

The 26<sup>th</sup> May 2017



**ANNEXURE A - REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013**

**To the Members of RDB MUMBAI INFRASTRUCTURES PRIVATE LIMITED**

We have audited the internal financial controls over financial reporting of RDB MUMBAI INFRASTRUCTURES PRIVATE LIMITED as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that





- i) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and those receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company.
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

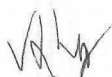
**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Vineet Khetan & Associates**

Chartered Accountants

FIRM Registration No.324428E.



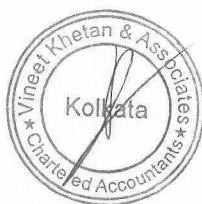
**Vineet Khetan**

Proprietor

Membership No.60270

Kolkata

The 26<sup>th</sup> May 2017





Auditor's Report  
And  
Financial statement for the  
Financial Year 2016-17  
Asst. Year 2017-18  
of  
RDB Mumbai  
Infrastructures Private  
Limited

**RDB Mumbai Infrastructures Private Limited**  
(Formerly RDB Mumbai Private Limited & Maple Tie Up Private Limited)

**Balance Sheet as at 31st March 2017**

Particulars	Note No.	As at 31st March, 2017		As at 31st March, 2016	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	1,00,00,000		1,00,000	
b) Reserves & Surplus	2	(60,74,024)		(47,05,314)	
			39,25,976		(46,05,314)
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowing	3		16,98,13,761		20,00,09,536
b) Other Long Term Liability	4		1,09,60,313		52,67,688
<b>3. Current Liabilities</b>					
a) Short Term Borrowing	5	1,75,09,000		---	
a) Trade Payables	6	34,81,389		1,43,13,675	
b) Other Current Liabilities	7	19,28,06,670		8,18,26,123	
c) Short Term Provision	8	---	21,37,97,059	1,80,000	9,63,19,798
<b>Total</b>			<b>39,84,97,108</b>		<b>29,69,91,708</b>
<b>II ASSETS</b>					
<b>1. Non Current Assets</b>					
a) Fixed Assets	9		59,079		13,175
b) Deferred Tax Assets	10		22,72,466		21,09,242
c) Non current investments	11		6,14,69,076		6,16,68,008
d) Other Non current Assets	12		1,75,800		3,51,600
<b>2. Current Assets</b>					
a) Inventories	13	27,72,23,053		19,83,89,055	
b) Trade Receivable	14	43,00,093		68,46,130	
c) Cash & Cash equivalents	15	7,53,158		53,75,437	
d) Short Term Loans and Advances	16	4,87,13,384		2,19,43,079	
e) Other current Assets	17	35,30,999	33,45,20,687	2,95,982	23,28,49,683
<b>Total</b>			<b>39,84,97,108</b>		<b>29,69,91,708</b>
Significant accounting policies and other notes to Notes referred to above forms an integral part of the Financial Statements	25 to 30				

This is the Balance Sheet referred to in our report of even date.

**For Vineet Khetan & Associates**  
Chartered Accountants  
Registration No.324428E

**Vineet Khetan**  
Proprietor  
Membership No.060270  
3B,Lal Bazar Street,  
Place: Kolkata  
Date: 26th May 2017

For and on behalf of the Board of Directors

For RDB MUMBAI INFRASTRUCTURES PVT LTD

Vikashchand Jhanwar

Director

Director

Director



**RDB Mumbai Infrastructures Private Limited**  
(Formerly RDB Mumbai Private Limited & Maple Tie Up Private Limited)  
**Statement of Profit & Loss for the year ended 31st March 2017**

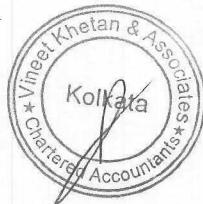
Particulars	Note No.	For the Period 31st March, 2017 ₹	For the Year Ended 31st March, 2016 ₹
<b><u>REVENUE</u></b>			
Revenue from Operation	18	1,74,63,968	10,01,15,406
Other Incomes	19	72,062	1,65,534
		<b>1,75,36,030</b>	<b>10,02,80,940</b>
<b><u>EXPENSES</u></b>			
Construction Activity expenses	20	9,60,16,798	5,00,74,218
Changes in Inventories of Work in Progress	21	(7,88,33,998)	4,74,07,387
Depreciation	9	17,613	18,345
Employee benefit Expense	22	6,33,612	10,25,563
Finance Costs	23	28,219	4,04,504
Other Expenses	24	12,05,721	23,75,971
		<b>1,90,67,964</b>	<b>10,13,05,988</b>
<b>Profit /(Loss) Before Tax</b>		<b>(15,31,934)</b>	<b>(10,25,048)</b>
Less : Provision For Tax			
- Deferred Tax		1,63,224	3,15,610
- Current Tax		---	---
<b>Profit After Tax</b>		<b>(13,68,710)</b>	<b>(7,09,438)</b>
<b><u>Earnings per share (of ₹ Per Share)</u></b>			
Basic		(1.37)	(70.94)
Diluted		(1.37)	(70.94)
Notes referred to above forms an integral part of the Financial Statements	25 to 30		

This is the Profit & Loss Account referred to in our report of even date.

**For Vineet Khetan & Associates**

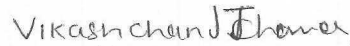
Chartered Accountants  
Registration No.324428E

  
**Vineet Khetan**  
Proprietor  
Membership No.060270  
3B, Lal Bazar Street,  
Place: Kolkata  
Date: 26th May 2017



For and on behalf of the Board of Directors

For RDB MUMBAI INFRASTRUCTURES PVT LTD

  
Vikash chandra Jha

Director

  
Director

**RDB Mumbai Infrastructures Private Limited**  
**Notes to Financial Statement**

	As at 31st March, 2017	As at 31st March, 2016
<b>Notes No. - 1</b>		
<b>SHARE CAPITAL</b>		
<b>a. Authorised</b>		
Number of Equity Shares		
1,00,00,000 (Previous Year 1,00,00,000)	10,00,00,000	10,00,00,000
	<b>10,00,00,000</b>	<b>10,00,00,000</b>
<b>b. Issued, Subscribed and Paid up share capital</b>		
Number of Equity Shares fully paid up		
10,00,000 (Previous Year 10,000)	1,00,00,000	1,00,000
	<b>1,00,00,000</b>	<b>1,00,000</b>
<b>c. Par value per share</b>		
Equity shares	10	10
	<b>10</b>	<b>10</b>

**d. Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year**

Particulars	Opening Balance	Closing Balance
Number of shares outstanding as at the beginning of the year	10,000	10,000
Add : Number of shares issued during the year	9,90,000	-
Less : Number of shares bought back during the year	-	-
Number of shares outstanding as at the end of the year	10,00,000	10,000

**e. The rights, preferences & restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital**  
The Company has only one class of equity shares having par value of ₹ 10 per share. Each Shareholder is eligible for one vote. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend.

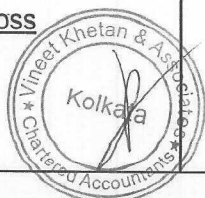
**f. Details of shareholders holding more than 5% shares, with voting rights**

Name of shareholder holding Equity shares with voting rights	As at 31 March, 2017		As at 31 March, 2016	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1) RDB Realty & Infrastructure Ltd	5,10,000	51.00%	7,000	70.00%
2) Kiran Poonamchand Mali	1,63,330	16.33%	1,000	10.00%
3) Vikash Mohan Jhanwar	1,63,340	16.34%	1,000	10.00%
4) Aditya Kumar	---	---	1,000	10.00%
5) Waseem Javed Khan	1,63,330	16.33%	---	---

**g. Shares Reserved for Issue under option As at 31 March, 2017 are NIL (Previous Year Were NIL)**

**h. No Equity or Preference shares allotted as fully paid up pursuant to contract(s) without payment being received in cash for the period of 5 years immediately preceding the Balance Sheet date.**

Particulars	As at 31st March, 2017 ₹	As at 31st March, 2016 ₹
<b>Notes No.-2</b>		
<b>RESERVES &amp; SURPLUS</b>		
Surplus i.e. Balance in Statement of Profit & Loss		
Opening Balance	(47,05,314)	(39,95,876)
Add: Profit for the Year	(13,68,710)	(7,09,438)
	<b>(60,74,024)</b>	<b>(47,05,314)</b>



# RDB Mumbai Infrastructures Private Limited

## Notes to Financial Statement

	As at 31st March, 2017 ₹	As at 31st March, 2016 ₹
<b>Notes No.-3</b>		
<b>Non Current Liabilities</b>		
Unsecured Long Term Borrowing		
-From Related Parties	10,71,31,000	8,37,11,000
-From Others	6,26,82,761	11,62,98,536
	<b>16,98,13,761</b>	<b>20,00,09,536</b>
<b>Notes No.-4</b>		
<b>Other Non Current Liabilities</b>		
Interest accrued and due on borrowing	1,09,60,313	52,67,688
	<b>1,09,60,313</b>	<b>52,67,688</b>
<b>Notes No.-5</b>		
<b>Short Term Borrowings</b>		
Repayable on Demand	1,75,09,000	---
From Banks : Overdraft (Secured)	<b>1,75,09,000</b>	<b>---</b>
<b>Notes No.-6</b>		
<b>TRADE PAYABLES</b>		
- Trade Creditors	34,81,389	1,43,13,675
	<b>34,81,389</b>	<b>1,43,13,675</b>
<b>Notes No.-7</b>		
<b>OTHER CURRENT LIABILITIES</b>		
Advance From Customers and Others	19,03,29,813	7,96,37,599
Outstanding Statutory payment	11,22,915	8,55,285
Other Liabilities	13,53,942	13,33,239
	<b>19,28,06,670</b>	<b>8,18,26,123</b>
<b>Notes No.-8</b>		
<b>Short Term Provision</b>		
Provision for Expenses	---	1,80,000
	<b>---</b>	<b>1,80,000</b>
<b>Notes No.-10</b>		
<b>Deferred Tax Assets (Net)</b>		
On Fixed Assets	3,801	2,434
On Brought Forward Losses	22,68,665	21,06,808
	<b>22,72,466</b>	<b>21,09,242</b>
<b>Notes No.-11</b>		
<b>Non current investments</b>		
Investment in Partnership firm (51% PSR)	6,14,69,076	6,16,68,008
	<b>6,14,69,076</b>	<b>6,16,68,008</b>
<b>Notes No.-12</b>		
<b>Other Non Current Assets</b>		
Preliminary expenses	1,75,800	3,51,600
	<b>1,75,800</b>	<b>3,51,600</b>
<b>Notes No.-13</b>		
<b>Inventories</b>		
Work In Progress	27,72,23,053	19,83,89,055
	<b>27,72,23,053</b>	<b>19,83,89,055</b>
<b>Notes No.-14</b>		
Trade Receivable	43,00,093	68,46,130
(Debts outstanding for a period of less than Six months)	<b>43,00,093</b>	<b>68,46,130</b>



