



INDEPENDENT AUDITORS' REPORT

To the Members of **Kanchan Janga Integrated Infrastructure Development Private Limited**

Report on the Standalone financial statements

We have audited the accompanying standalone financial statements of **Kanchan Janga Integrated Infra. Dev. Pvt.Ltd** ("the Company"), which comprises the balance sheet as at 31st March 2017, and the statement of profit and loss and 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 Standalone financial statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone 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 and Companies (Accounting Standards) Amendment rules, 2016. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting 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 adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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 thereunder.

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 standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 standalone 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 standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors as well as evaluating the overall presentation of the standalone 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 standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the standalone 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, of the state of affairs of the Company as at 31st March, 2016 and its profit and its cash flows for the year ended on that date.



Report on Other Legal and Regulatory Requirements

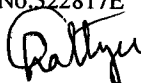
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure- A**, a statement on the matters specified in paragraphs 3 and 4 of the said Order to the extent applicable to the company.

2. As required by section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) 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;
 - (d) In our opinion, the aforesaid standalone financial statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016;
 - (e) On the basis of written representations received from the directors as at 31st March, 2017 taken on record by the Board of Directors, none of the directors as on 31st March 2016 are disqualified from being appointed as a director in terms of Section 164(2) of the Act; and
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure- B**"; and
 - (g) With respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact the financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Kolkata
Dated: 19TH MAY, 2017



For **DBK Associates**.
Chartered Accountants
Firm's Registration No:322817E

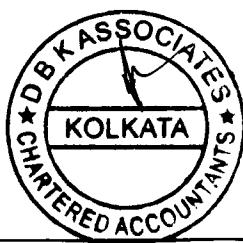

Pulak Chatterjee
Partner
Membership No:056493

**Annexure - A to the Independent Auditor's Report
(Refer to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements
Of our report of even date to the members of Kanchan Janga Integrated Infrastructure Development
Private Limited on the standalone financial statements for the year ended 31st March, 2017)**

1. a) The Company has maintained proper records of Fixed Assets showing full particulars including quantitative details and situation of fixed assets.
- b) The Company has a phased program of physical verification of its fixed assets which in our opinion, is reasonable having regard to the size of the Company and the nature of its business. In accordance with such program, the management has physically verified fixed assets during the year and no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of the Company.
2. The inventories have been physically verified during the year by management at reasonable intervals and no material discrepancies were noticed on such physical verification.
3. According to the information and explanation given to us and on the basis of our examination of books of account, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, the company has not given loan and guarantee, made investment and provide securities in terms of provisions of section 185 and 186 of the Companies Act, 2013.
5. The Company has not accepted any Public deposits, thus 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 rules framed there under is not applicable. Accordingly, clause (v) of Paragraph 3 of the order is not applicable to the Company.
6. According to the information and explanations given by the management, maintenance of cost records as specified by the Central Government under Section 148(1) of the Companies Act, 2013 is not applicable to the Company.
7. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company has generally been regular in depositing with the appropriate authorities, undisputed statutory dues including provident fund and employees' state insurance. No dues in respect of income tax, sales tax, service tax, value added tax, cess and any other statutory dues arose during the year ended 31st March, 2017. As explained to us, the company did not have any dues on account of investor education and protection fund, duty of customs and duty of excise arise during the year.
- b) According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax, sales tax, service tax, value added tax, cess which were outstanding at the yearend for a period of more than 6 months from the date they became payable as follows:

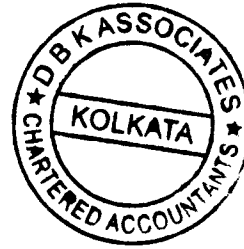
Name of the statute	Nature of the dues	Amount RS	Period to which the amount relates
Service tax act, 1994	Service tax	4219040	July 2012 to September 2015

- c) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, value added tax, cess and Service tax which have not been deposited on account of any dispute.
8. The Company doesnot have any loans or borrowings from any financial institutions, banks, government or debenture holders during the year. Accordingly, paragraph 3(iviii) of the order is not applicable.
9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments). Term loans taken during the year have been applied for the purposes for which they were raised.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by officers or employees has been noticed or reported during the course of our audit.



11. According to the information and explanations given to us and based on our examination of the records of the Company, managerial remuneration paid or provided by the Company is in accordance with the provisions section 197 read with Schedule V to the Act, during the year.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties and details of such transactions have been disclosed in the standalone financial statements as required by applicable accounting standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India.

