

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
Shristi Urban Infrastructure Development Limited
New Delhi

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Shristi Urban Infrastructure Development Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and 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 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 relevant rules issued thereunder. 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 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 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 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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 financial statements.

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

Basis for Qualified Opinion

- i. *Trade receivables amounting to Rs. 511.68 lacs are outstanding for more than 1 year, pending for recovery and project in progress amounting to Rs. 24.53 lacs outstanding for more than 1 year pending for billing. Accordingly, we are unable to comment on the recovery of the same.*
- ii. *Company has made an investment of Rs. 300 lacs in its subsidiary company wherein the commercial operations have still not commenced due to litigation on the project land. Accordingly, we are unable to comment on the value of investment made by the company.*

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified opinion paragraph, 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 of the state of affairs of the Company as at March 31, 2017 and its losses and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- (i) As required by the Companies (Auditor's Report) Order, 2016 issued by the Central government of India in the terms of Section 143 of the Companies Act 2013, we give in the "Annexure 1" a statement on the matters specified in Paragraph 3 & 4 of the order, to the extent applicable.
- (ii) 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as 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 balance sheet, the statement of profit and loss and the cash flow statement comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
- (e) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on functioning of the company.
- (f) On the basis of the written representations received from the directors as on 31st March, 2017 and 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.
- (g) 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 2".
- (h) 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 22 to the Financial Statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The Company has provided requisite disclosures in its standalone financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the company. Refer Note 27 to the standalone financial statements.

For S. S. KOTHARI MEHTA & CO.

Chartered Accountants

Firm Reg. No. 000756N



Yogesh K. Gupta

Partner

Membership No. 093214

Place : **NEW DELHI**

Date : **22-05-2017**

ANNEXURE 1 TO THE AUDITOR'S REPORT

(As referred in paragraph 'Report on Other Legal and Regulatory Requirements 'of our report to the members of **Shristi Urban Infrastructure Development Limited** on the accounts for the year ended March 31, 2017)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Fixed Assets have been physically verified by the company during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of such verification is reasonable having regard to the size of the company and the nature of its assets.
- (c) Company does not possess any immovable property hence the provision of clause 3 (i) (c) of the Order is not applicable to the company.
- (ii) The company does not hold any inventory. Hence, the provision of Clause 3 (ii) of the Order is not applicable to the company.
- (iii) As per the information and explanations provided to us, the company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 during the year.
- (iv) As per the information and explanations provided to us, the company has not given any loans, investments, guarantees and security in terms of section 185 and 186 of the Companies Act, 2013 during the year.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other provision of the Companies Act and the rules framed there under are not applicable to the company.
- (vi) According to information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 in respect of services carried out by the company. Therefore, provisions of Clause 3 (vi) of the order are not applicable to the company.
- (vii) (a) The Company, has been generally regular in depositing with appropriate authorities undisputed statutory dues including **Provident Fund**, Employees' State Insurance, Income Tax,



Service Tax, Sales Tax, Custom Duty, Excise Duty, Value added Tax and Cess and any other material statutory dues applicable to it *though there has been a slight delay in few cases.*


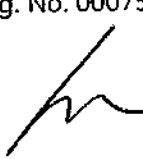
According to information and explanations given to us, no undisputed amounts is payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of customs, Duty of Excise, Value added Tax and cess which were in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise & Value Added Tax which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information & explanations given to us, the company has not taken any loans from banks & financial institution and has not issued any debentures.
- (ix) The company has not raised money by way of initial public offer or further public offer during the year. The term loans have been applied for the purposes for which they were raised.
- (x) Based upon the audit procedure performed for the purpose of reporting the true and fair view and on the basis of the information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.
- (xi) Provision of Section 197 read with Schedule V to the Companies Act for providing managerial remuneration with the requisite approvals is not applicable to the company. Therefore, provision of Clause 3 (xi) of the order is not applicable to the company.
- (xii) As the company is not a Nidhi Company, therefore provisions of Clause 3 (xii) is not applicable to the company.
- (xiii) As per the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 wherever applicable and the details have been disclosed in the Financial Statements etc. as required by the accounting standards. Section 177 of the Companies Act, 2013 is not applicable on the company.
- (xiv) According to the information and explanations given to us, the company has not made any preferential allotment/ private placement of shares or full or partly convertible debentures during the year under review.



- (xv) According to the information and explanation provided to us, the company has not entered into any non-cash transactions with the directors or persons connected with them.
- (xvi) The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **S. S. KOTHARI MEHTA & CO.**
Chartered Accountants
Firm Reg. No. 000756N



Yogesh K. Gupta
Partner
Membership No. 093214

Place : **NEW DELHI**
Date : **22-05-17**

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

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 **Shristi Urban Infrastructure Development Limited** ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone 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 (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 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 judgement, 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 qualified 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 (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 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 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.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2017:

- i. *We are unable to comment on the management assessment on the non-impairment of the trade receivables outstanding for more than 1 year and project in progress outstanding for more than 1 year pending for billing as detailed in our main report.*
- ii. *We are unable to comment on the management assessment on non-impairment of investment made in its subsidiary company wherein the commercial operations have still not commenced due to litigation on the project land.*

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects/possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, commensurate with the size of the company & nature of its business, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating



effectively as of March 31, 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", to the extent applicable.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2017 financial statements of the Company, and the material weaknesses have affected our opinion on the standalone financial statements of the Company and we have issued a qualified opinion on the standalone financial statements.

For **S.S. KOTHARI MEHTA & CO.**
Chartered Accountants

Firm Reg. No. 000756N

Yogesh K. Gupta
Partner
Membership No. 093214



Place : **NEW DELHI**
Date : **22-05-2017**

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Balance Sheet as at March 31, 2017

Particulars	Note No.	As at 31.03.2017 Amount (in Rs.)	As at 31.03.2016 Amount (in Rs.)
I. EQUITY & LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	50,000,000	50,000,000
(b) Reserve and Surplus	3	(10,806,088)	(2,511,197)
(2) Non-Current Liabilities			
(a) Long Term Provisions	4	331,916	295,088
(2) Current Liabilities			
(a) Short Term Borrowings	5	28,148,804	26,897,513
(b) Trade Payable	6	3,220,832	3,220,832
(c) Other Current Liabilities	7	16,163,912	13,079,439
(d) Short Term Provisions	8	15,990	14,957
Total		87,075,366	90,996,632
II. Assets			
(1) Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	9	37,790	40,180
(b) Non-Current Investments	10	30,000,000	30,000,000
(c) Deferred Tax Assets (net)	32	109,720	99,632
(d) Long Term Loans and Advances	11	1,647,523	2,074,501
(e) Other Non-Current Assets	12	64,713	47,103
(2) Current Assets			
(a) Trade Receivables	13	51,167,968	54,924,736
(b) Cash and Bank Balances	14	583,136	398,658
(c) Short Term Loans and Advances	15	1,011,456	958,762
(d) Other Current Assets	16	2,453,060	2,453,060
Total		87,075,366	90,996,632

The Accompanying Notes are integral part of Financial Statements

As per our report of even date attached.

For S.S.KOTHARI MEHTA & CO.

Chartered Accountants

Firm Regn. No. 000766N

Yogesh Kumar Gupta
Partner
Membership No.093214



Place : New Delhi
Date : 22-05-2017

For & on Behalf of the Board

Sujit Kanoria
(Director)
DIN-01175425

Kamta Nath Pandey
(Director)
DIN-00694714

Durai Swamy Guhan
(Director)
DIN-06757569

Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Statement of Profit & Loss for the year ended March 31, 2017

Particulars	Note No.	Year ended March 31, 2017 (Rs.)	Year ended March 31, 2016 (Rs.)
INCOME			
I. Revenue from Operations	17	-	-
II. Other Income	18	-	-
III. Total Revenue(I+II)		<u>100,290</u>	<u>68,047</u>
		<u>100,290</u>	<u>68,047</u>
EXPENSES			
Employee Benefit Expenses	19	1,609,761	1,539,889
Finance Cost	20	3,568,036	3,650,076
Depreciation and Amortization Expenses	9	2,390	5,267
Other Expense	21	3,225,082	629,556
IV. Total Expenses		<u>8,405,269</u>	<u>5,824,788</u>
V. Profit/(Loss) before exceptional and extraordinary items and tax	(III - IV)	(8,304,979)	(5,756,741)
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax	(V - VI)	(8,304,979)	(5,756,741)
VIII. Extraordinary Items		-	-
IX. Profit before tax	(VII - VIII)	(8,304,979)	(5,756,741)
X. Tax Expense:-			
- (1) Current tax		-	-
- (2) Earlier tax		-	-
- (3) Deferred tax		-	37,219
XI. Profit/(Loss) of the year from Continuing operation after tax		<u>(10,088)</u>	<u>12,395</u>
XII. Profit/(Loss) from Discontinuing operation	(IX - X)	(8,294,891)	(5,806,355)
XIII. Tax expense of discounting operation		-	-
XIV. Profit/(Loss) from Discontinuing operations	(XII-XIII)	-	-
XV. Profit/(Loss) for the year	(XI-XIV)	<u>(8,294,891)</u>	<u>(5,806,355)</u>
XVI. Earning per Equity Share (Face value of Rs. 10 each)			
(1) Basic		(1.659)	(1.161)
(2) Diluted		(1.659)	(1.161)

The Accompanying Notes are integral part of Financial Statements

As per our report of even date attached.

For S.S.KOTHARI MEHTA & CO.

Chartered Accountants

Firm Regn. No. 000756N

For & on Behalf of the Board

Yogesh Kumar Gupta
Partner
Membership No.093214



Sujit Kanoria
(Director)
DIN-01175425

Kamta Nath Pandey
(Director)
DIN-00694714

Duraiswamy Guhan
(Director)
DIN-06757569

Place : New Delhi
Date : 22-05-2017

Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Cash Flow Statement for the year ended March 31, 2017

	Year Ended March 31, 2017 Amount (Rs.)	Year Ended March 31, 2016 Amount (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items	(8,304,978)	(5,756,741)
Adjusted for :		
Depreciation	2,390	5,267
Sundry Balances written back	(1,905,768)	(2,080)
Interest Income	(100,290)	(65,967)
Profit on sale of Fixed Assets	-	-
Interest Paid	3,566,452	3,649,476
Operating Profit before working capital changes	(6,742,195)	(2,170,045)
(Increase) / Decrease in Trade Receivables	5,862,536	887,173
(Increase) / Decrease in Short Term Loans & Advances	(52,694)	347,778
(Increase) / Decrease in Long Term Loans & Advances	(15,540)	(18,511)
Increase / (Decrease) in Trade Payables	-	-
Increase / (Decrease) in Other Current Liabilities	(125,218)	(514,102)
(Increase) / Decrease in Other current assets	-	-
Increase / (Decrease) in Long term provisions	36,828	(32,026)
Increase / (Decrease) in Short term provisions	1,033	(3,350)
Cash generated from operations	(1,235,250)	(1,721,083)
Income Taxes paid (including dividend tax)	442,518	48,207
NET CASH FROM OPERATING ACTIVITIES	(792,732)	(1,672,876)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	-	-
Change in Fixed Deposits	-	-
NET CASH USED IN INVESTING ACTIVITIES	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Proceeds from short Term Borrowings	1,251,291	1,641,000
Interest Received	82,680	48,042
Dividend paid	-	(10,000)
Interest Paid	(356,761)	(381,121)
D. NET CASH USED IN FINANCING ACTIVITIES	977,210	1,297,921
	184,478	(374,955)
Change in Cash and Cash Equivalents	184,478	(374,955)
Opening Balance of Cash and Cash equivalents	198,658	573,613
Closing Balance of Cash and Cash equivalents	383,136	198,658
Components of Cash & Cash Equivalents		
Cash in Hand	23,710	46,410
Balances with Bank	359,426	152,248

Notes:

- The above cash flow statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on "Cash Flow Statement"
- Figures in bracket denote cash outflow

As per our report of even date attached.

For S.S.KOTHARI MEHTA & CO.
Chartered Accountants
Firm Regn. No. 000756N

Yogesh Kumar Gupta
Partner
Membership No. 093214

Place : New Delhi
Date : 22-05-2017



For & on Behalf of the Board

[Signature]

Sujit Kanoria
(Director)
DIN-01175425

[Signature]
Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

[Signature]

Kamta Nath Pandey
(Director)
DIN-00694714

[Signature]

Duralswamy Guhan
(Director)
DIN-06757569

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note 2: Share Capital

Authorised :

5,000,000 (Previous year 5,000,000) Equity Shares of Rs.10/- each

As At
March 31, 2017
Amount (Rs.)

As At
March 31, 2016
Amount (Rs.)

50,000,000

50,000,000

Issued, Subscribed & Paid-Up:

5,000,000 (Previous year 5,000,000) Equity Shares of Rs.10/- each fully paid up

50,000,000

50,000,000

Out of the above 2,999,960 (Previous Year 2,999,960) shares are held by the holding company.

50,000,000

50,000,000

Shares issued/boughtback during the year: NIL

Details of each shareholder holding more than 5% shares

Name of shareholder	As at 31st March, 2017		As at 31st March 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shristi Infrastructure Development Corporation Limited- Holding Company	2,999,960	59.999	2,999,960	59.999
Housing & Urban Development Corporation Limited (HUDCO)	2,000,000	40.000	2,000,000	40.000

Note 3 : Reserve & Surplus

Profit & Loss

Opening Balance

Add: Profit for the year

(2,511,197)

3,295,158

(8,294,891)

(5,808,355)

(10,806,088)

(2,511,197)

Less: Depreciation charged to Retained earnings as per Companies Act, 2013

Less: Proposed dividend

Less: Provision for Dividend Tax

Closing Balance

(10,806,088)

(2,511,197)

(10,806,088)

(2,511,197)

Note 4 : Long Term Provisions

Provision for Leave Encashment

Provision for Gratuity

(Refer Note 28)

97,449

100,010

234,467

195,078

331,916

295,088

Note 5 : Short Term Borrowings

Unsecured Loan

-From Holding company

28,148,804

28,897,513

28,148,804

28,897,513

(Principal & Interest are repayable on demand bearing interest rate of 14% per annum.)

There is no default as on Balance Sheet date in repayment of Loan.

Note 6: Current Liabilities and Provisions

Trade Payable

-Dues to Micro and Small Enterprises

-Dues to other than Micro and Small Enterprises

3,220,832

3,220,832

3,220,832

3,220,832

Note 7: Other Current Liabilities

Interest Accrued but not due on borrowings

Expenses payable

Duties & Taxes payable

Other payables

13,936,976

10,727,285

310,452

373,274

1,916,484

1,871,352

16,163,912

107,528

13,079,439

Note 8 :Short Term Provisions

-Provision for Gratuity*

-Provision for Leave Encashment*

* Refer Note 28

11,358

10,006

4,632

4,951

15,990

14,957



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note 9 : Tangible Assets

Amount (Rs.)

Particulars	Gross Carrying Value			Depreciation			Net Carrying Value	
	As at April 1, 2016	Additions during the year	Deductions during the year	As at March 31, 2017	For the Year	Amount adjusted with General Reserve	Deductions during the year	As at March 31, 2017
Computers	983,913	-	-	983,913	-	-	-	958,116
Office Equipments	139,097	-	-	139,097	-	-	-	132,392
Office Furniture	33,947	-	-	33,947	2,390	-	-	28,659
Total	1,156,957	-	-	1,156,957	2,390	-	-	1,119,167
Previous year	1,156,957	-	-	1,156,957	5,267	-	-	1,116,777
								37,790
								40,180



Signature

Signature

Signature

Signature

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

	As At March 31, 2017 Amount (Rs.)		As At March 31, 2016 Amount (Rs.)	
	Nos.		Nos.	
Note 10 : Non-Current Investments (Fully paid unless otherwise specified)				
Long Term, Trade				
- Unquoted				
- In Subsidiary Company				
- In Equity Shares				
Shristi Udaipur Hotels & Resorts (P) Ltd. of Rs. 10/-each	3,000,000	30,000,000	3,000,000	30,000,000
Total		<u>30,000,000</u>		<u>30,000,000</u>
Note 11: Long Term Loans and Advances				
Income Tax Advances, Tax Deducted at Source*		1,496,064		1,938,582
*Net of Provisions for Income Tax Rs.NIL (Previous year Rs. NIL)		<u>151,459</u>		<u>135,919</u>
Advance recoverable in cash or in kind or for value to be received		<u>1,647,523</u>		<u>2,074,501</u>
Note 12: Other Non-Current Assets				
Interest Accrued but not due		<u>64,713</u>		<u>47,103</u>
		<u>64,713</u>		<u>47,103</u>
Note 13: Trade Receivables				
Unsecured and Considered good				
-Outstanding for a period exceeding six months from the date they are due for payment				
-Others*	51,167,968		54,924,736	
	<u>-</u>	<u>51,167,968</u>	<u>-</u>	<u>54,924,736</u>
Note 14: Cash and Bank Balances				
A- Cash & Cash Equivalents				
Cash-in-hand				
Balances with Banks	23,710		46,410	
- in Current Accounts				
B- Other Bank Balances	359,426		152,248	
- in Fixed Deposits*	<u>200,000</u>	<u>583,136</u>	<u>200,000</u>	<u>398,658</u>
*FD amounting to Rs.2,00,000/- given as EMD (Previous year Rs.2,00,000/-)				
Fixed deposits having maturity after one year from the reporting date - Nil (Previous year - Nil)				
Fixed deposits with more than twelve months maturity from the date of acquisition : Rs. 2,00,000/- (Previous year 2,00,000/-) and Fixed deposits upto 3 months maturity from the date of acquisition - Rs. Nil (Previous year - Nil)				
Note 15: Short Term Loans and Advances				
Unsecured and Considered good				
Earnest Money Deposit		99,911		199,911
Advances to staff and other		153,827		-
Advance recoverable in cash or in kind or for value to be received		<u>757,718</u>		<u>758,850</u>
		<u>1,011,456</u>		<u>958,761</u>
Note 16: Other Current Assets				
Project in Progress*		<u>2,453,060</u>		<u>2,453,060</u>
		<u>2,453,060</u>		<u>2,453,060</u>

*The project in progress of Rs. 24,53,060 has been netted off from the respective heads of the Schedule of Other expenses in previous years



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED
Notes to Financial Statements
Note 17: Revenue from Operations

Consultancy Income

 Year ended
March 31, 2017
Amount (Rs.)

 Year ended
March 31, 2016
Amount (Rs.)

 -
-

 -
-

Note 18: Other Income

 Interest Income
Interest on Income Tax Refund
Misc. Income

 19,567
80,723
-
100,290

 19,417
46,550
2,080
68,047
Note 19: Employee Benefit Expense

 Salaries, Wages, Gratuity & staff cost
Staff Welfare

 1,606,261
3,500
1,609,761

 1,537,889
2,000
1,539,889
Note 20: Finance Cost

 Interest -to Holding company
Other Interest
Bank Charges

 3,566,323
129
1,584
3,568,036

 3,631,506
17,970
600
3,650,076
Note 21: Other Expense

 Professional Consultancy Fees
Books & Periodicals
Festival Expenses
Postage, Telephone & Internet charges
Travelling, Boarding & Conveyance expenses
Advertisement & Business Promotion
Fee, Membership & Subscription
Printing & Stationery Expenses
Miscellaneous Expenses
Insurance Expenses
Sundry Debtors Written off
Legal & Professional Charges
Payment to Auditors:
-Audit Fee

 550,000
-
4,300
20,997
671,608
677
2,202
1,720
5,200
1,610
1,905,768
36,000
25,000
3,225,082

 64,500
150
4,000
22,422
471,724
20,324
18,632
1,550
-
1,254
-
-
25,000
629,556


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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

Note – 1 Significant Accounting Policies & Practices

A. BACKGROUND AND NATURE OF OPERATIONS

The company was incorporated on June 20th, 2005 as a joint venture (JV) in the ratio of 60:40 between Shristi Infrastructure Development Corporation Limited ("SIDCL") and Housing And Urban Development Corporation Limited (HUDCO") respectively, in order to promote, establish, monitor, collaborate, construct, either through public and/or private participation, and to act as special purpose vehicle (SPV) for entering into understanding and joint ventures with various Central and State Governments, their corporations, technology and domain experts, in and outside India, for development, creation, expansion and modernization of housing, commercial, social and Urban Development facilities. Further the shares held by SIDCL got transferred to Shristi Housing Development Limited w.e.f 31.03.2009. Shristi Housing Development Limited has been amalgamated with Shristi Infrastructure Development Corporation Limited w.e.f 31.03.2016.

B. SIGNIFICANT ACCOUNTING POLICIES

i) ACCOUNTING CONVENTIONS

The Company follows the mercantile system of accounting and recognizes Income and Expenditure on accrual basis. The accounts are prepared on historical cost basis, as a going concern, in accordance with Generally Accepted Accounting Principles in India, provisions of the Companies Act, 2013 & 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.

- ii) 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 services provided and time between the rendering of services and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities

iii) USE OF ESTIMATES

The presentations of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reportable amount of assets and liabilities on the date of financial statements and the reportable amount of revenue and expenses during the reporting period. Differences between the actual results and estimates are recognized in the year in which the results are known / materialized.

iv) REVENUE RECOGNITION

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

a. Income from services

Revenue is recognized when significant milestones are achieved as per terms of contracts / agreements with the clients. Amount realized against the invoices raised to the customers before commencement of assignments are shown as advance from customers under the head



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

of current liability. Direct project expenditure incurred on assignments not completed at the end of the year is carried forward as project-in-progress.

b. Interest

Interest is recognized on time proportionate basis taking into account the amount outstanding and the rate applicable.

c. Dividends

Dividend is recognized when shareholders'/ unit holder's rights to receive payment is established by the Balance Sheet date.

v) **FIXED ASSETS**

Fixed Assets are stated at cost of acquisition /purchase price inclusive of duties, taxes, incidental expenses, erection/commissioning expenses, etc. up to the date the asset is ready for its intended use. Credit of duty, if availed is adjusted in the acquisition cost of the respective fixed assets.

vi) **DEPRECIATION**

The company has provided for depreciation using Written Down Value method over the useful life of the assets as prescribed under Part C of Schedule II to the Companies Act, 2013.

a. Depreciation on fixed assets is provided on Written Down Value Method as per the useful life given below:

Furniture & Fixtures	10 years
Computers	3 years
Office Equipment's	5 years

b. Depreciation on additions/deductions is provided from the date of their acquisition/ up to the date of their disposal.

c. Assets individually costing below Rs.5,000/- are fully depreciated during the year they are put to use.

VII) IMPAIRMENT OF ASSETS

Wherever events or changes in circumstances indicate that the carrying amount of fixed assets may be impaired, the Company subjects such assets to a test of recoverability, based on discounted cash flows expected from use or disposal thereof. If the assets are impaired, the Company recognizes an impairment loss as the excess of the carrying amount over the recoverable amount.

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

A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However the carrying amount after reversal is not increased beyond the carrying amount that would have prevailed by charging usual depreciation if there was no impairment.



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

viii) **FOREIGN EXCHANGE TRANSACTIONS**

- a. Foreign currency transactions are recorded at exchange rates prevailing on the date of such transactions.
- b. Foreign currency monetary assets and liabilities remaining unsettled at the year end are translated at the closing exchange rate. Gain and losses on account of exchange difference either on settlement or on translation is recognized in the relevant head of Statement of Profit & Loss.
- c. Non-monetary items denominated in foreign currency are reported using exchange rate prevailing on the date of transactions.

ix) **EMPLOYEE BENEFITS**

Gratuity and Leave Encashment are provided for on accrual basis computed as per Actuarial Valuation made at the end of each financial year in accordance with AS-15 (Revised).

x) **BORROWING COST**

Borrowing cost attributable to the acquisition or construction of qualifying assets is capitalized as apart of those assets. Other Borrowing Costs are recognized as an expense in the period to which they relate.

xi) **INVESTMENTS**

Investments are classified into long term or current. Long-term investments are stated at acquisition cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary. Current investments are valued at lower of cost and market rate on individual investment basis.

xii) **TAXATION**

Income tax expense is accounted for in accordance with AS-22 "Accounting for Taxes on Income" for both Current Tax and Deferred Tax as stated below

a) **Current Tax**

Provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provision of Income Tax Act, 1961.

b) **Deferred Tax**

- i. Deferred tax is recognized, subject to the consideration of prudence, as the tax effect of timing difference between the taxable income and accounting income computed for the current accounting year and reversal of earlier years' timing differences. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date.
- ii. Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carry forward losses which are recognized to the extent that there is virtual certainty, that sufficient future taxable income will be available against which such deferred tax assets can be realized.



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

xiii) LEASES

Assets taken on lease under which, all risks and rewards of ownership are effectively retained by the lessor are classified as operating lease. Lease payments under operating lease are recognized as expense on accrual basis in accordance with the respective lease agreements.

xiv) EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

xv) CASH FLOW STATEMENT

Cash flows are reported using indirect method whereby a profit before tax is adjusted for the effects of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the Company are segregated.

xvi) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Liabilities which are material, and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent, and disclosed by way of notes to the accounts. Contingent Assets are neither recognized nor disclosed in the financial statement.



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

22. Contingent Liabilities:

Claim by a party amounting to Rs.20,08,312/- (Previous year Rs. 20,08,312/-) not acknowledged as debt by the company.

23. In respect of the trade receivables exceeding six months which are mostly from government authorities, the company is in regular communication with these debtors for recovery thereof; accordingly the management is of the view that all these dues are good and fully recoverable, hence no provision in this regard has been considered necessary.
24. Balances of certain debtors and creditors are in the process of confirmation/reconciliation.
25. In the opinion of the management, the value on realization of current assets, loans & advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and provisions for all known liabilities has been made.
26. As per the information available with the company, there are no dues to any Micro & Small enterprises as defined in the Micro, Small and Medium Enterprise Development Act, 2006 as on 31.03.2017. Further no interest has been paid during the year and payable as on 31st March, 2017 to such parties.
27. Disclosure Regarding Specified Bank Notes (SBN) held and transacted during the period 08.11.2016 to 30.12.2016 are as below

	SBNs (Rs.)	Other denomination notes (Rs.)	Total (Rs.)
Closing cash in hand as on 08.11.2016	2,16,000	10,429	2,26,429
(+) Permitted receipts	-	50,000	50,000
(-) Permitted payments	-	26,229	26,229
(-) Amount deposited in Banks	2,16,000	-	2,16,000
Closing cash in hand as on 30.12.2016	-	34,200	34,200

28. Employee Benefits

The Company has defined retirement benefit for the benefit of its employees. The provisions made as per Actuarial valuation.

Disclosures as required by Accounting Standard-15 (Revised) on Employee Benefits in respect of gratuity and leave encashment are as follows:

a) Net expenses recognized during the year 2016-17

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Current service cost	1,584	1,487	27,412	25,739
- Interest cost	7,764	10,284	16,909	16,006



Est. Chandigarh

SP 2111

Angela

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

- Expected return on plan assets	--	--	--	--
- Curtailment cost/(credit)	--	--	--	--
- Settlement cost/(credit)	--	--	--	--
- Past Service Cost	--	--	--	--
- Actuarial (gain)/loss on obligation	(12,228)	(58,252)	(3,580)	(30,640)
Total	(2,880)	(46,481)	40,741	11,105

b) Net Asset/ (Liability) recognized in the Balance Sheet as at 31.03.2017:

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Present value of Defined Benefit Obligation	1,02,081	1,04,961	2,45,825	2,05,084
- Fair value of plan assets	--	--	--	--
- Funded status [Surplus/(Deficit)]	(1,02,081)	(1,04,961)	(2,45,825)	(2,05,084)
- Unrecognized Past Service Costs	--	--	--	--
- Estimated Net asset/(liability) recognized in balance sheet	(1,02,081)	(1,04,961)	(2,45,825)	(2,05,084)

c) Change in the obligation for the year ended 31.03.2017

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Present value of Defined Benefit Obligation as at the beginning of the year	1,04,961	1,51,442	2,05,084	1,93,979
- Interest cost	7,764	10,284	16,909	16,006
- Past service cost	--	--	--	--
- Current service cost	1,584	1,487	27,412	25,739
- Curtailment cost/(Credit)	--	--	--	--
- Settlement cost/(Credit)	--	--	--	--
- Benefits paid	-	-	--	--
- Actuarial (gain)/loss on obligation	(12,228)	(58,252)	(3,580)	(30,640)
- Present value of Defined Benefit Obligation as at the end of the year	1,02,081	1,04,961	2,45,825	2,05,084



Signature of S.S. Kothari Mehta & Co.

Signature of S.S. Kothari Mehta & Co.

Signature of S.S. Kothari Mehta & Co.

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

d) Changes in fair value of Plan Assets

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Plan asset at the beginning of the year	--	--	--	--
- Expected return of plan assets	--	--	--	--
- Actual company contributions	-	-	--	--
- Employee contribution	--	--	--	--
- Actuarial Gain/Loss on Plan Assets	--	--	--	--
- Benefits paid	-	-	--	--
- Plan assets at the end of the year	--	--	--	--

e) Principal actuarial assumption

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Discount rate per annum compound	7.50%	8.00%	7.50%	8.00%
- Rate of increase in Salaries	6.00%	6.00%	6.00%	6.00%
- Rate of return on plan assets	0%	0%	0%	0%
- Expected Average remaining working lives of employees (years)	11.23	12.23	11.23	12.23

In view of the management, eligibility for sick leave is insignificant based on the past experience; hence no provision in this regard has been considered necessary.

Amounts recognized as expenses and included in Note no. 19 Item Salaries, wages, Gratuity & Staff Cost includes Gratuity of Rs. 40,741/- (Previous year Rs. 11,105/-) & Leave Encashment of Rs.(2,880/-) (Previous year .(46,481/-)

29. The Company is primary engaged in the business of "Consultancy Services", which as per Accounting Standard – 17 on "Segment Reporting" is considered to be only reportable business segment. As the Company revenue from Indian Markets is more than 90% of the total revenue, there are no reportable geographical segments. All the assets are also located in India.

30. Related Party Transactions:

As per Accounting Standard-18, the Company's related parties and transactions are disclosed below:



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

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

i. Holding company of Reporting Enterprise

Shristi Infrastructure Development Corporation Limited (SIDCL)

ii. Subsidiary company of Reporting Enterprise

Shristi Udaipur Hotels & Resorts Private Limited (SUHRPL)

iii. Investing Party of Reporting Enterprise:

Housing & Urban Development Corporation Limited

iv. Fellow Subsidiaries:

Kanchan Janga Integrated Infrastructure Development Private Limited

Vipani Hotels & Resort Private Limited

East Kolkata Infrastructure Development Private Limited

Medi-Net Services Private Limited

Finetune Engineering Services Private Limited

Border Transport Infrastructure Development Limited

b. Related parties & relationships with whom transactions have taken place during the year:

Transactions with Related Parties

S. No.	Relationship	Nature of Expenses Amount	Current Year (Rs.)	Previous Year (Rs.)
1.	Holding Company	Unsecured Loan taken	20,41,291/-	16,41,000/-
		Unsecured Loan paid	7,90,000/-	NIL
		Interest on Loan	35,66,323/-	36,31,506/-
		Closing Balance		
		Interest Payable	1,39,36,976/-	1,07,27,285/-
		Unsecured Loan	2,81,48,804/-	2,68,97,513/-
2.	Subsidiary Company	Reimbursement of Expenses	NIL	NIL
		Closing Balance		
		Investment in Equity	3,00,00,000/-	3,00,00,000/-
		Reimbursement of Expenses	7,53,657/-	7,53,657/-
3	Company Secretary (Mr. Yogesh Upadhyay)	Salary	12,16,800/-	12,16,800/-
		Closing Balance		
		Salary Payable	1,57,060/-	1,51,100/-



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

31. Earning Per Share

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Profit/(Loss) after tax as per Statement of Profit & Loss	(82,94,891/-)	(58,06,355/-)
Weighted average number of Equity Shares outstanding	50,00,000	50,00,000
Basic & Diluted Earning per share	(1.659)	(1.161)

32. The company has recognized following deferred tax assets and liabilities determined on account of timing differences in accordance with Accounting Standard – 22 “Accounting of taxes on Income”

Particulars	As At 31st March 2017 (Rs.)	As At 31st March 2016 (Rs.)
Fixed assets	(2,217)	(3,828)
Deferred Tax Liability / (Asset) (A)	(2,217)	(3,828)
Difference due to Sec.43B	1,07,503	95,804
Deferred Tax Asset (B)	1,07,503	95,804
NET DEFERRED TAX ASSETS/(LIABILITY) (B-A)	1,09,720	99,632

33. Previous year figures have been regrouped/ recast/rearranged wherever necessary to conform to this year's classification.
34. Note no. 1 to 34 form an integral part of the financial statements.