<b>Notes No.-15</b>				
<b>CASH AND BANK BALANCES</b>				
<b>Cash &amp; Cash equivalents</b>				
Balance with Bank		7,09,730		53,62,569
Cash on hand		43,428		12,868
		<b>7,53,158</b>		<b>53,75,437</b>
<b>Notes No.-16</b>				
<b>SHORT TERM LOANS AND ADVANCES</b>				
<b>(Unsecured, considered goods)</b>				
Security Deposit		1,58,24,852		9,46,650
Advance to Sundry Creditors against Material		4,14,400		4,33,445
Balance with Revenue Authority		40,29,132		2,92,873
Other Advances		2,84,45,000		2,02,70,111
		<b>4,87,13,384</b>		<b>2,19,43,079</b>
<b>Notes No.-17</b>				
<b>Other Current Assets</b>				
CENVAT Credit		67,287		1,20,182
Pre paid expenses		32,87,912		
Preliminary Expenses		1,75,800		1,75,800
		<b>35,30,999</b>		<b>2,95,982</b>

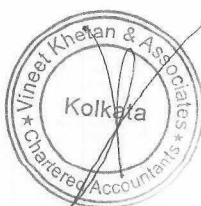




# RDB Mumbai Infrastructures Private Limited

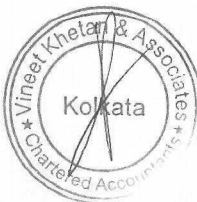
## Notes to Financial Statement

	For the Year Ended 31st March 2017 ₹	For the Year Ended 31st March 2016 ₹
<b>Note No.-18</b>		
Revenue from Operation	1,76,62,900	9,71,40,439
Development Charges		9,68,659
Infrastructure cost		4,44,300
Legal fees		1,35,000
Meter charges		90,000
Profit / (Loss) from partnership firm	(1,98,932.)	13,37,008
	<b>1,74,63,968</b>	<b>10,01,15,406.00</b>
<b>Note No.-19</b>		
<b>OTHER INCOME</b>		
Bank interest	38,451	1,58,414
Misc. Income	20,431	---
Interest on Incometax refund	13,180	7,120
	<b>72,062</b>	<b>1,65,534</b>
<b>Note No.-20</b>		
<b>CONSTRUCTION ACTIVITY EXPENSES</b>		
Construction Expenses	9,60,16,798	5,00,74,218
	<b>9,60,16,798</b>	<b>5,00,74,218</b>
<b>Note No. -21</b>		
<b>CHANGES IN INVENTORIES OF WORK IN PROGRESS</b>		
Opening stock	19,83,89,055	24,57,96,442
Work in Progress	---	---
Adjustment		
<b>Sub Total (A)</b>	<b>19,83,89,055</b>	<b>24,57,96,442</b>
Closing Stock(As Certified by the Management)		
Work in Progress	27,72,23,053	19,83,89,055
<b>Sub Total (B)</b>	<b>27,72,23,053</b>	<b>19,83,89,055</b>
<b>Total (A-B)</b>	<b>(7,88,33,998)</b>	<b>4,74,07,387</b>
<b>Note No. -22</b>		
<b>EMPLOYEE BENEFITS</b>		
Salary Expenses	6,33,612	10,25,563
	<b>6,33,612</b>	<b>10,25,563</b>
<b>Note No. -23</b>		
<b>FINANCE EXPENSES</b>		
Bank Charges	13,219	14,504
Processing fees for OD & BG	---	2,50,000
Stampduty & Registration changes for OD & BG	15,000	1,40,000
	<b>28,219</b>	<b>4,04,504</b>



**RDB Mumbai Infrastructures Private Limited****Notes to Financial Statement****Note No. -24****OTHER EXPENSES**

Statutory Audit Fees	7,500	7,500
Tax Audit Fees	21,000	21,000
Filing Fees	37,400	2,400
Swachh bharat cess	20,331	9,131
Business Promotion Exp.	50,150	30,190
Car Expenses	55,215	---
Postage & Telegram	6,520	4,955
Printing & Stationery	96,657	86,914
Professional & Legal Fees	2,52,771	3,91,467
Notary & Franking charges	28,631	23,822
Advrtsing Expenses	72,983	2,96,699
Electricity Charges (Office)	66,560	67,950
Internet Charges	9,330	16,281
Office Rent	---	9,51,697
Office Expenses	63,352	77,401
Other Interest	9,027	3,652
MCGM charges	362	2,398
Professional Tax	2,500	17,500
Penalty	---	3,000
Repairs & Maintenance - others	12,340	22,620
Staff welfare	48,441	---
Tea & Refreshment Charges	37,411	45,325
Telephone Charges	16,356	17,118
Tender Fee	27,500	40,000
Travelling Charges	87,584	61,151
Prelimanry expenses W/off	1,75,800	1,75,800
	<b>12,05,721</b>	<b>23,75,971</b>



**RDB Mumbai Infrastructures Private Limited**  
**Balance Sheet as at 31st March 2017**  
**Depreciation working as per Company act 2013**

Note - "9" Fixed Assets					(Amount in ₹)								
Description of Tangible Assets	DOU/DPU	Useful life of assets	Rate in %	GROSS BLOCK			ACCUMULATED DEPRECIATION				NET BLOCK		
				As at 1st April 2016	Additions During the Year	Deduction During the Year	As at 31st March 2017	Up to 31st March 2016	For During the Period	Deduction During the Year	Up to 31st March 2017	As at 31st March 2017	As at 31st March 2016
<b>Tangible Assets</b>							1.00						
<b>Computers</b>													
Computer	12-Mar-13	3	63.16	28,700			28,700	27,265			27,265	1,435	1,435
Computer	2-Jun-14	3	63.16	24,250			24,250	19,985	2,694		22,679	1,571	4,265
Computer	12-Nov-16	3	63.16		32,517		32,517		7,877		7,877	24,640	
<b>Office equipments</b>													
Television	30-Nov-14	5	45.07	16,000			16,000	8,525	3,369		11,894	4,106	7,475
Air conditioner	23-Dec-16	5	45.07		23,000		23,000		2,783		2,783	20,217	
Water cooler	1-Jan-17	5	45.07		8,000		8,000		889		889	7,111	
<b>Grand Total</b>				68,950	63,517		1,32,468	55,775	17,613		73,388	59,079	13,175
Previous Year				28,700	40,250		68,950	11,507	25,923		37,430	31,520	17,193



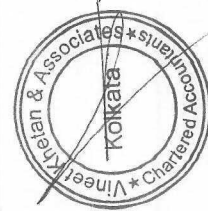
<b>RDB Mumbai Infrastructures Private Limited</b>			
<b>Closing Inventory Working as on 31/03/2017</b>			
	Balance B/f	Addition during the year	Total
Amoghsidhha CHS Ltd	2,14,652	36,061	2,50,713
Bhojraj Bhavan	57,28,894	3,45,580	60,74,473
Ganga Niwas	2,28,70,031	3,86,80,761	6,15,50,793
Girnar CHS Ltd	1,49,413	56,201	2,05,614
Hema Niwas	4,36,69,035	5,14,74,105	9,51,43,140
Khetan CHS Ltd	17,873	1,22,225	1,40,098
Land at Bandra	7,15,79,793	28,67,970	7,44,47,762
Land at Santracruz(West)	5,10,01,368	18,29,533	5,28,30,901
Laxmi Niwas	-	71,146	71,146
Parvati Villa		67,021	67,021
Shiv CHS Ltd	31,57,996	1,80,683	33,38,679
Shyam Gokul CHS Ltd		2,53,391	2,53,391
Sulchana Niwas		21,811	21,811
Sushil CHS Ltd		10,311	10,311
<b>Less: Cost of Sale Hema Niwas</b>			(1,71,82,800)
	19,83,89,055	9,60,16,798	27,72,23,053



**RDB Mumbai Infrastructures Private Limited**  
**Balance Sheet as at 31st March 2017**

**PARTICULARS OF DEPRECIATION ALLOWABLE AS PER INCOME TAX ACT, 1961 FOR F.Y.2016-17**

SINo	PARTICULARS	OPENING W. D. V.	PUT TO USE FOR 180 DAYS OR MORE	PUT TO USE FOR LESS THAN 180 DAYS	MONEY PAYABLE ON SALE/DISP OSAL OF ASSETS	NET AMOUNT	RATE	DEPRECIATIO N AMOUNT	CLOSING WDV
(1)	(2)	(Rs.) (3)	(Rs.) (4)	(Rs.) (5)	(Rs.) (6)	(Rs.) (7)	% (8)	(Rs.) (9)	(Rs.) (10)
1	Computer	8,708	-	-	-	8,708	60%	5,225	3,483
2	Computer	9,700	-	-	-	9,700	60%	5,820	3,880
3	Television	14,800	-	-	-	14,800	15%	2,220	12,580
4	Computer	-	-	32,517	-	32,517	60%	9,755	22,762
5	Air conditioner	-	-	23,000	-	23,000	15%	1,725	21,275
6	Water cooler	-	-	8,000	-	8,000	15%	600	7,400
		33,208	-	63,517	-	96,725		25,345	71,380



**RDB Mumbai Infrastructures Private Limited**  
**Balance Sheet as at 31st March 2017**

Position as on 31st March, 2017	I. Tax 31st March, 2017	Books Wdv	Amount 31st March, 2017	Tax@ 30.90%
Business Loss	73,41,958	-	73,41,958	22,68,665
Fixed Assets	71,380	59,079	12,301	3,801
Deferred Tax Assets as on 31st March 2017 (B)				22,72,466

Deferred Tax Assets as on 31st March 2016 (A) 21,09,242

Deferred Tax Assets to be provided as on 31st March 2017 (A) - (B) (1,63,224)





**RDB MUMBAI INFRASTRUCTURES PRIVATE LIMITED**  
**(FORMERLY – RDB MUMBAI PRIVATE LIMITED & MAPLE TIE UP PRIVATE LIMITED)**  
**NOTES TO THE ACCOUNTS**

**24. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**A. FINANCIAL STATEMENTS**

The financial statements have been prepared under the historical cost convention, on an accrual basis of accounting, to comply in all material respects with the notified accounting standards by the Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 2013. The accounting policies discussed more fully below, are consistent with those used in the previous year.

**B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Management periodically assesses whether there is an indication that an asset may be impaired and makes provision in the accounts for any impairment losses estimated. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Profit and Loss statement of the year in which revisions are made.

**C. FIXED ASSETS**

Fixed Assets are stated at cost 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.

**D. DEPRECIATION AND AMORTIZATION**

Depreciation is provided on depreciable value (cost minus residual value) using straight line method in the manner that the assets are depreciated over the useful life stated under Schedule-II of the Companies Act, 2013.

**E. INVENTORIES**

Work in Progress is valued at lower of cost or net realizable value. Cost comprise of cost of land and development, material cost including material lying at respective sites, construction expenses, fiancé and administrative expenses which contribute to bring the inventory to their present location and condition.