Kolkata
Dated: 19th may 2017



For DBK Associates
Chartered Accountants
Firm's Registration No:322817E

A handwritten signature in black ink, appearing to read "Pulak Chatterjee".

Pulak Chatterjee
Partner
Membership No:056493

Annexure - B to the Independent Auditors' Report

(Referrer to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements of our report of even date to the members of Kanchan Janga Integrated Infrastructure Development Private Limited on the standalone financial statements for the year ended 31st March,2017)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Kanchan Janga Integrated Infrastructure Development Private Limited** 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 ('ICAI'). 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

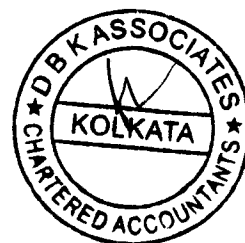
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on 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 standalone 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 standalone 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 (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone 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.

Kolkata
Dated: 19th May, 2017



For **DBK Associates**
Chartered Accountants
Firm's Registration No:322817E

A handwritten signature in black ink, appearing to read "Pulak Chatterjee".

Pulak Chatterjee
Partner
Membership No:056493

Kanchan Janga Integrated Infrastructure Development Private Limited

Balance Sheet as at 31st March 2017

	Note No.	As at 31.03.2017 Amount (in Rs.)	As at 31.03.2016 Amount (in Rs.)
EQUITY & LIABILITIES			
Shareholders' Funds			
Share Capital	2A	50,00,000	50,00,000
Reserve and Surplus	2B	60,79,953	48,94,649
Non-Current Liabilities			
Long Term Borrowings	3	2,76,78,195	3,45,86,350
Long Term Provisions	4	33,93,473	28,69,426
Current Liabilities			
Short Term Borrowings	5	1,51,80,172	89,07,924
Trade Payable		33,21,487	24,30,429
Other Current Liabilities	6	11,27,31,949	19,50,78,093
Short Term Provisions	7	30,00,000	25,45,916
		17,63,85,229	25,63,12,787

ASSETS

Non-Current Assets

Tangible Assets	8	4,77,791	6,27,445
Development Right		3,16,82,964	11,64,02,819
Other Non Current Assets	9	2,34,290	2,94,290
		3,23,95,045	11,73,24,554

Current Assets

Inventories	10	11,77,66,284	11,54,93,084
Cash and Cash Equivalents	11	32,93,450	6,63,795
Short Term Loans & Advances	12	2,29,30,450	2,28,31,354
		14,39,90,184	13,89,88,233
		17,63,85,229	25,63,12,787

Summary of significant accounting policies 1

The accompanying notes are an integral part of the financial statements

As per our report of even date

DBK Associates

Chartered Accountants
Firm Registration No. 322817E

Rakhye

Pulak Chatterjee

Partner

Membership No. 056493

Place : Kolkata

Date : 19/05/2017



For and on Behalf of the Board

Sunil Jha

Sunil Jha
Director
00085667

Badri Kumar Tulsyan

Badri Kumar Tulsyan
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited

Statement of Profit and Loss for the Year ended 31st March 2017

	Note No.	Year ended 31-03-2017 (Rs.)	Year ended March 31, 2016 (Rs.)
INCOME			
Revenue from operations		13,14,90,096	9,48,50,504
Other Income		-	-
Total Revenue (I)		13,14,90,096	9,48,50,504
EXPENSES			
(Increase)/Decrease in Stock	13	(22,73,200)	3,99,74,806
Direct Project Expenses	14	1,07,92,533	97,63,876
Employee benefit expense	15	2,39,12,753	2,97,94,790
Finance cost	16	72,42,161	36,86,747
Depreciation and amortization expense	8	8,48,84,509	65,661
Other expenses	17	51,46,036	94,68,680
Total Expenses (II)		12,97,04,792	9,27,54,559
Profit/(Loss) before tax		17,85,304	20,95,944
Tax Expenses			
- Current tax		6,00,000	7,00,000
- Earlier tax			
- Deferred tax			
Total tax expenses		6,00,000	7,00,000
Profit/(Loss) for the year		11,85,304	13,95,944
Earning per Equity Share (Face value of Rs. 10 each)			
(1) Basic		2.37	2.79
(2) Diluted		2.37	2.79