As per our report of even date attached.

For S. S.Kothari Mehta & Co.

On behalf of the Board

Chartered Accountants

Firm Regn No. 000746N

Yogesh Kumar Gupta

Partner

Membership No. 093214

Sujit Kanoria

(Director)

DIN-01175425

Kamta Nath Pandey

(Director)

DIN-00694714

Duraiswamy Guhan

(Director)

DIN-06757569

Place: New Delhi

Date: 22-05-2017

Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
Shristi Udaipur Hotels & Resorts Private Limited
New Delhi

Report on the Financial Statements

We have audited the accompanying financial statements of **Shristi Udaipur Hotels & Resorts Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2017 and the Cash Flow Statement for the year then ended, and 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 stated 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 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 relevant rules issued thereunder. 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 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 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 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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 financial statements.

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

Basis for Qualified Opinion

Reference is invited to note no. 17 of the Financial Statements regarding the amount incurred so far on the project amounting to Rs. 2997 lacs including service tax recoverable being considered good and fully recoverable, pending certain clearances from various authorities and non-provision of the sub-lease rental amounting to Rs. 478.50 lacs for the reasons as explained in the said note. We cannot comment on the recoverability and non-provisioning of such amounts.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified opinion paragraph, 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 of the state of affairs of the Company as at March 31, 2017 and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- (i) As required by the Companies (Auditor's Report) Order, 2016 issued by the Central government of India in the terms of Section 143 of the Companies Act 2013, we give in the "Annexure 1" a statement on the matters specified in Paragraph 3 & 4 of the order, to the extent applicable.
- (ii) 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the balance sheet and the cash flow statement comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
 - (e) The matters described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on functioning of the company.
 - (f) On the basis of the written representations received from the directors as on 31st March, 2017 and 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.



- (g) 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 2".
- (h) 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 16 & 17 to the Financial Statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. 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 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the company. Refer Note 22 to the financial statements.

For **S.S. KOTHARI MEHTA & CO.**

Chartered Accountants

Firm Reg. No. 000786N

Yogesh K. Gupta

Partner

Membership No. 093214



Place : **NEW DELHI**

Date : **22-05-2017**

ANNEXURE 1 TO THE AUDITOR'S REPORT

(As referred in paragraph 'Report on Other Legal and Regulatory Requirements' of our report to the members of **Shristi Udaipur Hotels & Resorts Private Limited** on the accounts for the year ended March 31, 2017)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Fixed Assets have been physically verified by the company during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of such verification is reasonable having regard to the size of the company and the nature of its assets.
- (c) Company does not possess any immovable property hence the provision of clause 3 (i) (c) of the Order is not applicable to the company.
- (ii) The company does not hold any inventory. Hence, the provision of Clause 3 (ii) of the Order is not applicable to the company.
- (iii) As per the information and explanations provided to us, the company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 during the year.
- (iv) As per the information and explanations provided to us, the company has not given any loans, investments, guarantees and security in terms of section 185 and 186 of the Companies Act, 2013 during the year.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other provision of the Companies Act and the rules framed there under are not applicable to the company.
- (vi) According to information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 in respect of services carried out by the company. Therefore, provisions of Clause 3 (vi) of the order are not applicable to the company.
- (vii) (a) The Company, has been generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Sales Tax, Custom Duty, Excise Duty, Value added Tax and Cess and any other material statutory dues applicable to it *though there has been a slight delay in few cases.*



According to information and explanations given to us, no undisputed amounts is payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of customs, Duty of Excise, Value added Tax and cess which were in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise & Value Added Tax which have not been deposited on account of any dispute.
- (viii) *In our opinion and according to the information & explanations given to us, in the previous years, the financial institution has recalled the entire loan amount (outstanding Rs. 5,00,00,000 as on 31st March, 2017) citing "Event of Default" as outlined in loan agreement executed by the company for its failure to pay rental to sub-lessor in respect of the property mortgaged in favour of the financial institution pending adjudication on the title of a portion of loan by High Court of Jodhpur. The company has preferred writ petition challenging such recall before the Hon'ble High Court of Jaipur Bench. Since the matter is sub-judice, the amount of default, if any, is unascertainable. Also, the company has not paid interest amounting to Rs. 1,68,83,288 for previous years and Rs. 80,00,000 for current year due on such loan. The company has not issued any debentures.*
- (ix) The company has not raised money by way of initial public offer or further public offer during the year. The term loans have been applied for the purposes for which they were raised.
- (x) Based upon the audit procedure performed for the purpose of reporting the true and fair view and on the basis of the information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.
- (xi) Provision of Section 197 read with Schedule V to the Companies Act for providing managerial remuneration with the requisite approvals is not applicable to the company. Therefore, provision of Clause 3 (xi) of the order is not applicable to the company.
- (xii) As the company is not a Nidhi Company, therefore provisions of Clause 3 (xii) is not applicable to the company.
- (xiii) As per the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 wherever applicable and the details have been disclosed in the Financial Statements etc. as required by the accounting standards. Section 177 of the Companies Act, 2013 is not applicable on the company.
- (xiv) According to the information and explanations given to us, the company has not made any preferential allotment/ private placement of shares or full or partly convertible debentures during the year under review.
- (xv) According to the information and explanation provided to us, the company has not entered into any non-cash transactions with the directors or persons connected with them.



- (xvi) The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **S. S. KOTHARI MEHTA & CO.**

Chartered Accountants

Firm Reg. No. 000756N



Yogesh K. Gupta

Partner

Membership No. 093214

Place : **NEW DELHI**

Date : **22-05-2017**

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

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 **Shristi Udaipur Hotels & Resorts Private Limited** ("the Company") as of March 31, 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 (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 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 judgement, 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 qualified 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 (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 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 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.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2017:

We are unable to comment on the management assessment on the non-provision of the sub-lease rental and recoverability/realization of the amount lying in Capital work in progress including service tax recoverable as detailed in our main report, since the operations of the company have been disrupted since earlier years and no operational activities have been carried out by the company during the year.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects/possible effects of the material weakness described above on the achievement of the objectives of the control criteria, the Company has maintained, commensurate with the size of the company & nature of its business, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 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



S S KOTHARI MEHTA & CO

Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India", to the extent applicable.

We have considered the material weakness identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2017 financial statements of the Company, and the material weakness has affected our opinion on the financial statements of the Company and we have issued a qualified opinion on the financial statements.

For **S. S. KOTHARI MEHTA & CO.**
Chartered Accountants

Firm Reg. No. 000756N

Yogesh K. Gupta

Partner

Membership No. 093214



Place : **NEW DELHI**
Date : **21-05-2017**

SHRISTI UDAIPUR HOTELS & RESORTS PRIVATE LIMITED
Balance Sheet as at 31st March, 2017

Particulars	Note No.	As at 31.03.2017 Amount (in Rs.)	As at 31.03.2016 Amount (in Rs.)
I. EQUITY & LIABILITIES			
(1) Shareholders' Funds			
Share Capital	2	49,500,000	49,500,000
(2) Non-Current Liabilities			
(a) Long term borrowings	3	312,143,578	309,207,908
(b) Other Long term liabilities	4	1,867,000	1,867,000
(c) Long term Provisions	5	60,760	50,213
(3) Current Liabilities			
(a) Other Current liabilities	6	81,099,524	72,826,860
(b) Short term Provisions	7	188,163	158,010
Total		444,859,025	433,609,991
II. Assets			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	81,328	106,468
(ii) Capital work-in-progress	9	289,499,607	278,496,580
(b) Long term loans and advances	10	154,252,852	154,037,268
(2) Current assets			
(a) Cash and Bank Balances	11	722,835	693,616
(b) Short term loans and advances	12	-	18,843
(c) Other current assets	13	302,603	257,436
Total		444,859,025	433,609,991

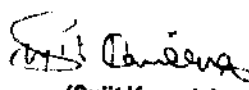
The Accompanying Notes are Integral part of Financial Statements


As per our report of even date attached
For S.S.Kothari Mehta & Co.
Chartered Accountants
Firm Regn. No. 000756N

Yogesh Kumar Gupta
Partner
Membership No.093214



For & on behalf of the board


(Sujit Kanoria)
Director
DIN-01175425


(Duraiswamy Guhan)
Director
DIN-06757569

Place : New Delhi
Date : 22-05-2017

SHRISTI UDAIPUR HOTELS & RESORTS PRIVATE LIMITED
Cash Flow Statement for the year ending March 31, 2017

Particulars	Amount (In Rs.) Current Year	Amount (In Rs.) Previous Year
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation and Extraordinary activities	-	-
Adjustments for:		
Depreciation	25,140	37,780
Interest Expenses	8,000,000	8,021,918
Interest Income	(45,167)	(43,739)
Loss on sale of Fixed Assets	-	-
Operating Profit Before Working Capital Changes	7,979,973	8,015,939
Adjustments for:		
(Increase) / Decrease in Long Term Loans & Advances	(215,384)	(63,490)
(Increase) / Decrease in Short Term Loans & Advances	18,643	(13,643)
Increase / (Decrease) in Other Current Liabilities	272,684	(215,589)
Increase / (Decrease) in Long Term Provisions	10,547	27,081
Increase / (Decrease) in Short Term Provisions	30,153	70,481
Net Cash From Operating Activities	8,096,596	7,820,758
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	-	-
Capital Work in Progress	(11,003,047)	(10,531,436)
Net Cash From Investing Activities	(11,003,047)	(10,531,436)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds/(Re-payment) from Long Term Secured Borrowings	-	-
Proceeds from Long Term Unsecured Loans	2,935,670	2,747,892
Interest Paid	-	-
	2,935,670	2,747,892
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	29,219	37,015
Opening Cash and cash equivalents	393,616	358,801
Closing Cash and cash equivalents	422,835	393,816
Components of Cash and cash equivalents		
Cash in Hand	34,247	127,053
Balances with Bank	388,588	266,563

Note:

- 1 The above cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on "Cash Flow Statement"
- 2 Figures in brackets denote cash outflow

As per our report of even date attached
For S.S.Kothari Mehta & Co.
Chartered Accountants
Firm Regn. No. 000756

Yopesh Kumar Gupta
Partner
Membership No.093214
Place : New Delhi
Date : 22-05-2017



For Shristi Udaipur Hotels & Resorts Pvt.Ltd.

(Signature)
(Sujit Kanoria)
Director
DIN-01175425

(Signature)
(Duraiwamy Guhan)
Director
DIN-06757569

Notes to Financial Statements

As at 31.03.2017 As at 31.03.2016
Amount (in Rs.) Amount (in Rs.)

Note - 2: Share Capital

Authorized

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

100,000,000 100,000,000

Issued, Subscribed & Paid up

4,950,000 (Previous year 4,950,000) equity shares of Rs.10/- each fully paid up

49,500,000 49,500,000
49,500,000 49,500,000

Shares issued/boughtback during the year: NIL

Details of each shareholder holding more than 5% shares

Name of shareholder	As at 31st March, 2017		As at 31st March 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shristi Urban Infrastructure Development Ltd.-Holding Company	3,000,000	60.61	3,000,000	60.61
Shristi Infrastructure Development Corporation Limited- Holding Company	1,950,000	39.39	1,950,000	39.39

Note-3 :Long Term Borrowings

Secured Loan

Term Loan From Financial Institution

(Secured by mortgage/hypothecations of the project immovable and moveable properties and personal guarantee of Promoter Director)

50,000,000 50,000,000

Unsecured Loan

Loan from Holding Company (Interest free)

312,143,578 309,207,908

Less: Current maturities of Long term borrowings

382,143,578 359,207,908

Total

50,000,000 50,000,000

312,143,578 309,207,908

Terms of Repayment for secured term loan:

Secured Term Loan from HUDCO is repayable in 43 unequal quarterly installments. Installment 1-4 of Rs. 25,00,000 each, Installment 5-8 of Rs. 50,00,000 each, Installment 9-12 of Rs. 75,00,000 each, Installment 13-16 of Rs. 100,00,000 each, Installment 17-28 of Rs. 150,00,000 each, Installment 29-32 of Rs. 175,00,000 each, Installment 33-43 of Rs. 3,09,81,000 each, payable at the end of each quarter starting from 31st August 2012 to 28th February 2023. Interest accrued is payable at the end each quarter. The current rate of interest of the same is 16.00% per annum.

Refer Note 16 of the Financial Statements

Note- 4 :Other Long Term Liabilities

Security Deposits Received

1,867,000 1,867,000

1,867,000 1,867,000

Note- 5 :Long Term Provisions

Provisions

Provision for Leave Encashment

Provision for Gratuity

(Refer Note 23)

24,429 16,998

36,331 33,215

60,760 50,213

Note-6 :Other Current Liabilities

Current Maturities of long term loan

50,000,000 50,000,000

Interest Accrued but not due on borrowings

- -

Interest Accrued & due on borrowings

24,883,288 16,883,288

Other Payables

4,013,224 4,013,224

- Sub-lease rental accrued & due

2,153,153 1,922,888

- Expenses payables

48,859 7,460

- Other Liabilities

81,099,524 72,826,860

Note- 7 :Short Term Provisions

Provisions

Provision for Leave Encashment

Provision for Gratuity

(Refer Note 23)

74,457 56,935

113,708 101,075

188,163 158,010



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SHRISTI UDAIPUR HOTELS & RESORTS PRIVATE LIMITED

Note- 8: Tangible Assets

Amount (in Rs.)

Particulars	Gross Carrying Value			Depreciation			Net Carrying Value		
	As at March 31, 2016	Additions during thePeriod	Deduction during the year	As at March 2017	Up to March 31, 2016	For the Period	Deduction during the year	As at March 31, 2017	As at March 31, 2016
Computers	266,321	-	-	266,321	254,275	-	-	12,046	12,046
Office Equipments	126,784	-	-	126,784	119,816	629	-	6,339	6,968
Plant & Machinery	15,764	-	-	15,764	9,219	1,253	-	5,292	6,545
Furniture & Fixtures	277,770	-	-	277,770	196,861	23,258	-	57,651	80,909
Total	686,639	-	-	686,639	580,171	25,140	-	81,328	106,468
As on 31.03.2016	686,639	-	-	686,639	542,411	37,760	-	106,468	-



S. S. Chaudhary

Note-9 :Capital Work In Progress (Including pre-operative expenses pending allocation/charge off)

Land & Site Development
Approvals
Architectural Fee & Project Consultancy
Civil Work
Personnel Expenses
Administrative Expenses
Finance Cost (Net)
Depreciation

As at March 31, 2017	As at March 31, 2016
25,092,415	25,092,415
6,414,465	6,414,465
29,391,490	28,159,990
32,185,453	32,183,843
68,155,336	67,166,835
45,859,197	45,058,476
81,795,940	73,840,565
605,311	580,171
289,499,607	278,496,560

Note-10: Long Term Loans and Advances**Unsecured and Considered Good**

Capital Advance - Mobilization Advance to Civil Contractor (Shristi Infrastructure Development Corp.Ltd.-Holding Company)
Security Deposits
Advance recoverable in cash or in kind or for value to be received

137,230,120	137,230,120
4,844,430	4,844,430
12,178,102	11,962,718
154,252,652	154,037,268

Note -11 :Cash and Bank Balances**A- Cash & Cash Equivalent**

Cash in hand
Balances with Banks

34,247	127,053
388,588	266,563

B- Other Bank Balances

Fixed Deposit*

300,000	300,000
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*includes Rs.3,00,000/- (Previous Year: 3,00,000) deposited with UIT Udaipur

722,835	693,616
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Note- 12 :Short Term Loans and Advances**Unsecured and Considered Good**

Advance recoverable in cash or in kind or for value to be received

-	18,643
---	--------

-	18,643
---	--------

Note - 13 :Other Current Assets

Interest accrued but not due

302,603	257,436
302,603	257,436



Signature

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

Notes to Financial Statement

Note no. 1: Significant Accounting Policies & Practices

A. BACKGROUND AND NATURE OF OPERATIONS

The company was incorporated on 2nd February, 2007 as promoted by Shristi Urban Infrastructure Development Ltd. to carry on the business of hotels, motels, resorts, restaurants, shopping complex, commercial complex, multiplex etc. and related activities.

B. SIGNIFICANT ACCOUNTING POLICIES & PRACTICES

1. ACCOUNTING CONVENTIONS

The Company follows the mercantile system of accounting and recognizes Income and Expenditure on accrual basis. The accounts are prepared on historical cost basis, as a going concern, in accordance with Generally Accepted Accounting Principles in India, provisions of the Companies Act, 2013 & 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.

2. 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 services provided and time between the rendering of services and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

3. USE OF ESTIMATES

The presentations of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reportable amount of assets and liabilities on the date of financial statements and the reportable amount of revenue and expenses during the reporting period. Differences between the actual results and estimates are recognized in the year in which the results are known / materialized.

4. FIXED ASSETS

- a. Fixed Assets are stated at cost of acquisition/ purchase price inclusive of duties, taxes, incidental expenses, erection/commissioning expenses, interest etc. up to the date the asset is ready for its intended use.
- b. Capital Work in Progress (CWIP) is carried at cost, comprising direct cost and related incidental expenses and interest on borrowings to the extent attributed to them including capital advances.

5. DEPRECIATION

The company has provided for depreciation using Written Down Value method over the useful life of the assets as prescribed under Part C of Schedule II to the Companies Act, 2013.



Signature

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

- i) Depreciation on fixed assets is provided on Written Down Value Method as per the useful life given below:

Furniture & Fixtures	10 years
Computers	3 years
Office Equipment's	5 years
Plant & Machinery	15 years
Motor Vehicles	8 years

- ii) Depreciation on additions/deductions is provided from the date of their acquisition/ up to the date of their disposal.

- iii) Assets individually costing below Rs.5,000/- are fully depreciated during the year they are put to use.

6. Impairment of Assets

Wherever events or changes in circumstances indicate that the carrying amount of fixed assets may be impaired, the Company subjects such assets to a test of recoverability, based on discounted cash flows expected from use or disposal thereof. If the assets are impaired, the Company recognizes an impairment loss as the excess of the carrying amount over the recoverable amount.

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

A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However the carrying amount after reversal is not increased beyond the carrying amount that would have prevailed by charging usual depreciation if there was no impairment.

7. MISCELLANEOUS EXPENDITURE

Preliminary Expenses shall be written off in the year, the company commences the commercial Operations.

8. EMPLOYEE BENEFITS

Gratuity and Leave Encashment are provided for on accrual basis computed as per Actuarial Valuation made at the end of each financial year in accordance with AS-15 (Revised).

9. LEASES

Assets taken on lease under which, all risks and rewards of ownership are effectively retained by the lessor are classified as operating lease. Lease payments under operating lease are recognized as expense on accrual basis in accordance with the respective lease agreements.

10. TAXATION

a. Current Tax

Provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provision of Income Tax Act, 1961.



Sgt. Tanish

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

b. Deferred Tax

- i) Deferred tax is recognized, subject to the consideration of prudence, as the tax effect of timing difference between the taxable income and accounting income computed for the current accounting year and reversal of earlier years' timing differences.
- ii) Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carry forward losses which are recognized to the extent that there is virtual certainty, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

11. CASH FLOW STATEMENT

Cash flows are reported using indirect method whereby a profit before tax is adjusted for the effects of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the Company are segregated.

12. BORROWING COST

Borrowing cost attributable to the acquisition or construction of qualifying assets is capitalized as a part of those assets. Other Borrowing Costs are recognized as an expense in the period to which they relate.

13. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Liabilities which are material, and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent, and disclosed by way of notes to the accounts. Contingent Assets are neither recognized nor disclosed in the financial statement.



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Shristi Udaipur Hotels & Resorts Pvt. Ltd.

14. No Statement of Profit & Loss has been prepared since the company has not commenced commercial operations.

15. Capital Commitment

Estimated amount of Capital Commitments remaining to be executed (Net of advances) -- Rs.1,23,22,84,433/- (Previous Year -- 1,23,22,84,433/-).

16. Contingent Liabilities:

Lease deed between company and sub-lessor states that land should be free from encumbrance. However, the title of a portion of land is disputed by the Forest Deptt. The Company has disputed its liability for payment of rentals to sub-lessor till the matter is finally adjudicated upon. There is JV between HUDCO and Company and if company has continue payment of rent for disputed land, then as JV partner HUDCO would have raised question of such rent.

Despite being informed of the litigation between sub-lessor and Forest Deptt, HUDCO has treated the non-payment of rental to sub-lessor as event of default and recalled the loan. The company has challenged such recall by a writ petition filed before Hon'ble High Court of Rajasthan at Jaipur and same is sub-judice.

17. (A) During the financial year progress of the project has been slow due to the fact that certain clearances from various authorities are awaited by the sub-lessors. The management is of the view that the disruption is temporary in nature, the matters will get resolved soon and it will be able to complete the project at much faster pace; accordingly the full amount incurred so far on the project has been considered good and fully recoverable. Further company has initiated arbitration against lessors and Arbitrator has also been appointed.

(B) Consequent upon that no provision has been considered necessary for sub lease rental w.e.f. 01.09.2010 aggregating to Rs.4,78,50,000/-, as management does not consider it as payable. The management is confident that there will be no liability on this account. Being arbitration is pending.

18. As per the information available with the company, there are no dues to any Micro & Small enterprise as defined in the Micro, Small and Medium Enterprises Development Act, 2006 as on 31st March, 2017. Further no interest has been paid during the year and payable as on 31st March, 2017 to such parties.

19. In the opinion of the management, the value on realization of current assets, loans & advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and provisions for all known liabilities has been made.

20. Detail of Capital Work in Progress (including pre-operative expenses) incurred:-

<u>Particulars</u>	<u>Current year Amount (Rs.)</u>	<u>Previous year Amount (Rs.)</u>
a. Land & Site Development	--	--
b. Approvals	--	--
c. Architectural Fee & Project Consultancy	12,31,500/-	5,22,623/-



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Shristi Udaipur Hotels & Resorts Pvt. Ltd.

d. Civil Work	1,610/-	14,576/-
e. Personnel Expenses	9,88,701/-	12,00,536/-
f. Administrative Expenses*	8,00,721/-	7,77,019/-
g. Finance cost (Net)	79,55,375/-	79,78,922/-
h. Depreciation	25,140/-	37,760/-
Total	<u>1,10,03,047/-</u>	<u>1,05,31,436/-</u>

* Include Audit Fee Rs. 25000/- (Previous Year Rs. 25000/-)

21. Operating Lease

The company has paid operating lease of Rs.NIL/- for the year which has been included in CWIP. (Previous Year Rs.23,754/-). Amount payable during next one year is NIL (Previous year Rs. NIL/-).

22. Disclosure Regarding Specified Bank Notes (SBN) held and transacted during the period 08.11.2016 to 30.12.2016 are as below

	SBNs (Rs.)	Other denomination notes (Rs.)	Total (Rs.)
Closing cash in hand as on 08.11.2016	57,000	837	57,837
(+) Permitted receipts	-	50,000	50,000
(-) Permitted payments	-	1,500	1,500
(-) Amount deposited in Banks	57,000	-	57,000
Closing cash in hand as on 30.12.2016	-	49,337	49,337

23. Employee Benefits

The Company has defined retirement benefit for the benefit of its employees. The provisions made as per Actuarial valuation.

Disclosures as required by Accounting Standard-15 (Revised) on Employee Benefits in respect of gratuity and leave encashment are as follows:

a) Net expenses recognized during the year 2016-17

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Current service cost	31,023	30,644	16,779	18,784
- Interest cost	6,481	4,372	10,662	8,420
- Expected return on plan assets	--	--	--	--
- Curtailment cost/(credit)	--	--	--	--
- Settlement cost/(credit)	--	--	--	--
- Past Service Cost	--	--	--	--
- Actuarial (gain)/loss on obligation	(12,551)	3,861	(11,694)	31,461
Total	24,953	38,877	15,747	58,665

b) Net Asset/ (Liability) recognized in the Balance Sheet as at 31.03.2017:



Signature

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Present value of Defined Benefit Obligation	98,886	73,933	1,50,037	1,34,290
- Fair value of plan assets	--	--	--	--
- Funded status [Surplus/(Deficit)]	(98,886)	(73,933)	(1,50,037)	(1,34,290)
- Unrecognized Past Service Costs	--	--	--	--
- Estimated Net asset/(liability) recognized in balance sheet	(98,886)	(73,933)	(1,50,037)	(1,34,290)

c) Change in the obligation for the year ended 31.03.2017

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Present value of Defined Benefit Obligation as at the beginning of the year	73,933	35,056	1,34,290	75,625
- Interest cost	6,481	4,372	10,662	8,420
- Past service cost	--	--	--	--
- Current service cost	31,023	30,644	16,779	18,784
- Curtailment cost/(Credit)	--	--	--	--
- Settlement cost/(Credit)	--	--	--	--
- Benefits paid	--	--	--	--
- Actuarial (gain)/loss on obligation	(12,551)	3,861	(11,694)	31,461
- Present value of Defined Benefit Obligation as at the end of the year	98,886	73,933	1,50,037	1,34,290

d) Changes in fair value of Plan Assets

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Plan asset at the beginning of the year	--	--	--	--
- Expected return of plan assets	--	--	--	--
- Actual company contributions	--	--	--	--



Signature of S.S. Kothari Mehta & Co.

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

- Employee contribution	--	--	--	--
- Actuarial Gain/Loss on Plan Assets	--	--	--	--
- Benefits paid	--	--	--	--
- Plan assets at the end of the year	--	--	--	--

e) Principal actuarial assumption

Particulars	Leave Encashment (Non-Funded) (Rs.)		Gratuity (Non-Funded) (Rs.)	
	2016-17	2015-16	2016-17	2015-16
- Discount rate per annum compound	7.50%	8.00%	7.50%	8.00%
- Rate of increase in Salaries	6.00%	6.00%	6.00%	6.00%
- Rate of return on plan assets	0%	0%	0%	0%
- Expected Average remaining working lives of employees (years)	10.38	18.67	10.38	18.67

In view of the management, eligibility for sick leave is insignificant based on the past experience; hence no provision in this regard has been considered necessary.

Amounts recognized as CWIP and included in Note no. 9 Item Salaries, wages, Gratuity & Staff Cost includes Gratuity of Rs.15,747/- previous year Rs58,665/- & Leave Encashment of Rs. 24,953/- Previous year 38,877/-

24. Related Party Transaction

As per Accounting Standard 18, the company's related parties transactions are disclosed below:

a. List of Related parties & relationships where control exists:

- (1) **Holding Company**
Shristi Urban Infrastructure Development Limited (since incorporation)
- (2) **Ultimate Holding Company**
Shristi Infrastructure Development Corporation limited

b. Related party & relationship with whom transactions have taken place during the year

- (1) **Investing party of the Holding Company of the reporting enterprise**
Housing & Urban Development Corporation Limited (since incorporation)



[Handwritten signature]

Shristi Udaipur Hotels & Resorts Pvt. Ltd.

c. Transaction with Related Parties

S. No.	Name of the Party	Relationship	Nature of Expenses Amount	Current year (Rs.)	Previous Year (Rs)
1	Shristi Urban Infrastructure Development Ltd,	Holding Company	Closing Balance: Reimbursement of Expenses	7,53,657/-	7,53,657/-
2.	Shristi Infrastructure Development Corporation Limited	Ultimate Holding Company	Long Term unsecured loan taken	29,35,670/-	27,47,692/-
			Closing Balance: Long Term unsecured loan Mobilization Advance given	31,21,43,578/- 13,72,30,120/-	30,92,07,908/- 13,72,30,120/-
3	Housing & Urban Development Corporation Limited	Investing Party	Interest on Loan Closing Balance:- Secured Loan Interest payable	80,00,000/- 5,00,00,000/- 2,48,83,288/-	80,21,918/- 5,00,00,000/- 1,68,83,288/-

25. Earning per Share

In view of no statement of profit & loss for the year, the calculation of EPS is not applicable.

26. Since the company has not started the commercial operation till March 31, 2017; hence the company cannot calculate deferred tax in accordance with Accounting Standard 22 "Accounting for Taxes on Income." and Segment Reporting in accordance with Accounting Standard 17 is not applicable.

27. Previous year figures have been regrouped/recast/rearranged wherever necessary to conform to this year's Classification.

28. Note no. 1 to 28 form an integral part of the financial statements.

As per our report of even date attached

For S.S. Kothari Mehta & Co.

Chartered Accountants

Firm Reg. No. 000756N

Yogesh Kumar Gupta
Partner

Membership No. 093214

Place: New Delhi

Dated: 22-05-2017



For & on behalf of the board

Sujit Kanoria

Sujit Kanoria
Director
DIN-01175425

Duralswamy Guhan

Duralswamy Guhan
Director
DIN-06757569



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

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


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

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

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.) Nil	Year Ended 31.03.2016 Amount (Rs.) Nil
A. CASH FLOW OPERATING ACTIVITIES		
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 Chatterjee
Membership No. 056493
Place : Kolkata
Date : 19/05/2017



For and on behalf of Board of Directors

Sunil Jha
Director
00085667

Baori 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



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.



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

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

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
	60,79,953	48,94,649

3) Long Term Borrowings**Unsecured**

From Holding Company	2,76,78,195	3,45,86,350
	2,76,78,195	3,45,86,350

4) Long Term Provisions

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

5) Short Term Borrowings**Unsecured**

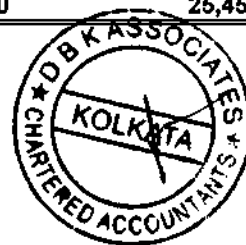
	1,51,80,172	89,07,924
	1,51,80,172	89,07,924

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
	11,27,31,949	19,50,78,093

7) Short Term Provisions

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



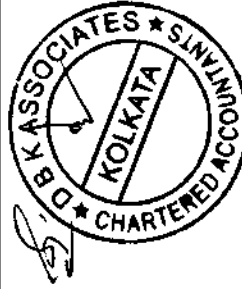
Kanchan Janga Integrated Infrastructure Development Pvt. Ltd.

Note - 8

(Amount in Rs.)

Tangible Assets

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK As At 31.03.2017	NET BLOCK As At 01.04.2016
	As at 01.04.2016	Additions	Deduction	As at 01.04.2016	Depn. for the year	Adj. with R/E	As at 31.03.2017	
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	



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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

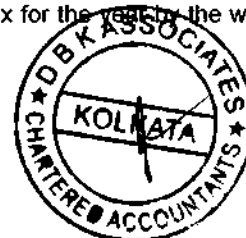
20) Retirement Benefit

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.



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	



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:-

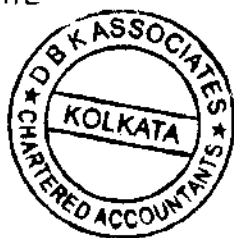
	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	42,000	394	42,394
(+) Permitted receipts	-	50,000	50,000
(-) Permitted payments	-	13,324	13,324
(-) Amount deposited in Banks	42,000	-	42,000
Closing cash in hand as on 30.12.2016	-	37,070	37,070

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
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



H. R. AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS

219-C, Old China Bazar Street
1st Floor, Room No.B-6
KOLKATA - 700 001
Tele : (033)2248-6561, 3022-6561
Telefax : (033) 2230-3207
e-mail : gk.sons@hotmail.com

Independent Auditor's Report to the Members of Medi- Net Services Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Medi-Net Services Private Limited** ("the Company") which comprise the Balance Sheet as at 31st March 2017, the Cash flow statement of the Company 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 stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of the 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 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 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.