## **F. TAXATION**

- a) **Current Tax:** Current tax is determined as the amount of tax payable in respect of taxable income for the year determined in accordance with the provisions of the Income Tax Act, 1961.
- b) **Deferred Tax:** Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

## **G. REVENUE RECOGNITION**

Revenue from construction projects are recognized on Percentage completion method. Unites for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of the estimated project cost excluding land and Marketing cost is incurred and 30% of consideration is received from party. Further, units for which possession is given, revenue are recognized to full extent. Sales are exclusive of Service tax and VAT.

## **H. PROVISIONS/ CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

## **I. IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

## **J. EMPLOYEE BENEFITS**

Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service



## K. BORROWING COST

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use for sale.

### 25. Earnings Per Share:-

Earnings per shares has been computed as under:-	2016-17	2015-16
Profit / (Loss) after Taxation	(13,68,710)	(7,09,438)
Weighted average number of Equity Shares outstanding	10,00,000	10,000
Earnings per share (Face value of Rs.10/- per share)		
Basic & Diluted	(13.68)	(70.94)

26. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.

### 27. Related Party Disclosures in accordance with AS-18:-

- A. Enterprises over which Major Shareholders/Their Relatives have Significant Influence: -

Sr No	Name of Related Party	Description of Relationship
1	Kiran Poonamchand Mali	KMP
2	Vikash Mohan Jhanwar	KMP
3	Waseem Javed Khan	KMP
4	Regent Associates	Investment

- B. Disclosure of transactions with related parties and the status of outstanding balances.

Nature of Transactions	Enterprises over which KMP & Their relatives have significant influence	
	2016-17	2015-16
<b>Details of Transaction during the year</b>		
Loan received	2,60,00,000	1,47,00,000
Refund of Loan	25,80,000	1,81,89,759
Interest provided	-	43,468
Investment in partnership firm	(1,98,932)	15,38,008
<b>Closing Balance</b>		
Loan received	10,71,31,000	8,37,11,000
Investment in partnership firm	6,14,69,076	6,16,68,008

28. Rs.69,98,753/- (PY- Rs.60,04,198) interest provided on loan taken for projects or loan fund deployed on projects has been capitalized to construction work in progress in accordance with AS-16 "Borrowing Cost"



**29. Contingent Liabilities:**

Demand has been raised by Income Tax department for Rs.2,49,48,150 against Company for the Asst. year 2014-2015 against which appeal have been filed with Commissioner (Appeal) of Income tax.

**30. Disclosure in accordance with requirements under Sch. III regarding cash statement during 08.11.16 to 30.12.16. (In Rs.)**

Particulars	Specified Bank Notes (SBN)	Other Notes	Total
Closing cash in hand as on 08.11.16	200,000/-	48,943/-	248,943/-
Add: Permitted receipts	-	150,000/-	150,000/-
Less: Permitted payments	-	197,706/-	197,706/-
Less: Amount Deposited in banks	200,000/-	-	200,000/-
Closing cash in hand as on 30.12.16	-	1,237/-	1,237/-

31. The figures of Previous Year have been recast and regrouped wherever considered necessary.

Signatories to Notes No.22 to 31 forming part of the Accounts

**For Vineet Khetan & Associates**

Chartered Accountants

Firm Registration No.324428E.

  
**Vineet Khetan**

Proprietor

Membership No.60270

Kolkata

The 26<sup>th</sup> May 2017

**For and on behalf of the Board**

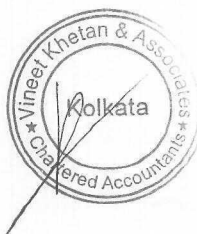
For RDB MUMBAI INFRASTRUCTURES PVT LTD

Vikaschand Jhanwar

  
Director

**Director**

**Director**



**INDEPENDENT AUDITORS' REPORT**  
**TO THE MEMBERS OF RDB Jaipur Infrastructure Private Limited (Formerly known as RDB REALTY PRIVATE LIMITED)**

**Report on the Financial Statements**

We have audited the accompanying financial statements of RDB Jaipur Infrastructure Private Limited (Formerly known as RDB REALTY PRIVATE LIMITED) ("the company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

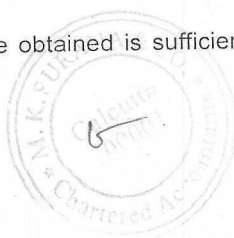
**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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





## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- 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

As required by Companies (Auditors Report) Order, 2016 issued by Central Government of India in terms of Sub Section (11) of Section 143 of the Act on the matters specified in paragraph 3 and 4 of the said order, we further report that-

- i.
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - c) The company does not have any immovable property under the head fixed assets, hence clause is not applicable.
- ii. As explained to us, the inventory has been physically verified by the management at regular intervals. No material discrepancies were noticed on such verification.
- iii.
  - a) The company has granted unsecured loans to parties covered in the register maintained under section 189 of the Companies Act 2013.
  - b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
  - c) The loan being repayable on demand, clause regarding schedule of repayment is not applicable. No party has defaulted in repayment of loan and interest accrued thereon.
- iii) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and for the sale of goods and services. During the course of our Audit, we have not come across any continuing failure to correct major weaknesses in the aforesaid internal control system.
- iv) According to the records of the company examined by us and according to the information and explanations given to us, we are of the opinion that, the Company has not has neither given any guarantees nor any security to any party covered in the register maintained under section 185 or 186. No loan has been given by company in violation of section 185. Further, loan given and investment made are in compliance with section 186.
- v) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.



- vi) The rules regarding maintenance of cost records which have been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.
- vii) a) According to the records of the company examined by us and according to the information and explanations given to us, in our opinion the company has generally been regular in depositing undisputed statutory dues including income tax, service tax, duty of custom, duty of excise, cess and any other material statutory dues. There are no undisputed statutory dues unpaid for a period of more than six months from the date they become payable. Taxes not stated are not applicable to the company.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, service tax, which have not been deposited on account of any dispute. Taxes not stated are not applicable to the company.
- viii) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the company does not have any outstanding from financial institution nor has it issued any debentures.
- ix) According to the information and explanations given to us, neither any money was raised by way of initial public offer or further public offer (including debt instruments) nor any term loan has been raised, hence the clause is not applicable.
- x) According to the information and explanations given to us, we report that neither any fraud by the company nor on the company by its officers / employees has been noticed or reported during the year.
- xi) As examined by us, the company has not paid remuneration to managerial personnel during the period in accordance with the requisite approval mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii) The company is not a nidhi company. Hence clause is not applicable.
- xiii) According to the information and explanations given to us, we are of the opinion that all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us, we report that the company has neither made any preferential allotment or private placement of shares nor fully or partly convertible debentures during the year under review. Hence clause is not applicable.
- xv) According to the information and explanations given to us, we report that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence clause is not applicable.
- xvi) According to the information and explanations given to us, we report that company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934 and has obtained such registration.



**Report on Other Legal and Regulatory Requirements**

As required by Section 143 (3) of the Act, we report that:

1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
6. With respect to the adequacy of the internal financial controls over financials reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a) There are no pending litigations against the Company.
  - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For M.K SURANA & CO**

Chartered Accountants

Firm Reg No : 324127E

*Kirti Kumar Surana*



**KIRTI KUMAR SURANA**

Partner

Membership No.061605

20, Synagogue Street, 2nd Floor

Dated: 26<sup>th</sup> Day of May 2017

**ANNEXURE A - REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013**

**To the Members of RDB Jaipur Infrastructure Private Limited (Formerly known as RDB REALTY PRIVATE LIMITED)**

We have audited the internal financial controls over financial reporting of **RDB Jaipur Infrastructure Private Limited (Formerly known as RDB REALTY PRIVATE LIMITED)** as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

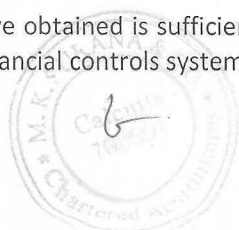
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- i) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and those receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company.
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

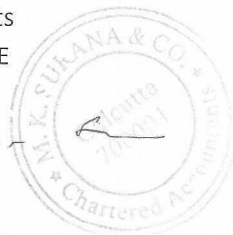
In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For M.K SURANA & CO**

Chartered Accountants

Firm Reg No : 324127E

*Kirti Kumar Surana*



**KIRTI KUMAR SURANA**

Partner

Membership No.061605

20, Synagogue Street, 2nd Floor

Dated: 26<sup>th</sup> Day of May 2017



**RDB Jaipur Infrastructure Private Limited**

Balance Sheet as at 31st March, 2017

Particulars	Notes No.	As at 31st Mar 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	100,000,000		100,000,000	
b) Reserves & Surplus	2	(11,916,202)	88,083,798	(11,498,660)	88,501,340
<b>2. Non Current Liabilities</b>					
a) Other Long Term Liabilities	3	90,000,000	90,000,000	90,000,000	90,000,000
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	4	55,501,557		73,479,128	
b) Other Current Liabilities	5	1,135,753,709	1,191,255,266	1,091,710,011	1,165,189,139
<b>Total</b>			<b>1,369,339,064</b>		<b>1,343,690,479</b>
<b>II ASSETS</b>					
<b>1. Non Current assets</b>					
a) Fixed Assets	6				
i) Tangible Assets		434,026	434,026	574,039	574,039
ii) Intangible Assets		---		---	
a) Deferred Tax Assets (Net)	7		29,121	43,841	43,841
<b>2. Current Assets</b>					
a) Inventories	8	1,320,894,165		1,313,533,503	
b) Trade Receivable		---		---	
c) Cash and Bank Balances	9	1,558,025		2,948,562	
d) Short Term Loans & Advances	10	46,423,727		26,590,534	
e) Other Current Assets		---	1,368,875,917	---	1,343,072,599
<b>Total</b>			<b>1,369,339,064</b>		<b>1,343,690,479</b>
Significant accounting policies and other notes to financial statements	17 To 24				

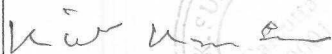
This is the Balance Sheet referred to in our report of even date.

The notes referred to above forms an integral part of the Financial Statements

For M.K.SURANA &amp; CO

Chartered Accountants

Firm Reg. No. : 324127E



Kirti Kumar Surana

Partner

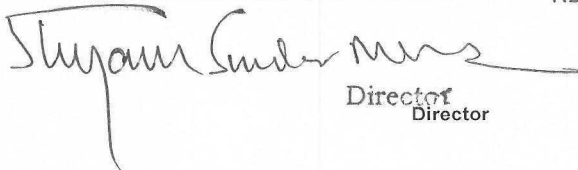
Membership No.061605

20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.

The 26th day of May 2017

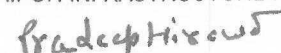
For and on behalf of the Board

RDB JAIPUR INFRASTRUCTURE PVT. LTD.


Director  
Director

For and on behalf of the Board

RDB JAIPUR INFRASTRUCTURE PVT. LTD.