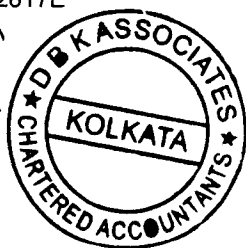
Summary of significant accounting policies

The accompanying notes are an integral part of the financial statements

As per our report of even date

DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak Chatterjee
Partner
Membership No. 056493
Place : Kolkata
Date : 19/05/2017



For and on Behalf of the Board



Sunil Jha
Director
00085667



Badri Kumar Tulsyan
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited
Cash Flow Statement Annexed to the Balance Sheet for the year ended 31st March, 2017

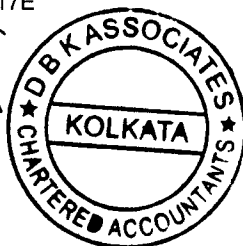
Particulars	Year Ended 31.03.2017 Amount (Rs.)	Year Ended 31.03.2016 Amount (Rs.)
A. CASH FLOW OPERATING ACTIVITES	Nil	Nil
Net Profit/(Loss) before Taxation and Extraordinary activities	17,85,304	20,95,944
Adjustments for Profit & Loss A/c		
Increase / (Decrease) in depreciation	1,64,654	65,661
Operating Profit Before Working Capital Changes	19,49,958	21,61,605
Adjustments for:		
Increase /(Decrease) in Trade Receivable	-	-
(Increase) /Decrease in Inventories	(22,73,200)	3,99,74,806
(Increase) / Decrease in short term loans & advances	(39,096)	(7,07,987)
Increase / (Decrease) in Trade Payable	8,91,058	(96,517)
Increase / (Decrease) in other current liabilities	(7,60,73,896)	(7,73,01,240)
Long term Provisions	5,24,047	3,62,555
Short term Provisions	(1,45,916)	
Net Cash From Operating Activities	(7,51,67,045)	(3,56,06,778)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(15,000)	(1,01,499)
Purchase of Development Rights	8,47,19,855	-
	8,47,04,855	(1,01,499)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of Borrowings	(69,08,155)	3,43,74,511
Increase / (Decrease) in Share Capital	-	-
	(69,08,155)	3,43,74,511
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	26,29,655	(13,33,765)
Opening Cash and cash equivalents	6,63,795	19,97,563
Closing Cash and cash equivalents	32,93,450	6,63,797
Closing Cash and cash equivalents as per Balance Sheet	32,93,450	6,63,795

The accompanying notes are an integral part of the financial statements

As per our report of even date

DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak
Pulak Chatterjee
Membership No. 056493
Place : Kolkata
Date : 19/05/2017



For and on behalf of Board of Directors

Sunil
Sunil Jha
Director
00085667

Bagri
Bagri Kumar Tulsyan
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31 March 2017

As at 31.03.2017
Amount (in Rs.)

As at 31.03.2016
Amount (in Rs.)

1) SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation of Financial Statements:

The Financial Statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) in India.

The Financial Statement of the Company are prepared on an accrual basis and under the historical cost.

GAAP comprises applicable Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended), other pronouncements of the Institute of Chartered Accountants of India, relevant applicable provisions of the Companies Act, 1956, and Companies Act, 2013 to the extent applicable read with General Circular No. 15/2013 dated September 13, 2013 and General Circular No. 08/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and in respect of the relevant provisions/schedules/rules of the Companies Act, 2013 respectively.

Accounting policies have been consistently applied except in case of charging of depreciation.

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. The company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

Revenue Recognition

Income from construction activities shall be provided on the basis of percentage of completion method, if completion of project is more than 25% of the project cost.

Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation has been provided at useful life of the assets on SLM basis as per Schedule II of Companies Act, 2013.

Development rights for land are amortised in proportion to the percentage of completion of the total project.

Borrowing Costs

Borrowing costs relating to acquisition / construction of qualifying assets are capitalised until the time all substantial activities necessary to bring the assets for their intended use are complete. All other borrowing costs are charged to revenue.

Impairment of Assets:

At each Balance Sheet date, the Company assesses whether there is any indication that assets may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the assets exceeds its recoverable amount, an impairment loss is recognized in the accounts to the extent the carrying amount exceeds the recoverable amount. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

Retirement and other employee benefits

Retirement benefit in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when the contributions to the Regional Provident Fund Commissioner are due. The Company has no obligation other than contributions to the respective fund.

Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Gratuity liability is unfunded.

The Company treats accumulated leaves expected to be carried forward beyond twelve months, as long term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the end of each financial year. The company presents the leave as current liability in the Balance Sheet, to the extent it does not have an unconditional right to defer its settlement beyond 12 months after the reporting date. Where the company has unconditional legal and contractual right to defer its settlement for the period beyond 12 months, the same is presented as non current liability.

Actuarial gains/losses are immediately taken to Statement of profit and loss and are not deferred



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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31 March 2017

As at 31.03.2017
Amount (in Rs.)

As at 31.03.2016
Amount (in Rs.)

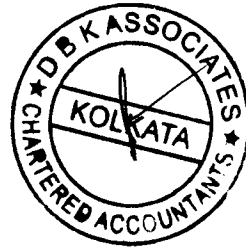
Miscellaneous Expenditure

Miscellaneous Expenditure to the extent not written off is carried forward to be charged to revenue over five years starting from the year of commencement of commercial activity.

Contingent Liability

No provision is made for liabilities which are contingent in nature, unless it is probable that future events will confirm that an asset has been impaired or a liability incurred as at the balance sheet date and a reasonable estimate of the revenue loss can be made. However, all known material contingent liabilities are disclosed by way of separate note.

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2)(A) Share Capital**Authorised and Issued Share Capital**

5,00,000 Equity Shares of Rs. 10/- each	50,00,000	50,00,000
	<u>50,00,000</u>	<u>50,00,000</u>
Paid up Share Capital		
5,00,000 Equity Shares of Rs. 10/- each fully paid up	50,00,000	50,00,000
	<u>50,00,000</u>	<u>50,00,000</u>

1) The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to have one vote per share.

2) Shares held by its holding company

Shristi Housing Development Ltd.#		3,69,700
Shristi Infrastructure Development Corp. Ltd	3,69,700	

3) Shareholder holding more than 5% of the total shares-

Shristi Housing Development Ltd.#	-	3,69,700
Shristi Infrastructure Development Corporation Limited	3,69,700	-
West Bengal Industrial Infrastructure Development Corporation	1,30,000	1,30,000

(Amalgamated with Shristi Infrastructure Dev. Corp. Ltd. pursuant to Hon'ble High Court Order, Calcutta dtd. 16.02.2016 which became effective on 31.03.2016)

Note 2(A) : Reserve & Surplus**Surplus / (deficit) in the statement of profit and loss**

Balance as per last financial statements	48,94,649	34,98,705
Add: Profit for the year	11,85,304	13,95,944
	<u>60,79,953</u>	<u>48,94,649</u>

3) Long Term Borrowings**Unsecured**

From Holding Company	2,76,78,195	3,45,86,350
	<u>2,76,78,195</u>	<u>3,45,86,350</u>

4) Long Term Provisions

Provision for Gratuity	15,21,589	12,30,718
Provision for Leave Encashment	18,71,884	16,38,708
	<u>33,93,473</u>	<u>28,69,426</u>

5) Short Term Borrowings**Unsecured**

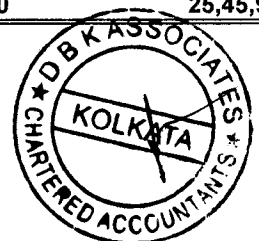
	1,51,80,172	89,07,924
	<u>1,51,80,172</u>	<u>89,07,924</u>

6) Other Current Liabilities

Liability For Expenses	19,43,791	19,25,304
Income received in advance	10,54,79,676	18,07,83,921
Other Liabilities	53,08,482	1,23,68,868
	<u>11,27,31,949</u>	<u>19,50,78,093</u>

7) Short Term Provisions

Provision for LTA	-	66,763
Provision for Ex-gratia	-	79,153
Provision for Taxation	30,00,000	24,00,000
	<u>30,00,000</u>	<u>25,45,916</u>



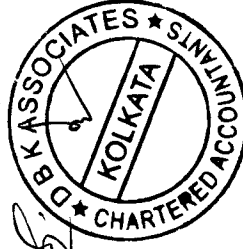
Kanchan Janga Integrated Infrastructure Development Pvt. Ltd.

Note - 8

(Amount in Rs.)