B

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 a 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 the 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 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:

- i. in the case of the balance sheet, of the state of affairs of the Company as at 31st March 2017 and
- ii. in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 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** statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought & 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, and the statement of cash flow dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014, as amended;

h

- e. On the basis of written representations received from the directors as on 31 March 2017, and 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;
- f. With respect to the adequacy of internal financial control 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:
 - a. The company does not have any pending litigations which would have impact on its financial position in its financial statement.
 - b. The company did not have material foreseeable losses on long term contracts including derivative contracts that require provision under any law or Accounting Standards for which there were any material foreseeable losses.
 - c. No amount is required to be transferred to the Investor Education and Protection Fund by the Company.
- h. The Company has disclosed in Note - 7 to the Financial Statement of details regarding specified bank notes properly.

For H. R. Agarwal & Associates
Chartered Accountants
Firm's registration no. 323029E



(Shyam Sundar Agarwal, FCA)

Partner

Membership number: 060033

Place: Kolkata

Date: 23/05/2017



• **Annexure A to the Auditor's Report**

(Referred to in Paragraph 1 under "Report on other legal and regulatory requirements" of our report of even date)

- i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.

(b) As Explained to us, the fixed asset has been physically verified by the management, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such physical 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 deed of immovable property is held in the name of the Company.
- ii) As the Company has neither purchased / sold goods during the year nor there is any opening stock, hence reporting of clause (ii) of paragraph 3 of the Order is not applicable to the Company.
- iii) The company has not granted any loans, secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, clause (iii) of paragraph 3 of the Order is not applicable to the Company.
- iv) In our opinion and according to the information and explanation given to us, the Company has complied with the Provisions of Section 185 and 186 of the Companies Act, 2013, with respect to the loans and investment made.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public in pursuance to sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder.
- vi) According to the information and explanation provided by the management, the Company is not engaged in the production of any such goods or provisions of any such Services for which Central Government has prescribed the maintenance of Cost Records under section 148 (1) of the Companies Act, 2013. Accordingly, clause (vi) of paragraph 3 of the Order is not applicable to the Company.
- vii) (a) As explained, the Company is generally regular in depositing with appropriate authorities in respect of undisputed statutory dues including provident fund, employees state insurance, income-tax, sales tax, service tax, custom duty, excise duty, and other material statutory dues applicable to it.


According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, service tax, wealth-tax, sales tax, custom duty, excise duty or value added tax and cess were in arrears, as at 31st March, 2017 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of VAT, sales tax, Service tax, duty of custom, duty of excise and Income Tax which have not been deposited on account of any dispute.

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- viii) The company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix) The company did not raise any funds by way of further public offer (including debt instruments) and term loans during the year. Accordingly, clause (ix) of paragraph 3 of the Order is not applicable to the Company.
- x) According to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.
- xi) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not paid/ provided for any managerial remuneration during the year. Accordingly, clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion and according to the information and explanation given to us, the company is not a nidhi Company. Accordingly, clause (xii) of paragraph 3 of the Order is not applicable to the Company.
- xiii) According to the information and explanation given to us and based on our examination of the records of the Company, the company has not entered into any transactions with the related parties that require approval under section 177 and 188 of the Act, 2013, where applicable and the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanation 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. Accordingly, clause (xiv) of paragraph 3 of the Order is not applicable to the Company.
- xv) 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.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **H. R. Agarwal & Associates**
Chartered Accountants
Firm's registration no. 323029E


(**Shyam Sundar Agarwal, FCA**)
Partner
Membership number: 060033

Place: Kolkata
Date: 23/05/2017



Annexure B to the Auditor's Report

(Referred to in paragraph 2(f) under "Report on other legal and regulatory requirements" of our report of even date)

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 Control over financial reporting of **Medi - Net Services Private Limited** ("the Company") as of 31st March, 2017 in conjunction with our audit of the financial statements of the Company for the year then ended.

Management Responsibility for the 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 the 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 Act.

Auditor's 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 prescribed under Section 143(10) of the Act, 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 ICAI. 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 (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 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 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 31st 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 ICAI.

For **H. R. Agarwal & Associates**

Chartered Accountants

Firm's registration no. 323029E



(Shyam Sundar Agarwal, FCA)

Partner

Membership number: 060033

Place: Kolkata

Date: 23/05/2017



Medi-Net Services Pvt. Ltd.
CIN NO - U72200WB2007PTC117940
Balance Sheet as at March 31, 2017

	Note No.	As at 31.03.2017 Amount (in Rs.)	As at 31.03.2016 Amount (in Rs.)
<u>EQUITY & LIABILITIES</u>			
Shareholders' Funds			
Share Capital	2	400,000	400,000
Current Liabilities			
Short term borrowings	3	29,497,450	29,490,130
Other Current Liabilities	4	339,744	265,792
Total		30,237,194	30,155,922
<u>ASSETS</u>			
Non-current assets			
Fixed Assets			
Tangible assets- Land		28,958,056	28,968,056
Capital Work in Progress	5	1,263,493	1,075,291
Current assets			
Cash and cash equivalents	6	5,643	67,144
Short term loans and advances	7	-	45,429
Total		30,237,194	30,155,922

Summary of significant accounting policies 1

The accompanying notes are an integral part of the financial statements

As per our report of even date

For M. R. Agarwal & Associates
Chartered Accountants
Firm Reg. No. 0230291

Sagarwal.
(CA Shyam Sundar Agarwal)
Partner
Membership No FCA 060033

Date 28/05/2017
Place Kolkata

For and on Behalf of the Board of Director

Ashish Bhardwaj
Ashish Bhardwaj
Director
DIN 03459739

Shankar Mukherjee
Shankar Mukherjee
Director
DIN 01918561

5

Medi-Net Services Pvt. Ltd.
CIN NO - U72200WB2007PTC117940

Cash Flow Statement Annexed to the Balance Sheet for the year ended 31.03.2017

Particulars	Year Ended 31.03.2017 Amount (Rs.)	Year Ended 31.03.2016 Amount (Rs.)
A. CASH FLOW OPERATING ACTIVITIES		
Operating Profit Before Working Capital Changes Adjustments for:		
Decrease/(Increase) in loans & advances	45,429	(2,406)
Increase / (Decrease) in Other Current liabilities	73,952	160,632
Net Cash From Operating Activities	119,381	158,226
B. CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) / Decrease in Other Non Current Assets	(188,202)	(204,982)
	(188,202)	(204,982)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of short term Borrowings	7,320	8,275
	7,320	8,275
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(61,501)	(38,481)
Opening Cash and cash equivalents	67,144	105,625
Closing Cash and cash equivalents	5,643	67,144
Closing Cash and cash equivalents as per Balance Sheet	5,643	67,144

Note:-

Figures in brackets denote cash outflow

The accompanying notes are an integral part of the financial statements

As per our report of even date

For H. R. Agarwal & Associates
Chartered Accountants
Firm Reg No. 323029E

Sagarwal

(CA Shyam Sundar Agarwal)
Partner
Membership No FCA 060033

Date 23/05/2017
Place: Kolkata

For and on behalf of Board of Directors

Abhishek Bhardwaj
Abhishek Bhardwaj
Director
DIN: 03459739

Shankar Mukherjee
Shankar Mukherjee
Director
DIN: 01918561

[Signature]

Notes to financial statements for the year ended 31st March, 2017

As At
March 31, 2017
(Rs.)

As At
March 31, 2016
(Rs.)

1) **SIGNIFICANT ACCOUNTING POLICIES:**

Basis of Preparation of Financial Statements

The Company prepares its financial statements in accordance with generally accepted accounting practices and also in accordance with requirements of Companies Act, 2013

Revenue Recognition

All expenses incurred up to the date of commercial operation are recognized as Capital work-in-progress.

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.

2) **SHARE CAPITAL**

Authorised :

50,000 Equity Shares of Rs.10/- each

500,000 500,000

Issued, Subscribed & Paid-Up:

40,000 Equity Shares of Rs.10/- each fully paid up

400,000 400,000
400,000 400,000

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. Dividend if any proposed by the Board of Directors is subject to approval of the share holders in the ensuing AGM.

2) Shares held by its holding company M/S Shristi Infrastructure Development Corporation Limited

30,000

- Shristi Housing Development Corporation Ltd.*

30,000

3) Shareholder holding more than 5% of the total shares
Ms. Shristi Infrastructure Development Corporation Ltd.

30,000

- Shristi Housing Development Corporation Ltd.*

30,000

*[Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016]

3) **SHORT TERM BORROWINGS**

Unsecured Loans

-From Body Corporates (Shristi Infrastructure Development Corp Ltd)

29,497,450 29,490,130
29,497,450 29,490,130

4) **Other Current Liabilities**

Expenses payable

H. R. Agarwal & Associates

16,065

8,015

Aloke Kr. Ghosh

1,190

136

Anindam Banerjee

90,270

33,660

Arun Kumar Maity

10,030

3,740

BR PRECAST

116,203

116,203

K.Arun & Co.

4,013

2,863

Nilesh Gattani

5,410

-

Soumabho Ghosh

11,900

1,360

ISHA KHAN CHOUDHURY

59,617

59,617

MR & Associates.

1,150

-

Other Expenses payable

8,550

8,550

Retention Money Payable

7,561

7,561

Service Tax Payable (RC)

-

19,826

TDS Contractors

-

1,236

TDS Professional

4,760

-

Other Liabilities

3,025

3,025

339,744

265,792

5) **CAPITAL WORK IN PROGRESS**

Survey work

27,603

27,603

Pre-Operative Expenses b/f

1,047,688

966,326

Bank Charges

22,561

5,138

Legal & Professional Charges

125,570

66,134

Audit Fee

8,050

8,015

Filing Fees

6,268

2,075

General Expenses

25,753

-

1,263,493

1,075,291

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6) **CASH AND CASH EQUIVALENTS**

Balances with Scheduled Banks - in Current Accounts	5,472	68,930
Cash-in-hand	171	215
	<u>5,643</u>	<u>67,144</u>

7) 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	-	171	171
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	171	171

8) **SHORT TERM LOANS AND ADVANCES**

Unsecured and Considered good		25,000
Advances to staff and other	-	19,826
Service Tax Input (on pymt. Basis)	-	603
Service Tax Input	-	<u>45,429</u>

9) The company is yet to commence the commercial operations, hence no Profit & Loss Account has been prepared.

10) The Company has not paid any Managerial remuneration to any of the Directors for the period.

11) Contingent liabilities : NIL

12) **Related Party Transactions**

Related Party Disclosures in keeping with Accounting Standard- 18 prescribed under 'the Act'.

a) List of Related Parties
Promoter

Shristi Infrastructure Development Corporation Limited

Shristi Housing Development Ltd [Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016]

b. Transactions with Related parties

Sl. No.	Name of the Party	Nature of Transaction	Amount in Rs. Current Year	Previous Year
1	Shristi Infrastructure Development Corporation Ltd.	Closing Balance Short term borrowing	29,497,450	-
2	Shristi Housing Development Limited	Closing Balance Short term borrowing	-	29,490,130

13) The Company has identified real estate construction as its sole operating segment and the same has been treated as the primary segment. As such no separate segment information has been provided.

14) Since the company is not having any timing difference and permanent difference as prescribed under Accounting Standard - 22 issued by ICAI, hence, provision of Deferred Tax is not required.

15) Previous year figures have been rearranged or regrouped wherever considered necessary.

As per our report of even date

For H. R. Agarwal & Associates
Chartered Accountants
Firm Reg No: 323029E

Sagarwal
(CA Shyam Sundar Agarwal)
Partner
Membership No.FCA 060033

Date : 23/05/2017
Place : Kolkata

For and on Behalf of the Board of Director

Abhishek Bhardwa
Abhishek Bhardwa
Director
DIN: 03459739

Shankar Mukherjee
Shankar Mukherjee
Director
DIN: 01918561

S. S. KOTHARI & CO.

CHARTERED ACCOUNTANTS

CENTRE POINT

ROOM NO.314

21, OLD COURT HOUSE STREET

KOLKATA - 700 001

Phone: 2248-0279/2758 Res: 2289-1398

E-mail: sskotharico@gmail.com

S. S. KOTHARI	B.Com., C.T.A (LOND), F.C.A	R.N. BARDHAN	B.Com., F.C.A.
R.K. ROYCHOUDHURY	B.Sc., B.Com. F.C.A.	A. DATTA	B.Com., F.C.A.
T.K. SENGUPTA	B.Com., LL.B., F.C.A.	P.K BHATTACHARYA	B.com., F.C.A
S.CHAKRABORTY	B.com., F.C.A.,D.I.S.A.(I.C.A.I.)		

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF FINETUNE ENGINEERING SERVICES PVT.LTD.

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Finetune Engineering Services Private Limited** ("the Company"), which comprise 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

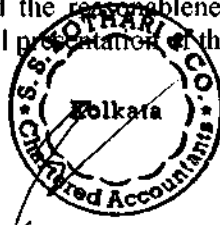
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the 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. 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 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 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 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system 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 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.

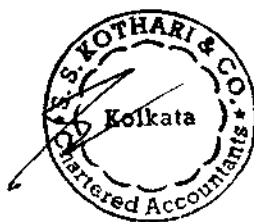
Opinion

In our opinion and to the best of our information and according to the explanations given to us, accompanying 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:

- 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

- 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 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;
 - (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 2017 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".



(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.
- iv. The company has provided requisite disclosure 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. Based on auditing procedures and relying on management representations, we report that the disclosure is in accordance with the books of accounts maintained by the company as provided to us by the management. (Refer note 12).

Centre point
21, Old Court House Street
Kolkata-700001
The day of May, 2017

S. S. Kothari

For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No. 302034E


(R N Bardhan)

Partner

Membership No: 017270

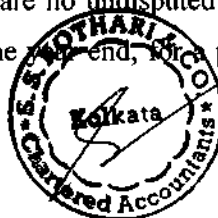


"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading "Report on other Legal and Regulatory Requirements" of our audit report of even date to the financial statements of the company for the year ended March 31, 2017.

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 Companies Act, 2013 and on the basis of such checks as we considered appropriate and the information and explanation given to us, we further report that:

- i. (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) All the assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) Title deeds of immovable properties are held in the Name of the company.
- ii. There are no inventories at the beginning and close of the year.
- iii. As informed, 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 and as such clauses 3(iii) (a) to (c) of the Order are not applicable.
- iv. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public, 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.
- vi. Maintenance of cost records has not been specified by the central government under sub Section (1) of section 148 of the Companies Act, 2013 for the activities of the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March 2017. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees' state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise.
According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.



- b) According to the information and explanations given to us, there are no dues of income tax and cess and Service tax which have not been deposited on account of any dispute.
- viii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. The Company did not paid/provided for any managerial remuneration covered under the provisions of section 197 read with Schedule V to the Act, during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xii. 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.
- xiii. 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 are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give 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.
- xv. 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.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Centre point
21, Old court House Street,
Kolkata - 700001
The day of May, 2017

[Signature]



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No. 302034E

[Signature]

(R N Bardhan)
partner
Membership No. 017270

**"ANNEXURE B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
STANDALONE FINANCIAL STATEMENTS OF FINETUNE ENGINEERING SERVICES PVT.LTD.**

**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 **Finetune Engineering Services Private Limited** ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone 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 (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 168 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 (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 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 financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

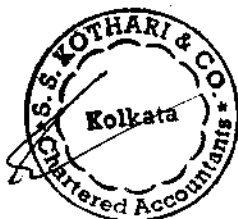
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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 March 31, 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"

Centre Point
21, Old court House street,
Kolkata - 700001
The day of May, 2017

[Signature]



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No. 302034E

[Signature]

(R N Bardhan)
Partner
Membership No: 017270

FINETUNE ENGINEERING SERVICES PVT. LTD.
BALANCE SHEET AS AT 31st March, 2017

	Notes	As at 31st March, 2017	(Amount in Rs.) As at 31st March, 2016
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	2,00,00,000	2,00,00,000
Reserves and Surplus	3	(1,79,27,095)	(1,79,27,392)
		<u>20,72,905</u>	<u>20,72,608</u>
Non Current Liabilities			
Deferred Tax Liability (Net)	6	1,095	2,014
Current Liabilities			
Other Current Liabilities	4	34,209	34,200
		<u>34,209</u>	<u>34,200</u>
TOTAL		<u>21,08,209</u>	<u>21,08,822</u>
ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible assets	5	-	6,322
Deferred Tax Asset (Net)	6	-	-
		<u>-</u>	<u>6,322</u>
Current Assets			
Cash and Cash Equivalents	7	21,949	16,240
Short Term Loans and Advances	8	20,86,260	20,86,260
		<u>21,08,209</u>	<u>21,02,500</u>
TOTAL		<u>21,08,209</u>	<u>21,08,822</u>

Summary of significant accounting policies 1

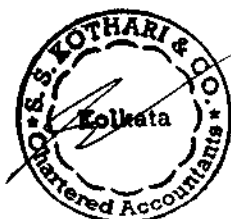
The accompanying notes form an integral part of the financial statements

As per our report of even date

For S.S. Kothari & Co.
Chartered Accountants
FR No. 302034E



R.N. Bardhan
Partner
Membership No. 17270



For & on behalf of the Board


Gautam Malik
Director
DIN: 02545671


B.K. Tulsyan
Director
DIN: 02447595

Place: Kolkata
Dated: 24/05/2017

FINETUNE ENGINEERING SERVICES PVT.LTD.
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st March, 2017

	Notes	Year Ended 31st March, 2017	(Amount in Rs.) Year Ended 31st March, 2016
INCOME			
Other Income	9	19,291	-
TOTAL REVENUE		19,291	-
EXPENSES			
Other Expenses	10	13,591	10,608
Depreciation and amortization expense	5	6,322	2,362
TOTAL EXPENSES		19,913	12,970
PROFIT BEFORE TAX		(622)	(12,970)
Tax Expense			
Deferred tax		(919)	815
Total Tax Expense		(919)	815
PROFIT/LOSS FROM CONTINUING OPERATIONS AFTER TAX		297	(13,785)
Earnings per Equity Share (Nominal Value of Share Rs. 10) (31st March, 2016: Rs.10)			
Basic & Diluted	11	0.00	(0.01)

Summary of significant accounting policies 1

The accompanying notes form an integral part of the financial statements

As per our report of even date

For S.S. Kothari & Co.
Chartered Accountants
FR No. 302034E

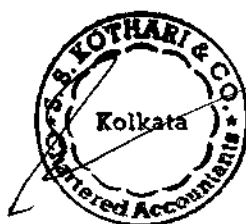
R.N. Bardhan
Partner
Membership No. 17270

Place: Kolkata
Dated: 24/05/2017

For & on behalf of the Board

Gautam Malik
Director
DIN: 02545671

B.K. Tulsyan
Director
DIN: 02447595



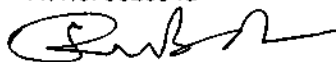
FINETUNE ENGINEERING SERVICES PVT. LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2017

	Year Ended 31st March, 2017	(Amount in Rs.) Year Ended 31st March, 2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	(622)	(12,970)
Adjusted for:		
Depreciation	6,322	2,362
Income Tax	-	-
Operating Profit before working capital changes	5,700	(10,608)
Adjusted for:		
Trade payables & Other liabilities	9	11,133
Loans and Advances	-	(525)
Cash generated from operations	5,709	-
Direct Taxes paid	-	-
NET CASH FLOW FROM/(USED IN) OPERATING ACTIVITIES	5,709	-
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	-	-
Purchases of Investments	-	-
NET CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Loans and Advances	-	-
NET CASH FLOW FROM/(USED IN) FINANCING ACTIVITIES	-	-
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	5,709	-
Opening Balance of Cash and Cash equivalents	16,240	16,240
Closing Balance of Cash and Cash equivalents	21,949	16,240
Summary of significant accounting policies		

The accompanying notes form an integral part of the financial statements

As per our report of even date

For S.S. Kothari & Co.
Chartered Accountants
FR No. 302034E



R.N. Bardhan
Partner
Membership No. 17270

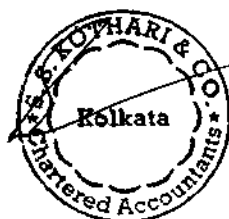
Place: Kolkata

Dated: 24/05/2017

For & on behalf of the Board


Gautam Malik
Director
DIN: 02545671


B.K. Tulsyan
Director
DIN: 02447595



FINETUNE ENGINEERING SERVICES PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

1. SIGNIFICANT ACCOUNTING POLICIES

A. ACCOUNTING CONVENTIONS

The accompanying financial statements have been prepared and presented under the historical cost convention and on an accrual basis unless otherwise stated. These financial statements have been prepared in compliance with Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the mandatory Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('the 2103 Act') read with the Rule 7 of the Companies (Accounts) Rules, 2014, the provision of the 2013 Act (to the extent notified and applicable). The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

B. USE OF ESTIMATES

The preparation of financial statements in conformity with Generally Accepted Accounting Principles ('Indian GAAP') requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities (including contingent liabilities) as on the of the financial statements and reported income and expenses during the reporting period. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

C. 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.

D. DEPRECIATION

Depreciation on fixed assets is provided under Written Down Value method using useful life prescribed in Schedule II to the Companies Act, 2013.

E. REVENUE RECOGNITION

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

Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

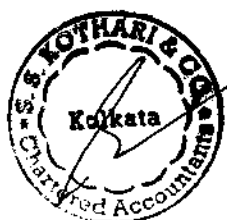
Dividend is recognized when the shareholders' right to receive payments is established by the balance sheet date.

F. FOREIGN EXCHANGE TRANSACTIONS

Foreign currency transactions are recorded at the exchange rates prevailing on the date of such transactions.

Foreign currency monetary assets and liabilities remaining unsettled at the end of the year are translated at the closing exchange rate. Gains and Losses on account of exchange difference either on settlement or on translation are recognized in the relevant head of Profit & Loss Account.

Non-monetary items denominated in foreign currency are reported using exchange rate prevailing on the date of transactions.



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FINETUNE ENGINEERING SERVICES PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

G. EMPLOYEE BENEFITS

Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

Leave Encashment liabilities are accounted for on accrual basis.

H. EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

I. TAXATION

a. Current Tax

Provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provision of Income Tax Act, 1961.

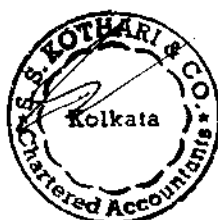
b. Deferred Tax

- i) Deferred tax is recognized, subject to the consideration of prudence, as the tax effect of timing difference between the taxable income and accounting income computed for the current accounting year and reversal of earlier years' timing differences.
- ii) Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carry forward losses which are recognized to the extent that there is virtual certainty, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

J. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Liabilities which are material, and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent, and disclosed by way of notes to the accounts. Contingent Assets are neither recognized nor disclosed in the financial statement.

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FINETUNE ENGINEERING SERVICES PVT.LTD.
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2017

(Amount in Rs.)

	As At 31st March, 2017	As At 31st March, 2016
2. SHARE CAPITAL		
Authorised		
2,000,000 (31st March, 2015: 2,000,000) Equity Shares of Rs.10/- each	2,00,00,000	2,00,00,000
Issued, Subscribed & Paid-Up		
2,000,000 (31st March, 2015: 2,000,000) Equity Shares of Rs.10/- each fully paid up	2,00,00,000	2,00,00,000
	<u>2,00,00,000</u>	<u>2,00,00,000</u>

(a) Rights, preference, repayability and restriction, if any, on equity shares

All general right applicable as per Companies Act

(b) Reconciliation of number of shares outstanding at the beginning and end of the year

Particulars	31st March, 2017		31st March, 2016	
	Number	Value	Number	Value
Shares issued and subscribed at the beginning of the year	20,00,000	2,00,00,000	20,00,000	2,00,00,000
Shares issued and subscribed at the end of the year	20,00,000	2,00,00,000	20,00,000	2,00,00,000

(c) Details of shareholders holding more than 5% shares in the Company

Name of the Shareholder	31st March, 2017		31st March, 2016	
	Number	% holding	Number	% holding
Equity Shares of Rs.10 each fully paid up				
- Shristi Infrastructure Development Corp. Limited along with its nominees	20,00,000	100%		
- Shristi Housing Development Ltd. along with its nominees			20,00,000	100%
(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)				

3. RESERVES AND SURPLUS

Profit & Loss Account

As per last Balance Sheet	(1,79,27,392)	(1,79,13,607)
Add: Profit/(Loss) for the year	297	(13,785)
Total	<u>(1,79,27,095)</u>	<u>(1,79,27,392)</u>

4. OTHER CURRENT LIABILITIES

Other liabilities	34,209	34,200
Statutory dues payable	-	-
	<u>34,209</u>	<u>34,200</u>

6. DEFERRED TAX ASSET (NET)

Deferred Tax Asset

Related to Preliminary Expenses	-	-
Difference due to Sec. 43B of the Income Tax Act, 1961	-	-
Gross Deferred Tax Asset	<u>-</u>	<u>-</u>

Deferred Tax Liability

Related to Fixed Assets	1,095	2,014
Gross Deferred Tax Liability	<u>1,095</u>	<u>2,014</u>

Net Deferred Tax Asset/Liability

	<u>(1,095)</u>	<u>(2,014)</u>
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7. CASH AND CASH EQUIVALENTS

Cash and cash equivalents

Cash-in-hand	527	527
Balances with scheduled banks		
- in Current Accounts	21,422	15,713
	<u>21,949</u>	<u>16,240</u>

8. SHORT TERM LOANS AND ADVANCES

(Unsecured, Considered good)

Loans and advance to related parties	20,80,361	20,80,361
Other Loans and advances	5,899	5,899
	<u>20,86,260</u>	<u>20,86,260</u>



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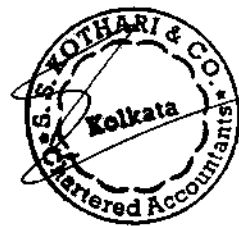
FINETUNE ENGINEERING SERVICES PVT.LTD.
NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD YEAR 31st March, 2017

5. TANGIBLE ASSETS

(Amount in Rs.)

Description	Gross Block			Depreciation			Net Block	
	As at 31st March, 2016	Additions during the Year	Deductions/a adjustments	As at 31st March, 2017	Up to 31st March, 2016	For the Year	Deductions/a adjustments	Up to 31st March, 2017
Computers	65,500	-	-	65,500	62,866	2,634	-	65,500
Office Equipments	9,550	-	-	9,550	5,862	3,688	-	9,550
TOTAL	75,050	-	-	75,050	68,728	6,322	-	75,050
Previous Year	75,050	-	-	75,050	66,366	2,362	-	68,728
								6,322
								-

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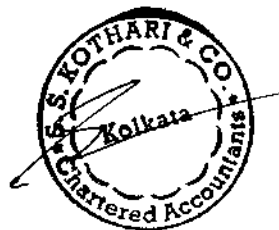


FINETUNE ENGINEERING SERVICES PVT.LTD.
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2017

	Year Ended 31st March, 2017	(Amount in Rs.) Year Ended 31st March, 2016
9. OTHER INCOME		
Sundry balance written off	19,291	-
	<u>19,291</u>	<u>-</u>
10. OTHER EXPENSES		
Professional Consultancy Fees	5,614	3,750
Fee & Subscription	1,477	1,842
Audit Fees	6,500	5,000
Misc. Expenses	-	16
	<u>13,591</u>	<u>10,608</u>
11. EARNING PER SHARE (EPS)		
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Share holders	297	(13,785)
Weighted Average number of Equity Shares used as denominator for calculating EPS	20,00,000	20,00,000
Basic and Diluted EPS	0.00	(0.01)

12. 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	-	-	-
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-



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FINETUNE ENGINEERING SERVICES PVT. LTD.**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**

13. In the opinion of the management, the value on realization of current assets, loans & advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and provisions for all known liabilities has been made.
14. Information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.
15. The Company dealt in rendering "Consultancy Services" in India. The company has considered "Consultancy Services" as only business segment for disclosure in the context of Accounting Standard (AS-17) issued by The Institute of Chartered Accountants of India and the conditions prevailing in India being uniform, no separate geographical disclosure considered necessary.
16. As per the information available with the company, there are no dues to any Micro & Small enterprise as defined in the Micro, Small and Medium Enterprises Development Act, 2006 as on 31st March, 2017. Further no interest has been paid during the year and payable as on 31st March, 2017 to such parties.
17. In the opinion of the management, the value on realization of current assets, loans & advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and provisions for all known liabilities has been made.

18. Related Party Transaction

As per Accounting Standard (AS) 18 "Related Party Disclosures", the company's related parties transactions are disclosed below:

a. List of Related parties & relationships where control exists:

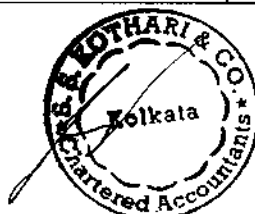
Shristi Infrastructure Development Corporation Limited.

Shristi Housing Development Limited

(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)

b. Transaction with Related Parties

Sl. No.	Name of the Party	Nature of Transaction	Amount in Rs.	
			Current Year	Previous Year
1.	Shristi Infrastructure Development Corporation Ltd.	Closing Balance - Loan and Advances	2,080,361/-	-
2.	Shristi Housing Development Limited	Closing Balance - Loan and Advances	-	2,080,361/-



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FINETUNE ENGINEERING SERVICES PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

19. The Company has re-classified the previous year figures in accordance with the requirement applicable in the current year.

As per our report of even date

For S.S. Kothari & Co.
Chartered Accountants
FR No. 302034E




R.N. Bardhan
Partner
Membership No. 17270

For & on behalf of the Board

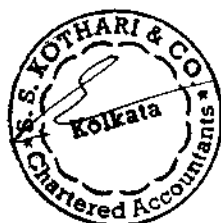


Gautam Malik
Director
DIN:02545671



B.K. Tishyan
Director
DIN:02447595

Place: Kolkata
Dated: 24/05/2017



S. S. KOTHARI & CO.

CHARTERED ACCOUNTANTS

S.S. KOTHARI B.Com., C.T.A. (LOND), F.C.A. R.N. BARDHAN B.Com., F.C.A.
R.K. ROYCHOUDHURY B.Sc., B.Com., F.C.A.
T.K. SENGUPTA B.Com., LL.B., F.C.A. P.K. BHATTACHARYA B.Com., F.C.A.

CENTRE POINT
ROOM NO. 314
21, OLD COURT HOUSE STREET
KOLKATA - 700 001
Phone : 2248-2758/0279 Res : 2289-1398
e-mail : sskotharico@gmail.com

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BORDER TRANSPORT INFRASTRUCTURE DEVELOPMENT LIMITED

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Border Transport Infrastructure Development Limited** ("the Company") which comprise the balance sheet as at 31st March 2017, 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 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. 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 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 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.

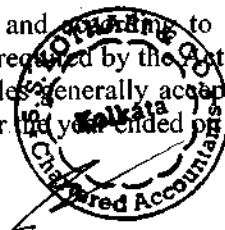
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system 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 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 knowledge, and having taken into account the explanations given to us, accompanying 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 the affairs of the company as at 31st March 2017, and its Cash flow for the year ended on that date.

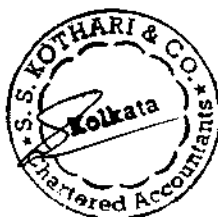


Report on Other Legal and Regulatory Requirements

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 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;
 - (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 2017 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.
 - iv) The company has provided requisite disclosure 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. Based on auditing procedures and relying on management representations, we report that the disclosure is in accordance with the books of accounts maintained by the company as provided to us by the management. (Refer note 11).

Centre point
21, Old court House Street,
Kolkata - 700001
The day of May, 2017

Signature



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No. 302034E

Signature

(R N Bardhan)
partner
Membership No. 017270

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading "Report on other Legal and Regulatory Requirements" of our audit report of even date to the financial statements of the company for the year ended March 31, 2017.