Director

Director

# RDB Jaipur Infrastructure Private Limited

Statements of Profit and Loss for the year ended 31st March 2017

Particulars	Notes No.	For the year ended 31st Mar 2017 (Amount in `)	For the year ended 31st March 2016 (Amount in `)
<b>REVENUE</b>			
Revenue From Operations	11	---	---
Other Income	12	764,350	---
		<b>764,350</b>	---
<b>EXPENSES</b>			
Construction Activity Expenses	13	7,360,662	97,556,188
Changes in Inventories of Finished Goods and Work in Progress	14	(7,360,662)	(97,556,188)
Employee Benefits Expense	15	951,026	---
Depreciation	6	140,013	146,754
Other Expenses	16	76,133	39,932
		<b>1,167,172</b>	<b>186,686</b>
<b>PROFIT BEFORE TAX</b>		<b>(402,822)</b>	<b>(186,686)</b>
Less: Provision For Tax		---	---
- Current Tax		---	---
- Tax Adjustment For Earlier Years		---	---
- Deferred Tax		14,720	1,462
		<b>(417,542)</b>	<b>(188,148)</b>
<b>PROFIT AFTER TAX</b>			
<b>EARNINGS PER SHARE (OF Rs. 10 PER EQUITY SHARE)</b>			
- Basic		(0.04)	(0.02)
- Diluted		(0.04)	(0.02)
Significant accounting policies and other notes to financial statements	17 To 24		

This is the Statement of Profit and Loss referred to in our report of even date.

The notes referred to above forms an integral part of the Financial Statements

For M.K.SURANA & CO

Chartered Accountants

Firm Reg. No. : 324127E

Kirti Kumar Surana

Partner

Membership No.061605

20, Synagogue Street, 2nd Floor,

Kolkata - 700 001.

The 26th day of May 2017

RDB JAIPUR INFRASTRUCTURE PVT. LTD.

For and on behalf of the Board

RDB JAIPUR INFRASTRUCTURE PVT. LTD.

Shyam Sunder Mehta

Director

Pradeep Hirew

Director

Director

**RDB Jaipur Infrastructure Private Limited**  
Cash Flow Statement for the year ended 31st December' 2017

Cash Flow Statement	For the year ended 31st Dec,2017 (Amount in `)		For the year ended 31st March,2016 (Amount in `)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		(402,822)		(186,686)
Adjustments for				
Depreciation	140,013		146,754	
Interest Paid	5,227,613		12,385,105	
Interest Received	---	5,367,626	---	12,531,859
<b>Operating Profit Before Working Capital Changes</b>		<b>4,964,804</b>		<b>12,345,173</b>
(Increase) / Decrease in Inventories	(7,360,662)		(97,556,188)	
(Increase) / Decrease in Trade receivables	---		---	
(Increase) / Decrease of Short-Term Advances	(19,833,193)		(3,972,545)	
(Increase) / Decrease of Other Current Assets	---		(3,422)	
(Increase) / Decrease of Long-Term Liabilities	---		---	
Increase / (Decrease) in Trade Payables	---		---	
Increase / (Decrease) of Other Current Liabilities	44,043,698	16,849,843	171,318,057	69,785,902
<b>Cash generated from operations</b>		<b>21,814,647</b>		<b>82,131,075</b>
Less: Direct taxes paid/(Refunds) including Interest (Net)		---		1,462
Cash Flow before Exceptional Items		21,814,647		82,129,613
<b>Net cash Generated/(used) from operating activities</b>		<b>21,814,647</b>		<b>82,129,613</b>
<b>B. Cash Flow from Investing Activities :</b>				
Purchase of fixed assets	---		(10,100)	
Interest Received	---	---	---	(10,100)
<b>Net cash from investing activities</b>				<b>(10,100)</b>
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) from Issue of equity shares	---		---	
Proceeds / (Repayment) of Long Term Borrowings	---		---	
Proceeds / (Repayment) of Short Term Borrowings	(17,977,571)		(72,400,846)	
Interest Paid	(5,227,613)	(23,205,184)	(12,385,105)	(84,785,951)
<b>Net cash generated/(used) in financing activities</b>		<b>(23,205,184)</b>		<b>(84,785,951)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(1,390,537)</b>		<b>(2,666,438)</b>
Cash and cash equivalents -Opening balance		2,948,562		5,615,000
<b>Cash and cash equivalents -Closing balance</b>		<b>1,558,025</b>		<b>2,948,562</b>
<b>CASH AND CASH EQUIVALENTS :</b>		<b>1,558,025</b>		<b>2,948,562</b>
Balances with Banks		1,468,768		2,913,853
Cash on hand (As certified by the management)		89,258		34,709
		<b>1,558,025</b>		<b>2,948,562</b>

This is the Cash Flow Statement referred to in our report of even date.

For M.K.SURANA & CO

Chartered Accountants

Firm Reg. No. : 324127E

*Kirti Kumar Surana*

**Kirti Kumar Surana**

Partner

Membership No.061605

20, Synagogue Street, 2nd Floor,

Kolkata - 700 001.

The 26th day of May 2017

For and on behalf of the Board of Directors

**RDB JAIPUR INFRASTRUCTURE PVT. LTD.**

*Shyam Sunder*

Director

Director

**RDB JAIPUR INFRASTRUCTURE PVT. LTD.**

*Pradeep Hiran*

Director

Director

**RDB Jaipur Infrastructure Private Limited**  
Notes to Consolidated Financial Statement

Particulars	As at 31 st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 1</b>		
<b><u>SHARE CAPITAL</u></b>		
<b>a. Authorised Share Capital</b>		
15,000,000 Equity Shares of Rs. 10/- each (Previous Year 15,000,000 Equity Shares of Rs. 10/- each)	150,000,000	150,000,000
	<b>150,000,000</b>	<b>150,000,000</b>
<b>b. Issued, subscribed and paid-up share capital :</b>		
10,000,000 Equity Shares of Rs. 10/- each (Previous Year 10,000,000 Equity Shares of Rs. 10/- each)	100,000,000	100,000,000
	<b>100,000,000</b>	<b>100,000,000</b>
<b>c. Par value per share</b>		
Equity shares	10	10
	<b>10</b>	<b>10</b>

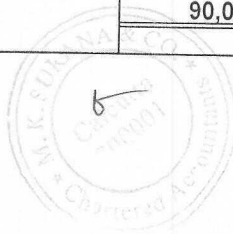
<b>d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year</b>		
Particulars	As at 31st March 2017	As at 31st March 2016
No. of shares outstanding as at the beginning of the year	10,000,000	10,000,000
Add: Number of shares issued during the year	---	---
Less: Number of shares bought back during the year	---	---
No. of shares outstanding as at the end of the year	10,000,000	10,000,000

**e. The rights, preferences & restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital**  
The Company has only one class of equity shares having par value of Rs.10 per share. Each Shareholder is eligible for one

**f. Details of shareholders holding more than 5% shares, with voting rights.**

Sl. No	Name of Equity shareholders	As at 31st March 2017		As at 31st March 2016	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	5,363,046	53.63%	5,363,046	53.63%
2	Sanjay Surana	1,000,000	10.00%	1,000,000	10.00%
3	Gaurishankar Kothari	1,000,000	10.00%	1,000,000	10.00%
4	Shyam Sunder Mohata	933,477	9.33%	-	0.00%
5	Santosh Devi Dhoot	600,000	6.00%	600,000	6.00%
6	Kedar Nath Dhoot	540,977	5.41%	540,977	5.41%
	<b>TOTAL</b>	<b>9,437,500</b>	<b>94.38%</b>	<b>8,504,023</b>	<b>85.04%</b>

Particulars	As at 31 st March 2017 (Amount in Rs.)	As at 31st March, 2016 (Amount in `)
<b>Notes No. - 2</b>		
<b><u>RESERVES &amp; SURPLUS</u></b>		
<b>a) Balance in Statement of Profit and Loss</b>		
Opening Balance	(11,498,660)	(11,310,512)
Add : Profit during the year	(417,542)	(188,148)
	(11,916,202)	(11,498,660)
	<b>(11,916,202)</b>	<b>(11,498,660)</b>
<b>Notes No. - 3</b>		
<b><u>OTHER LONG TERM LIABILITIES</u></b>		
Sundry Deposits	90,000,000	90,000,000
	<b>90,000,000</b>	<b>90,000,000</b>



**RDB Jaipur Infrastructure Private Limited**  
**Notes to Consolidated Financial Statement**

**Note - "6" Fixed Assets**

Description of Assets	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK	
	As at 1st April 2016	Additions During the Year	Deduction During the Year	As at 31.03.17	As at 1st April 2016	For During the Period	Deduction During the Year	Up to 31st March 2017	As at 31st March 2017	As at 31st March 2016
<b>a) Tangible Assets</b>										
Plant & Machineles	7,500	---	---	7,500	2,819	431	---	3,250	4,250	4,681
Furniture & Fixtures	7,100	---	---	7,100	5,186	252	---	5,438	1,662	1,914
Vehicles	1,441,449	---	---	1,441,449	895,250	128,210	---	1,023,460	417,989	546,199
Computers	58,365	---	---	58,365	55,439	---	---	55,439	2,926	2,926
Mobile	52,599	---	---	52,599	34,280	11,120	---	45,400	7,199	18,319
Sub Total	1,567,013	---	---	1,567,013	992,974	140,013	---	1,132,987	434,026	574,039
<b>b) Intangible Assets</b>										
Sub Total	---	---	---	---	---	---	---	---	---	---
<b>c) Capital Work in Progress</b>										
Capital Work In Progress	---	---	---	---	---	---	---	---	---	---
Sub Total	---	---	---	---	---	---	---	---	---	---
Grand Total	1,567,013	---	---	1,567,013	992,974	140,013	---	1,132,987	434,026	574,039
Previous Year	1,556,913	10,100	---	1,567,013	846,220	146,754	---	992,974	574,039	



# RDB Jaipur Infrastructure Private Limited

## Notes to Consolidated Financial Statement

Particulars	As at 31 st March 2017 (Amount in Rs.)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 4</b>		
<b><u>SHORT TERM BORROWINGS</u></b>		
From Other Than Bank (Unsecured)		
Other	55,501,557	73,479,128
	<b>55,501,557</b>	<b>73,479,128</b>
<b>Notes No. - 5</b>		
<b><u>OTHER CURRENT LIABILITIES</u></b>		
Advances from Customers	1,086,107,326	1,007,454,965
Other Liabilities	49,123,250	83,054,251
Statutory Payables	523,133	1,200,795
	<b>1,135,753,709</b>	<b>1,091,710,011</b>
<b>Notes No. - 7</b>		
<b><u>DEFERRED TAX ASSETS (NET)</u></b>		
Deferred Tax Liabilities on		
Depreciation Allowance on Fixed Assets	29,121	43,841
	<b>29,121</b>	<b>43,841</b>
<b>Notes No. - 8</b>		
<b><u>INVENTORIES</u></b>		
Work in Progress (As Certified By The Management)	1,320,894,165	1,313,533,503
	<b>1,320,894,165</b>	<b>1,313,533,503</b>
<b>Notes No. - 9</b>		
<b><u>CASH AND BANK BALANCES</u></b>		
a. Cash and Cash Equivalents :		
Balances with Banks	1,468,768	2,913,853
Cash on hand (As certified by the management)	89,258	34,709
	<b>1,558,025</b>	<b>2,948,562</b>
<b>Notes No. - 10</b>		
<b><u>SHORT TERM LOANS &amp; ADVANCES</u></b>		
(Unsecured, considered good)		
Other Advances	46,423,727	26,590,534
	<b>46,423,727</b>	<b>26,590,534</b>
<b>Notes No. - 11</b>		
<b><u>REVENUE FROM OPERATIONS</u></b>		
a) Sales & Services		
Construction Activities	---	---
Sale of Land	---	---
Services	---	---
<b>Total</b>	<b>---</b>	<b>---</b>
<b>Notes No. - 12</b>		
b) Other Income		
Profit on Sales Investment	105,085	---
Interest Received on Loan	484,550	---
Interest Received on Others	113,514	---
Sundry Balance Written Back	701	---
Miscellaneous Income	60,500	---
<b>Total</b>	<b>764,350</b>	<b>---</b>