Tangible Assets

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As at 01.04.2016	Additions	Deduction	As at 01.04.2016	Deprn. for the year	Adj. with R/E	As at 31.03.2017	As At 01.04.2016
Computer	2,49,559	-	-	1,78,647	22,234		2,00,881	70,912
Computer Software	1,59,359	-	-	1,02,999	29,345		1,32,344	56,360
Office Equipment	1,68,470	15,000	-	63,283	24,535		87,818	1,05,187
Furniture & Fixture	6,63,178	-	-	2,68,192	88,540		3,56,732	3,94,986
Total	12,40,566	15,000	-	6,13,121	1,64,654	-	7,77,775	6,27,445
Previous Years	11,39,067	1,01,499	-	5,47,460	65,661		6,13,121	6,27,445

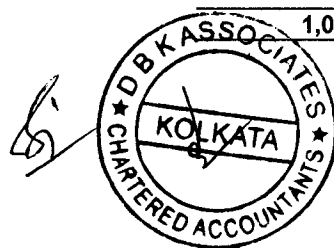


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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31 March 2017

	Year ended 31.03.2017 Amount (in Rs.)	Year ended 31.03.2016 Amount (in Rs.)
9) Other Non Current Assets		
Preliminary Expenses.	1,20,290	1,20,290
Security Deposit	1,14,000	1,74,000
	2,34,290	2,94,290
10) Inventories		
Development Work In Progress	11,77,66,284	11,54,93,084
	11,77,66,284	11,54,93,084
11) Cash & Bank Equivalents		
Balance with Scheduled Banks - in Current Accounts	32,54,030	6,54,439
Cash in Hand	39,421	9,357
	32,93,450	6,63,795
12) Short Term Loans & Advances		
Advances recoverable in cash or in kind or value to be received	21,50,250	20,21,008
Prepaid Expense	5,543	22,173
TDS Receivable	1,77,80,261	1,74,18,640
Service Tax Input	29,94,396	33,69,533
	2,29,30,450	2,28,31,354
13) INCREASE/ (DECREASE) IN STOCK		
Closing Stock:		
Development Work in Progress	11,77,66,284	11,54,93,084
Less: Opening Stock:		
Development Work in Progress	11,54,93,084	15,54,67,890
	22,73,200	(3,99,74,806)
14) Direct Project Expenses		
Construction Cost	1,02,60,570	86,23,822
Insurance Premium	27,630	9,964
Electrical Work	5,04,333	11,30,090
	1,07,92,533	97,63,876



Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31 March 2017

	Year ended 31.03.2017 Amount (in Rs.)	Year ended 31.03.2016 Amount (in Rs.)
15) Employee Benefit Expense		
Salary, Incentive, Ex gratia etc	1,29,85,354	1,85,85,829
Conveyance and Other Allowances	1,03,76,952	1,08,37,606
Gratuity and Leave encashment	5,50,447	3,71,355
	2,39,12,753	2,97,94,790
16) Finance Cost		
Bank Charges	6,854	7,860
Interest Expense	72,35,307	36,78,887
	72,42,161	36,86,747
17) Other Expenses		
Audit Fees	34,500	30,000
Advertisement Charges	2,49,372	2,31,445
Rent	1,96,903	3,96,036
Electricity Charges	76,260	82,551
Printing & Stationary	1,32,962	1,95,975
Professional Fees	6,11,183	12,45,730
Rates & Taxes	4,89,600	17,500
Telephone Expenses	2,15,843	2,41,368
Repairs & Maintenance	1,77,713	92,380
Postage & telegram	16,436	18,215
Travelling & Coveyance exp	56,33,449	65,48,362
Security Service	4,57,392	4,02,510
Miscellaneous Expenditure	9,69,235	18,79,404
Other Income	(41,14,812)	(19,12,797)
	51,46,036	94,68,680

18) The Company had entered into a development agreement with M/S West Bengal Industrial Development Corporation dated 6th July 2009. According to the said agreement, the company will develop an integrated industrial hub at Fatapukur as per terms & conditions mentioned in the said agreement.

19) Since the company has completed its construction activities above 25% of the total project Contract receipts are recognized under percentage completion method in respect of work contract business.