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 Companies Act, 2013 and on the basis of such checks as we considered appropriate and the information and explanation given to us, we further report that:

- i. (a) The company has maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) All the assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) Title deeds of immovable properties are held in the Name of the company.
- ii. There are no inventories at the beginning and close of the year.
- iii. As informed, 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 and as such clauses 3(iii) (a) to (c) of the Order are not applicable.
- iv. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public, 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.
- vi. Maintenance of cost records has not been specified by the central government under sub Section (1) of section 148 of the Companies Act, 2013 for the activities of the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March 2017. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees' state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise.
According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.
b) According to the information and explanations given to us, there are no dues of income tax and cess and Service tax which have not been deposited on account of any dispute.



- viii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. The Company did not paid/provided for any managerial remuneration covered under the provisions of section 197 read with Schedule V to the Act, during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xii. 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.
- xiii. 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 are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give 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.
- xv. 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.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act,1934.

Centre point
21, Old court House Street,
Kolkata -700001
The day of May ,2017

[Signature]



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E

[Signature]

(R N Bardhan)
partner
Membership No. 017270

**"ANNEXURE-B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
STANDALONE FINANCIAL STATEMENTS OF BORDER TRANSPORT INFRASTRUCTURE
DEVELOPMENT LIMITED**

**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 **Border Transport Infrastructure Development Limited** ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

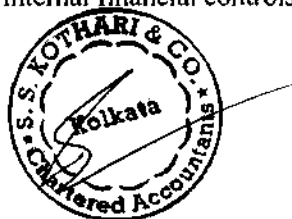
The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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 (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 168 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 (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 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 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 March 31, 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"

Centre Point
21, Old court House street,
Kolkata - 700001
The day of May, 2017

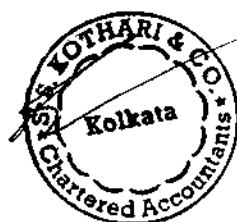
24th

For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E



(R N Bardhan)
Partner

Membership No:017270



Border Transport Infrastructure Development Limited
Balance Sheet as at March 31, 2017

	Notes	March 31, 2017 Amount (in Rs.)	March 31, 2016 Amount (in Rs.)
I. EQUITY & LIABILITIES			
Shareholders' Funds			
Share Capital	2	35,45,000	35,45,000
Reserve and Surplus	3	2,52,45,000	2,52,45,000
Current Liabilities			
Short term borrowings	4	37,127	-
Trade payable	5	17,841	31,412
Other Current liabilities	6	130	12,705
Total		2,88,45,098	2,88,34,117
II. Assets			
Non-current assets			
Fixed assets			
Capital work-in-progress	7	2,86,66,078	2,86,54,797
Long term loans and advances	8	11,843	8,958
Other non-current assets	9	1,63,700	1,63,700
Current assets			
Cash and cash equivalents	10	3,477	6,662
Total		2,88,45,098	2,88,34,117
Summary of Significant Accounting Policies	1		

The accompanying notes are an integral part of the financial statements
As per our report of even date

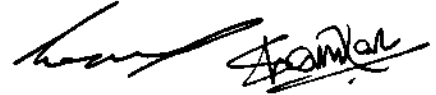
For S.S.Kothari & Co
Chartered Accountants
FR No. 302034E



R.N. Bardhan
Partner
Membership No. 17270

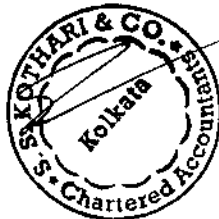
Date : 24/05/2017
Place : Kolkata

For and on Behalf of the Board



Rahul Varma
Director
DIN: 00085064

Shankar Mukherjee
Director
DIN: 01918561



Border Transport Infrastructure Development Limited
Cash Flow Statement for the year ended March 31, 2017

Particulars	March 31, 2017 Amount (Rs.)	March 31, 2016 Amount (Rs.)
	Nil	Nil
A. CASH FLOW OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation and Extraordinary activities		
Adjustments for Profit & Loss A/c		
Increase / (Decrease) in depreciation	-	2,991
Operating Profit Before Working Capital Changes	-	2,991
Adjustments for:		
Long term loans and advances	(2,885)	19,99,96,631
(Increase) / Decrease in Trade Payable	(13,571)	(98)
Increase / (Decrease) in Other Current Liabilities	(12,575)	(2,56,27,056)
Net Cash From Operating Activities	(29,031)	17,43,72,468
B. CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) / Decrease in Capital work in progress	(11,281)	12,67,56,930
Purchase of Fixed Assets	-	-
	(11,281)	12,67,56,930
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of Borrowings	37,127	(30,11,36,000)
	37,127	(30,11,36,000)
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(3,185)	(6,602)
Opening Cash and cash equivalents	6,662	13,264
Closing Cash and cash equivalents	3,477	6,662
Closing Cash and cash equivalents as per Balance Sheet	3,477	6,662

Note:

1 Figures in brackets denote cash outflow

For S.S.Kothari & Co.

Chartered Accountants

FR No. 302034E



R.N. Bardhan

Partner

Membership No. 17270

For and on Behalf of the Board



Rahul Varma

Director

DIN: 00085064



Shankar Mukherjee

Director

DIN: 01918561

Date : 24/05/2017

Place : Kolkata



BORDER TRANSPORT INFRASTRUCTURE DEVELOPMENT LTD.

Notes to Financial Statements for the year ended 31st March, 2017

Note -1: Significant Accounting Policies & Practices

1. SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis of Accounting

The financial statements have been prepared in accordance with the Mandatory Accounting Standards prescribed under section 133 of the Companies Act 2013 read together with the companies (Accounts) Rules, 2014, and companies (Accounting Standards) amendment rules 2016. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

1.2 Fixed Assets

These are stated at Cost. Attributable expenditure added with capital work in progress.

1.3 Depreciation

Depreciation on fixed assets is provided under Written down Value method using useful life prescribed in Schedule II to the Companies Act, 2013.

1.4 Revenue Recognition

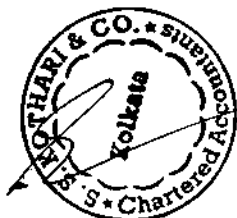
All Expenses incurred up to date of commercial operation are recognized as Capital work in progress.

1.5 Borrowing Cost

Borrowing Costs that are attributable to the acquisition and construction of qualifying asset are capitalized as part of cost of asset. Other borrowing costs are recognized as expense in the year in which these are incurred.

1.6 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.



Border Transport Infrastructure Development Limited
Notes to Financial Statements for the year ended 31st March, 2017

	March 31, 2017 (Rs.)	March 31, 2016 (Rs.)
NOTE 2 : Share Capital		
Authorised and Issued Share Capital		
10,00,000 Equity Shares of Rs. 10/- each	1,00,00,000	1,00,00,000
	<u>1,00,00,000</u>	<u>1,00,00,000</u>

Paid up Share Capital		
3,54,500 (Previous Year 3,54,000) Equity Shares of Rs. 10/- each fully paid up	35,45,000	35,45,000
	<u>35,45,000</u>	<u>35,45,000</u>

a) Rights, Preference, repayability and restriction, if any, on equity shares

All general rights applicable as per Companies Act

b) Reconciliation of number of Shares outstanding at the beginning and end of the year

Particulars	March 31, 2017		March 31, 2016	
	Number	Value	Number	Value
As at the beginning of the year	3,54,500	35,45,000	3,54,500	35,45,000
Issued during the year	-	-	-	-
As at the end of the year	3,54,500	35,45,000	3,54,500	35,45,000

c) Details of shareholders holding more than 5% shares in the company

Name of the shareholder	March 31, 2017		March 31, 2016	
	Number	% holding	Number	% holding
Equity shares of Rs10 each fully paid				
- Shristi Infrastructure Dev. Corp. Ltd. along with its nominees	3,54,500	100.00%		
- Shristi Housing Development Corporation Limited along with its nominees			3,54,500	100.00%
(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)				

Note - 3

Reserve & Surplus

Securities Premium	2,52,45,000	2,52,45,000
	<u>2,52,45,000</u>	<u>2,52,45,000</u>

Note - 4

Short term borrowings

Shristi Infrastructure Development Corporation Ltd	37,127	-
	<u>37,127</u>	<u>-</u>

Note - 5

Trade payable

-Dues to Micro and Small Enterprises	-	-
-Dues to other than Micro and Small Enterprises	17,841	31,412
	<u>17,841</u>	<u>31,412</u>



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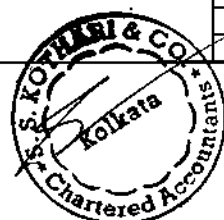
Border Transport Infrastructure Development Limited
Notes to Financial Statements for the year ended 31st March, 2017

	March 31, 2017 (Rs.)	March 31, 2016 (Rs.)
Note - 6		
Other Current liabilities		
Audit Fees Payable (S.S.Kothari & Co)	-	12,575
Duties & Taxes payable	130	130
	<u>130</u>	<u>12,705</u>
Note - 7		
Capital work in progress- opening balance -	2,86,54,797	15,54,11,727
Less: Liability no longer payable written back	24,602	13,68,97,682
Sub total - (a)	2,86,30,195	1,85,14,045
Finance cost		
Interest expenses	-	99,57,428
Bank Charges	17,391	20,068
Sub total - (b)	17,391	99,77,496
Other expense		
Professional Consultancy Fees	2,500	4,000
General expenses	992	1,41,727
Depreciation	-	2,991
Audit Fee	11,500	11,450
Filing Fees	3,500	3,088
Sub total - (c)	18,492	1,63,256
Total of Capital work in progress incl.b/f (a+b+c)	2,86,66,078	2,86,54,797
Note - 8		
Long term loans and advances		
Unsecured, considered good		
- others	1,000	1,000
Service tax input	10,843	7,958
	<u>11,843</u>	<u>8,958</u>
Note - 9		
Other Non-Current Assets		
Preliminary Expenses to the extent not yet written off or adjusted	1,63,700	1,63,700
	<u>1,63,700</u>	<u>1,63,700</u>
Note - 10		
Cash and cash equivalents		
Cash-in-hand	3,477	6,662
	<u>3,477</u>	<u>6,662</u>

Note - 11

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	-	4,691	4,691
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	1,214	1,214
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	3,477	3,477



BORDER TRANSPORT INFRASTRUCTURE DEVELOPMENT LTD.

Notes to Financial Statements for the year ended 31st March, 2017

12. No profit & Loss Account have been prepared as the company is yet to commence the commercial operations.
13. Contingent liabilities – NIL.
14. Since the company is not having any timing difference and permanent difference as prescribed under Accounting Standard – 22 issued by ICAI hence, provision of Deferred Tax is not required.
15. **Related Party Transactions:**

As per Accounting Standard – 18 issued by the Institute of Chartered Accountants of India, the Company's related parties and transactions are discussed below:

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

i. **Holding Company**

Shristi Infrastructure Development Corporation Limited

b. **Transactions with related parties**

Relationship	Nature of Expenses Amount	Balance as on 31.03.2017	Balance as on 31.03.2016
Holding Company	Short term Borrowings	37,127/-	-

16. Previous year figures are regrouped / rearranged wherever necessary.

As per our attached report of given date

For S.S.KOTHARI & CO.

Chartered Accountants

FR No. 302034E




(R.N.BARDHAN)

Partner

Membership No.17270

Place:

Date: 24th May 2017



Rahul Varma

(Director)

DIN: 00085064



Shankar Mukherjee

(Director)

DIN: 01918561



R. Kothari & Company

CHARTERED ACCOUNTANTS

KOLKATA, NEW DELHI

INDEPENDENT AUDITOR'S REPORT

**TO
THE MEMBERS OF
EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PVT LTD**

Report on the Financial Statements

We have audited the accompanying financial statements of **EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PVT LTD** ("the Company"), which comprise the Balance Sheet as at 31st March 2017, 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 Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of 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 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; the 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 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 a 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 the company's management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence, we have obtained is sufficient and appropriate to provide a basis for our audit opinion 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 Balance Sheet of the state of affairs of the Company as at 31st March 2017;

(b) In the case of Statement of Profit and Loss, of the loss of the Company for the year ended on that date; and

(c) In the case of Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matters specified in Paragraph '3 and 4' of the Companies s(Auditors Report) Order, 2016 ('the order') issued by the Central Government of India since in our opinion and according to the information and explanations given to us the said Order is not 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 purposes of our audit.



- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as 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 financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of written representations received from the directors as on 31st March 2017, and 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;
- (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 A"; 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 on financial position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred by the Company to the Investor Education and Protection Fund.
 - iv. The Company had 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.

Place: Kolkata

Date:



For R. Kothari & Company
 Chartered Accountants
 FRN: 307069E



(K. C. Soni)
 Partner

Membership Number: 057620

Annexure - A to the Independent Auditors' Report**Report on the Internal Financial Controls over Financial Statements 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 **EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PVT LTD** ("the Company") 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 ('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 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 (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 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 financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

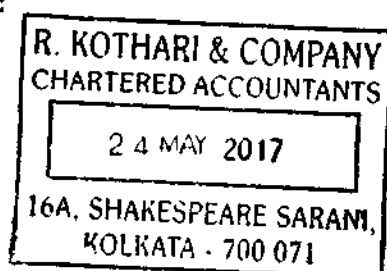
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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.

Place: Kolkata

Date:



For R. Kothari & Company
 Chartered Accountants
 FRN: 307069E



(K. C. Soni)
 Partner

Membership Number: 057620

East Kolkata Infrastructure Development Pvt. Ltd.
Balance Sheet as at March 31, 2017

Particulars	Notes	As On 31.03.2017 Amount (in Rs.)	As On 31.03.2016 Amount (in Rs.)
I. EQUITY & LIABILITIES			
Shareholders' Funds			
Share Capital	2	10,00,000	10,00,000
Reserve & Surplus	3	(64,894)	-
Current Liabilities			
Other Current Liabilities	4	12,076	-
		9,47,182	10,00,000
II. ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	7	-	-
Current Assets			
Short Term Loans & Advances	5	9,35,819	9,93,319
Cash & cash equivalents	6	11,363	6,681
		9,47,182	10,00,000

Significant Accounting policies

1.1 to 1.6

Notes to Financial Statements

2 to 15

The accompanying notes (1 to 15) form an integral part of the financial statements

As per our report of even date annexed

For R.Kothari & Company

Chartered Accountants

Firm Registration No. 307069E

(CA K.C.Soni)

Partner



For and on Behalf of the Board

Sunil Jha
Director
00085667

Rahul Varma
Director
00085064

Date : 24.05.2017

Place : Kolkata

East Kolkata Infrastructure Development Pvt. Ltd.
Statement of Profit & Loss as at March 31, 2017

Particulars	Notes	Year Ended 31.03.2017 Amount (in Rs.)	Year Ended 31.03.2016 Amount (in Rs.)
INCOME			
Revenue from operations		-	-
Other Income		-	-
Total Revenue		<u>-</u>	<u>-</u>
EXPENSES			
Depreciation and Amortization Expenses		-	-
Other Expense	8	64,894	-
Total Expenses		<u>64,894</u>	<u>-</u>
Profit/(Loss) before exceptional and extraordinary items and tax		(64,894)	-
Exceptional items			-
Profit/(Loss) before extraordinary items and tax		(64,894)	-
Extraordinary Items/Prior period items			
Profit/(Loss) before tax		(64,894)	-
Tax Expense:-			
- Current tax			-
- Earlier tax			-
- Deferred tax			-
- MAT Credit Entitlement			-
		<u>-</u>	<u>-</u>
Profit/(Loss) for the period		(64,894)	-
Earning per Equity Share (Face value of Rs. 10 each)			
(1) Basic			-
(2) Diluted			-

Significant Accounting policies

1.1 to 1.6

Notes to Financial Statements

2 to 15

The accompanying notes (2 to 15) form an integral part of the financial statements

As per our report of even date annexed

For R. Kothari & Company

Chartered Accountants

Firm Registration No. 3007469E

(CA R.C. Soni)


Partner




Date : 24.05.2017

Place : Kolkata

For and on Behalf of the Board


Sunil Jha
Director
00085667


Rahul Varma
Director
00085064

East Kolkata Infrastructure Development Pvt. Ltd.
Cash Flow Statement for the year ended 31.03.2017

Particulars	Year Ended 31.03.2017 Amount (Rs.)	Year Ended 31.03.2016 Amount (Rs.)
A. CASH FLOW OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation and Extraordinary activities	(64,894)	-
Adjustments for Profit & Loss A/c		
Increase / (Decrease) in depreciation	-	-
Sundry Balance written off	(17,305)	8,383
 Operating Profit Before Working Capital Changes		
Adjustments for:		
(Increase) / Decrease in Short Term Loan & Advances	57,500	16,47,163
Increase / (Decrease) in Short Term Borrowings	-	(2,38,65,000)
Increase / (Decrease) in Trade Payables	-	(8,98,798)
Increase / (Decrease) in Other Current Liabilities	12,076	(61,680)
Net Cash From Operating Activities	<u>(12,623)</u>	<u>(2,31,69,932)</u>
 B. CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) / Decrease in Pre-operative Expenses	-	2,31,52,627
Purchase of Fixed Assets	-	-
	<u>-</u>	<u>2,31,52,627</u>
 C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of Borrowings	-	-
	<u>-</u>	<u>-</u>
 Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(12,623)	(17,305)
Opening Cash and cash equivalents	6,681	23,986
Closing Cash and cash equivalents	(5,942)	6,681
Closing Cash and cash equivalents as per Balance Sheet	<u><u>11,363</u></u>	<u><u>6,681</u></u>

Significant Accounting policies

1.1 to 1.6

Notes to Financial Statements

2 to 15

The accompanying notes (1 to 15) form an integral part of the financial statements

As per our report of even date annexed

For R. Kothari & Company

Chartered Accountants

Firm Registration No. 307069E

(CA K.C. Soni)

Partner



Date : 24.05.2017

Place : Kolkata

For and on Behalf of the Board

Sunil Jha
Director
00085667

Rahul Varma
Director
00085064

EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PVT. LTD.

Notes to Financial Statements for the year ended 31st March, 2017

1. SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis of Accounting

The Company prepares its financial statements in accordance with generally accepted accounting practices and also in accordance with requirements of Companies Act, 2013.

All expenses incurred up to the date of commercial operation are recognized as Preoperative Expenses.

1.2 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.

1.3 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.

1.4 Fixed Assets

Fixed Assets are stated at cost inclusive of taxes and other attributable costs up to the date the asset is ready for intended use less Depreciation.

Depreciation as per Schedule II of the Companies Act 2013 has not been provided during the year and the same shall be taken into account in the next Financial Year.

1.5 Taxation

Current Tax is determined on the basis of the amount of tax payable for the year under Income Tax Act. And Deferred Tax is calculated at current tax rate and is recognized on timing differences between taxable profit and book profit that originate in one period and are capable of reversal in one or more subsequent period.

1.6 Borrowing Cost

Borrowing cost relating to acquisition/ construction of qualifying assets are capitalized 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.



East Kolkata Infrastructure Development Pvt. Ltd.
Notes to Financial Statements for the year ended 31st March, 2017

	As at March 31, 2017 Amount (in Rs.)	As at March 31, 2016 Amount (in Rs.)
Note -2:		
Share Capital		
Authorised		
1,000,000 Equity Shares of Rs. 10/- each	1,00,00,000	1,00,00,000
Issued, Subscribed & Paid up		
1,00,000 (P.Y 1,00,000) Equity Shares of Rs. 10/- each	10,00,000	10,00,000
fully paid up in cash	10,00,000	10,00,000

a) Rights, Preference, repayability and restriction, if any, on equity shares

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. Dividend if any proposed by the Board of Directors is subject to approval of the share holders in the ensuing Annual General Meeting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company after distribution of all preferential amounts in proportion to the no. of equity shares held by them.

b) Reconciliation of number of Shares outstanding at the beginning and end of the year

Particulars	March 31, 2017		March 31, 2016	
	No.	Value (in Rs.)	No.	Value (in Rs.)
Shares at the beginning of the year	1,00,000	10,00,000	1,00,000	10,00,000
Issued during the year	-	-	-	-
Shares at the end of the year	1,00,000	10,00,000	1,00,000	10,00,000

c) Details of shareholders holding more than 5% shares in the company.

Name of the shareholder	March 31, 2017		March 31, 2016	
	Number	%	Number	%
Shristi Infrast. Dev. Corp. Ltd. along with its nominees.	100000	100.00%		
- Shristi Housing Development Corporation Limited along with its nominees (Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)			100000	100.00%

Note -3 :

Reserves & Surplus

Surplus / (deficit) in the statement of profit and loss

Balance as per last financial statements

Add: Profit for the year

(64,894)

(64,894)

Note -4 :

Other Current Liabilities

Liability for Expenses

12,076

12,076

Note -5 :

Short Term Loans & Advances

(Unsecured, considered good, unless otherwise stated)

Advance to Holding Company

(Recoverable in cash or in kind or for value to be received)

9,35,819

9,93,319

9,35,819

9,93,319

Note -6 :

Cash & cash equivalents

Balance with Scheduled Banks

-In Current Accounts

Cash on Hand

(As Certified by the Management)

4,381

6,681

6,982

11,363



East Kolkata Infrastructure Development Pvt. Ltd.
Notes to Financial Statements for the year ended 31st March, 2017

Note - 7 : Fixed Assets
Tangible Assets (Amount in Rs.)

PARTICULARS	GROSS BLOCK		DEPRECIATION				NET BLOCK	
	As at 01.04.2016	Addition/ (Deduction)	As at 31.03.2017	Upto 01.04.2016	Depreciation for the year	Written off as per Schedule II	As at 31.03.2017	As at 31.03.2016
Office Equipment	-	-	-	-	-	0	0	-
Total	-	-	-	-	-	-	0	-
Previous Year	13,800	-	13,800	5,418	-	8,383	13,800	0

[Signature]



East Kolkata Infrastructure Development Pvt. Ltd.
Notes to Financial Statements for the year ended 31st March, 2017

	As at March 31, 2017 Amount (in Rs.)	As at March 31, 2016 Amount (in Rs.)
Note -8:		
Other Expenses		
Security Services	35,000	2,10,000
Filing Fees	9,600	3,000
Depreciation	-	-
Professional Fees	3,876	5,750
Interest on TDS	-	-
General Expenses	6,068	47,163
Amount written off	-	8,383
Auditor's Remuneration	-	-
- Statutory Audit Fees	10,350	10,112
	64,894	2,84,408

Note -9:

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	20,000	6,531	26,531
(+) Permitted receipts	-	25,000	25,000
(-) Permitted payments	20,000	18,094	38,094
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	13,437	13,437





EAST KOLKATA INFRASTRUCTURE DEVELOPMENT PVT. LTD.

Notes to Financial Statements for the year ended 31st March, 2017

10. Related Party Transactions

As per the Accounting Standard - 18, issued by the Institute of Chartered Accountants of India, the Company's related parties and transactions with them have been discussed below:

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

Holding company of reporting Enterprise

Shristi Infrastructure Development Corporation Limited.

- b. Transactions with Related Parties:

S. No.	Relationship	Nature	As on 31 st March, 2017 (Rs.)	As on 31 st March 2016 (Rs.)
1.	Holding Company	Advance Given	9,35,819/-	9,93,319/-
		Outstanding Balance	9,35,819/-	9,93,319/-

11. The Company has identified social infrastructure real estate business as its sole operating segment and the same has been treated as the primary segment. As such no separate segment information is applicable as per the provisions of Accounting Standard - 17 issued by ICAI.
12. Since the company is not having any timing difference as prescribed under Accounting Standard - 22 issued by ICAI hence, provision of Deferred Tax is not required.
13. As per decision taken by the Board of Directors in their meeting dated 14th February, 2017, the company shall be merged with its 100% holding company viz. Shristi Infrastructure Development Corporation Limited subject to necessary approvals of the shareholders/ creditors and/or any other regulatory body, as may be required. The appointed date of Scheme of amalgamation is 1st January, 2017. The said account is prepared without giving any effect of the scheme of arrangement, since the application with National Company Law Tribunal (NCLT) is in process.
14. Previous year figures are regrouped / rearranged wherever necessary.
15. The Company is in the process of obtaining Trade License from the concerned authorities.

For R. Kothari & Company
Chartered Accountants
FRN: 307069E

(CA. R.C.Soni)
Partner



Place: Kolkata

Date: 24.03.2017

For and on behalf of the Board


Sunil Jha
Director
00085667


Rahul Varma
Director
00085064

S. S. KOTHARI & CO.

CHARTERED ACCOUNTANTS

S.S. KOTHARI
R.K. ROYCHOUDHURY
T.K. SENGUPTA

B.Com., C.T.A. (LOND), F.C.A.
B.Sc., B.Com., F.C.A.
B.Com., LL.B., F.C.A.

R.N. BARDHAN

P.K. BHATTACHARYA

B.Com., F.C.A.

B.Com., F.C.A.

CENTRE POINT
ROOM NO. 314
21, OLD COURT HOUSE STREET
KOLKATA - 700 001

Phone : 2248-2758/0279 Res : 2289-1398
e-mail : sskotharico@gmail.com

INDEPENDENT AUDITORS' REPORT

To the Members of Shristi Hotel Private Limited

Report on the Standalone financial statements

We have audited the accompanying standalone financial statements of Shristi Hotel Private Limited ("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.

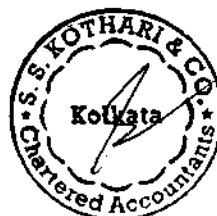
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from 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, 2017 and its profit and its cash flows for the year ended on that date.



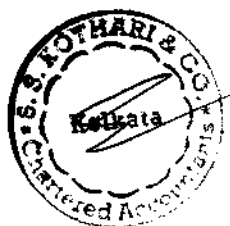
Report on Other Legal and Regulatory Requirements

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 2017 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.
 - iv. The company has provided requisite disclosure 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. Based on auditing procedures and relying on management representations, we report that the disclosure is in accordance with the books of accounts maintained by the company as provided to us by the management. (Refer note 23).

Kolkata
Dated: 23rd May, 2017



For S S Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E

R N Bardhan

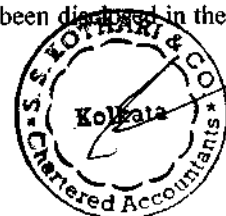
Partner

Membership No. 017270

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 Shristi Hotel 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) The title deeds of immovable properties are held in the name of the Company.
2. There are no inventories at the beginning and close of the year.
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 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.
- 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 has taken term loans from banks during the year. The repayment of such loans are yet to commence, hence no default in repayment of such loans has occurred.
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 give 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.

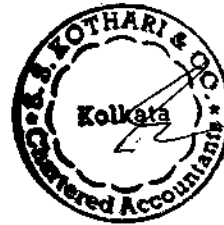
Kolkata
Dated: 23rd May, 2017

For S S Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E



R N Bardhan
Partner

Membership No. 017270



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 Shristi Hotel 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 **Shristi Hotel 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.

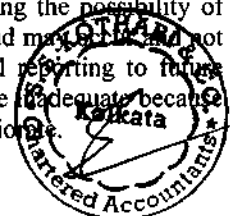
Meaning of Internal Financial Controls over Financial Reporting

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 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 S S Kothari & Co.

Chartered Accountants

Firm's Registration No.302034E



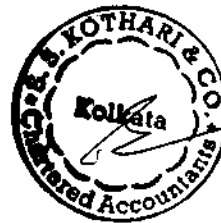
R N Bardhan

Partner

Membership No. 017270

Kolkata

Dated: 23rd May, 2017



SHRISTI HOTEL PRIVATE LIMITED
BALANCE SHEET as at 31st March, 2017
(Rs.)

	Note No.	As at 31st March 2017	As at 31st March 2016
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	3	923,076,920	923,076,920
(b) Reserves and Surplus	4	498,784,383	498,062,945
2 Non-Current Liabilities			
(a) Long- Term Borrowings	5	3,589,368,478	2,172,409,735
(b) Long- Term Provisions	6	6,018,175	5,177,301
3 Current Liabilities			
(a) Trade Payables	7	200,549,696	175,700,965
(b) Other Current Liabilities	8	326,974,141	158,527,137
Total		5,544,771,793	3,932,955,003
II. ASSETS			
1 Non- Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	9	124,775,426	126,733,020
(ii) Intangible Assets		167,464	322,599
(iii) Capital Work-in-Progress		4,711,029,228	3,453,077,633
(b) Deferred Tax Assets (net)	10	256,894	135,703
(c) Long- Term Loans and Advances	11	250,319,275	212,457,569
2 Current Assets			
(a) Cash and Cash Equivalents	12	367,808,433	58,363,483
(b) Short- Term Loans and Advances	13	90,415,073	81,864,995
Total		5,544,771,793	3,932,955,003

The accompanying Notes form an integral part of these Financial Statements.

In terms of our Report attached
 For S.S.Kothari & Co.
 Firm Regn. No. 302034E
 Chartered Accountants

On behalf of the Board of Directors



R.N. Bardhan
 Partner
 Membership No.17270

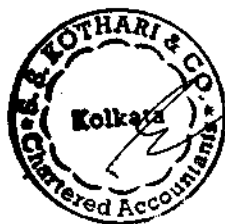
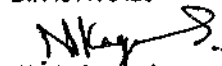


Sujit Kanoria
 Managing Director
 DIN :01175425



Sunil Jha
 Director
 DIN: 00085667

Date: 23/5/2017
 Place: Kolkata



 Navin Agarwal
 Company Secretary

SHRISTI HOTEL PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS for the year ended 31st March 2017

(Rs.)

	Note No.	For the year ended 31st March 2017	For the year ended 31st March 2016
INCOME			
I. Other Income	14	10,321,978	3,202,061
II. Total Revenue		10,321,978	3,202,061
III. EXPENSES			
Employee Benefits Expense	15	6,085,287	1,531,909
Finance Costs	17	-	-
Depreciation and Amortisation Expense	9.2	1,225,052	1,078,952
Other Expenses	18	2,122,391	397,960
Total Expenses		9,432,730	3,008,821
IV. Profit before Tax (II-III)		889,248	193,240
V. Tax Expense:			
(1) Current tax		289,000	63,000
(2) Current tax relating to earlier year		-	-
(3) Deferred Tax Credit		(121,190)	349,233
VI. Profit for the year (IV-V)		721,438	(218,993)
VII. Earning per Equity Share:			
(1) Basic	19	0.01	0.00
(2) Diluted	19	0.01	0.00

The accompanying Notes form an integral part of these Financial Statements.

In terms of our Report attached
For S.S.Kothari & Co.
Firm Regn. No. 302034E
Chartered Accountants

On behalf of the Board of Directors



R.N. Bardhan
Partner
Membership No. 17270

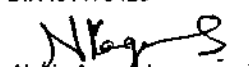
Date: 23/5/2017
Place: Kolkata



Sujit Kanoria
Managing Director
DIN : 01175425



Sunil Jha
Director
DIN: 00085667


Navin Agarwal
Company Secretary




SHRISTI HOTEL PRIVATE LIMITED
CASH FLOW STATEMENT For the year ended 31st March, 2017

	(Rs.)	
	For the year ended 31st March 2017	For the year ended 31st March 2016
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	889,248	193,240
Adjustments for:		
Depreciation and Amortisation	1,225,052	1,078,952
Finance Costs	-	-
Interest Income	(8,129,430)	-
Miscellaneous Income	-	(91,999)
Profit on sale of Fixed Assets	-	(44,484)
Operating Loss before Working Capital changes	(6,015,131)	1,135,709
Adjustments for:		
Trade and Other Receivables	(45,869,635)	246,202,800
Trade Payables and Other Liabilities	194,136,609	184,063,742
Cash Generated/ (used) in Operations	142,251,843	431,402,251
Income Taxes Paid (Net)	(831,149)	(1,272,290)
Net Cash Generated/ (used) in Operating Activities (A)	141,420,694	430,129,961
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Capital Expenditure on Fixed Assets including Capital Advances	(928,190,234)	(970,929,884)
Proceeds from sale of fixed assets	-	(595,314)
Interest Received	8,129,430	1,627,154
Miscellaneous Income	-	91,999
Net Cash (used in) Investing Activities (B)	(920,060,804)	(969,806,045)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Loan Processing Fees	-	-
Finance Costs	-	-
Repayment of Borrowing	1,416,958,744	771,033,324
Interest paid	(328,873,684)	(268,562,441)
Net Cash (used in) Financing Activities (C)	1,088,085,060	502,470,883
D. Net Increase / (Decrease) in Cash and Cash Equivalents [A+B+C]	309,444,950	(37,205,201)
Opening Cash and Cash Equivalents	58,363,483	95,568,684
Closing Cash and Cash Equivalents	367,808,433	58,363,483

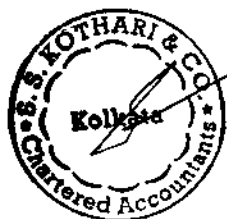
Notes:

- The above cash flow statement has been prepared under the 'indirect method' as set out in the Accounting Standard 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.
- Figures for the previous year have been re-arranged and re-grouped wherever necessary.