# RDB Jaipur Infrastructure Private Limited

Particulars	As at 31 st March 2017 (Amount in Rs.)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 13</b>		
<b><u>CONSTRUCTION ACTIVITY EXPENSES</u></b>		
Cost of Land & Development Charges	---	83,481,760
Construction and other Materials	---	72,930
Salaries, Wages, Bonus, Exgratia etc.	---	784,412
Professional Charges	---	27,345
Other Construction Expenses	2,133,049.00	804,636
Interest Paid & Other Finance Cost (In accordance with AS-16)	5,227,613.00	12,385,105
	<b>7,360,662</b>	<b>97,556,188</b>
<b>Notes No. - 14</b>		
<b><u>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</u></b>		
Opening stock		
Work in Progress	1,313,533,503	1,215,977,315
<b>Sub Total (A)</b>	<b>1,313,533,503</b>	<b>1,215,977,315</b>
Closing stock		
Work in Progress (As Certified by the Management)	1,320,894,165	1,313,533,503
<b>Sub Total (B)</b>	<b>1,320,894,165</b>	<b>1,313,533,503</b>
<b>Total (A - B)</b>	<b>(7,360,662)</b>	<b>(97,556,188)</b>
<b>Notes No. - 15</b>		
<b><u>EMPLOYEE BENEFITS EXPENSE</u></b>		
Salaries, Wages, Bonus, Exgratia etc.	951,026	---
	<b>951,026</b>	---
<b>Notes No. - 16</b>		
<b><u>OTHER EXPENSES</u></b>		
<b><u>A) ADMINISTRATIVE &amp; GENERAL EXPENSES</u></b>		
Rates & Taxes	2,500	2,500
Auditors Remuneration :		
- Statutory Audit Fee	15,000	15,000
- Tax Audit Fee	---	---
Filling Fees	26,688	5,712
Printing & Stationary	29,795	15,430
Miscellaneous Expenses	2,150	1,290
<b>Total</b>	<b>76,133</b>	<b>39,932</b>



**17. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES****A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government under Section 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle of the company has been considered as 12 months.

**B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Management periodically assesses whether there is an indication that an asset may be impaired and makes provision in the accounts for any impairment losses estimated. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the statement of Profit and Loss in the year in which such revisions are made.

**C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognized on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognized to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognized on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalization of projects accounts.
- d) Revenue from services are recognized on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognized on accrual basis on a time proportion basis.

**D. FIXED ASSETS**

Fixed Assets, including those given on lease, are stated at cost 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.

Software is capitalized, where it is expected to provide future enduring economic benefits.

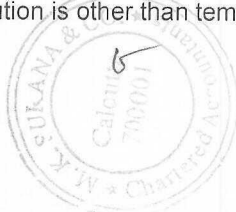
Leasehold land under perpetual lease is not amortized. Lease hold land other than on perpetual lease are being amortized on time proportion basis over their respective lease periods.

**E. DEPRECIATION**

Depreciation is provided on depreciable value (cost minus residual value) using straight line method in the manner that the assets is depreciated over the useful life stated in "Schedule - II" of Companies Act, 2013.

**F. INVESTMENTS**

All investments are bifurcated into Non Current Investments and Current Investments. Investments that are readily realizable and intended to be held for not more than a year from the date of Balance Sheet are classified as Current Investments. All other investments are classified as Non Current Investments. Current Investments are carried at lower of cost or fair market value, determined on an individual investment basis. Non Current Investments are carried at cost. Provision for Diminution in the value of Non Current Investments is made, only if such a diminution is other than temporary.



## **G. INVENTORIES**

- a) Finished Goods: At lower of cost or net realizable value.
- b) Work-in-Progress: At lower of cost or net realizable value.

Cost comprises of cost of land and development, material cost including material lying at respective sites, construction expenses, finance and administrative expenses which contribute to bring the inventory to their present location and condition.

Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

## **H. SALES**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.

## **I. FOREIGN CURRENCY TRANSACTION**

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the date of transactions or that approximates the actual rate at the date of transactions.

Exchange differences arising on foreign exchange transactions settled during the year are recognized in the statement of profit and loss for the period.

Transaction which remains unsettled at the reporting date and reported at rates prevailing as at reporting date and any exchange gain / loss is recognized in statement of profit and loss.

## **J. EMPLOYEE BENEFITS**

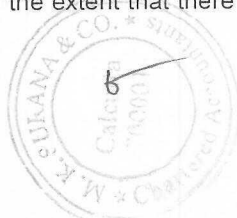
- i) Short term employee benefits:  
Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.
- ii) Post-employment benefits
  - a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the statement of Profit and Loss for the period when the contributions to the respective funds are due.
  - b) Defined Benefit Plan: Employee benefits in the form of Gratuity and Leave Encashment are considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".  
Actuarial gains/losses, if any, are immediately recognized in the statement of Profit and Loss.

## **K. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognized as an expense in the year in which they are incurred.

## **L. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.
- b) Deferred Tax: Deferred tax is recognized subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is reasonable certainty that the asset will be realized in future.



**M. PROVISIONS/CONTINGENCIES**

A provision is recognized for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**N. IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

**18. EARNINGS PER SHARE**

Earnings per share is computed as under:-		2016-17		2015-16	
Profit/(Loss) after Taxation	(A) (Rs)		(4,17,542)		(1,88,148)
Total Equity Shares			10,000,000		10,000,000
Earnings per share (Face value of Rs. 10/- per share)					
Basic & Diluted	(A/B) (Rs)		(0.04)		(0.02)

**19. SEGMENT REPORTING:-**

- The Business of the company falls under a single segment i.e, Development of Real Estate & Infrastructure". In view of the general classification issued by the Institute of Chartered Accountants of India for Companies operating in single segment, the disclosure requirement not applicable to the company.
- The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is not required.

**20. RELATED PARTY DISCLOSURES:-**

In terms of Accounting Standard-18 are as under:

The company had no enterprise under its control during the year under review.

The company had no transactions with any Key Management Personnel & their relatives:-

The company had no transactions with Person / Entities able to exercise control by virtue of shareholding:-

**Note:**

- Related party relationships are identified by the Company on the basis of available information which has been relied upon by the auditors.

21. Interest amounting to Rs. 52,27,613/- (Previous year Rs. 1,23,85,105/-) paid on loans taken for real estate projects has been included in the value of inventory as per AS-16.



22. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.
23. Discloser in accordance with requirements under Schedule III regarding cash statement during 08.11.16 to 30.12.16

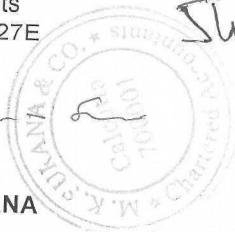
Particulars	Closing Cash in Hand as on 08.11.16	Add : Permitted receipts	Less : Permitted Payments	Closing cash in hand as on 30.12.16
SBN	-	-	-	-
Other Notes	97,836	-	2,182	95,654
Total	97,836	-	2,182	95,654

24. The figures of Previous Year have been recast and regrouped wherever considered necessary.

Signatories to Notes forming part of the Accounts

For M. K.SURANA & CO.  
Chartered Accountants  
Firm Reg. No. : 324127E

KIRTI KUMAR SURANA  
Partner  
Membership No.061605  
Kolkata  
The 26<sup>th</sup> day of May, 2017



RDB JAIPUR INFRASTRUCTURE PVT. LTD.

*Shyam Sunder Meena*  
Director

For and on behalf of the Board

RDB JAIPUR INFRASTRUCTURE PVT. LTD.

*Radhesh Hirani*  
Director

Director

Director

Director

**INDEPENDENT AUDITORS' REPORT**

To the Members of  
**RAJ CONSTRUCTION PROJECTS PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Raj Constructions Projects Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.





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

#### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

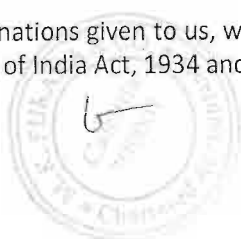
#### **Report on Other Legal and Regulatory Requirements**

As required by Companies (Auditors Report) Order, 2016 issued by Central Government of India in terms of Sub Section (11) of Section 143 of the Act on the matters specified in paragraph 3 and 4 of the said order, we further report that-

- i.
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us Fixed Assets of the company are physically verified by the management according to a phased programme designed to cover all the items which considering the size and nature of operations of the company appears to be reasonable. Pursuant to such program, no material discrepancies between book records and physical inventory have been noticed on physical verification.
  - c) The company does not have any immovable property under the head fixed assets, hence clause is not applicable.
- ii. As explained to us, the inventory has been physically verified by the management at regular intervals. No material discrepancies were noticed on such verification.
- iii.
  - a) The company has granted unsecured loans to parties covered in the register maintained under section 189 of the Companies Act 2013.
  - b) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
  - c) The loan being repayable on demand, clause regarding schedule of repayment is not applicable. No party has defaulted in repayment of loan and interest accrued thereon.
- iii) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and for the sale of goods and services. During the course of our Audit, we have not come across any continuing failure to correct major weaknesses in the aforesaid internal control system.
- iv) According to the records of the company examined by us and according to the information and explanations given to us, we are of the opinion that, the Company has not has neither given any guarantees nor any security to any party covered in the register maintained under section 185 or 186. No loan has been given by company in violation of section 185. Further, loan given and investment made are in compliance with section 186.



- v) The company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under are not applicable.
- vi) The rules regarding maintenance of cost records which have been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.
- vii) a) According to the records of the company examined by us and according to the information and explanations given to us, in our opinion the company has generally been regular in depositing undisputed statutory dues including income tax, service tax, duty of custom, duty of excise, cess and any other material statutory dues. There are no undisputed statutory dues unpaid for a period of more than six months from the date they become payable. Taxes not stated are not applicable to the company.
- b) According to the records of the company examined by us and according to information and explanations given to us, there are no dues in respect of income tax, service tax, which have not been deposited on account of any dispute. . Taxes not stated are not applicable to the company.
- viii) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the company does not have any outstanding from financial institution not had issued any debentures.
- ix) According to the information and explanations given to us, neither any money was raised by way of initial public offer or further public offer (including debt instruments) nor any term loan has been raised, hence the clause is not applicable.
- x) According to the information and explanations given to us, we report that neither any fraud by the company nor on the company by its officers / employees has been noticed or reported during the year.
- xi) As examined by us, the company has not paid remuneration to managerial personnel during the period in accordance with the requisite approval mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii) The company is not a nidhi company. Hence clause is not applicable.
- xiii) According to the information and explanations given to us, we are of the opinion that all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us, we report that the company has neither made any preferential allotment or private placement of shares nor fully or partly convertible debentures during the year under review. Hence clause is not applicable.
- xv) According to the information and explanations given to us, we report that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence clause is not applicable.
- xvi) According to the information and explanations given to us, we report that company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934 and has obtained such registration.