Relevant disclosure AS 7 (revised) are given below:

Contract revenue recognised as revenue in the period 2016-17	13,14,90,096
Contract expenses recognised as expenses in the period 2016-17	12,97,04,792
Recognised profit (less recognised losses)	17,85,304

20) Retirement Benefit

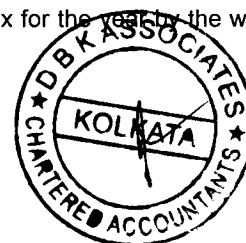
a) Gratuity liability and Compensated leave encashment to employees is accounted for on the basis of actuarial valuation using Projected Unit Credit Method.

b) Company's Contributions to Provident are charged to Profit & Loss account in the year when the contributions to the respective funds are due.

21) The basic earnings per share ('EPS') is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year.

22) Contingent liabilities not provided for – NIL.

(Signature) *(Signature)*



Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31 March 2017

Year ended 31.03.2017 Amount (in Rs.)	Year ended 31.03.2016 Amount (in Rs.)
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23) Taxation:

a) Current Tax – is provided on accessible income as per Income Tax Act, 1961. in accordance with the tax Regulation as applicable to the company.

(b) Deferred tax – Deferred tax charge or credit reflect the tax effect, of the timing differences between accounting income and taxable income for the period which are capable of being reversed in future. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax are recognized only to the extent there is reasonable certainty that the assets can be realized in future. Also as per our calculations a very negligible amount of DTA is arising which is immaterial and hence has not been recognised in books of accounts.

24) Related Party Transactions:

As per Accounting Standard – 18 issued by companies ICAI, the Company's related parties and transactions are discussed below:

a. List of related parties & relationships, where control exists:

Joint Venture company of Reporting Enterprise: West Bengal Industrial Infrastructure Development Corporation
Shristi Infrastructure Development Corporation Limited (SIDCL)
Shristi Housing Development Ltd.(SHDL)

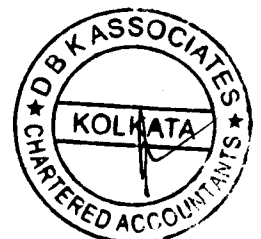
b. Transactions with related parties

Holding Company :	SIDCL	SHDL
Nature of Expenses -		
Share Capital	36,97,000	36,97,000
Unsecured Loan		
Opening balance	3,45,86,350	91,19,763
Received during the year	1,39,70,000	2,56,71,587
Paid during the year	2,08,78,155	2,05,000
Closing Balance	2,76,78,195	3,45,86,350

25) The company has entered into a Development Rights agreement with its JV partner WBIDC on 6th July, 2009 for development of 124.50 acres of land near Fatapukur in the district of Jalpaiguri, West Bengal for a period of 99 years. The total amount payable to them towards the value of Development Rights is Rs.20,59,92,720/- which is paid / payable as follows :-

Particulars	Amount (Rs)	Due date
Upfront payment	10,50,56,287	Paid on 04.07.2009
1st installment	1,02,99,636	Paid on 07.07.2011
2nd installment	1,02,99,636	Payable on 05.07.2011
3rd installment	1,02,99,636	Payable on 05.07.2012
4th installment	2,05,99,272	Payable on 05.07.2013
5th installment	4,94,38,253	Payable on 05.07.2014
Total	20,59,92,720	

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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the Year ended 31 March 2017

Year ended 31.03.2017 Amount (in Rs.)	Year ended 31.03.2016 Amount (in Rs.)
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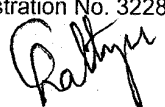
26) Disclosure Regarding Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016 are as below:-

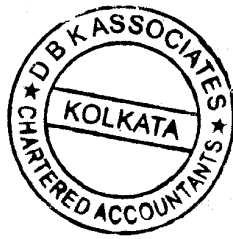
	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	42,000	394	42,394
(+) Permitted receipts	-	50,000	50,000
(-) Permitted payments	-	13,324	13,324
(-) Amount deposited in Banks	42,000	-	42,000
Closing cash in hand as on 30.12.2016	-	37,070	37,070

27) Previous year figures have been regrouped / rearranged wherever necessary.


As per our attached Report of even date

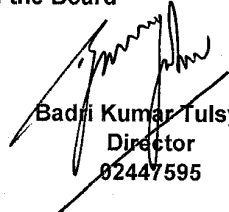
DBK Associates
Chartered Accountants
Firm Registration No. 322817E


Pulak Chatterjee
Partner
Membership No. 056493
Place : Kolkata
Date : 19/05/2017



For and on Behalf of the Board


Sunil Jha
Director
00085667


Badri Kumar Tulsyan
Director
02447595