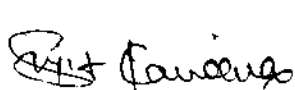


In terms of our Report attached
For S.S.Kothari & Co.
Chartered Accountants
Firm Regn. No. 302034E


R.N. Bardhan
Partner
Membership No. 17270

Date: 23/5/2017
Place: Kolkata



On behalf of the Board of Directors

 
Sujit Kanoria
Managing Director
DIN : 01175425
Sunil Jha
Director
DIN : 00085667

Navin Agarwal
Company Secretary

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Shristi Hotel Private Limited (the "Company") is incorporated under the Companies Act, 1956. The Company is setting up of a Greenfield project of a five star hotel at New Town, Rajarhat, Kolkata.

2. Summary of Significant Accounting Policies

2.1 Basis of Preparation

These financial statements are prepared under historical cost convention on an accrual basis of accounting to comply in all material aspects with the applicable accounting principles in India, the applicable accounting standards notified under Section 211(3C) of the Companies Act, 1956 (the "Act") and other relevant provisions of the Act.

2.2 Use of Estimates

The preparation of Financial Statements in conformity with Indian GAAP requires Management to make estimates and assumptions considered in reporting amounts of Assets and Liabilities (including Contingent Liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the Financial Statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/ materialise.

2.3 Fixed Assets (including intangible assets)

Fixed Assets are stated at historical cost less accumulated depreciation (including amortisation) and impairment losses if any. The cost of an asset includes the purchase cost of materials, including import duties and non refundable taxes, and any directly attributable costs of bringing an asset to the location and condition of its intended use. An impairment loss is recognised wherever the carrying value of the fixed assets exceeds its recoverable amount i.e. net selling price or value in use, whichever is higher.

2.4 Depreciation and Amortisation

Depreciation/ amortisation on Tangible/ Intangible Assets (other than Leasehold Land) is charged on useful life of the assets as per Schedule II of the Companies Act 2013. Leasehold land is amortised over the primary lease period.

2.5 Revenue Recognition

Revenue is recognised when significant risk and rewards of ownership of the services is transferred to the buyer and the revenue is measurable at the time of sale and it is reasonable to expect estimate collection of sale consideration.

i). Interest

Interest income is recognised on a time proportionate basis taking into account the amount outstanding and the applicable rate.

2.6 Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such assets till such time the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognised as expenses in the period they are incurred.

2.7 Foreign Currency Transactions

i). Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and foreign currency on the date of the transaction.

ii). Conversion

Monetary assets and liabilities in currencies other than the reporting currency remaining unsettled are remeasured at the rates of exchange prevailing on the balance sheet date. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

iii). Exchange Difference

Exchange difference arising on the settlement of monetary items, and on the remeasurement of monetary items, are included in profit or loss for the year.

2.8 Employee Benefits

i). Short term benefits

Short term employee benefits (i.e. benefits payable within one year) is recognised as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.

ii). Post employment benefits

Defined Contribution plans

Defined contribution plans are those plans where the Company pays fixed contributions to a separate entity. Contributions are paid in return for services rendered by the employees during the year. The company has no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay employee benefits. The contributions are expensed as they are incurred in line with the treatment of wages and salaries.

Defined Benefit Plans

Defined benefit plans are arrangements that provide guaranteed benefits to employees, either by way of contractual obligations or through a collective agreement. This guarantee of benefits represents a future commitment of the Company and, as such, a liability is recognised. The present value of these defined benefit obligations are ascertained by year end actuarial valuation as per the requirement of Accounting Standards 15 - Employee Benefits. The liability recognised in the balance sheet is the present value of the defined benefit obligations on the balance sheet date less the fair value of the plan assets (for funded plans), together with adjustments for unrecognised past service costs. All actuarial gains and losses are recognised in Statement of Profit and Loss in full in the year in which they occur.

2.9 Income taxes

i). Current Taxes

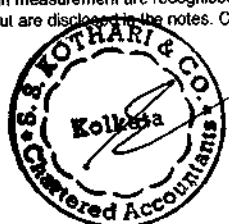
Provision for Current tax is determined as the amount of tax payable in respect of taxable income for the year, computed in accordance with the provisions of the Income Tax Act, 1961.

ii). Deferred Taxes

Deferred tax is recognised, subject to consideration of prudence in respect of deferred tax asset, on timing differences, being the difference between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods and is measured using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are periodically reviewed to reassess realisation thereof.

2.10 Provision, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.



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S. B. Kothari

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SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

(Rs.)

3. Share Capital	As at 31st March 2017	As at 31st March 2016
Authorised:		
32,465,000 (31.03.2016: 32,465,000) 'Class A' Equity Shares of Rs. 10 each	324,650,000	324,650,000
60,435,000 (31.3.2016: 60,435,000) 'Class B' Equity Shares of Rs. 10 each	604,350,000	604,350,000
100,000 (31.3.2016: 100,000) 'Class C' Equity Shares of Rs. 10 each	1,000,000	1,000,000
Total	930,000,000	930,000,000
Issued, Subscribed and Fully Paid up:		
32,272,692 (31.3.2016: 32,272,692) 'Class A' Equity Shares of Rs. 10 each fully paid up	322,726,920	322,726,920
59,935,000 (31.3.2016: 59,935,000) 'Class B' Equity Shares of Rs. 10 each fully paid up	599,350,000	599,350,000
100,000 (31.3.2016: 100,000) 'Class C' Equity Shares of Rs. 10 each fully paid up	1,000,000	1,000,000
Total	923,076,920	923,076,920

3.1 Reconciliation of number of shares:

Particulars	Class A Equity Shares		Class B Equity Shares		Class C Equity Shares	
	No. of shares	Rs.	No. of shares	Rs.	No. of shares	Rs.
Shares outstanding on 01.04.2016	32,272,692	322,726,920	59,935,000	599,350,000	100,000	1,000,000
Shares outstanding on 30.09.2016	32,272,692	322,726,920	59,935,000	599,350,000	100,000	1,000,000

3.2 Terms / rights attached to Equity Shares:

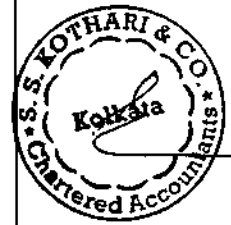
The Company has three classes of equity shares having a face value of Rs. 10/- each. In the event of liquidation of the Company, the equity shareholders will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts, in proportion to their shareholding. The Company in the General meeting may declare dividends, but no dividend shall exceed the amount recommended by the Board.

Following are the voting rights attached to each class of Equity Shares:

Class	Voting Right
Class A	With an aggregate voting right of 0.67% for all Equity Shares.
Class B	With an aggregate voting right of 1.33% for all Equity Shares.
Class C	With an aggregate voting right of 98% for all Equity Shares.

3.3 Details of share holders holding more than 5% of the aggregate shares in the Company:

Name of Shareholder	Relationship	Nature of Equity Shares	31st March 2017		31st March 2016	
			No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shristi Infrastructure Development Corporation Limited along with its nominees	Promoter	Class B Class C	59,935,000 65,000	100.00 65.00	46,103,846 50,000	76.92 50.00
Rama INN (International) Private Limited	Promoter	Class B	-	-	13,831,154	23.08
Rishima SA Investments LLC	Investor	Class A Class C	32,272,692 35,000	100.00 35.00	32,272,692 35,000	100.00 35.00



Signature of S. S. Kothari

Signature

Signature

SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

(Rs.)

4. Reserves and Surplus	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016	As at 31st March 2016
Securities Premium as at the beginning and end of the year		476,923,090		476,923,090
Surplus in the Statement of Profit and Loss				
Balance as at the beginning of the year	21,139,865		21,358,858	
Add: Profit for the year	721,438		(216,993)	
Adjustment for Depreciation	-	21,861,303	-	21,139,865
Total		498,784,383		498,062,945

5. Long-Term Borrowings	As at 31st March 2017	As at 31st March 2016
Secured		
Term Loans		
From Banks		
From Corporation Bank	-	499,911,290
Term Loan-Yes Bank	2,839,368,478	-
Term Loan - Srei	750,000,000	-
Term Loan-Central Bank of India	-	500,000,000
From Axis Bank	-	1,172,498,444
	3,589,368,478	2,172,409,735

5.1 Nature of Security and Terms of Repayment of Secured Borrowings:

The Term Loan is secured by a first pari passu mortgage on land and building of the hotel project at Kolkata, first pari passu charge on all present and future moveable fixed assets and entire current assets including cash together with 3.5 acre of leasehold land. It is carrying Corporate Guarantee of Shristi Infrastructure Development Corporation Limited. The loan carries interest at Base Rate +2.40%, effective rate being 12.65%p.a. payable at monthly rest.

6. Long-Term Provisions	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016	As at 31st March 2016
Provision for Employee Benefits				
Gratuity	3,186,070		2,560,123	
Compensated Absence	2,832,105	6,018,175	2,617,178	5,177,301
Total		6,018,175		5,177,301

7. Trade Payables	As at 31st March 2017	As at 31st March 2016
Creditor for Supplies/ Services (Refer Note 7.1 below)	200,549,695	175,700,965
Total	200,549,695	175,700,965

7.1 Dues to The Micro, Small and Medium Enterprises:

The Company has not received any intimation from its vendors regarding their status under The Micro, Small or Medium enterprises under Micro, Small and Medium Enterprises Development Act, 2006, and hence disclosures relating to their outstanding amount and interest have not been made.

8. Other Current Liabilities	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016	As at 31st March 2016
Interest Accrued and due on Borrowings	-		-	
Loans and Advances from related parties	307,672,813		142,318,470	
Other Payables:				
Statutory Dues	19,301,328		15,248,974	
Income Received in Advance	-		959,693	
Bank Overdraft	-	326,974,141	-	158,527,137
Total		326,974,141		158,527,137



Handwritten signature: N. S. Kothari

SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

9. Tangible Assets										(Rs.)	
Own Assets	Gross Block - At Cost			Depreciation/Amortisation				Net Block			
	As at 1st April 2016	Additions during the year	Deletions during the year	As at 31st Mar 2017	Upto 1st April 2016	For the year	Adjusted with Retained Earnings	Deletions during the year	As at 31st Mar 2017	As at 31st March 2016	
Tangible assets											
Leasehold Land (Refer Note 9.1 below)	137,500,000	-	-	137,500,000	13,924,048	1,740,506		-	121,835,446	123,575,952	
Furniture and Fixtures	1,793,015	212,200	-	2,005,215	692,148	245,366		-	1,067,701	1,100,867	
Office Equipments	1,835,272	376,092	-	2,211,364	839,437	315,771		-	1,056,156	995,835	
Computers	2,885,513	264,537	-	3,150,050	1,825,147	508,780		-	816,123	1,060,366	
Total Tangible Assets	144,013,800	852,829	-	144,866,629	17,280,780	2,810,423	-	-	124,775,426	126,733,020	
Previous Year Total	143,439,464	1,389,650	815,314	144,013,800	15,208,980	2,711,598	-	639,798	126,733,020		
Intangible assets											
Computer Software (Acquired)	696,840	-	-	696,840	374,241	155,135		-	167,464	322,599	
Total Intangible Assets	696,840	-	-	696,840	374,241	155,135		-	529,376	322,599	
Previous Year Total	665,392	31,448	-	696,840	266,381	107,860		-	374,241	322,599	

9.1: Land is taken on lease hold basis and lease rent payable as per the agreement entered with the lessor. The lease term is for 80 years and renewable for further 80 years at the option of the company as per the agreement. Lease rental payments in respect of leasehold land is recognized as an expense in the Statement of Profit and Loss on the straight-line basis over the primary lease term.

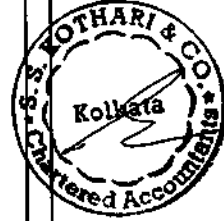
9.2 Depreciation and Amortisation Expense:

	For the year ended 31st March 2017	For the year ended 31st March 2016
Depreciation/ Amortisation on Tangible/ Intangible Assets	2,965,558	2,819,458
Less: Transfer to Pre-Operative Expenses	(1,740,506)	(1,740,506)
Net Depreciation charged to Statement of Profit and Loss	1,225,052	1,078,952

9.3 Capital Work-in-Progress includes:

Pre-Operative Expenses pending allocation:

Particulars	For the year ended 31st March 2017	Year ended 31st March 2016
Depreciation and Amortisation	13,974,946	12,234,440
Employees Cost	240,374,904	125,374,904
Professional and Consultancy Fees	413,977,634	219,588,083
Rent	1,041,000	1,041,000
Security Charges	18,456,772	16,456,772
Total	686,825,256	374,695,199



Pratik Banerjee

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SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

	(Rs.)			
10. Deferred Tax Assets / (Liabilities) (Net)	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016	As at 31st March 2016
Tax Impact of- Assets: Accrued expenses deductible when paid	272,822		253,208	
Liabilities: Difference between Tax Depreciation and Book Depreciation	15,928	256,894	117,505	135,703
Net Assets		256,894		135,703
11. Long- Term Loans and Advances	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016	As at 31st March 2016
Unsecured, Considered Good Security Deposits	135,494,750	135,494,750	133,512,620	133,512,620
Loans and Advances to related parties (Project Advance)				
Other Loans and Advances: Service Tax Recoverable	104,401,349	114,824,525	69,063,922	78,944,949
Advance Income Tax [Net of Provision Rs. 58,54,162/- (31.03.2016: Rs. 57,91,162)]	10,423,176		9,881,027	
Total		260,319,275		212,457,569
12. Cash and Cash Equivalents	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016	As at 31st March 2016
Balances with Banks a) In Current Accounts	242,462,149	367,808,433	4,145,708	58,363,483
b) In Deposit Accounts (With original maturity of less than 3 months)	125,278,843		53,885,822	
c) Deposits with original maturity of more than 3 months but less than 12 months	-		-	
Cash on hand	67,441	367,808,433	331,953	58,363,483
Total		367,808,433		58,363,483
13. Short- Term Loans and Advances	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016	As at 31st March 2016
Unsecured, Considered Good Advance to Suppliers	90,139,883	90,415,073	81,478,987	81,864,995
Advance for Expenses	275,190		386,008	
Total		90,415,073		81,864,995
14. Other Income	For the year ended 31st March 2017	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2016
Interest Income (On Bank Deposits)	8,129,430	10,321,878	3,065,578	3,202,061
Income on Mutual Fund	1,154,670			
Other Non Operating Income	1,037,877			
-Liabilities/ Provisions no longer required written back	-	10,321,878	91,999	3,202,061
-Profit on sale of Fixed Assets	-		44,464	
-Interest on Staff advances	-	10,321,878	-	3,202,061
Total		10,321,878		3,202,061
15. Employee Benefits Expense	For the year ended 31st March 2017	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2016
Salaries, Wages and Bonus	112,094,743	6,085,287	67,990,081	1,531,909
Contribution to Provident and Other Funds (Refer Note 16.1)	5,353,544		2,642,772	
Staff Welfare Expenses	3,637,000		1,449,056	
Less: Expense Capitalised	(115,000,000)	6,085,287	(70,550,000)	1,531,909
Total		6,085,287		1,531,909

16.1 Employee Benefits

a) Defined Contribution Plan

The Company has recognised, in the Statement of Profit and Loss for the current year an amount of Rs. 51,92,213/- (31.3.2015 : Rs. 26,42,772) as expenses under defined contribution plans towards payment of Provident Fund to its employees.

b) Defined Benefit Plans

The Company provides the following post retirement employee benefit plans:

Non funded

1. Gratuity: Liability towards Gratuity, covering eligible employees, is provided on the basis of year-end actuarial valuation. The most recent actuarial valuation was carried out as at 31st March 2017.

2. Compensated Absences: Accrued liability towards compensated absences, covering eligible employees, evaluated on the basis of year-end actuarial valuation is recognised as a charge in the Statement of Profit and Loss. The most recent actuarial valuation was carried out as at 31st March 2017.



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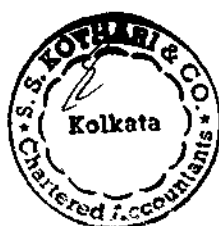
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SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

16.2: Following are the further particulars with respect to Defined Benefit Plans of the Company for the year ended 31st March 2017:

(Rs.)

	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2017	For the year ended 31st March 2016
i. Reconciliation of Opening and closing balances of present value of defined benefit obligation:				
a. Present Value of Obligation as at the beginning of the year	2,580,123	1,983,676	2,617,178	2,413,202
b. Current Service Cost	1,435,133	786,282	305,786	444,047
c. Interest Cost	215,482	182,250	204,348	201,766
d. Actuarial (gains)/Losses	(1,007,026)	(392,085)	(118,043)	(441,837)
e. (Benefits Paid)	(17,642)	-	(177,164)	-
f. Present Value Obligation as at the end of the year	3,186,070	2,560,123	2,832,105	2,617,178
ii. Reconciliation of the opening and closing balances of fair value of plan assets and defined benefit obligation:				
a. Present value of obligation as at the end of the year	3,186,070	2,560,123	2,832,105	2,617,178
b. Fair value of plan assets as at the end of the year	-	-	-	-
c. Net Deficit/(Surplus) recognised in the balance sheet	(3,186,070)	(2,560,123)	(2,832,105)	(2,617,178)
iii. Expense recognised during the year in the Statement of Profit and Loss				
a. Current Service Cost	1,435,133	786,282	305,786	444,047
b. Interest Cost	215,482	182,250	204,348	201,766
c. Expected return on plan assets	-	-	-	-
d. Actuarial (gains)/Loss	(1,007,026)	(392,085)	(118,043)	(441,837)
e. Total Expenses recognised during the year*	643,589	576,447	392,091	203,976
*The Expenses is disclosed in the line item - Employee Benefits Expenses - Salary, Wages and Bonus in Note 16				
iv. Principal Actuarial Assumptions				
a. Discount rate (per annum)	7.50%	8.00%	7.50%	8.00%
b. Estimated rate of return on plan assets	NA	NA	NA	NA
c. Average Future Service	26.48	18.26	26.48	18.26
d. Rate of escalation of salary	5.00%	5.00%	6.00%	6.00%
e. Method Used	Projected Unit Credit Method			
v. Other Disclosures				
a. Gratuity Scheme				
Experience History	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2015	For the year ended 31st March 2014
1 Defined Benefit Obligation at end of the period	3,186,070	2,560,123	1,983,676	1,405,554
2 Plan Assets at end of the period	-	-	-	-
3 Funded Status	(3,186,070)	(2,560,123)	(1,983,676)	(1,405,554)
4 Experience Gain/(Loss) adjustments on plan liabilities	188,723	216,759	50,224	(48,770)
5 Experience Gain/(Loss) adjustments on plan assets	-	-	-	-
6 Actuarial Gain/(Loss) due to change on assumptions	-	-	-	-
b. Compensated Absences				
Experience History	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2015	For the year ended 31st March 2014
1 Defined Benefit Obligation at end of the period	2,832,105	2,617,178	2,413,202	1,464,868
2 Plan Assets at end of the period	-	-	-	-
3 Funded Status	(2,832,105)	(2,413,202)	(1,464,868)	(1,119,815)
4 Experience Gain/(Loss) adjustments on plan liabilities	155,853	257,000	61,211	(32,019)
5 Experience Gain/(Loss) adjustments on plan assets	-	-	-	-
6 Actuarial Gain/(Loss) due to change on assumptions	-	-	-	-
17. Finance Costs	For the year ended 31st March 2017	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2016
Interest (Gross)	328,873,684	-	268,562,441	-
Less: Amount transferred to Capital Work-in-Progress	328,873,684	-	268,562,441	-
Less: Amount transferred to Long-Term Loans and Advances	-	-	-	-
Total	-	-	-	-
18. Other Expenses	For the year ended 31st March 2017	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2016
Rent	-	2,091,915	-	2,150,936
Repairs- Others	-	1,787,866	-	1,425,665
Insurance	-	544,481	-	5,116,087
Rates and Taxes	-	29,582	-	90,000
Professional Charges	-	103,251,830	-	90,986,442
Travelling and Conveyance	-	53,907,760	-	22,068,959
Business Promotion	-	6,835,649	-	4,014,484
General Expenses	-	23,906,559	-	10,143,100
Guest House Expenses	-	1,255,913	-	682,073
Printing and Stationery	-	1,040,508	-	858,496
Payment to Auditors (including service tax):	-	-	-	-
Statutory Audit Fees	69,000	-	68,700	-
Tax Audit Fees	17,250	86,250	17,175	85,875
Security Charges	-	-	-	7,540,466
Telephone Expenses	-	1,773,631	-	1,104,622
Less: Expense Capitalised	-	(194,389,551)	-	(145,869,245)
Total	-	2,122,391	-	397,960



S. K. Kothari

[Signature]

Nkr

SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

19. Earnings Per Share (EPS)- The numerators and denominators used to calculate Basic and Diluted EPS

	For the year ended 31st March 2017	For the year ended 31st March 2016
Profit after Tax (A)	721,438	130,240
Weighted average number of Outstanding Equity Shares (In Numbers) (B)	92,307,692	92,307,692
Nominal Value of Equity Shares (In Rs.)	10	10
Earnings per Share- Basic and Diluted (In Rs.) (A/B)	0.01	0.00

20. Expenditure In Foreign Currency

	For the year ended 31st March 2017	For the year ended 31st March 2016
Professional Fees	2,968,573	6,485,401
Foreign Travel	3,615,064	5,082,989
Total	6,783,637	11,568,390

21. Related Party Disclosures

Related Party Disclosures in keeping with Accounting Standard- 18 prescribed under 'the Act'.

a) List of Related Parties

Promoter

Investor

Key Management Personnel

Shristi Infrastructure Development Corporation Limited
Rishma SA Investments LLC
Mr. Sujit Kanoria, Managing Director

b) Particulars of Transactions during the year and year end balances

	For the year ended 31st March 2017	For the year ended 31st March 2016
I. With Shristi Infrastructure Development Corporation Limited		
Transactions during the Year		
Construction Expenses	7,129,340	200,823,624
Year End Balances		
Mobilisation Advances	(307,672,813)	(142,318,470)
Security Deposit	120,000,000	120,000,000
Trade Payables	-	-
	(187,672,813)	(22,318,470)
II. With Key Management Personnel		
Remuneration (Managing Director)	12,073,747	11,447,527

22. Contingent Liabilities

i) Letter of Credit given by Bank on behalf of the Company Rs. 81.82 Lacs (Previous Year Rs. 458 Lacs).

ii) Bank Guarantees given by Bank on behalf of the Company for import of capital goods under Export Promotion Capital Goods (EPCG Scheme) to the extent of Rs. 2492.25 Lacs
The Company has imported certain capital goods under EPCG Scheme with NIL custom duty. Under the Scheme, the Company is required to fulfill certain export obligations, failing with it it liable for payment

iii) Interest payable to Shristi Infrastructure Development Corporation Ltd.

The Company from time to time has take loans/advances from Shristi Infrastructure Development Corporation Ltd (lending company) in order to meet its funds requirements. The interest on such

23. 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	Total
Closing cash in hand as on 08.11.2016	400,000	697,120	1,097,120
(+) Permitted receipts	-	522,340	522,340
(-) Permitted payments	-	1,171,897	1,171,897
(-) Amount deposited in Banks	400,000	-	400,000
Closing cash in hand as on 30.12.2016	-	47,563	47,563

24. Previous Year Figures

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

Signatures to Note '1' to '24'

On behalf of the Board of Directors

Sujit Kanoria
Sujit Kanoria
Managing Director
DIN: 01175425

Sunil Jha
Director
DIN: 00085667

Navin Agarwal
Navin Agarwal
Company Secretary

Date: 23/05/2017
Place: Kolkata



S. S. KOTHARI & CO.

CHARTERED ACCOUNTANTS

S.S. KOTHARI B.Com., C.T.A. (LOND), F.C.A. R.N. BARDHAN B.Com., F.C.A.
R.K. ROYCHOUDHURY B.Sc., B.Com., F.C.A.
T.K. SENGUPTA B.Com., LL.B., F.C.A. P.K. BHATTACHARYA B.Com., F.C.A.

CENTRE POINT
ROOM NO. 314
21, OLD COURT HOUSE STREET
KOLKATA - 700 001
Phone : 2248-2758/0279 Res : 2289-1398
e-mail : sskotharico@gmail.com

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF VIPANI HOTELS & RESORTS PVT. LTD.

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Vipani Hotels & Resorts pvt. Ltd.** ("the Company"), which comprise the balance sheet as at 31st March 2017, 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 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. 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 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 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.

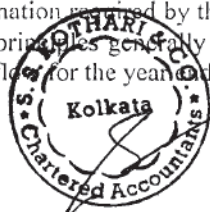
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system 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 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, accompanying 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 the affairs of the company as at 31st March 2017, and its Cash flow 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 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;
 - (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 2017 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.
 - iv) The company has provided requisite disclosure 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. Based on auditing procedures and relying on management representations, we report that the disclosure is in accordance with the books of accounts maintained by the company as provided to us by the management. (Refer note 10).

Centre point
21, Old court House Street,
Kolkata - 700001
The day of May, 2017



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No. 302034E

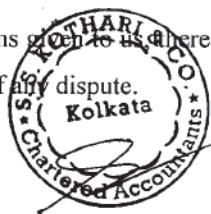
(R N Bardhan)
partner
Membership No. 017270

Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading "Report on other Legal and Regulatory Requirements" of our audit report of even date to the financial statements of the company for the year ended March 31, 2017.

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 Companies Act, 2013 and on the basis of such checks as we considered appropriate and the information and explanation given to us, we further report that:

- i. (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) All the assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) Title deeds of immovable properties are held in the Name of the company.
- ii. There are no inventories at the beginning and close of the year.
- iii. As informed, 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 and as such clauses 3(iii) (a) to (c) of the Order are not applicable.
- iv. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public, 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.
- vi. Maintenance of cost records has not been specified by the central government under sub Section (1) of section 148 of the Companies Act, 2013 for the activities of the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March 2017. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees' state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise.
According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.
b) According to the information and explanations given to us, there are no dues of income tax and cess and Service tax which have not been deposited on account of any dispute.



- viii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. The Company did not paid/provided for any managerial remuneration covered under the provisions of section 197 read with Schedule V to the Act, during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xii. 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.
- xiii. 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 are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give 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.
- xv. 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.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Centre point
21, Old court House Street,
Kolkata - 700001
The day of May, 2017



For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No. 302034E


(R N Bardhan)

partner
Membership No. 017270



**ANNEXURE-B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATES ON THE
STANDALONE FINANCIAL STATEMENTS OF VIPANI HOTELS & RESORTS PVT. LTD.**

**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 **VIPANI HOTELS & RESORTS PVT. LTD.** ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

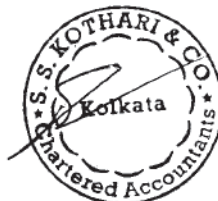
The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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 (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 168 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 (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 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 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 March 31, 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"

Centre Point
21, Old court House street,
Kolkata -700001
The day of May, 2017

24th

For S. S. Kothari & Co.
Chartered Accountants
Firm's Registration No.302034E

[Signature]

(R N Bardhan)
Partner
Membership No:017270



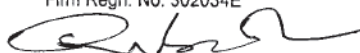
Vipani Hotels & Resorts Pvt.Ltd.
Balance Sheet as at March 31, 2017

Particulars	Notes	(Amount in Rs.)	
		As at 31.03.2017	As at 31.03.2016
EQUITY & LIABILITIES			
<u>Shareholders' Funds</u>			
Share Capital	2	49,60,000	49,60,000
Reserve and Surplus	3	(43,26,285)	(43,26,285)
Non-Current Liabilities			
Long term borrowings	4	35,66,513	34,60,758
Current Liabilities			
(a) Trade payable	5	-	14,870
(b) Other Current liabilities	6	61,813	21,936
Total		42,62,041	41,31,279
Assets			
Non-current assets			
Capital work-in-progress	7	26,53,454	25,30,044
Current assets			
Cash and cash equivalents	8	27,141	14,789
Short term loans and advances	9	15,81,446	15,86,446
Total		42,62,041	41,31,279
Summary of significant accounting policies	1		

The accompanying notes form an integral part of the financial statements


As per our report of even date


For S.S. KOTHARI & CO
Chartered Accountants
Firm Regn. No. 302034E


R.N. Bardhan
Partner
Membership No. 17270

Place: Kolkata
Date: 24/05/2017

For & on behalf of the Board


(Sujit Kanoria)
Director
DIN: 01175425


(Rajiv Keshri)
Director
DIN: 07703541



Vipani Hotels & Resorts Pvt.Ltd.
Cash Flow Statement for the year ended 31.03.2017

Particulars	(Amount in Rs.)	
	Year ended 31st March, 2017	Year ended 31st March 2016
A. CASH FLOW OPERATING ACTIVITIES		
Net Profit/(Loss) before tax and Extraordinary items	-	-
Adjusted for		
Interest Received	-	-
Excess provision of earlier year written back	-	-
Operating Profit/(Loss) Before Working Capital Changes	-	-
Adjustments for:		
(Increase) / Decrease in Trade Receivable	5,000	7,59,834
Increase / (Decrease) in Trade Payable	25,007	(6,337)
Cash Generated from Operations	30,007	7,53,497
Direct Tax Paid	-	-
Net Cash From Operating Activities	30,007	7,53,497
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	-	-
Capital Work in Progress	(1,23,410)	25,842
	(1,23,410)	25,842
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Loan	1,05,755	(7,86,500)
	1,05,755	(7,86,500)
D. Increase/ (decrease) in cash and cash equivalents (A+B+C)	12,352	(7,161)
Opening Balance of Cash and Cash equivalents	14,789	21,950
Closing Balance of Cash and Cash equivalents	27,141	14,789

The accompanying notes form an integral part of the financial statements

As per our report of even date

For S.S. KOTHARI & CO
Chartered Accountants
Firm Regn. No. 302034E

R.N. Bardhan
Partner
Membership No. 17270

Place: Kolkata
Date: 24/05/2017

For & on behalf of the Board



(Sujit Kanoria)
Director
DIN: 01175425



(Rajiv Keshri)
Director
DIN: 07703541



VIPANI HOTELS & RESORTS PVT. LTD.
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR PERIOD ENDED 31ST MARCH,
2017

1. SIGNIFICANT ACCOUNTING POLICIES

A. ACCOUNTING CONVENTIONS

The accompanying financial statements have been prepared and presented under the historical cost convention and on an accrual basis unless otherwise stated. These financial statements have been prepared in compliance with Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the mandatory Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('the 2013 Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the 2013 Act (to the extent notified and applicable). The accounting policies have been consistently applied by the company and are consistent with those used in the previous year.

B. USE OF ESTIMATES

The presentations of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reportable amount of assets and liabilities on the date of financial statements and the reportable amount of revenue and expenses during the reporting period. Differences between the actual results and estimates are recognized in the year in which the results are known / materialized.

C. CAPITAL WORK IN PROGRESS

Capital Work in Progress (CWIP) is carried at cost, comprising direct cost and related incidental expenses and interest on borrowings to the extent attributed to them including capital advances.

D. EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

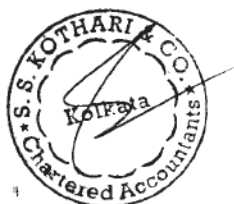
E. TAXATION

a. Current Tax

Provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provision of Income Tax Act, 1961.

b. Deferred Tax

- i) Deferred tax is recognized, subject to the consideration of prudence, as the tax effect of timing difference between the taxable income and accounting income computed for the current accounting year and reversal of earlier years' timing differences.
- ii) Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carry forward losses which are recognized to the extent that there is virtual certainty, that sufficient future taxable income will be available against which such deferred tax assets can be realized.




Agit Roush

VIPANI HOTELS & RESORTS PVT. LTD.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR PERIOD ENDED 31ST MARCH,
2017

F. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Liabilities which are material, and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent, and disclosed by way of notes to the accounts. Contingent Assets are neither recognized nor disclosed in the financial statement.



	As at 31.03.2017 Amount (in Rs.)	As at 31.03.2016 Amount (in Rs.)
Note 2: Share Capital		
Authorised		
5,00,000 (Previous year 5,00,000) equity shares of Rs.10/- each	50,00,000	50,00,000
Issued, Subscribed & Paid up		
4,96,000 (Previous year 4,96,000) equity shares of Rs.10/- each fully paid up	49,60,000	49,60,000
Total	49,60,000	49,60,000

(a) Rights, preference, repayability and restriction, if any, on equity shares All general rights applicable as per Companies Act

(b) Reconciliation of number of shares outstanding at the beginning and end of the year

	31st March, 2017		31st March 2016	
	Number	Value	Number	Value
Shares issued and subscribed at the beginning of the year	4,96,000	49,60,000	4,96,000	49,60,000
Shares issued and subscribed at the end of the year	4,96,000	49,60,000	4,96,000	49,60,000

(c) Details of shareholders holding more than 5% share in the company

	31st March, 2017		31st March 2016	
	Number	% holding	Number	% holding
Name of the Shareholder				
Equity shares of Rs.10 each fully paid up				
- Shristi Infrastructure Development Corp. Ltd. And its nominees	4,96,000	100%		
- Shristi Housing Development Ltd. And its nominees			4,96,000	100%
(Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)				

Note 3: Reserve & Surplus**Profit & Loss account**

As per last balance Sheet

	(43,26,285)	(43,26,285)
Total	(43,26,285)	(43,26,285)

Note 4: Long term borrowings**Unsecured Loan**Loan from Holding Company (Interest free)
Total

	35,66,513	34,60,758
Total	35,66,513	34,60,758

Note 5: Current Liabilities and Provisions**Trade payable**

- Dues to Micro and Small Enterprises

- Dues to other than Micro and Small Enterprises

	-	14,870
Total	-	14,870

Note 6: Other Current liabilities

Other Liabilities

	61,813	21,936
Total	61,813	21,936

Note 7: Capital Work in Progress (Including pre-operative expenses pending allocation/charge off)

Land & Site Development

Administrative Expenses

Finance Cost

	24,35,582	24,35,582
	4,63,628	3,40,230
	-2,45,766	(2,45,766)
Total	26,53,444	25,30,044

Note 8: Cash and cash equivalents

Cash in hand

Balance with Scheduled Banks

- in Current accounts

	2,617	175
	24,524	14,614
Total	27,141	14,789

Note 9: Short term loans and advances

(Unsecured and Considered Good)

Other Loans & advances

Security Deposit

	3,31,446	3,36,446
	12,50,000	12,50,000
Total	15,81,446	15,86,446

10. Disclosure Regarding Specified Bank Notes (SEN) held and transacted during the period 08/11/2016 to 30/12/2016 are as below:-

	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	175	175
(+) Permitted receipts	5,000	5,000
(-) Permitted payments	1,534	1,534
(-) Amount deposited in Banks	-	-
Closing cash in hand as on 30.12.2016	3,641	3,641



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VIPANI HOTELS & RESORTS PVT. LTD.**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR PERIOD ENDED 31ST MARCH, 2017**

11. No Profit & Loss A/c has been prepared for the current year since the company has not commenced commercial operations.
12. The company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with Accounting Standards as applicable to a small and Medium Sized Company.
13. As the company does not have any employee at the end of year, therefore the company is statutorily not liable to make the provision for Gratuity and disclosure requirement as per Accounting Standard (AS) 15 (Revised 2005) "Employee benefits" is not applicable.
14. As per the information available with the company, there are no dues to any Micro & Small enterprise as defined in the Micro, Small and Medium Enterprises Development Act, 2006 as on 31st March, 2017. Further no interest has been paid during the year and payable as on 31st March, 2017 to such parties.
15. In the opinion of the management, the value on realization of current assets, loans & advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and provisions for all known liabilities has been made.

16. Related Party Transaction

As per Accounting Standard (AS) 18 "Related Party Disclosures", the company's related parties transactions are disclosed below:

a. List of Related parties & relationships where control exists:	Shristi Infrastructure Development Corporation Limited
	Shristi Housing Development Ltd. (Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016)

b. Transaction with Related Parties

Sl. No.	Name of the Party	Nature of Transaction	Amount in Rs.	
			Current Year	Previous Year
1.	Shristi Infrastructure Development Corporation Ltd.	Closing Balance - Loan and Advances	35,66,513/-	
2.	Shristi Housing Development Limited	Closing Balance - Loan and Advances		34,60,758/-

17. The Board of Directors in their meeting dated 14th February, 2017, had approved a scheme of arrangement for Demerger of hospitality business of the Shristi Infrastructure Development Corporation Limited (100% holding company) to the Company subject to necessary approvals of the shareholders/ creditors and/or any other regulatory body, as may be required. The appointed date of Scheme of amalgamation is 1st January, 2017. The said accounts are prepared without giving any effect of the scheme of arrangement, since the application with National Company Law Tribunal (NCLT) is in process.



VIPANI HOTELS & RESORTS PVT. LTD.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR PERIOD ENDED 31ST MARCH,
2017**

18. Deferred Tax Assets and Liabilities

In accordance with the Accounting Standard (AS) 22 "Accounting for Taxes on Income", the company has certain amounts eligible to create Deferred Tax assets (DTA). However, in the absence of virtual certainty with regards to realization of DTA in the foreseeable future, the same has not been recognized.

19. The company has reclassified the previous year's figures in accordance with the requirement applicable in the current year.

As per our report of even date

For S.S.Kothari & Co
Chartered Accountants
FR No. 302034E



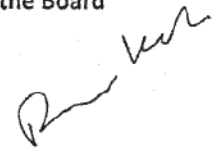
R.N.Bardhan
Partner
Membership No. 17270

Date : 24/05/2017
Place : Kolkata

For and on behalf of the Board



Sujit Kanoria
Director
DIN: 01175425



Rajiv Keshri
Director
DIN: 07703541



INDEPENDENT AUDITOR'S REPORT

To,
The Members,
Shristi Urban Infrastructure Development Limited
New Delhi

Report on the Ind AS Financial Statements

We have audited the accompanying Ind As financial statements of **Shristi Urban Infrastructure Development Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Ind AS financial statements").

Management's Responsibility for the Ind AS 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 of these Ind AS financial statements that give a true and fair view of the state of affairs(financial position), profit or loss(financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with relevant rules issued thereunder. 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 Ind AS 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 Ind 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 of the Ind AS financial statements 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 Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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 Ind AS financial statements.

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

Basis for Qualified opinion:

- (1) Trade receivables amounting to Rs. 510.61 lacs are outstanding for more than 1 year, pending for recovery and project in progress amounting to Rs. 24.53 lacs outstanding for more than 1 year pending for billing. Accordingly, we are unable to comment on the recovery of the same.
- (2) Company has made an investment of Rs. 300 lacs in its subsidiary company wherein the commercial operations have still not commenced due to litigation on the project land. Accordingly, we are unable to comment on the value of investment made by the company.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effect of matter described in the basis for Qualified Opinion paragraph, the aforesaid Ind AS 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 March 31, 2018, and its losses and its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- (i) As required by the Companies (Auditor's Report) Order, 2016 issued by the Central government of India in the terms of Section 143 of the Companies Act 2013, we give in the "Annexure 1" a statement on the matters specified in Paragraph 3 & 4 of the order, to the extent applicable.
- (ii) 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss(including other Comprehensive Income), and the Statement of Cash Flow and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet, the statement of profit and loss (including Other Comprehensive Income) and the cash flow statement comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
 - (e) In respect of matters expressed in 'Basis for Qualified Opinion' paragraph, in our opinion, may have an adverse effect on the functioning of the company.



- (f) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) 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 2".
- (h) 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 22.1 to the Financial Statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education & Protection Fund by the company.

For **S.S. KOTHARI MEHTA & CO.**

Chartered Accountants

Firm Reg. No. 000756N

Yogesh K. Gupta

Partner

Membership No. 093214



Place : New Delhi

Date : MAY 18, 2018

ANNEXURE 1 TO THE AUDITOR'S REPORT

(As referred in paragraph 'Report on Other Legal and Regulatory Requirements 'of our report to the members of **Shristi Urban Infrastructure Development Limited** on the accounts for the year ended March 31, 2018)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Fixed Assets have been physically verified by the company during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of such verification is reasonable having regard to the size of the company and the nature of its assets.
- (c) Company does not possess any immovable property hence the provision of clause 3 (i) (c) of the Order is not applicable to the company.
- (ii) The company does not hold any inventory. Hence, the provision of Clause 3(ii) of the order is not applicable to the company.
- (iii) As per the information and explanations provided to us, the company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 during the year.
- (iv) As per the information and explanations provided to us, the company has not given any loans, investments, guarantees and security in terms of section 185 and 186 of the Companies Act, 2013 during the year.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other provision of the Companies Act and the rules framed there under are not applicable to the company.
- (vi) According to information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 in respect of services carried out by the company. Therefore, provisions of Clause 3 (vi) of the order are not applicable to the company.
- (vii) (a) The Company, has been generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Sales Tax, Custom Duty, Excise Duty, Goods and Service Tax, Value Added Tax and Cess and any other material statutory dues applicable to it though there has been slight delay in few cases.

According to information and explanations given to us, There are no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Sales Tax, Custom Duty, Excise Duty, Goods and Service Tax, Value Added Tax and Cess which are in arrear as at March 31, 2018 for a period of more than six months from the date they became payable.

- (b) According to information and explanation given to us, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax and Goods and Service Tax which have not been deposited on dispute of any account.



- (viii) In our opinion and according to the information & explanations given to us, the company has not taken any loan from banks & financial institution. The company has not issued any debentures.
- (ix) The company has not raised money by way of initial public offer or further public offer during the year. The term loans have been applied for the purposes for which they were raised.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view and on the basis of the information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.
- (xi) Provisions of Section 197 read with Schedule V to the Companies Act'2013 for providing managerial remuneration with the requisite approval is not applicable to the company therefore, provision of clause 3 (xi) of the order is not applicable to the company.
- (xii) As the company is not a Nidhi Company, therefore provisions of Clause 3 (xii) is not applicable to the company.
- (xiii) As per the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 wherever applicable and the details have been disclosed in the Financial Statements etc. as required by the accounting standards. Section 177 of the Companies Act, 2013 is not applicable on the company.
- (xiv) According to the information and explanations given to us, the company has not made any preferential allotment/ private placement of shares or full or partly convertible debentures during the year under review. Therefore, provision of Clause 3 (xii) is not applicable to the company.
- (xv) According to the information and explanation provided to us, the company has not entered into any non-cash transactions with the directors or persons connected with them. Therefore, provision of Clause 3 (xiii) is not applicable to the company.
- (xvi) The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **S.S. KOTHARI MEHTA & CO.**

Chartered Accountants

Firm Reg. No. 000756N

Yogesh K. Gupta

Partner

Membership No. 093214



Place : New Delhi

Date : MAY 18, 2018

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

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 **Shristi Urban Infrastructure Development Limited** ("the Company") as of March 31, 2018 in conjunction with our audit of the Ind As 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 (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 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 judgement, 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 qualified 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 (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 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 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.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2018:

- i. We are unable to comment on the management assessment on the non-impairment of the trade receivables outstanding for more than 1 year and project in progress outstanding for more than 1 year pending for billing as detailed in our main report.
- ii. We are unable to comment on the management assessment on non-impairment of investment made in its subsidiary company wherein the commercial operations have still not commenced due to litigation on the project land.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects/possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, commensurate with the size of the company & nature of its business, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2018, 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", to the extent applicable.




We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2018 financial statements of the Company, and the material weaknesses have affected our opinion on the standalone financial statements of the Company and we have issued a qualified opinion on the standalone financial statements.

For **S.S. KOTHARI MEHTA & CO.**

Chartered Accountants

Firm Reg. No. 000756N

 **Yogesh K. Gupta**

Partner

Membership No. 093214



Place : New Delhi

Date : MAY 18, 2018

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Balance Sheet as at 31st March, 2018

Particulars	Note No.	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
I. ASSETS				
(1) Non - current assets				
(a) Property, plant and equipment	3	36,145	37,790	40,180
(b) Financial assets				
(i) Investments	4	3,00,00,000	3,00,00,000	3,00,00,000
(ii) Other financial assets	5(i)	82,187	64,713	47,103
(c) Other non-current assets	6	97,857	1,51,459	1,35,919
(2) Current assets				
(b) Financial assets				
(i) Trade receivables	7	5,24,29,013	5,11,67,968	5,49,24,736
(ii) Cash and cash equivalents	8	4,25,196	5,83,136	3,98,658
(iii) Other financial assets	5(ii)	8,53,568	8,53,568	9,53,568
(c) Current tax assets	9	14,98,006	14,96,064	19,38,582
(d) Other current assets	10	24,88,155	26,10,948	24,58,253
Total Assets		8,79,10,127	8,69,65,646	9,08,96,999
II. EQUITY AND LIABILITIES				
(1) Equity				
(a) Equity Share capital	11	5,00,00,000	5,00,00,000	5,00,00,000
(b) Other Equity		-1,77,97,477	-1,09,15,808	(26,10,830)
Liabilities				
(2) Non - current liabilities				
(a) Provisions	12(i)	4,29,452	3,31,916	2,95,088
(3) Current liabilities				
(a) Financial liabilities				
(i) Borrowings	13	3,07,26,304	2,81,48,804	2,68,97,513
(ii) Trade payables	14	45,05,403	32,20,832	32,20,832
(ii) Other financial liabilities	15	1,80,71,511	1,42,47,428	1,12,08,087
(b) Provisions	12(ii)	85,300	15,990	14,957
(c) Other current liabilities	16	18,89,634	19,16,484	18,71,352
Total Equity and Liabilities		8,79,10,127	8,69,65,646	9,08,96,999

The accompanying notes 1 to 22 are an integral part of the financial statements.

As per our report of even date attached.

For **S.S.KOTHARI MEHTA & CO.**

Chartered Accountants

Firm Regn. No. 000756N

Yogesh Kumar Gupta
Partner
Membership No.093214

Place : New Delhi

Date : MAY 18, 2018

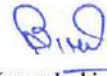
For & on Behalf of the Board



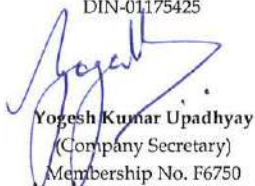
Sujit Kanoria
(Director)
DIN-01175425



Kamta Nath Pandey
(Director)
DIN-00694714



Alok Kumar Joshi
(Director)
DIN-00718725



Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750



SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Statement of Profit and Loss for the year ended 31st March, 2018

Particulars	Note No.	Year ended 31st March, 2018 Rs.	Year ended 31st March, 2017 Rs.
I. Revenue from operations		52,50,000	-
II. Other income	17	19,416	1,00,290
III. Total income (I+II)		<u>52,69,416</u>	<u>1,00,290</u>
IV. Expenses:			
Employee benefits expense	18	19,13,728	16,13,341
Finance costs	19	41,57,977	35,68,036
Depreciation and amortization expense		1,645	2,390
Other expenses	20	60,77,735	32,25,081
Total expenses (IV)		<u>1,21,51,085</u>	<u>84,08,848</u>
V. Profit/ (loss) before tax		(68,81,669)	(83,08,558)
VI. Tax expense			-
Current Tax		(52,064)	
Deferred Tax		(68,29,605)	(83,08,558)
VII. Profit/ (loss) for the year			
VIII. Other Comprehensive Income			
A. (i) Items that will not be reclassified to Profit or Loss			
Remeasurements of the defined benefit plans			3,580
(ii) Income tax relating to items that will not be reclassified to Profit or Loss			-
Total Other Comprehensive Income		-	3,580
Total Comprehensive Income for the year		-68,29,605	-83,04,978
IX. Earnings per equity share (Nominal value per share Rs.10/-)	21		
- Basic		-1.37	-1.66
- Diluted		-1.37	-1.66

The accompanying notes 1 to 22 are an integral part of the financial statements.

As per our report of even date attached.

For S.S.KOTHARI MEHTA & CO.

Chartered Accountants

Firm Regn. No. 000756N

Yogesh Kumar Gupta

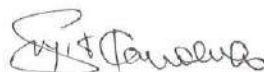
Partner

Membership No.093214

Place : New Delhi

Date : MAY 18, 2018

For & on Behalf of the Board



Sujit Kanoria

(Director)

DIN-01175425



Kamta Nath Pandey

(Director)

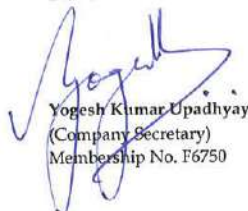
DIN-00694714



Alok Kumar Joshi

(Director)

DIN-00718725



Yogesh Kumar Upadhyay

(Company Secretary)

Membership No. F6750

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	(Amount in Rs.)	
	Year ended 31st March, 2018	Year ended 31st March, 2017
A. Cash flows from operating activities		
Profit after taxation	(68,81,669)	(83,04,979)
Adjustments for:		
Depreciation	1,645	2,390
Sundry Balance Written back	(8,405)	(19,05,768)
Provision for tax		
Misc Income	(19,416)	(1,00,290)
Provision for employee benefit expenses		
Interest expenses	41,55,652	35,66,452
Operating profit before working capital changes	(27,52,193)	(67,42,195)
Working capital changes:		
(Increase)/decrease in Trade Receivable	(12,52,640)	56,62,536
Decrease/(increase) in financial assets-loans	1,76,396	(68,234)
Increase / (Decrease) in other financial asset		
Increase / (Decrease) in other current assets		
Increase/(Decrease) in trade and other payables	1284571	-
Increase/(Decrease) other financial liabilities	70,854	(1,25,218)
Increase/(Decrease) other current liabilities	1,66,846	37,861
Cash generated from operations	(23,06,166)	(12,35,250)
Income tax paid	(1,942)	4,42,518
Net cash from operating activities	(A) (23,08,108)	(7,92,732)
B Cash flows from investing activities	1,942	82,680
Interest received		-
Interest Paid	(4,29,273)	(3,56,761)
Increase in Capital work in progress	-	-
Net cash used in investing activities	(B) (4,27,331)	(2,74,081)
C Cash flows from financing activities		
Proceeds from long-term borrowings	25,77,500	12,51,291
Interest paid on financial liabilities- loan		-
Repayment of short-term borrowings		
Net cash used in financing activities	(C) 25,77,500	12,51,291
Net increase in cash and cash equivalents	(1,57,939)	1,84,478
Cash and cash equivalents at beginning of period	5,83,136	3,98,658
Cash and cash equivalents at end of period	4,25,197	5,83,136

As per our report of even date attached.

For S.S.KOTHARI MEHTA & CO.

Chartered Accountants

Firm Regn. No. 000756N

Yogesh Kumar Gupta
Partner
Membership No.093214

Place : New Delhi

Date : 17/07/18, 2018

For & on Behalf of the Board



Sujit Kanoria
(Director)
DIN-01175425



Kamta Nath Pandey
(Director)
DIN-00694714



Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750



Alok Kumar Joshi
(Director)
DIN-00718725

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Statement of Changes in Equity for the Year ended 31st March, 2018

(a) Equity Share capital

Balance as on April 1, 2016	Changes in equity share capital during the year	Balance as at 31st March, 2017
Rs. 5,00,00,000	Rs. -	Rs. 5,00,00,000

Balance as on April 1, 2017	Changes in equity share capital during the year	Balance as at 31st March, 2018
Rs. 5,00,00,000	Rs. -	Rs. 5,00,00,000

(b) Other Equity

	Retained Earnings
	Rs.
Balance as at 1st April 2016	-26,10,829
Profit/(Loss) for the year	-83,08,558
Other comprehensive income for the year, net of income tax	3,580.00
Balance as at 31st March, 2017	(1,09,15,807)
Balance as at 1st April 2017	-1,09,15,807
Profit/(Loss) for the year	-68,81,670
Other comprehensive income for the year, net of income tax	
Balance as at 31st March, 2018	-1,77,97,477



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

NOTE 3 - Property, plant and equipment

Particulars	Gross Block				Depreciation / Amortisation				Net Block
	As on 01.04.2017	Addition during the year	Sales/ Adjustments during the year	As on 31.03.2018	As on 01.04.2017	For the year	Sales/ Adjustments during the year	As on 31.03.2018	As on 31.03.2018
Property, plant and equipment									
Computers	25,797			25,797	-			-	25,797
Office Equipments	6,705			6,705	-			-	6,705
Furniture & Fixtures	7,678			7,678	2,390	1,645		4,035	3,643
	40,180	-	-	40,180	2,390	1,645	-	4,035	36,145

(In Rs.)

Particulars	Gross Block				Depreciation / Amortisation				Net Block
	As on 01.04.2016	Addition during the year	Sales/ Adjustments during the year	As on 31.03.2017	As on 01.04.2016	For the year	Sales/ Adjustments during the year	As on 31.03.2017	As on 31.03.2017
Property, plant and equipment									
Computers	25,797	-	-	25,797	-	-	-	-	25,797
Office Equipments	6,705	-	-	6,705	-	-	-	-	6,705
Furniture & Fixtures	7,678	-	-	7,678	-	2,390	-	2,390	5,288
	40,180	-	-	40,180	-	2,390	-	2,390	37,790



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to accounts (contd.)

Note No. : 4 Non - current investments

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
(f) Equity instruments			
(1) Carried at cost			
In Subsidiary:			
Unquoted, Fully paid up:			
Shristi Udaipur Hotels & Resorts (P) Ltd. of Rs. 10/-each	3,00,00,000	3,00,00,000	3,00,00,000
	<u>3,00,00,000</u>	<u>3,00,00,000</u>	<u>3,00,00,000</u>
Aggregate amount of unquoted investments	3,00,00,000	3,00,00,000	3,00,00,000

Note No. : 5 Other Financial Assets (Unsecured, considered good)

(i) Non Current

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Interest accrued but not due	82,187	64,713	47,103
	<u>82,187</u>	<u>64,713</u>	<u>47,103</u>

(ii) Current

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Earnest money deposit	99,911	99,911	1,99,911
Advance to Subsidiary Company	7,53,657	7,53,657	7,53,657
	<u>8,53,568</u>	<u>8,53,568</u>	<u>9,53,568</u>

Note No. : 6 Other non current assets (Unsecured, considered good)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Advances recoverable in cash or in kind or for value to be received			
To others	97,857	1,51,459	1,35,919
	<u>97,857</u>	<u>1,51,459</u>	<u>1,35,919</u>

Note No. : 7 Trade Receivables

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Unsecured and considered good	5,24,29,013	5,11,67,968	5,49,24,736
	<u>5,24,29,013</u>	<u>5,11,67,968</u>	<u>5,49,24,736</u>



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Note No. : 8 Cash and cash equivalents

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Cash in hand	41,236	23,710	46,410
Balances with banks			
On current accounts	1,83,960	3,59,426	1,52,248
Fixed Deposit (given as Earnest money deposit)	2,00,000	2,00,000	2,00,000
	<u>4,25,196</u>	<u>5,83,136</u>	<u>3,98,658</u>

Note No. : 9 Current tax assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Advance tax	14,98,006	14,96,064	19,38,582
	<u>14,98,006</u>	<u>14,96,064</u>	<u>19,38,582</u>

Note No. : 10 Other current assets (Unsecured, considered good)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Others			
Project work in progress*	24,53,060	24,53,060	24,53,060
Advance to staff	35,095	1,53,827	-
Service tax input	-	4,061	5,193
	<u>24,88,155</u>	<u>26,10,948</u>	<u>24,58,253</u>

*The project in progress of has been netted off from the respective heads of the Schedule of Other expenses in earlier years.



SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to accounts (contd.)

Note No. : 11 Equity Share capital

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
		Rs.		Rs.		Rs.
(a) Authorised						
Equity shares of par value Rs. 10/- each	50,00,000	5,00,00,000	50,00,000	5,00,00,000	50,00,000	5,00,00,000
(b) Issued, subscribed and fully paid up						
Equity shares of par value Rs. 10/- each	50,00,000	5,00,00,000	50,00,000	5,00,00,000	50,00,000	5,00,00,000
		5,00,00,000		5,00,00,000		5,00,00,000
(c) Reconciliation of number and amount of equity shares outstanding:						
Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
		Rs.		Rs.		Rs.
At the beginning of the year	50,00,000	5,00,00,000	50,00,000	5,00,00,000	50,00,000	5,00,00,000
Add: Issued during the year	-	-	-	-	-	-
At the end of the year	50,00,000	5,00,00,000	50,00,000	5,00,00,000	50,00,000	5,00,00,000
(d) Terms / Rights attached to Equity shares :						
The Company has only Equity shares having a par value of Rs. 10.00 per share. Each holder of Equity shares are entitled to to receive dividend as declared from time to time and entitled to one vote per share.						
In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.						
(e) Shares held by holding/ultimate holding company and/or their subsidiaries/associates :						
Name of the Company (Relationship)	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	% of holding	No. of shares	% of holding	No. of shares	% of holding
Shristi Infrastructure Development Corporation Limited- Holding Company	29,99,960.00	59.99	29,99,960.00	59.99	29,99,960.00	59.99
(f) Shareholders holding more than 5 % of the equity shares in the Company :						
Name of the shareholders	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	% of holding	No. of shares	% of holding	No. of shares	% of holding
Shristi Infrastructure Development Corporation Limited- Holding Company	29,99,960.00	59.99	29,99,960.00	59.99	29,99,960.00	59.99
Housing & Urban Development Corporation Limited (HUDCO)	20,00,000	40.00	20,00,000.00	40.00	20,00,000.00	40.00



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Note No. : 12 Provisions

(i) Non- Current

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Provision for employee benefits			
Unavailed leave	1,07,788	97,449	1,00,010
Gratuity	3,21,664	2,34,467	1,95,078
	<u>4,29,452</u>	<u>3,31,916</u>	<u>2,95,088</u>

(ii) Current

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Provision for employee benefits			
Unavailed leave	35,740	11,358	10,006
Gratuity	49,560	4,632	4,951
	<u>85,300</u>	<u>15,990</u>	<u>14,957</u>

Note No. : 13 Borrowings

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Carried at amortized cost			
Loan from a related party			
Unsecured- Repayable on Demand			
From Holding Company	3,07,26,304	2,81,48,804	2,68,97,513
	<u>3,07,26,304</u>	<u>2,81,48,804</u>	<u>2,68,97,513</u>

* The loan carries interest rate @14% per annum. There is no default as on Balance sheet date in repayment of loan.

Note No. : 14 Trade payables

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Dues to micro and small enterprises			
Dues to creditors other than micro and small enterprises	45,05,403	32,20,832	32,20,832
	<u>45,05,403</u>	<u>32,20,832</u>	<u>32,20,832</u>

Note No. : 15 Other financial liabilities

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Financial liabilities at amortized cost			
Interest accrued but not due on borrowings	1,76,63,355	1,39,36,976	1,07,27,285
Other Payables			
Expenses payable	4,08,156	3,10,452	4,80,802
	<u>1,80,71,511</u>	<u>1,42,47,428</u>	<u>1,12,08,087</u>

Note No. : 16 Other current liabilities

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Others			
Statutory liabilities	18,89,634	19,16,484	18,71,352
	<u>18,89,634</u>	<u>19,16,484</u>	<u>18,71,352</u>



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Note No. : 17 Other Income

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
	Rs.	Rs.
Interest income on financial assets carried at amortized cost	19,416	19,567
Interest on income tax refund		80,723
	<u>19,416</u>	<u>1,00,290</u>

Note No. : 18 Employee Benefits Expense

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
	Rs.	Rs.
Salaries and wages	19,00,621	16,09,841
Staff welfare expense	13,107	3,500
	<u>19,13,728</u>	<u>16,13,341</u>

Note No. : 19 Finance Costs

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
	Rs.	Rs.
Interest expense		
On short term borrowings (holding)	41,40,421	35,66,323
Others	17,556	1,713
	<u>41,57,977</u>	<u>35,68,036</u>

Note No. : 20 Other expenses

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
	Rs.	Rs.
Payments to auditor		
As auditor for statutory audit	25,000	25,000
Postage, Telephone & Internet charges	14,751	20,997
Professional & Consultancy Charges	52,83,413	5,86,000
Printing & Stationary	250	1,720
Travelling & Conveyance	6,92,388	6,71,608
Sundry balance written off	8,405	19,05,768
Other expenses	53,528	13,988
	<u>60,77,735</u>	<u>32,25,081</u>

Note No. : 21 Earnings per share

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
a) Amount used as the numerator (Rs.)		
Profit/(Loss) after Tax - (A)	68,29,605	83,08,558
b) Weighted average number of Equity Shares outstanding used as the denominator for computing Basic Earnings per Share - (B)	50,00,000	50,00,000
c) Weighted average number of Equity Shares outstanding used as the denominator for computing Diluted Earnings per Share - (C)	50,00,000	50,00,000
d) Nominal value of Equity Shares (Rs.)	5,00,00,000	5,00,00,000
e) Basic Earnings per Share (Rs.) (A/B)	-1.37	-1.66
f) Diluted Earnings per Share (Rs.) (A/C)	-1.37	-1.66



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to accounts (contd.)

Note No. : 22

Other disclosures:

5. Employee Benefits:

As per Indian Accounting Standard - 19 "Employee Benefits", the disclosures of Employee Benefits are as follows:

a) Defined Benefit Plans/Long Term Compensated Absences:

Description of Plans

The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the said Act, an employee who has completed five years of service is entitled to specific benefit. The Gratuity plan provides a lumpsum payment to employees at retirement, death, incapacitation or termination of employment. The level of benefits provided depends on the member's length of service and salary at retirement age etc.