**Report on Other Legal and Regulatory Requirements**

As required by Section 143 (3) of the Act, we report that:

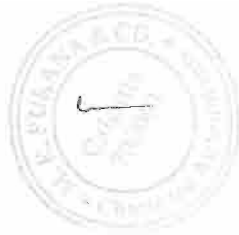
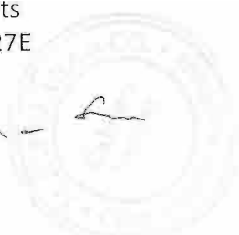
1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
6. With respect to the adequacy of the internal financial controls over financials reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure A.
7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a) There are no pending litigations against the Company.
  - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - d) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note No.30 to the financial statements.

**For M.K SURANA & CO**

Chartered Accountants  
Firm Regd. No. 324127E



**Kirti Kumar Surana**  
Partner  
Membership No.061605  
20, Synagogue Street  
Kolkata - 700001  
Dated: 26<sup>th</sup> Day of May 2017



**ANNEXURE A - REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF  
SECTION 143 OF THE COMPANIES ACT, 2013**

**To the Members of RAJ CONSTRUCTION PROJECTS PRIVATE LIMITED**

We have audited the internal financial controls over financial reporting of **RAJ CONSTRUCTION PROJECTS PRIVATE LIMITED** as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

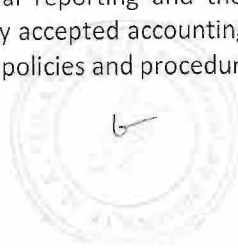
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that



- i) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and those receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company.
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For M.K SURANA & CO  
Chartered Accountants  
Firm Regd. No. 324127E



Kirti Kumar Surana  
Partner  
Membership No.061605  
20, Synagogue Street  
Kolkata – 700001  
Dated: 26<sup>th</sup> Day of May 2017



# Raj Construction Projects Private Limited

Balance Sheet as at 31st March, 2017

Particulars	Notes No.	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	18,544,500		18,544,500	
b) Reserves & Surplus	2	193,783,898	212,328,398	185,175,578	203,720,078
<b>2. Non Current Liabilities</b>					
a) Long Term Borrowings	3	1,652,346		1,652,346	
b) Other Long Term Liabilities	4	-	1,652,346	2,247,500	3,899,846
<b>3. Current Liabilities</b>					
a) Short Term Borrowings	5	30,026,630			
b) Trade Payables	6	196,497			
c) Other Current Liabilities	7	4,468,645		4,834,197	
d) Short Term Provisions	8	2,685,200	37,376,972	2,200,000	7,034,197
<b>Total</b>			<b>251,357,717</b>		<b>214,654,121</b>
<b>II ASSETS</b>					
<b>1. Non Current assets</b>					
a) Fixed Assets					
i) Tangible Assets	9	5,204,067		5,694,284	
ii) Intangible Assets		-			
b) Non Current Investments	10	5,204,067		5,694,284	
c) Deferred Tax Assets (Net)	11	30,100,000			
d) Long Term Loans & Advances	12	58,246		58,246	
		194,087	35,556,400	2,568,514	8,321,044
<b>2. Current Assets</b>					
a) Inventories	13	37,314,463		36,244,323	
b) Trade Receivable	14	1,514,841		1,198,795	
c) Cash and Bank Balances	15	1,695,194		2,238,420	
d) Short Term Loans & Advances	16	173,663,796		165,381,891	
e) Other Current Assets	17	1,613,022	215,801,317	1,269,648	206,333,077
<b>Total</b>			<b>251,357,717</b>		<b>214,654,121</b>
Significant accounting policies and other notes to accounts	25 to 30				
Notes referred to above forms an integral part of the Financial Statements					

This is the Balance Sheet referred to in our report of even date.

For M.K.SURANA & CO  
Chartered Accountants

RAJ CONSTRUCTION PROJECTS PVT. LTD.

For and on behalf of the Board

RAJ CONSTRUCTION PROJECTS PVT. LTD.

Kirti Kumar Surana  
Partner  
Membership No.061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.  
The 26th day of May 2017

2

Director

Director

Director

Director



# Raj Construction Projects Private Limited

Statements of Profit and Loss for the year ended 31st March, 2017

Particulars	Notes No.	For the year ended 31st March 2017 (Amount in `)		For the year ended 31st March 2016 (Amount in `)	
<b>REVENUE</b>					
Revenue From Operations	18		16,661,314		13,909,619
Other Income	19		1,615		---
			<b>16,662,929</b>		<b>13,909,619</b>
<b>EXPENSES</b>					
Construction Activity Expenses	20		1,070,140		1,565,855
Changes in Inventories of Finished Goods and Work in Progress	21		(1,070,140)		(787,923)
Employee Benefits Expense	22		1,000,178		925,079
Finance Costs	23		325,825		464,952
Depreciation	8		760,867		762,671
Other Expenses	24		2,646,091		3,980,242
			<b>4,732,961</b>		<b>6,910,876</b>
<b>PROFIT BEFORE TAX</b>			<b>11,929,968</b>		<b>6,998,743</b>
Less: Provision For Tax					
- Current Tax		2,685,200		2,200,000	
- Tax Adjustment For Earlier Years		636,449		17,836	
- Deferred Tax		-	3,321,649	15,691	2,233,527
<b>PROFIT AFTER TAX</b>			<b>8,608,319</b>		<b>4,765,216</b>
<b>EARNINGS PER SHARE (OF Rs. 10 PER EQUITY SHARE)</b>					
- Basic			4.64		2.57
- Diluted			4.64		2.57
Notes referred to above forms an integral part of the Financial Statements					

This is the Statement of Profit and Loss referred to in our report of even date.

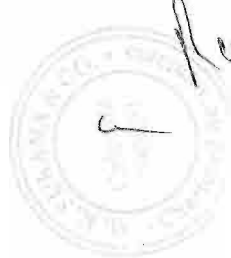
For M.K.SURANA & CO  
Chartered Accountants

RAJ CONSTRUCTION PROJECTS PVT. LTD

For and on behalf of the Board

RAJ CONSTRUCTION PROJECTS PVT. LTD

*Kirti Kumar Surana* *SRPP*



Director

*Pradeep Hiranand*

Director

Kirti Kumar Surana  
Partner  
Membership No.061605  
20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.  
The 26th day of May 2017

Director

Director

# Raj Construction Projects Private Limited

Cash Flow Statement for the year ended 31st March, 2017

Cash Flow Statement	For the year ended 31st March, 2017 (Amount in `)		For the year ended 31st March, 2016 (Amount in `)	
<b>A. Cash flow from operating activities :</b>				
Net profit before tax as per Statement of Profit and Loss		11,929,968		6,998,743
Adjustments for				
Depreciation	760,867		762,671	
Interest Paid	324,218		462,791	
Fixed Assets Written Off	---		76,862	
Interest Received	(12,637,788)	(11,552,703)	(9,448,739)	(8,146,415)
<b>Operating Profit Before Working Capital Changes</b>		<b>377,265</b>		<b>(1,147,672)</b>
(Increase) / Decrease in Inventories	(1,070,140)		(787,924)	
(Increase) / Decrease in Trade receivables	(316,046)		(69,378)	
(Increase) / Decrease of Short-Term Advances	(8,281,905)		(58,352)	
(Increase) / Decrease of Long-Term Advances	2,374,427		(2,365,427)	
(Increase) / Decrease of Other Current Assets	(343,374)		566,124	
(Increase) / Decrease of Long-Term Liabilities	(2,247,500)		---	
Increase / (Decrease) in Trade Payables	196,497		(212,270)	
Increase / (Decrease) of Other Current Liabilities	(365,552)	(10,053,593)	(4,538,467)	(7,465,694)
<b>Cash generated from operations</b>		<b>(9,676,327)</b>		<b>(8,613,366)</b>
Less: Direct taxes paid/(Refunds) including Interest (Net)		2,836,447		2,217,836
Cash Flow before Exceptional Items		(12,512,774)		(10,831,203)
<b>Net cash Generated/(used) from operating activities</b>		<b>(12,512,774)</b>		<b>(10,831,203)</b>
<b>B. Cash Flow from Investing Activities :</b>				
Purchase of fixed assets	(270,652)		(65,900)	
Sale of fixed assets	---		---	
Non-current Investment	(30,100,000)		16,011	
Loans Refund / (Given)	---		---	
Interest Received	12,637,788	(17,732,864)	9,448,739	9,398,850
<b>Net cash from investing activities</b>		<b>(17,732,864)</b>		<b>9,398,850</b>
<b>C. Cash flow from financing activities :</b>				
Proceeds / (Repayment) of Long Term Borrowings	---		(1,459,138)	
Proceeds / (Repayment) of Short Term Borrowings	30,026,630		---	
Interest Paid	(324,218)	29,702,412	(462,791)	(1,921,928)
<b>Net cash generated/(used) in financing activities</b>		<b>29,702,412</b>		<b>(1,921,928)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(543,226)</b>		<b>(3,354,280)</b>
Cash and cash equivalents -Opening balance		2,238,420		5,592,700
		<b>1,695,194</b>		<b>2,238,420</b>
<b>Cash and cash equivalents -Closing balance</b>		<b>1,695,194</b>		<b>2,238,420</b>
<b>CASH AND CASH EQUIVALENTS :</b>				
Balances with Banks		1,329,865		1,854,665
Cash on hand (As certified by the management)		365,329		383,755
		<b>1,695,194</b>		<b>2,238,420</b>

This is the Cash Flow Statement referred to in our report of even date.

For and on behalf of the Board of Directors

**For M.K.SURANA & CO**

Chartered Accountants

*Kirti Kumar Surana*

**Kirti Kumar Surana**

Partner

Membership No.061605

20, Synagogue Street, 2nd Floor,  
Kolkata - 700 001.