The following tables summarise the components of net benefit expense recognised in the Statement of Profit and Loss and amounts recognised in the Balance Sheet for the said plan:

a) Details of funded post retirement plans are as follows:

	Particulars	For the year ended 31st March, 2018*		For the year ended 31st March, 2017	
		Gratuity	Leave encashment	Gratuity	Leave encashment
I. Components of Employer Expense					
I.1 Expenses recognised in the Statement of Profit and Loss:					
1 Current service cost				27,412	1,584
2 Past service cost					
3 Net interest cost					
4 Curtailment					
5 Settlement					
6 Expense recognised in the Statement of Profit and Loss					
I.2 Remeasurements recognised in Other comprehensive income					
1 Actuarial gain / (loss) arising from:					
- change in demographic assumptions					
- change in financial assumptions					
- changes in experience adjustments					
- changes in asset ceiling (excluding interest income)					
2 (Returns)/loss on plan assets excluding amounts included in Net interest cost					
3 Components of defined benefit costs recognised in Other comprehensive income					
Total defined benefit cost recognised in Profit and Loss and Other comprehensive income					
II. Change in present value of defined benefit obligation:					
1 Present value of defined benefit obligation at the beginning of the year				2,05,084	1,04,961
2 Acquisition adjustment				16,909	7,764
3 Interest expense					
4 Past service cost				27,412	1,584
5 Current service cost					
6 Employees' contributions					
7 Benefits paid					
8 Actuarial gain / (loss) arising from:					
- change in financial assumptions				3,580	12,228
- changes in experience adjustments					
9 Present value of Defined Benefit Obligation at the end of the year				2,45,825	1,02,081
III Change in fair value of plan assets during the year:		NA	NA	NA	NA



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Particulars	31st March, 2018*		31st March, 2017	
	Gratuity	Leave encashment	Gratuity	Leave encashment
IV. Net Asset / (Liability) recognised in the Balance Sheet as at the year end:				
1 Present value of Defined Benefit Obligation			2,45,825	1,02,081
2 Fair value of Plan Assets				
3 Funded Status [Surplus/ (Deficit)]			- 2,45,825	- 1,02,081
4 Net Asset / (Liability) recognised in Balance Sheet	As at 31st March, 2018*	As at 31st March, 2017	As at 1st April, 2016	
	Gratuity	Leave encashment	Gratuity	Leave encashment
Current Liability	35740	49560	11,358	4,632
Non-Current Liability	321664	107788	2,34,467	97,449
V. Actuarial Assumptions :	As at 31st March, 2018*	As at 31st March, 2017	As at 1st April, 2016	
	Gratuity	Leave encashment	Gratuity	Leave encashment
1 Discount Rate (per annum) %		7.50%	7.50%	8.00%
2 Expected return on Plan Assets (per annum) %		0.00%	0.00%	0.00%
3 Expected Rate of Salary increase %		6.00%	6.00%	6.00%
4 Retirement/Superannuation Age (Year)		60	60	60
5 Mortality Rates		11.23%	11.23%	12.23%
VI. Major Category of Plan Assets as a % of the Total Plan Assets as at the year end :	As at 31st March, 2018*	As at 31st March, 2017	As at 1st April, 2016	
	NA	NA	NA	
VII. Experience adjustments on Present value of Defined Benefit Obligation and Plan Assets are as follows :	As at 31st March, 2018*	As at 31st March, 2017	As at 1st April, 2016	
	Gratuity	Leave encashment	Gratuity	Leave encashment
Present value of Defined Benefit Obligation		2,45,825	1,02,081	2,05,084
Fair value of Plan Assets				1,04,961
(Deficit)/Surplus		- 2,45,825	- 1,02,081	- 2,05,084
Experience adjustment of Plan Assets [Gain/ (Loss)]				- 1,04,961
Experience adjustment of Obligations [(Gain)/ Loss]		- 2,45,825.00	- 1,02,081.00	- 2,05,825

*Gratuity Benefits and Leave Encashment Benefits are unfunded in nature. The liabilities are determined on accrual basis and not on the basis of actuarial principles since the same is not considered material.

- ii) The Gratuity and Provident Fund expenses have been recognised under "Contribution to Provident and Other Funds" and Leave Encashment under "Salaries and Wages" under Note No. 18.



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to accounts (contd.)

Note No. : 22 Other disclosures

1. Contingent liabilities and commitments (to the extent not provided for)

Sl. No.	Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
I.	Contingent liabilities			
	Claim against the Company not acknowledged as debt	2008312	20,08,312	20,08,312
II.	Commitments	-	-	-

2. The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31 March 2018 as micro, small and medium enterprises. Consequently, the amount due to micro and small enterprises as per requirement of Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil (31st March 2017 - Nil) (1st April 2016 - Nil).

3. Operating Segment

In line with Ind AS 108 –Operating Segments, taking into account the organizational structure, product type as well as the differing risks and returns criterion, there are no distinguishable Geographical or Business components on the basis of which segments can be identified.

4. Related party disclosures :

a) Name of the related parties and description of relationship :

i) Holding Company Shristi Infrastructure Development Corporation Limited
(Control exists)

ii) Fellow subsidiaries Shristi Hotel Private Limited
Shristi Udaipur Hotels & Resorts Pvt. Ltd.
Kanchan Janga Integrated Infrastructure Dev. Pvt. Ltd.
Avarsekar Reality Private Limited
Finetune Engineering Services Private Limited
Vipani Hotels & Resorts Private Limited
Border Transport Infrastructure Dev. Limited
East Kolkata Infrastructure Development Pvt. Ltd.
Medi-Net Services Private Limited

b) Transactions with Related parties :

Nature of transaction / Name of the related party	Holding Company		
	2017-18	2016-17	
	Rs.	Rs.	Rs.
Borrowings			
Shristi Infrastructure Development Corporation Limited			
taken during the year	25,77,500	12,51,291	
Interest on Loan	41,40,421	35,66,323	
Nature of transaction / Name of the related party			
Balance Outstanding:	31st March, 2018	31st March, 2017	1st April, 2016
Shristi Infrastructure Development Corporation Limited			
Borrowings	3,07,26,304	2,81,48,804	2,68,97,513
Interest payable	1,76,63,355	1,39,36,976	1,07,27,285



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Nature of transaction/ Name of the related party	Subsidiary		
Balance Outstanding:	31st March, 2018	31st March, 2017	1st April, 2016
Shristi Udaipur Hotels 7 resorts Pvt.Ltd.			
Investment in equity	3,00,00,000	3,00,00,000	3,00,00,000
Reimbursement of Expenses	7,53,657	7,53,657	7,53,657

Nature of transaction/ Name of the related party	Company secretary		
Balance Outstanding:	31st March, 2018	31st March, 2017	1st April, 2016
Yogesh Upadhyay			
Salary	13,66,400	12,16,800	12,16,800
Salary Payable	1,70,566	1,57,060	1,51,100

- c) The transactions with related party has been entered at an amount which are not materially different from those on normal commercial terms.
- d) The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognised in current year and previous year for bad or doubtful debts in respect of the amounts owed by related parties.

6 Balances of certain debtors and creditors are in process of confirmation/reconciliation.



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to accounts (contd.)

Note No. : 22 Other disclosures (contd.)

8. Financial instruments - Accounting, Classification and Fair value measurements

A. Financial instruments by category

As at 31st March, 2018

Sl. No.	Particulars	Refer Note No.	Amortized cost			Fair Value		
			31st March, 2018	31st March, 2017	1st April, 2016	31st March, 2018	31st March, 2017	1st April, 2016
(1)	Financial assets							
(a)	Trade receivables	5	5,24,29,013	5,11,67,968	5,49,24,736	5,24,29,013	5,11,67,968	5,49,24,736
(b)	Cash and cash equivalents	7	4,25,196	5,83,136	3,98,658	4,25,196	5,83,136	3,98,658
(c)	Other financial assets	8	9,35,755	9,18,281	10,00,671	9,35,755	9,18,281	10,00,671
	Total		13,60,951	15,01,417	13,99,329	13,60,951	15,01,417	13,99,329
(2)	Financial liabilities							
(a)	Borrowings	13	3,07,26,304	2,81,48,804	2,68,97,513	3,07,26,304	2,81,48,804	2,68,97,513
(b)	Trade payables	14	45,05,403	32,20,832	32,20,832	45,05,403	32,20,832	32,20,832
(c)	Other financial liabilities	15	1,80,71,511	1,42,47,428	1,12,08,087	1,80,71,511	1,42,47,428	1,12,08,087
			5,33,03,218	4,56,17,064	4,13,26,432	5,33,03,218	4,56,17,064	4,13,26,432

B. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of cash and cash equivalents, trade receivables and other current financial assets, short term borrowings, trade payables and other current financial liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy.

No Financial assets and financial liabilities are measured at fair value on a recurring basis.

8. Financial risk management objectives and policies

The Company's activities expose it to market risk, liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The company generally does not have trade receivables as advance have been received from customers before sale of flats. Hence, the

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. The company is exposed to liquidity risk due to bank borrowings and trade and other payables.

The company measures risk by forecasting cash flows.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.



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The following are the contractual maturities of financial liabilities:

Particulars		Less than 1 year	1-5 years	More than 5 years	Total
31st March, 2018					
Borrowings (including interest)	3,07,26,304	3,07,26,304			61452608.00
Trade payables	45,05,403	45,05,403			9010806.00
Other financial liabilities	1,80,71,511	1,80,71,511			36143022.00
Total	5,33,03,218	5,33,03,218			
31st March, 2017					
Borrowings	2,81,48,804	2,81,48,804			2,81,48,804
Trade payables	32,20,832	12,84,571	32,20,832		45,05,403
Other financial liabilities	1,42,47,428	1,42,47,428			1,42,47,428
Total	4,56,17,064	4,36,80,803			4,69,01,635
1st April, 2016					
Borrowings	2,68,97,513	2,68,97,513			2,68,97,513
Trade payables	32,20,832	32,20,832			32,20,832
Other financial liabilities	1,12,08,087	1,12,08,087			1,12,08,087
Total	4,13,26,432	4,13,26,432			4,13,26,432

(c) Market risk

Foreign currency risk

The Company has no international transactions and is not exposed to foreign exchange risk.

Interest rate risk

i) Liabilities

The Company's fixed rate borrowings are carried at amortised cost. They are, therefore, not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates. The Company has no variable rate borrowings.

ii) Assets

The company's fixed deposits are carried at fixed rate. Therefore, not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Company is not exposed to price risk.

9. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity share-holders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders.

10. First-time Adoption of Ind AS

(i) These financial statements, for the year ended 31st March, 2018, are the first financial statements, the Company has prepared in accordance with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2018, together with the comparative figures for the year ended 31st March, 2017, as described in the summary of significant accounting policies [Refer Note No.2].

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2015 (the transition date) by:

- recognising all assets and liabilities whose recognition is required by Ind AS,
- not recognising items of assets or liabilities which are not permitted by Ind AS,
- reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
- applying Ind AS in measurement of recognised assets and liabilities.

(ii) A. Reconciliation of total comprehensive income for the year ended 31st March, 2017 is summarised as follows:

Particulars	For the year end 31st March, 2017
	Rs.
Profit After Tax as reported under previous GAAP	(82,94,891)
Add/(Less) - Effect of transition to Ind AS	
(i) Reclassification of actuarial gains/(losses), arising in respect of employee benefit schemes, to Other Comprehensive Income (OCI)	(3,580)
(ii) Deferred tax reversed	(10,088)
Profit After Tax as reported under Ind AS	(83,08,558)
Other Comprehensive Income (net of tax)	3,580
Total Comprehensive Income as reported under Ind AS	(83,04,978)



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B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	As at 1st April, 2016 (Date of transition)	As at 31st March, 2017 (end of last period presented under)
	Rs.	Rs.
Equity as reported under previous GAAP	4,74,88,803	3,91,93,912
Add/ (Less) - Effect of transition to Ind AS		
(i) Deferred tax reversed (no)	(99,632)	(1,09,720)
Equity as reported under Ind AS	4,73,89,170	3,90,84,192

(iii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain

a) Property, plant and equipment were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.

(iv) There is no impact on cash flow statement.

11 Recent accounting pronouncements

- a) Appendix B to Ind AS 21, Foreign currency transactions and advance consideration: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The amendment will come into force from April 1, 2018. The Company does not have Foreign currency transactions, therefore, there is no impact on the financial statements.
- b) Ind AS 115- Revenue from Contract with Customers: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

The standard permits two possible methods of transition:

- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors
- Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch-up approach)

The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018. The Company will adopt the standard on April 1, 2018 by using the cumulative catch-up transition method and accordingly comparatives for the year ending or ended March 31, 2018 will not be retrospectively adjusted. The effect on adoption of Ind AS 115 is expected to be insignificant.

As per our report of even date attached,
For S.S.KOTHARI MEHTA & CO.
Chartered Accountants
Firm Regn. No. 000756N

For & on Behalf of the Board



Yogesh Kumar Gupta
Partner
Membership No. 093214

Place : New Delhi
Date : MAY 18, 2018

Sujit Kanoria
(Director)
DIN-01175425

Yogesh Kumar Upadhyay
(Company Secretary)
Membership No. F6750

Kamta Nath Pandey
(Director)
DIN-00694714

Alok Kumar Joshi
(Director)
DIN-00718725

SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements

1.	Corporate information
	<p>Shristi Urban Infrastructure Development Limited ("the Company") is an unlisted entity incorporated in India and is engaged in the business of Consultancy services. The company was incorporated on June 20th, 2005 as a joint venture (JV) in the ratio of 60:40 between Shristi Infrastructure Development Corporation Limited ("SIDCL") and Housing And Urban Development Corporation Limited (HUDCO) respectively, in order to promote, establish, monitor, collaborate, construct, either through public and/or private participation, and to act as special purpose vehicle (SPV) for entering into understanding and joint ventures with various Central and State Governments, their corporations, technology and domain experts, in and outside India, for development, creation, expansion and modernization of housing, commercial, social and Urban Development facilities. Further the shares held by SIDCL got transferred to Shristi Housing Development Limited w.e.f 31.03.2009. Shristi Housing Development Limited has been amalgamated with Shristi Infrastructure Development Corporation Limited w.e.f 31.03.2016.</p> <p>Shristi Infrastructure Development Corporation Ltd. is the holding company owning 59.99% of equity share capital of the Company.</p> <p>Its registered office is situated Delhi. The financial statements for the year ended March 31, 2018 were approved for issue by the Board of Directors on May 18, 2018.</p>
2.	Significant accounting policies
2.1	Statement of Compliance with Ind AS
	<p>These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013. The Company adopted Ind AS from 1st April, 2017. Up to the year ended 31st March, 2017, the Company prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2016. Details of the exceptions and optional exemptions availed by the Company and principal adjustments along with related reconciliations are detailed in Note 22 (First-time Adoption).</p>
2.2	Basis of preparation
	<p>The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies. Historical cost is generally based on the fair value of the consideration in exchange for goods and services.</p> <p>All amount disclosed in the financial statements including notes thereon have been rounded off to the nearest rupee as per the requirement of Schedule III to the Act, unless stated otherwise.</p>
2.3	Use of estimates
	<p>The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.</p>



SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

2.4	Operating Cycle						
	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 services provided and time between the rendering of services and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.						
2.5	Property, plant and equipment (PPE) and Depreciation						
a)	Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost which represents the carrying value of PPE recognised as at 1st April, 2016 measured as per the previous GAAP						
b)	Cost is inclusive of inward freight, non-refundable taxes and duties and directly attributable costs of bringing an asset to the location and condition of its intended use. All upgradation / enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits.						
	The cost and related accumulated depreciation are derecognised from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss.						
c)	Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Depreciation on items of PPE is provided on a written down value basis to allocate their cost, net of their residual value over the estimated useful life of the respective asset as specified in Schedule II to the Companies Act, 2013.						
	The estimated useful lives of PPE of the Company are as follows:						
	<table> <tr> <td>Furniture and fixtures</td><td>10 years</td></tr> <tr> <td>Office equipment</td><td>5 years</td></tr> <tr> <td>Computers</td><td>3 years</td></tr> </table>	Furniture and fixtures	10 years	Office equipment	5 years	Computers	3 years
Furniture and fixtures	10 years						
Office equipment	5 years						
Computers	3 years						
	The estimated useful lives, residual values and method of depreciation are reviewed at each Balance sheet date and are and changes, if any, are treated as changes in accounting estimate.						
2.6	Impairment of Assets						
	If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.						
2.7	Revenue recognition						
	Revenue is recognised to the extent it is probable that economic benefits would flow to the Company and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes.						
a)	Revenue from services						
	Revenue is recognized when significant milestones are achieved as per terms of contracts /						



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	agreements with the clients. Amount realized against the invoices raised to the customers before commencement of assignments are shown as advance from customers under the head of current liability. Direct project expenditure incurred on assignments not completed at the end of the year is carried forward as project-in-progress.
b)	Interest income
	Interest income is recorded on accrual basis using the effective interest rate (EIR) method.
c)	All other income are accounted for on accrual basis.
2.8	Borrowing costs
	Borrowing costs that are directly attributable to the acquisition and/or construction of a qualifying asset are capitalized as part of the cost of such asset till such time that is required to complete and prepare the asset to get ready for its intended use. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use.
	All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.
2.9	Provisions, contingent liabilities and contingent assets
a)	Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.
b)	Contingent liability is disclosed for possible obligations which will be confirmed only by future events not wholly within the control of the Company or present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
c)	Contingent assets are neither recognized nor disclosed except when realisation of income is virtually certain, related asset is disclosed.
d)	Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.
2.10	Employee benefits
a)	Short-term employee benefits
	Short-term employee benefits in respect of salaries and wages, including non-monetary benefits are recognised as an expense amount in the Statement of Profit and Loss for the year in which the related service is rendered.
d)	Other employee benefits
	The employees of the Company are entitled to compensated leave which is recognised as an expense in the statement of profit and loss account as and when they accrue. The liability is calculated on accrual basis. These benefits are unfunded.
2.11	Financial instruments, Financial assets, Financial liabilities and Equity instruments
	Financial assets and financial liabilities are recognised when the Company becomes a party to



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities.
i)	Financial Assets
(a)	Recognition
	Financial assets include Trade receivables, Advances, Security Deposits, Cash and cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.
(b)	Classification
	Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification. Financial assets are classified as those measured at:
1)	amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/ or interest.
2)	fair value through other comprehensive income(FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
3)	fair value through profit or loss (FVTPL), where the assets does not meet the criteria for categorization as at amortized cost or as FVTOCI. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.
	Trade receivables, Advances, Security Deposits, Cash and cash equivalents etc. are classified for measurement at amortised cost.
	Investment in subsidiaries are carried at cost less accumulated impairment, if any.
(c)	Impairment
	The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such as loans, trade receivables, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.
(d)	De-recognition
	Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. If the asset is one that is measured at:
(i)	amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;
(ii)	fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.
ii)	Financial liabilities



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.
iii)	Equity instruments
	Equity instruments are recognised at the value of the proceeds.
iv)	Offsetting of financial instruments
	Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.
v)	Dividend distribution
	Dividends paid (including income tax thereon) is recognised in the period in respect of the final dividend when approved by shareholders.
vi)	Fair value measurement
	The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
	Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
	Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
	Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).
2.12	Taxes
	Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period, together with any adjustment to tax payable in respect of previous years.
	Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.
	Deferred tax assets are recognized for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.
	The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.
	Income tax, in so far as it relates to items disclosed under other comprehensive income or equity, are disclosed separately under other comprehensive income or equity, as applicable.



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SHRISTI URBAN INFRASTRUCTURE DEVELOPMENT LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

2.13	Earnings per Share
a)	Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders(after deducting attributable taxes) by the weighted-average number of equity shares outstanding during the period.
b)	For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted-average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.
	The number of equity shares and potential dilutive equity shares are adjusted retrospectively for all periods presented for any share split and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.
2.14	Foreign Currency Transactions
	The functional and presentation currency of the Company is Indian Rupee.
	Transactions in foreign currency are accounted for at the exchange rate prevailing on the transaction date. Gains/ losses arising on settlement as also on translation of monetary items are recognised in the Statement of Profit and Loss.
2.15	Cash and cash equivalents
	Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.
	For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are considered an integral part of the Company's cash management.
2.16	Cash Flow Statement
	Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.



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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 2018, 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, 2018 and its profit and its cash flows for the year ended on that date.

Branch Office : P. Chatterjee, Partner, DBK ASSOCIATES, C/O. Ashok Transport Agency (P) Ltd.
Bano Manzil Road, Garikhana Chowk, Ranchi -1, Jharkhand, Mobile:98310 60714

BHUBANESWAR : Plot No.-3161, AT - Chakeisihani, Rasulgarh, Odisha - 751010
D. Biswas, Mobile - 9681185438

Report on Other Legal and Regulatory Requirements

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, statement of equity 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 Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015;
- (e) On the basis of written representations received from the directors as at 31st March, 2018 taken on record by the Board of Directors, none of the directors as on 31st March 2018 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: 21/05/2018

For DBK Associates.

Chartered Accountants

Firm's Registration No:322817E



Pulak Chatterjee
Partner

Membership No:056493

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading "Report on other Legal and Regulatory Requirements" of our audit report of even date to the financial statements of the company for the year ended March 31, 2018.

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 Companies Act, 2013 and on the basis of such checks as we considered appropriate and the information and explanation given to us, we further report that:

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 information and explanation given to us and on the basis of examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
 - i. The inventories has been physically verified by the management at reasonable intervals and no material discrepancy noticed on such verification.
 - ii. As informed, 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 and as such clauses 3(iii) (a) to (c) of the Order are not applicable.
 - iii. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
 - iv. The Company has not accepted any deposits from the public, 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.
 - v. Maintenance of cost records has not been specified by the central government under sub Section (1) of section 148 of the Companies Act, 2013 for the activities of the company.
 - vi. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March 2018. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees' state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise.
According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.
b) According to the information and explanations given to us, there are no dues of income tax and cess and GST which have not been deposited on account of any dispute.
- F

- vii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- viii. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- ix. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- x. The Company did not paid/provided for any managerial remuneration covered under the provisions of section 197 read with Schedule V to the Act, during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xi. 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.
- xii. 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 are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiii. According to the information and explanations give 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.
- xiv. 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.
- xv. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Kolkata

Dated: 21/05/2018

For DBK Associates.

Chartered Accountants

Firm's Registration No: 322817E



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, 2018)

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 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 2018, 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: 21/05/2018

For DBK Associates.

Chartered Accountants

Firm's Registration No: 322817E



Pulak Chatterjee
Pulak Chatterjee

Partner

Membership No: 056493

Kanchan Janga Integrated Infrastructure Development Private Limited

BALANCE SHEET AS AT 31ST MARCH, 2018

(Rs. in Lakhs)

Particulars	Note No.	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016
I. ASSETS						
(1) Non-current assets						
(a) Property, plant and equipment	4	4.48	4.78	6.27		
(b) Other non-current assets	5	1.14	1.14	1.74		
(c) Deferred tax assets						
(d) Other non-current tax assets	6	139.69	145.31	148.80	154.72	150.19
(2) Current assets						
(a) Inventories	7	976.34	1,494.49	2,318.96		
(b) Financial assets						
(i) Cash and cash equivalents	8	5.19	32.93	6.64		
(ii) Other financial assets	9	-	3.15	-		
(c) Other current assets	10	72.11	1,053.64	48.36	1,578.93	54.13
Total Assets		1,198.95	1,733.65	2,537.93		
II. EQUITY AND LIABILITIES						
Equity						
(a) Equity share capital	11	50.00	50.00	50.00		
(b) Other equity	12	79.71	129.71	60.60	110.60	47.74
Liabilities						
(2) Non-current liabilities						
(a) Financial liabilities						
(i) Borrowings	13(i)	381.91	398.06	345.86		
(b) Provisions	14(i)	40.51	422.42	32.09	430.15	26.94
(3) Current liabilities						
(a) Financial liabilities						
(i) Borrowings	13(ii)	-	-	89.08		
(ii) Trade and other payables	15	80.23	33.22	24.32		
(iii) Other financial liabilities	16	18.56	49.96	19.25		
(b) Other current liabilities	17	548.03	1,107.88	1,931.53		
(c) Provisions	14(ii)	-	646.82	1.84	1,192.90	3.21
Total Equity and Liabilities		1,198.95	1,733.65	2,537.93		
Corporate information	1					
Significant accounting policies and estimates	2-3					
Other disclosures						
The accompanying notes 1 to 26 are an integral part of the standalone financial statements.						

As per our report of even date

For and on Behalf of the Board

DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak Chatterjee
Partner
Membership No. 056493
Place : Kolkata
Date : 21/05/2018



Sunil Jha
Director
00085667

B. K. Tulsyan
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

(Rs. in Lakhs)

Particulars	Note No.	Year ended 31st Mar, 2018	Year ended 31st March, 2017
I. Revenue from operations	18	1,232.14	1,314.90
II. Other income	19	21.49	41.15
III. Total Income (I+II)		1,253.63	1,356.05
IV. Expenses:			
Direct Project Cost	20	288.99	107.93
Changes in inventories of Work-in-progress	21	518.15	824.47
Employee benefits expense	22	247.09	240.22
Finance costs	23	47.59	72.42
Depreciation and amortisation expense	24	2.42	1.65
Other expenses	25	114.09	92.61
Total expense		1,218.33	1,339.28
V. Profit before tax (III-IV)		35.30	16.77
VI. Tax expense	26		
Current tax		11.45	-
Deferred tax		-	-0.36
		11.45	-0.36
VII. Profit for the year (V-VI)		23.85	17.13
VIII. Other comprehensive income	27		
(i) Items that will not be reclassified to profit or loss		-7.07	1.10
(ii) Income tax relating to items that will not be reclassified to profit or loss		2.34	-0.36
Total other comprehensive income		-4.73	0.74
IX. Total comprehensive income for the year (IX + X)		19.12	17.87
(Comprising of profit and other comprehensive income for the year)			
X. Earnings per equity share (Nominal value per share Rs. 10)	28		
- Basic		3.82	2.57
- Diluted		3.82	2.57
Number of shares used in computing earnings per share			
- Basic		5,00,000	5,00,000
- Diluted		5,00,000	5,00,000
Corporate information	1		
Significant accounting policies and estimates	2-3		
The accompanying notes 1 to 26 are an integral part of the standalone financial statements.			

As per our report of even date

For and on Behalf of the Board

DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak Chatterjee
Partner
Membership No. 056493
Place : Kolkata
Date : 21/05/2018



Sunil Jha
Director
00085667

B K Tulsian
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

(Rs. in Lakhs)

Particulars	Note No.	Year ended 31st Mar, 2018	Year ended 31st March, 2017
I. Revenue from operations	18	1,232.14	1,314.90
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III. Total Income (I+II)		1,253.63	1,356.05
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Direct Project Cost	20	288.99	107.93
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Employee benefits expense	22	247.09	240.22
Finance costs	23	47.59	72.42
Depreciation and amortisation expense	24	2.42	1.65
Other expenses	25	114.09	92.61
Total expense		1,218.33	1,339.28
V. Profit before tax (III-IV)		35.30	16.77
VI. Tax expense	26		
Current tax		11.45	5.00
Deferred tax		-	-0.35
		11.45	4.65
VII. Profit for the year (V-VI)		23.85	12.11
VIII. Other comprehensive income	27		
(i) Items that will not be reclassified to profit or loss		-7.07	1.10
(ii) Income tax relating to items that will not be reclassified to profit or loss		2.34	-0.36
Total other comprehensive income		-4.73	0.74
IX. Total comprehensive income for the year (IX + X)		19.12	12.85
(Comprising of profit and other comprehensive income for the year)			
X. Earnings per equity share (Nominal value per share Rs.10)	28		
- Basic		3.82	2.57
- Diluted		3.82	2.57
Number of shares used in computing earnings per share			
- Basic		5,00,000	5,00,000
- Diluted		5,00,000	5,00,000
Corporate information	1		
Significant accounting policies and estimates	2-3		
The accompanying notes 1 to 26 are an integral part of the standalone financial statements.			

As per our report of even date

For and on Behalf of the Board

DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak Chatterjee
Partner
Membership No. 05619
Place : Kolkata
Date 21/05/2018



[Signature]

Sunil Jha
Director
00085667

[Signature]

B K Tulsyan
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

(Rs. in Lakhs)

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
A. Cash flows from operating activities		
Profit before taxation	35.30	16.77
Adjustments for:		
Depreciation of property, plant and equipments	2.42	1.65
Provision for Employee benefit expenses	6.57	3.78
Other Comprehensive Income	-7.07	1.10
Operating profit before working capital changes	37.22	23.30
Working capital changes:		
(Increase) in inventories	518.15	824.47
Decrease/(Increase) in other current assets	-23.75	5.77
Decrease/(Increase) in other non-current tax assets	-	0.60
Increase / (Decrease) in other financial assets	3.15	-3.15
Increase / (Decrease) in Trade and Other Payables	47.02	8.90
Increase / (Decrease) Other financial Liability	-31.40	30.71
Increase / (Decrease) Other Current Liability	-559.86	-823.65
Cash generated from operations	-9.47	66.95
Tax Expense	0.00	3.62
Net cash from operating activities	-9.47	63.33
B. Cash flows from investing activities		
Purchase of Land	-2.12	-0.15
Purchase of investment	0.00	
Net cash used in investing activities	-2.12	-0.15
C. Cash flows from financing activities		
Increase / (Decrease) in Short term borrowings	0.00	-89.08
Payment of long-term borrowings	-16.15	52.20
Net cash used in financing activities	-16.15	-36.88
Net increase in cash and cash equivalents	-27.74	26.30
Cash and cash equivalents at beginning of period	32.94	6.64
Cash and cash equivalents at end of period	5.20	32.94

As per our report of even date

For and on Behalf of the Board

DBK Associates

Chartered Accountants

Firm Registration No. 322817E

Pulak Chatterjee

Partner

Membership No: 056493

Place : Kolkata

Date : 21/05/2018



Sunil Jha
Director
00085667

B K Tinsyan
Director
02447595

Kanchan Janga Integrated Infrastructure Development Private Limited
STATEMENT OF CHANGES IN EQUITY FOR YEAR ENDED 31ST MARCH, 2018

(a) Equity share capital
For the year ended 31st March, 2018

Balance as at 1st April, 2016	Changes in equity share capital during the year	Balance as at 31st March, 2017
50.00	-	50.00

(b) Other equity

	Reserves and surplus	Other comprehensive	Total other equity
	Retained earnings	Re-measurement of defined benefit plan	
Balance as at 1st April, 2016	60.60		60.60
Changes in equity during the year ended 31st March, 2017			-
Profit for the year	17.13	-	17.13
Other comprehensive income/(loss) for the year	-	0.74	0.74
Transfer from/to other comprehensive income/retained earnings	-	-	-
Balance as at 31st March, 2017	77.73	0.74	78.47
The accompanying notes 1 to 40 are an integral part of the standalone financial statements.			

As per our report of even date

DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak Chatterjee
Pulak Chatterjee
Partner
Membership No. 356498
Place : Kolkata
Date : 21/05/2018



For and on Behalf of the Board

Sunil Jha
Sunil Jha
Director
00085667

B K Tulayan
B K Tulayan
Director
02447595

KANCHAN JANGA INTEGRATED INFRASTRUCTURE DEVELOPMENT PRIVATE LIMITED
Notes to Financial Statements

1.	Corporate information
	<p>Kanchan Janga Integrated Infrastructure Development Private Limited ("the Company") has 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.</p> <p>Shristi Infrastructure Development Corporation Ltd. is the holding company owning 73.94% of equity share capital of the Company.</p>
2.	Significant accounting policies
2.1	Statement of Compliance with Ind AS
	<p>These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013. The Company adopted Ind AS from 1st April, 2017. Up to the year ended 31st March, 2017, the Company prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2016. Details of the exceptions and optional exemptions availed by the Company and principal adjustments along with related reconciliations are detailed in Note 22 (First-time Adoption).</p>
2.2	Basis of preparation
	<p>The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies. Historical cost is generally based on the fair value of the consideration in exchange for goods and services.</p> <p>All amount disclosed in the financial statements including notes thereon have been rounded off to the nearest lacs as per the requirement of Schedule III to the Act, unless stated otherwise.</p>
2.3	Use of estimates
	<p>The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.</p>
2.4	Operating Cycle
	<p>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 services provided and time between the rendering of services and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.</p>
2.5	Property, plant and equipment (PPE) and Depreciation
a)	Property, plant and equipment are stated at cost of acquisition or construction less

KANCHAN JANGA INTEGRATED INFRASTRUCTURE DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost which represents the carrying value of PPE recognised as at 1st April, 2016 measured as per the previous GAAP						
b)	Cost is inclusive of inward freight, non-refundable taxes and duties and directly attributable costs of bringing an asset to the location and condition of its intended use. All upgradation / enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits.						
	The cost and related accumulated depreciation are derecognised from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss.						
c)	Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Depreciation on items of PPE is provided on a written down value basis to allocate their cost, net of their residual value over the estimated useful life of the respective asset as specified in Schedule II to the Companies Act, 2013.						
	The estimated useful lives of PPE of the Company are as follows:						
	<table> <tr> <td>Furniture and fixtures</td><td>10 years</td></tr> <tr> <td>Office equipment</td><td>5 years</td></tr> <tr> <td>Computers</td><td>3 years</td></tr> </table>	Furniture and fixtures	10 years	Office equipment	5 years	Computers	3 years
Furniture and fixtures	10 years						
Office equipment	5 years						
Computers	3 years						
	The estimated useful lives, residual values and method of depreciation are reviewed at each Balance sheet date and are and changes, if any, are treated as changes in accounting estimate.						
2.6	Impairment of Assets						
	If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.						
2.7	Revenue recognition						
	Revenue is recognised to the extent it is probable that economic benefits would flow to the Company and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes.						
a)	Revenue from services						
	Revenue is recognized when significant milestones are achieved as per terms of contracts / agreements with the clients. Amount realized against the invoices raised to the customers before commencement of assignments are shown as advance from customers under the head of current liability. Direct project expenditure incurred on assignments not completed at the end of the year is carried forward as project-in-progress.						
b)	Interest income						
	Interest income is recorded on accrual basis using the effective interest rate (EIR) method.						
c)	All other income are accounted for on accrual basis.						