The 26th day of May 2017

RAJ CONSTRUCTION PROJECTS PVT. LTD

*Ravi Pinha*

RAJ CONSTRUCTION PROJECTS PVT. LTD

*Pradeep Hirewar*

Director

Director

Director

**Raj Construction Projects Private Limited**  
Notes to Consolidated Financial Statement

Particulars	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>Notes No. - 1</b>				
<b>SHARE CAPITAL</b>				
<b>a. Authorised Share Capital</b>				
Number of Equity shares				
20,00,000 (Previous year 20,00,000)		20,000,000		20,000,000
		20,000,000		20,000,000
<b>b. Issued, subscribed and paid-up share capital :</b>				
Number of Equity shares fully paid up				
18,54,450 (Previous year 18,54,450)		18,544,500		18,544,500
		18,544,500		18,544,500
<b>c. Par value per share</b>				
Equity shares		10		10
		10		10
<b>d. Reconciliation of number of equity shares outstanding as at the beginning and as at the end of the year</b>				

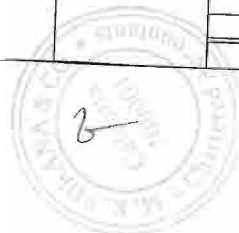
Particulars	Opening Balance	Closing Balance
No. of shares outstanding as at the beginning of the year		
Add: Number of shares issued during the year	1,854,450	1,854,450
Less: Number of shares bought back during the year	-	---
No. of shares outstanding as at the end of the year	1,854,450	1,854,450

**e. The rights, preferences & restrictions attaching to shares and restrictions on distribution of dividend and repayment of capital**  
The Company has only one class of equity shares having par value of Rs. 10 per share. Each Shareholder is eligible for one vote. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend.

**f. Details of shareholders holding more than 5% shares, with voting rights.**

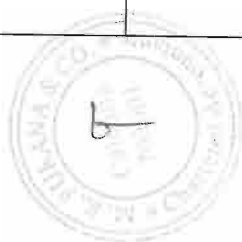
Sl. No	Name of Equity shareholders	As at 31st March 2017		As at 31st March 2016	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
1	RDB Realty & Infrastructure Limited	1,854,450	100	1,854,450	100

Particulars	As at 31st March 2017 (Amount in `)		As at 31st March 2016 (Amount in `)	
<b>Notes No. - 2</b>				
<b><u>RESERVES &amp; SURPLUS</u></b>				
<b><u>a) Securities Premium Account</u></b>				
Opening Balance	77,042,500	77,042,500	77,042,500	77,042,500
Add: During the Year	-		---	
<b><u>b) Balance in Statement of Profit and Loss</u></b>				
Opening Balance	108,133,078	-	103,367,862	108,133,078
Add/Less : Profit/(Loss) during the year	8,608,319	116,741,398	4,765,216	
		193,783,898		185,175,578



**Raj Construction Projects Private Limited**
**Notes to Consolidated Financial Statement**

Particulars	As at 31st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 3</b>		
<b><u>LONG TERM BORROWINGS</u></b>		
<b><u>Secured Loans *</u></b>		
Loan Against Car Securitisation	1,652,346	1,652,346
	<b>1,652,346</b>	<b>1,652,346</b>
<b>Notes No. - 4</b>		
<b><u>OTHER LONG TERM LIABILITIES</u></b>		
Advance against properties	-	---
Sundry Deposits	-	2,247,500
	<b>-</b>	<b>2,247,500</b>
<b>Notes No. - 5</b>		
<b><u>SHORT TERM BORROWINGS</u></b>		
From Other Than Bank (Unsecured)		
Sundry Deposits		
a) Related Parties (Holding Co)	-	---
b) Other Than Related Parties	30,026,630	---
b) Accrued Interest but not due	-	---
	<b>30,026,630</b>	<b>-</b>
<b>Notes No. - 6</b>		
<b><u>TRADE PAYABLES</u></b>		
Trade Payables *	196,497	---
* The Company is in communication with its suppliers to ascertain the applicability of "The Micro, Small and Medium Enterprises Development Act, 2006". As on the date of this Balance Sheet the Company has not received any communications from any of its suppliers regarding the applicability of the Act to them.		
	<b>196,497</b>	<b>---</b>
<b>Notes No. - 7</b>		
<b><u>OTHER CURRENT LIABILITIES</u></b>		
Advances from Customers	3,278,500	2,000,000
Current Liabilities of LTB	13,325	1,485,146
Other Liabilities	63,000	241,301
Outstanding Statutory Payment	1,113,820	1,107,750
	<b>4,468,645</b>	<b>4,834,197</b>
<b>Notes No. - 8</b>		
<b><u>SHORT TERM PROVISIONS</u></b>		
Income Tax current Year	2,685,200	2,200,000
Income Tax Previous Year	-	---
	<b>2,685,200</b>	<b>2,200,000</b>



**Raj Construction Projects Private Limited**  
Notes to Financial Statement

**Notes No. - 9**

**FIXED ASSETS**

Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 1st April 2016	Additions During the Year	Deductions During the Year	As at 31st March 2017	As at 1st April 2016	For the Year	Deductions During the Year	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016
<b>Tangible Assets</b>										
Lands	475,086	---	---	475,086	---	---	---	---	475,086	475,086
Plant & Machineries	2,362,361	270,652	---	2,633,013	1,336,035	190,735	---	1,526,770	1,106,243	1,026,326
Furniture & Fixtures	1,218,756	---	---	1,218,756	1,014,881	35,784	---	1,050,665	168,091	203,875
Vehicles	4,998,400	---	---	4,998,400	1,009,511	534,348	---	1,543,859	3,454,541	3,988,889
Computers	303,565	---	---	303,565	303,459	---	---	303,459	106	106
<b>Sub Total</b>	<b>9,358,168</b>	<b>270,652</b>	---	<b>9,628,820</b>	<b>3,663,886</b>	<b>760,867</b>	---	<b>4,424,753</b>	<b>5,204,067</b>	<b>5,694,283</b>
<b>Intangible Assets</b>										
Computer Softwares	29,100	---	---	29,100	29,099	---	---	29,099	---	---
<b>Sub Total</b>	<b>29,100</b>	---	---	<b>29,100</b>	<b>29,099</b>	---	---	<b>29,099</b>	---	---
<b>Capital Work in Progre</b>	---	---	---	---	---	---	---	---	---	---
<b>Sub Total</b>	---	---	---	---	---	---	---	---	---	---
<b>Grand Total</b>	<b>9,387,268</b>	<b>270,652</b>	---	<b>9,657,920</b>	<b>3,692,985</b>	<b>760,867</b>	---	<b>4,453,852</b>	<b>5,204,067</b>	<b>5,694,283</b>
Previous Year	9,321,368	65,900	---	9,387,268	2,853,451	762,671	---	3,692,985	5,694,282	

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**Raj Construction Projects Private Limited**  
Notes to Consolidated Financial Statement

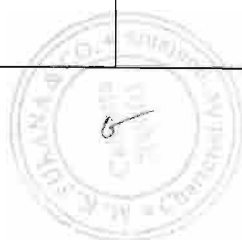
Particulars	As at 31st March 2017 (Amount in `)	As at 31st March 2016 (Amount in `)
<b>Notes No. - 10</b>		
<b><u>NON CURRENT INVESTMENTS</u></b>		
<b>Other Investments</b>		
National Savings Certificate	-	---
Investment in Partnership Firm / LLP	30,100,000	---
Interest Accrued	-	---
	<b>30,100,000</b>	<b>---</b>
<b>Notes No. - 11</b>		
<b><u>DEFERRED TAX ASSETS (NET)</u></b>		
Deferred Tax Liabilities on		
Depreciation Allowance on Fixed Assets	58,246	58,246
	<b>58,246</b>	<b>58,246</b>
<b>Notes No. - 12</b>		
<b><u>LONG TERM LOANS &amp; ADVANCES</u></b>		
(Unsecured, Considered Good)		
Security Deposits	194,087	2,568,514
	<b>194,087</b>	<b>2,568,514</b>
<b>Notes No. - 13</b>		
<b><u>INVENTORIES</u></b>		
Work in Progress (As Certified By The Management)	37,314,463	36,244,323
	<b>37,314,463</b>	<b>36,244,323</b>
<b>Notes No. - 14</b>		
<b><u>TRADE RECEIVABLE</u></b>		
(Unsecured, considered good)		
Debts outstanding for a period exceeding six months	606,276	---
Other Debts	908,565	1,198,795
	<b>1,514,841</b>	<b>1,198,795</b>
<b>Notes No. - 15</b>		
<b><u>CASH AND BANK BALANCES</u></b>		
a. Cash and Cash Equivalents :		
Balances with Banks	1,329,865	1,854,665
Cash on hand (As certified by the management)	365,329	383,755
	<b>1,695,194</b>	<b>2,238,420</b>
<b>Notes No. - 16</b>		
<b><u>SHORT TERM LOANS &amp; ADVANCES</u></b>		
(Unsecured, considered good)		
Loans to Related Parties	-	---
Loans to Others	170,040,291	160,838,339
Other Advances	3,623,505	4,543,552
	<b>173,663,796</b>	<b>165,381,891</b>
<b>Notes No. - 17</b>		
<b><u>OTHER CURRENT ASSETS</u></b>		
Advance Income Tax & Tax Deducted at Source	1,525,038	1,231,684
Service Tax Input	37,964	37,964
Prepaid Expenses	50,020	---
	<b>1,613,022</b>	<b>1,269,648</b>

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**Raj Construction Projects Private Limited**
**Notes to Consolidated Financial Statement**

Particulars	For the year ended 31st March 2017 (Amount in `)		For the year ended 31st March 2016 (Amount in `)	
<b>Notes No. - 18</b>				
<b><u>REVENUE FROM OPERATIONS</u></b>				
<b>a) Sales &amp; Services</b>				
Construction Activities		-		---
Sale of Land		-		---
Services		-		---
<b>Sub Total (A)</b>		-		---
<b>b) Other Operating Income</b>				
Rental Income *		4,023,526		4,460,880
Interest Received		-		-
- On Related Parties		-		---
- Others	12,637,788	12,637,788	9,448,739	9,448,739
<b>Sub Total (B)</b>		16,661,314		13,909,619
<b>Total (A + B)</b>		16,661,314		13,909,619
* Received from the Holding Company (RDB Realty & Infrastructure Limited) amounted ` 90,000/- (Previous Year ` 90,000/-)				
<b>Notes No. - 19</b>				
<b><u>OTHER INCOME</u></b>				
Liabilities/Advances no longer payable written back		1,615		---
Miscellaneous Income		-		---
		1,615		---
<b>Notes No. - 20</b>				
<b><u>CONSTRUCTION ACTIVITY EXPENSES</u></b>				
Construction and other Materials		-		207,489
Contract Labour Charges		350		553,104
Professional Charges		434,390		75,000
Other Construction Expenses		635,400		730,262
		1,070,140		1,565,855
<b>Notes No. - 21</b>				
<b><u>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</u></b>				
<b>Opening stock</b>				
Finished Stock		-		---
Work in Progress		36,244,323		35,456,400
<b>Sub Total (A)</b>		36,244,323		35,456,400
<b>Closing stock</b>				
Finished Stock (As Certified by the Management)		19,820,459		---
Work in Progress (As Certified by the Management)		17,494,004		36,244,323
<b>Sub Total (B)</b>		37,314,463		36,244,323
<b>Total (A - B)</b>		(1,070,140)		(787,923)



**Raj Construction Projects Private Limited**
**Notes to Consolidated Financial Statement**

Particulars	For the year ended 31st March 2017 (Amount in `)		For the year ended 31st March 2016 (Amount in `)	
<b>Notes No. - 22</b>				
<b><u>EMPLOYEE BENEFITS EXPENSE</u></b>				
Salaries, Wages, Bonus, Exgratia etc.		1,000,178		925,079
Directors' Remuneration		-		---
		<b>1,000,178</b>		<b>925,079</b>
<b>Notes No. - 23</b>				
<b><u>FINANCE COSTS</u></b>				
Interest Paid				
To Related Party	-		---	
Others	324,218	324,218	462,791	462,791
Finance Charges		1,607		2,161
		<b>325,825</b>		<b>464,952</b>
<b>Notes No. - 24</b>				
<b><u>OTHER EXPENSES</u></b>				
<b><u>A) ADMINISTRATIVE &amp; GENERAL EXPENSES</u></b>				
Legal and Professional Charges		89,400		20,080
Postage, Telegraph & Telephones		59		650
Fixed Assets (Written Off)		-		76,862
Motor Vehicle Expenses		270,798		221,909
Others Rates & Taxes		10,240		8,913
Municipal Tax Paid		393,513		1,071,810
Rent		35,834		35,564
Travelling & Conveyance Expenses		40,057		129,812
Filling Fees		2,488		3,040
Auditors Remuneration :				
- Statutory Audit Fee	5,000		5,000	
- Tax Audit Fee	2,500	7,500	2,500	7,500
Electricity Expenses		-		58,548
Other Repairs		11,500		206,922
Maintenance Charges		1,208,632		550,123
Printing & Stationary		37,192		33,614
Donation		-		1,000,000
Insurance Expenses		108,763		65,004
Miscellaneous Expenses		3,951		23,537
		-		---
<b>Sub Total (A)</b>		<b>2,219,927</b>		<b>3,513,888</b>
<b><u>B) SELLING AND DISTRIBUTION EXPENSES</u></b>				
Advertisement & Publicity Expenses		29,655		163,014
Commission to Selling Agents		100,000		25,000
Sales Promotion Expenses		296,509		278,340
<b>Sub Total (B)</b>		<b>426,164</b>		<b>466,354</b>
<b>Total (A + B)</b>		<b>2,646,091</b>		<b>3,980,242</b>

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## **25. SIGNIFICANT ACCOUNTING POLICIES**

### **A. FINANCIAL STATEMENTS**

The financial statements have been prepared to comply in all the material aspects with Accounting Standards notified by Central Government u/s 129 of the Companies Act, 2013 rules made there under and the relevant provisions of the Companies Act, 2013. The financial statement has been prepared under historical cost convention on an accrual basis in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the company except otherwise stated and are consistent with those used in previous year.

All the assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. The normal operating cycle has been considered as 12 months.

### **B. USE OF ESTIMATES**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and amounts of income and expenses during the year. Examples of such estimates include contract costs expected to be incurred to complete construction contracts, provision for doubtful debts, income taxes and future obligations under employee retirement benefit plans. Actual results could differ from those estimates. The effects of adjustment arising from revisions made to the estimates are included in the Statement of Profit and Loss in the year in which such revisions are made.

### **C. REVENUE RECOGNITION**

- a) Revenue from own construction projects are recognised on percentage of completion method. Units for which agreement for sale is executed till reporting date are considered for it. Revenue recognition starts when 20% of estimated project cost excluding land and marketing cost is incurred. Further, units for which Deed of Conveyance is executed or possession is given, revenue is recognised to full extent.
- b) Revenue from Joint Venture Development Agreement under work sharing arrangements are recognized on the same basis as similar to own construction projects independently executed by the company to the extent of the company's share in joint venture.
- c) Revenue from Construction Contracts are recognised on percentage of completion method measured by reference to the survey of works done up to the reporting date and certified by the client before finalisation of projects accounts.
- d) Revenue from services are recognised on rendering of services to customers except otherwise stated.
- e) Rental income from assets is recognized for an accrual basis except in case where ultimate collection is considered doubtful.
- f) Interest income is recognised on time proportion basis.

### **D. FIXED ASSETS**

Fixed Assets, including those given on lease, are stated at cost 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.

Software is capitalized, where it is expected to provide future enduring economic benefits.

Leasehold land under perpetual lease is not amortized. Lease hold land other than on perpetual lease is being amortized on time proportion basis over their respective lease periods.

### **E. DEPRECIATION**

Depreciation is provided on depreciable value (cost minus residual value) using straight line method in the manner that the assets is depreciated over the useful life stated in "Schedule - II" of Companies Act, 2013

### **F. INVESTMENTS**

All investments are bifurcated into Non Current Investments and Current Investments. Investments that are readily realisable and intended to be held for not more than a year from the date of Balance Sheet are classified as Current Investments. All other investments are classified as Non Current Investments. Current Investments are carried at lower of cost or fair market value, determined on an individual investment basis. Non Current Investments are carried at cost. Provision for Diminution in the value of Non Current Investments is made, only if such a diminution is other than temporary.

### **G. INVENTORIES**

- a) Finished Goods: At lower of cost or net realisable value.
  - b) Work-in-Progress: At lower of cost or net realisable value.
- Provision for obsolescence in inventories is made, wherever required.

Work-in-progress- Real Estate projects (including land inventory): represents cost incurred in respect of unsold area of the real estate development projects or costs incurred on projects where revenue is to be recognized.

Work-in-progress- Contractual: represents cost of work done yet to be certified / billed.

### **H. CASH AND CASH EQUIVALENTS**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.



**I. REVENUE FROM OPERATIONS**

- i) Real Estate: Sales is exclusive of service tax and value added tax, if any, net of sales return.
- ii) Rental Income: Rental income is exclusive of service tax.

**J. FOREIGN CURRENCY TRANSACTION**

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the date of transactions or that approximates the actual rate at the date of transactions.

Exchange differences arising on foreign exchange transactions settled during the year are recognized in the statement of profit and loss for the period.

Transactions which remain unsettled at the reporting date and reported at rates prevailing as at reporting date and any exchange gain / loss is recognized in Statement of Profit and Loss.

**K. EMPLOYEE BENEFITS**

- i) Short term employee benefits:

Short term employee benefits such as salaries, wages, bonus, expected cost of ex-gratia etc. are recognized in the period in which the employee renders the related service.

- ii) Post-employment benefits

- a) Defined Contribution Plan: Employee benefits in the form of Employees State Insurance Corporation and Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the period when the contributions to the respective funds are due.

- b) Defined Benefit Plan: Employee benefits in the form of Gratuity is considered as defined benefit plan and are provided for on the basis of an independent actuarial valuation, using the projected unit credit method, as at the Balance Sheet date as per requirements of Accounting Standard-15 (Revised 2005) on "Employee Benefits".

- iii) Actuarial gains/losses, if any, are immediately recognized in the Statement of Profit and Loss.

**L. BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. Other borrowing costs are recognised as an expense in the year in which they are incurred.

**M. TAXATION**

- a) Current Tax: Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternative Tax credit available under section 115JB of the Income Tax Act, 1961 will be accounted in the year in which the benefits are claimed.

- b) Deferred Tax: Deferred tax is recognised subject to consideration of prudence on the basis of timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

**N. PROVISIONS/CONTINGENCIES**

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation as at the Balance Sheet date. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent liability and are disclosed by way of note.

**O. IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

**26. Earnings per share in accordance with AS-20**

Earnings per share is computed as under:-		As at	As at
		31st March, 2017	31st March, 2016
Profit available for Equity Shareholders	(A) (Rs.)	8,608,319	4,765,216
Weighted average number of Equity Shares outstanding	(B) (Nos.)	1,854,450	1,854,450
Earnings per share (Face value of Rs.10/- per Equity Share)			
Basic & Diluted	(A/B) (Rs.)	4.64	2.57

**27. Segment Reporting:-**

The Business of the company fall under a single segment i.e. Development of Real Estate & Infrastructure". The disclosure requirement as per AS – 17 on 'Segment Reporting' is not applicable to the company. The Company's business is mainly concentrated in similar geographical, political and economical conditions; hence disclosure for Geographical segment is also not required.

**Raj Construction Projects Private Limited**  
The Notes forming part of the Financial Statement

**28. Related Party Disclosures in accordance with AS - 18:-**

(i) Enterprises where control exists

**A) Holding Company**

Sl. No.	Name of the Company
1	RDB Realty & Infrastructure Limited

**B) Others**

Sl. No.	Name of the Company
1	Maple Tie Up Private Limited

**C) Partnership Firm / LLP/ AOP**

Sl. No.	Name of the Firm	Sl. No.	Name of the Firm
1	HPSD Enclave LLP	2	HPVD Commotrade
3	Rituraj Construction LLP		

(ii) Disclosure of transactions between the Company and related parties and the status of outstanding balances as on 31-Mar-2017

Amount in (Rs.)

Nature of Transactions	Holding Company		Others		Partnership Firms & LLP	
	As at 31st March 2017	As at 31st March 2016	As at 31st March 2017	As at 31st March 2016	As at 31st March 2017	As at 31st March 2016
<b>Opening Balance</b>						
Investment in LLP	---	---	---	---	---	---
Rent Receivable	119,360	16,854	---	---	---	---
Loan Given	---	---	---	3,689,759	---	---
<b>Transaction during the year</b>						
Interest Income	---	---	---	43,468	---	---
Rent Received	90,000	90,000	---	---	---	---
Interest Paid	---	---	---	---	---	---
Investment in LLP	---	---	---	---	30,00,000	---
Directors' Remuneration	---	---	---	---	---	---
Advance Received Repaid	---	---	---	---	---	---
Unsecured Loan Received	---	---	---	---	---	---
Unsecured Loan Repaid	---	---	---	---	---	---
Loan Given	---	---	---	---	---	---
Refund of Loan Given	---	---	---	3,733,227	---	---
<b>Closing Balance</b>						
Rent Receivable	35,504	119,360	---	---	---	---
Unsecured Loan	---	---	---	---	---	---
Investment in LLP	---	---	---	---	30,00,000	---

29. In the opinion of the Board the Current Assets, Loans and Advances are not less than the stated value if realised in ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary. There is no contingent liability except stated and informed by the Management.

30. Disclosure in accordance with requirements under Schedule III regarding cash statement during 08.11.2016 to 30.12.2016

Particulars	Closing Cash in Hand as on 08.11.16	Add : Permitted receipts	Less : Permitted Payments	Closing cash in hand as on 30.12.16
SBN	-	-	-	-
Other Notes	32,578	50,000	35,860	46,718
<b>Total</b>	<b>32,578</b>	<b>50,000</b>	<b>35,860</b>	<b>46,718</b>

31. The previous year figures have been reclassified / regrouped wherever necessary

For M.K.SURANA & CO  
Chartered Accountants

Kirti Kumar Surana  
Partner  
Membership No.061605  
20, Synagogue Street,2nd Floor,  
Kolkata - 700 001.  
The 26th day of May 2017

For and on behalf of the Board of Directors

RAJ CONSTRUCTION PROJECTS PVT. LTD

RAJ CONSTRUCTION PROJECTS PVT. LTD

Director

Director

Director

Director