KANCHAN JANGA INTEGRATED INFRASTRUCTURE DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

2.8	Borrowing costs
	Borrowing costs that are directly attributable to the acquisition and/or construction of a qualifying asset are capitalized as part of the cost of such asset till such time that is required to complete and prepare the asset to get ready for its intended use. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use.
	All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.
2.9	Provisions, contingent liabilities and contingent assets
a)	Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.
b)	Contingent liability is disclosed for possible obligations which will be confirmed only by future events not wholly within the control of the Company or present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
c)	Contingent assets are neither recognized nor disclosed except when realisation of income is virtually certain, related asset is disclosed.
d)	Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.
2.10	Employee benefits
a)	Short-term employee benefits
	Short-term employee benefits in respect of salaries and wages, including non-monetary benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.
b)	Defined contribution plans
	Company's Contributions to Provident are charged to the Statement of Profit and Loss in the year when the contributions to the respective funds are due.
c)	Defined benefits plans
	Gratuity is in the nature of a defined benefit plan. The cost of providing benefits under the defined benefit obligation is calculated on the basis of actuarial valuations carried out at reporting date by independent actuary using the projected unit credit method. Service costs and net interest expense or income is reflected in the Statement of Profit and Loss. Gain or Loss on account of re-measurements are recognised immediately through other comprehensive income in the period in which they occur.
d)	Other employee benefits
	The employees of the Company are entitled to compensated leave which is recognised as an expense in the statement of profit and loss account as and when they accrue. The liability is calculated based on actuarial valuation using projected unit credit method. These benefits are unfunded.

KANCHAN JANGA INTEGRATED INFRASTRUCTURE DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

2.11	Financial instruments, Financial assets, Financial liabilities and Equity instruments
	Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities.
i)	Financial Assets
(a)	Recognition
	Financial assets include Trade receivables, Advances, Security Deposits, Cash and cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.
(b)	Classification
	Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification. Financial assets are classified as those measured at:
	1) amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/ or interest.
	2) fair value through other comprehensive income(FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
	3) fair value through profit or loss (FVTPL), where the assets does not meet the criteria for categorization as at amortized cost or as FVTOCI. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.
	Trade receivables, Advances, Security Deposits, Cash and cash equivalents etc. are classified for measurement at amortised cost.
	Investment in subsidiaries are carried at cost less accumulated impairment, if any.
(c)	Impairment
	The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such as loans, trade receivables, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.
(d)	De-recognition
	Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. If the asset is one that is measured at:
	(i) amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;
	(ii) fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.

KANCHAN JANGA INTEGRATED INFRASTRUCTURE DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

ii)	Financial liabilities
	Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.
iii)	Equity instruments
	Equity instruments are recognised at the value of the proceeds.
iv)	Offsetting of financial instruments
	Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.
v)	Dividend distribution
	Dividends paid (including income tax thereon) is recognised in the period in respect of the final dividend when approved by shareholders.
vi)	Fair value measurement
	The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
	Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
	Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
	Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).
2.12	Taxes
	Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period, together with any adjustment to tax payable in respect of previous years.
	Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.
	Deferred tax assets are recognized for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.
	The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.
	Income tax, in so far as it relates to items disclosed under other comprehensive income or

KANCHAN JANGA INTEGRATED INFRASTRUCTURE DEVELOPMENT PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2. Significant accounting policies (contd.)

	equity, are disclosed separately under other comprehensive income or equity, as applicable.
2.13	Earnings per Share
a)	Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders(after deducting attributable taxes) by the weighted-average number of equity shares outstanding during the period.
b)	For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted-average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.
	The number of equity shares and potential dilutive equity shares are adjusted retrospectively for all periods presented for any share split and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.
2.14	Foreign Currency Transactions
	The functional and presentation currency of the Company is Indian Rupee.
	Transactions in foreign currency are accounted for at the exchange rate prevailing on the transaction date. Gains/ losses arising on settlement as also on translation of monetary items are recognised in the Statement of Profit and Loss.
2.15	Cash and cash equivalents
	Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.
	For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are considered an integral part of the Company's cash management.
2.16	Cash Flow Statement
	Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.

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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to financial statements for the year ended March 31, 2018

Note No. : 4 Property, Plant and Equipment

Particulars	Gross Block			Depreciation / Amortisation		Net Block	
	As on 01.04.2017	Additions During the year	Sales/Adjustment s during the year	As on 31.3.2018	For the year As on 01.04.2017	As on 31.3.2018	As on 31.03.2017
Computer	2.50	1.54	-	4.04	0.93	2.93	0.49
Computer Software	1.59	-	-	1.59	0.34	1.67	0.27
Office Equipment	1.83	0.58	-	2.42	0.27	1.15	0.96
Furniture and Fixture	6.63	-	-	6.63	0.88	4.45	3.06
Total	12.56	2.12	-	14.68	2.42	10.20	4.78

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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to accounts (contd.)

(Rs. in Lakhs)

Note No. : 6 Other non-current assets (Unsecured, considered good unless stated otherwise)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Advances other than capital advances			
Security Deposit	1.14	1.14	1.74
Others			
Preliminary Expenses	-		
	<u>1.14</u>	<u>1.14</u>	<u>1.74</u>

Note No. : 6 Other Non-current tax assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Advance Tax	177.80	177.80	174.19
Less: Provision for taxation	38.12	29.00	24.00
	<u>139.69</u>	<u>148.80</u>	<u>150.19</u>

Note No. : 7 Inventories (Valued at lower of cost and net realisable value, unless stated otherwise)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Development Work In Progress	976.34	1,494.49	2,318.96
	<u>976.34</u>	<u>1,494.49</u>	<u>2,318.96</u>

Note No. : 8 Cash and cash equivalents

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Balances with banks			
On current accounts	3.57	32.54	6.54
Cash on hand	1.62	0.39	0.09
	<u>5.19</u>	<u>32.93</u>	<u>6.64</u>

Note No. : 9 Other financial assets

(Rs. in Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Carried at Amortised cost			
Advance to staff adjusted against salary	-	2.23	-
Imprest cash	-	0.92	-
	-		
	-	3.15	-

Note No. : 10 Other current assets (Unsecured, considered good)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Advances other than capital advances			
Other advances			
Advances to suppliers and others	17.44	18.36	20.21
Convat, Vat and other taxes / duties	54.61	29.94	33.70
		-	-
Others			
Prepaid expenses	0.06	0.06	0.22
	72.11	48.36	54.13

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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to accounts (contd.)

Note No. : 11 Equity share capital

(Rs. in Lakhs)

Particulars	As at 31st Mar, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares		No. of shares		No. of shares	
(a) Authorised						
Equity shares of par value 10/- each	5,00,000	50.00	5,00,000	50.00	5,00,000	50.00
		<u>50.00</u>		<u>50.00</u>		<u>50.00</u>
(b) Issued, subscribed and fully paid up						
Equity shares of par value 10/- each	5,00,000	50.00	5,00,000	50.00	5,00,000	50.00
		<u>50.00</u>		<u>50.00</u>		<u>50.00</u>

(c) Reconciliation of number and amount of equity shares outstanding:

Particulars	As at 31st Dec, 2017		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount in Rs.	No. of shares	Amount in Rs.	No. of shares	Amount in Rs.
At the beginning of the year	5,00,000	50.00	5,00,000	50.00	5,00,000	50.00
Add: Issue during the year	-	-	-	-	-	-
At the end of the year	5,00,000	50.00	5,00,000	50.00	5,00,000	50.00

(d) The Company has only one class of equity shares. The Company declares and pays dividend in Indian rupees. The holders of equity shares are entitled to receive dividend as declared from time to time and are entitled to one vote per share.

(e) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

(f) Shareholders holding more than 5 % of the equity shares in the Company :

Name of the shareholder	As at 31st Dec, 2017		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares held	% of holding	No. of shares held	% of holding	No. of shares held	% of holding
Shristi Housing Development Ltd.*	-	-	-	-	3,69,700	73.94%
Shristi Infrastructure Development Corporation Limited	3,69,700	73.94%	3,69,700	73.94%	-	-
West Bengal Industrial Infrastructure Development Corporation	1,30,000	26%	1,30,000	26%	1,30,000	26%

*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.

Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to accounts (contd.)

Note No. : 12 Other equity

Particulars	As at 31st Mar, 2018	As at 31st March, 2017	As at 1st April, 2016
(a) Retained earnings			
Balance as per last account	57.00	44.88	
Add: Net Profit for the year	23.85	12.11	
Add: Transfer from other comprehensive income		-	
Closing balance	80.84	57.00	44.88
Less : Appropriations:			
Interim dividend			
Tax on interim dividend			
(b) Other comprehensive income			
Balance as per last account	3.60	2.86	
Add: Other comprehensive income for the year	4.73	0.74	
Less: Transfer to retained earnings	1.13	3.60	2.86
	<u>79.71</u>	<u>60.60</u>	<u>47.74</u>

Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to accounts (contd.)

Note No. : 13 Borrowings

(i) Non-current		(Rs. in Lakhs)	
Particulars	As at 31st Mar, 2018	As at 31st March, 2017	As at 1st April, 2016
Carried at amortized cost			
Unsecured			
Loan from Related Party			
Shristi Housing Development Ltd.		-	345.86
Shristi Infrastructure Development Corp. Ltd	52.47	276.78	-
Loan from other parties	329.44	121.28	-
	<u>381.91</u>	<u>398.06</u>	<u>345.86</u>

(ii) Current			
Particulars	As at 31st Mar, 2018	As at 31st March, 2017	As at 1st April, 2016
Carried at amortized cost			
Loans repayable on demand			
Unsecured			
From Other Parties		-	89.08
	<u>-</u>	<u>-</u>	<u>89.08</u>

Note No. : 14 Provisions

(i) Non-current			
Particulars	As at 31st Mar, 2018	As at 31st March, 2017	As at 1st April, 2016
Provision for Employee benefits			
Gratuity	21.39	14.44	11.65
Leave Encashment	19.12	17.65	15.29
	<u>40.51</u>	<u>32.09</u>	<u>26.94</u>

(ii) Current			
Particulars	As at 31st Mar, 2018	As at 31st March, 2017	As at 1st April, 2016
Provision for Employee benefits			
Gratuity		0.78	0.65
Leave Encashment		1.07	1.10
Leave Travel Allowance	-	-	0.67
Ex-Gratia	-	-	0.79
	<u>-</u>	<u>1.84</u>	<u>3.21</u>

Note No. : 15 Trade payables

(Rs. in Lakhs)

Particulars	As at 31st Mar, 2018	As at 31st March, 2017	As at 1st April, 2016
Total outstanding dues of micro and small enterprises	-	-	-
Total outstanding dues of creditors other than micro and small enterprises	80.23	33.22	24.32
	<u>80.23</u>	<u>33.22</u>	<u>24.32</u>

Note No. : 16 Other Current Financial Liabilities

Particulars	As at 31st Mar, 2018	As at 31st March, 2017	As at 1st April, 2016
Carried at amortized cost			
Current maturities of long term borrowings	-	30.52	-
Unpaid salaries and other payroll dues	18.56	19.44	18.95
Others	-	-	0.30
	<u>18.56</u>	<u>49.96</u>	<u>19.25</u>

Note No. : 17 Other Current liabilities

Particulars	As at 31st Mar, 2018	As at 31st March, 2017	As at 1st April, 2016
Advances from customers	485.97	1,054.80	1,807.84
Statutory liabilities	62.06	53.08	123.69
	<u>548.03</u>	<u>1,107.88</u>	<u>1,931.53</u>

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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to accounts (contd.)

Note No. : 18 Revenue from operations

(Rs. in Lakhs)

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Income from Development	1,232.14	1,314.90
	<u>1,232.14</u>	<u>1,314.90</u>

Note No. : 19 Other income

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Ground Rent	6.04	14.45
Transfer Fee	1.26	0.39
Interim Maintenance charges	11.25	25.43
Legal & Documentation Charges	1.50	0.40
Electricity Installation Charges	-	0.48
Misc Income	0.00	-
Sundry Bal Written Back	0.30	-
Interest Income on Reliance Liquid Fund	1.14	-
	<u>21.49</u>	<u>41.15</u>

Note No. : 20 Direct Project Cost

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Construction Cost	288.72	102.61
Insurance Premium	0.28	0.28
Electrical Work	-	5.04
	<u>288.99</u>	<u>107.93</u>

Note No. : 21 Changes in Inventories

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Work- in-progress		
Opening stock	1,494.49	2,318.96
Less: Closing stock	976.34	1,494.49
	<u>518.15</u>	<u>824.47</u>

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Note No. : 22 Employee benefits expense

(Rs. in Lakhs)

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Salary, Incentive, Ex gratia etc	139.08	129.85
Conveyance and Other Allowances	100.42	103.77
Gratuity and Leave encashment	7.59	6.60
	<u>247.09</u>	<u>240.22</u>

Note No. : 23 Finance costs

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Interest expense		
On long term borrowings	29.96	70.61
Other borrowing costs	17.63	1.82
	<u>47.59</u>	<u>72.42</u>

Note No. : 24 Depreciation and amortisation expense

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Depreciation and amortisation of property, plant and equipment [Refer Note No. 4]	2.42	1.65
Amortisation of intangible assets [Refer Note No. 5]	-	-
	<u>2.42</u>	<u>1.65</u>

Note No. : 25 Other expenses

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Audit Fees	0.30	0.35
Advertisement Charges	6.90	2.49
Rent	2.31	1.97
Electricity Charges	2.20	0.76
Printing & Stationary	2.02	1.33
Professional Fees	13.06	6.11
Rates & Taxes	0.19	4.90
Equipment Hire Charges	0.11	-
Legal & Documentation Exp	0.58	-
Telephone Expenses	1.79	2.16
Repairs & Maintenance	1.01	1.78
Postage & telegram	0.21	0.16
Travelling & Conveyance exp	59.40	56.33
Security Service	6.51	4.57
Miscellaneous Expenditure	17.48	9.69
	<u>114.09</u>	<u>92.61</u>

Note No. : 26 Tax expense

(Rs. in Lakhs)

Particulars	Year ended 31st Mar, 2018	Year ended 31st March, 2017
Current tax	11.45	-
Deferred tax	-	-
	<u>11.45</u>	<u>-</u>
Reconciliation of Tax Expense		
Profit before tax	35.30	16.77
Applicable tax rate	32.445%	32.445%
Computed tax expense	<u>11.45</u>	<u>-</u>

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Kanchan Janga Integrated Infrastructure Development Private Limited
Notes to accounts (contd.)

Note No. : 27 Other disclosures

A. The company has not received memorandum (as required to be filed by suppliers with notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31 March 2018 as micro, small and medium enterprises. Hence, the amount due to micro and small enterprises as per requirement of Sec. 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil (31/03/ 2017 - Nil) (01/04/ 2016 - Nil).

B. Operating Segment

In line with Ind AS 108—Operating Segments, taking into account the organizational structure, product type as well as differing risks and returns criterion, there are no distinguishable Geographical or Business components on the basis of which segments can be identified.

C. Related party disclosures :

a) Name of the related parties and description of relationship :

i) Holding Company : Shristi Infrastructure Development Corporation Limited

(Control exists)

b) Transactions with Related parties :

(Rs. in Lakhs)

Nature of transaction / Name of the related party	Holding Company		
	2017-18	2016-17	
Loan			
Shristi Infrastructure Development Corporation Limited			
Taken during the year	(224.31)	276.78	
Balance Outstanding:	31st March, 2018	31st March, 2017	1st April, 2016
Shristi Infrastructure Development Corporation Limited			Rs.
Loan	52.47	276.78	

c) The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognised in current year and previous year for bad or doubtful debts in respect of the amounts owed by related parties.

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Kanchan Janga Integrated Infrastructure Development Private Limited

Notes to accounts (contd.)

Note No. : 27 Other disclosures (contd.)

D. No Statement of Profit and Loss has been prepared as the Company has not commenced any business operations.

E. Financial instruments - Accounting, Classification and Fair value measurements

a. Financial instruments by category

As at 31st March, 2018

(Rs. in Lakhs)

Sl. No.	Particulars	Refer Note No.	Carrying value Amortized cost		Fair Value		
			31st March, 2018	31st March, 2017	31st March, 2018	31st March, 2017	1st April, 2016
(1)	Financial assets						
(a)	Cash and cash equivalents	5	1.62	0.39	1.62	0.39	0.09
(b)	Other financial assets						
	Total		1.62	0.39	1.62	0.39	0.09
(2)	Financial liabilities						
(a)	Borrowings	9	381.91	398.06	381.91	398.06	345.86
(b)	Other financial liabilities	10	18.56	49.96		49.96	19.25
			400.47	448.02	381.91	448.02	365.12

b. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of cash and cash equivalents and other current financial assets, short term borrowings, trade payables and other current financial liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy.

No Financial assets and financial liabilities are measured at fair value on a recurring basis.

F. Financial risk management objectives and policies

The Company's activities is expose to liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk, and the related impact in the financial statements.

a. Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The company has only given security deposit and the company is exposed to credit risk to that extent.

b. Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash. The company is exposed to liquidity risk due to short term borrowings and other current liabilities.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.

The following are the contractual maturities of financial liabilities:

Particulars	(Rs. in Lakhs)			
	Carrying Amount	Less than 1 year	More than 5 years	Total
31st March, 2013				
Borrowings	381.91	381.91		381.91
Other financial liabilities	18.56	18.56		18.56
Total	400.47	400.47		400.47
31st March, 2017				
Borrowings	398.06	398.06	-	398.06
Other financial liabilities	49.96	49.96	-	49.96
Total	448.02	448.02	-	448.02
1st April, 2016				
Borrowings	345.86			
Other financial liabilities	19.25	19.25		19.25
Total	365.12	19.25	-	19.25

G. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserve attributable to the equity shareholders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders.

H. First-time Adoption of Ind AS

- (i) These financial statements, for the year ended 31st March, 2018, are the first financial statements, the Company has prepared in accordance with Ind AS.
- Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2018, together with the comparative figures for the year ended 31st March, 2017, as described in the summary of significant accounting policies.
- The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2016 (the transition date) by:
- recognising all assets and liabilities whose recognition is required by Ind AS,
 - not recognising items of assets or liabilities which are not permitted by Ind AS,
 - reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
 - applying Ind AS in measurement of recognised assets and liabilities.

(ii) A. Reconciliation of total comprehensive income for the year ended 31st March, 2017 :Not applicable

B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	(Rs. in Lakhs)	
	As at 1st April, 2016 (Date of transition)	As at 31st March, 2017 (end of last period presented under previous GAAP)
	Rs.	Rs.
Equity as reported under previous GAAP	129.71	129.71
Add/(Less) - Effect of transition to Ind AS	0.00	0.00
Equity as reported under Ind AS	129.71	129.71

(iii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions in the financial statements:

- Capital work in progress were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.

(iv) There is no impact on cash flow statement.

Recent accounting pronouncements

- a) Appendix B to Ind AS 21, Foreign currency transactions and advance consideration: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The amendment will come into force from April 1, 2018. The Company does not have Foreign currency transactions, therefore, there is no impact on the financial statements.
- b) Ind AS 115- Revenue from Contract with Customers: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers. The standard permits two possible methods of transition:
- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors.
 - Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch - up approach)
- The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018. The Company will adopt the standard on April 1, 2018 by using the cumulative catch-up transition method and accordingly comparatives for the year ending or ended March 31, 2018 will not be retrospectively adjusted. There will be no effect on adoption of Ind AS 115 as the Company has no commercial operations.


DBK Associates
Chartered Accountants
Firm Registration No. 322817E

Pulak Chatterjee
Partner
Membership No. 056493
Place : Kolkata
Date : 21/05/2018



For and on Behalf of the Board


Sunil Jha
Director
00085667


B K Tulsyan
Director
02447595

R B S C & CO.

CHARTERED ACCOUNTANTS

(Formerly S. S. Kothari & Co.)

R.K. ROYCHOUDHURY B.Sc., B.Com., F.C.A.
T.K. SENGUPTA B.Com., LL.B., F.C.A.

R.N. BARDHAN B.Com., F.C.A.
P.K. BHATTACHARYA B.Com., F.C.A.

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21, OLD COURT HOUSE STREET
KOLKATA - 700 001

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e-mail : rbcs.ca@gmail.com

sskotharico@gmail.com

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF Avarsekar Realty Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Avarsekar Realty Private Limited** ("the Company"), which comprise the balance sheet as at 31st March 2018, and the statement of profit and loss, the statement of changes in Equity and the cash flow statement for the year 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 of these standalone financial statements that give a true and fair view of the financial position, financial performance, change in Equity and cash flows of the Company in accordance Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. 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 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 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 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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 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, of the state of affairs of the Company as at 31st March 2018 and its loss and statement of equity 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, Statement of Change in Equity and Cash Flow Statement, dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statement comply with the Indian Accounting Standards specified under Section 133 of the Act, read with companies (Indian Accounting Standards) Rules, 2015;
- (e) On the basis of written representations received from the directors as at 31st March 2018 taken on record by the Board of Directors, none of the directors as on 31st March 2018 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

Date: 16th May, 2018



For R B S C & Co.
Chartered Accountants
Firm Regn. No. 302034E


(R. N. Bardhan)
Partner
Membership No. 017270

Annexure- A to the Independent Auditor's Report

The Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to Statutory Audit of **Avarsekar Realty Private Limited** for the year ended 31st March, 2018, we report that :

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The management has physically verified the fixed assets of the Company in a phased manner to cover the entire block of assets once in a year and no material discrepancies were noticed. The procedure adopted by the management is reasonable in our opinion having regard to the size of the company and nature of its assets.
- (c) The Company does not have immovable properties. Hence Clause 1(c) of the Order is not applicable.
- (ii) (a) The Company has physically verified the inventory at reasonable interval of time.
- (b) No material discrepancies were noticed while physical verification of inventory.
- (iii) The Company has not granted any loan to parties covered in the register maintained under Section 189 of the Companies Act, 2013. Thus paragraph 3(iii) of the Order is not applicable.
- (iv) The Company has given loan but not made any investment during the year. Section 185 and 186 of Companies Act, 2013 have been complied properly.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the services rendered by the Company.
- (vii)(a) According to the information and explanations given to us, and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Duty of Customs, Value Added Tax, Cess and other material statutory dues have been regularly deposited wherever applicable during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31st March, 2018 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no material dues of duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company has not defaulted in the repayments of dues of financial institutions, banks, or debenture holders during the year.




- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) The Company has paid / provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- (xii) The Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) The Company has not entered in any transactions as defined in Section 177 and Section 188 of the Act and thus Clause xiii of paragraph 3 of the Order is not applicable.
- (xiv) 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.
- (xv) According to the information and explanations give 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.
- (xvi) The Company is not registered to be required under Section 45-IA of the Reserve Bank of India Act, 1934.

Kolkata
Date: 16th May, 2018



For R B S C & Co.
Chartered Accountants
Firm Regn. No. 302034E


(R. N. Bardhan)
Partner
Membership No. 017270

Annexure - B to the Independent Auditors' Report

The Annexure referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to the financial control under clause (i) of Sub-section 3 of Section 143 of the Act for the year ended 31st March, 2018, we report that :

We have audited the internal financial controls over financial reporting of **Avarsekar Realty Private Limited** ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone 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 ('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

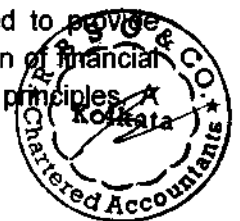
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on 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 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.



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 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 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 2018, 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
Date: 16th May, 2018

For R B S C & Co.
Chartered Accountants
Firm Regn. No. 302034E



(R. N. Bardhan)
Partner

Membership No. 017270



AVARSEKAR REALTY PVT LTD

Balance Sheet as at 31st March, 2018

(Rs. In Lakhs)

	Particulars	Note No.	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
			Amount	Amount	Amount
I.	ASSETS				
(1)	Non - current assets				
(a)	Property, plant and equipment	3	4.10	5.36	2.98
(2)	Current assets				
(a)	Inventories	4	6,540.74	6,150.80	11,723.76
(b)	Financial assets				
(i)	Loans	5	3,075.00	3,075.00	525.00
(ii)	Cash and cash equivalents	6(i)	1.50	1.36	1.57
(iii)	Bank balances other than cash and cash equivalents	6(ii)	540.63	500.00	500.00
(iv)	Other financial assets	7	13.00	13.00	36.00
(c)	Current tax assets (net)	8	38.52	33.83	25.62
(d)	Other current assets	9	6,877.50	6,520.73	5,901.71
	Total Assets		17,090.98	16,300.08	18,716.65
II.	EQUITY AND LIABILITIES				
(1)	Equity				
(a)	Equity Share capital	10	1.00	1.00	1.00
(b)	Other Equity	11	8.61	6.75	0.00
	Liabilities				
(2)	Non - current liabilities				
(a)	Financial liabilities				
(i)	Borrowings	12	15,200.00	15,200.00	11,850.00
(3)	Current liabilities				
(a)	Financial liabilities				
(i)	Borrowings	13	502.60	59.28	234.99
(ii)	Trade and other payables	14	69.20	38.59	111.51
(iii)	Other financial liabilities	15	4.05	11.45	331.22
(b)	Other current liabilities	16	1,305.51	983.00	6,187.94
	Total Equity and Liabilities		17,090.98	16,300.08	18,716.65
	Corporate Information	1			
	Significant accounting policies	2			
	The accompanying notes 1 to 27 are an integral part of the financial statements.				

As per our report of even date attached.

For and on behalf of the Board of Directors

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants



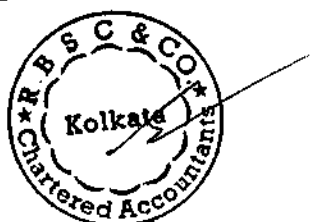
R.N. Bardhan

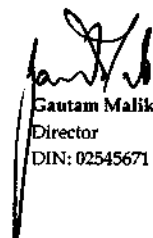
Partner

Membership No.17270

Date: 16.05.2018

Place: Kolkata




Gautam Malik
Director
DIN: 02545671


Rahul Varma
Director
DIN :00085064

AVARSEKAR REALTY PVT LTD

Statement of Profit and Loss for the year ended 31st March, 2018

(Rs. In Lakhs)

	Particulars	Note No.	Year ended 31st March, 2018	Year ended 31st March, 2017
I.	Revenue from operations	17	(13.90)	6,038.52
II.	Other income	18	43.76	46.02
III.	Total income (I+II)		29.86	6,084.54
IV.	Expenses:			
	Change in inventories of finished goods, Stock in trade and Work-in-progress	19	(389.94)	5,572.96
	Direct Project Expenses	20	206.50	281.03
	Employee benefit expense	21	140.45	139.32
	Finance Costs	22	28.43	31.27
	Depreciation and amortization expense	23	1.58	1.44
	Other Expenses	24	40.33	49.01
	Total expenses (IV)		27.36	6,075.04
V.	Profit/ (loss) before tax and exceptional items(III-IV)		2.50	9.51
VI.	Exceptional Items	25	0.00	0.14
VII.	Profit/ (loss) before tax (V+VI)		2.50	9.65
VIII.	Tax expense			
	Current Tax		0.64	2.89
	Deferred Tax		0.00	0.00
IX.	Profit/ (loss) for the year (V-VI)		1.86	6.75
X.	Other Comprehensive Income		0.00	0.00
	Total Other Comprehensive Income		0.00	0.00
	Total Comprehensive Income for the year (VII + VIII) (Comprising Profit (Loss) and Other Comprehensive Income for the period)		1.86	6.75
X.	Earnings per equity share (Nominal value per share Rs.10/-)	26		
	- Basic		18.60	67.55
	- Diluted		18.60	67.55
	The accompanying notes 1 to 27 are an integral part of the financial statements.			

As per our report of even date attached.

For and on behalf of the Board of Directors

For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants

R.N.Bardhan
Partner
Membership No.17270



Date: 16.05.2018
Place: Kolkata

Gautam Malik
Director
DIN: 02545671

Rahul Varma
Director
DIN :00085064

AVARSEKAR REALTY PVT LTD

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

(Rs.in Lakhs)

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
A. Cash flows from operating activities		
Profit before taxation	2.50	9.65
Adjustments for:		
Depreciation	1.58	1.44
Exceptional items	0.00	-0.14
Finance Costs	28.43	31.27
Finance Income	(40.63)	(25.65)
Round off adjustment		0.01
Operating profit before working capital changes	(8.12)	16.58
Working capital changes:		
(Increase)/decrease in inventories	(389.94)	5,572.96
Decrease/(increase) in financial assets-loans	-	(2,550.00)
Increase / (Decrease) in other financial asset	-	22.99
Increase / (Decrease) in other current assets	(356.76)	(619.02)
Increase/(Decrease) in trade and other payables	30.61	(72.91)
Increase/(Decrease) other financial liabilities	(7.40)	(319.77)
Increase/(Decrease) other current liabilities	322.51	(5,204.93)
Cash generated from operations	(409.10)	(3,154.10)
Income tax paid	(5.33)	11.10
Net cash from operating activities (A)	(414.44)	(3,165.20)
B. Cash flows from investing activities		
Purchase of Property, plant and equipments	(0.32)	(3.68)
Finance Income	40.63	25.65
Net cash used in investing activities (B)	40.31	21.97
C. Cash flows from financing activities		
Proceeds from long-term borrowings	-	3,350.00
Repayment of short-term borrowings	-	(175.71)
Proceeds from short-term borrowings	443.32	-
Finance Costs	(28.43)	(31.27)
Net cash used in financing activities (C)	414.90	3,143.02
Net increase in cash and cash equivalents	40.77	(0.21)
Cash and cash equivalents at beginning of period	501.36	501.57
Cash and cash equivalents at end of period	542.13	501.36

As per our report of even date attached.

For and on behalf of the Board of Directors

For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants

R.N.Bardhan
Partner
Membership No.17270



Date: 16.05.2018
Place: Kolkata

Gautam Malik
Gautam Malik
Director
DIN: 02545671

Rahul Varma
Rahul Varma
Director
DIN :00085064

AVARSEKAR REALTY PVT LTD

Statement of Changes in Equity for the Year ended 31st March, 2018

(a) Equity Share capital

(Rs. In Lakhs)

Balance as at 1st April, 2016	Changes in equity share capital during the year	Balance as at 31st March, 2017
Rs. 1.00	Rs. 0.00	Rs. 1.00

Balance as at 1st April, 2017	Changes in equity share capital during the year	Balance as at 31st March, 2018
Rs. 1.00	Rs. 0.00	Rs. 1.00

(b) Other Equity


(Rs. In Lakhs)

	Reserves and surplus		Items of Other Comprehensive Income	Total
	Retained Earnings	Securities Premium		
	Rs.		Rs.	Rs.
Balance as at 1st April 2016	0.00	0.00	0.00	0.00
Profit/(Loss) for the year	6.75	0.00	0.00	6.75
Other comprehensive income for the year, net of income tax	0.00	0.00	0.00	0.00
Balance as at 31st March, 2017	6.75	0.00	0.00	6.75
Balance as at 1st April 2017	6.75	0.00	0.00	6.75
Profit/(Loss) for the period	1.86	0.00	0.00	1.86
Other comprehensive income for the year, net of income tax	0.00	0.00	0.00	0.00
Balance as at 31st March, 2018	8.61	0.00	0.00	8.61


As per our report of even date attached.

For and on behalf of the Board of Directors

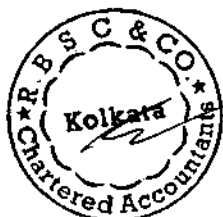
For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants


R.N. Bardhan
Partner
Membership No.17270


Gautam Malik
Director
DIN: 02545671


Rahul Varma
Director
DIN :00085064

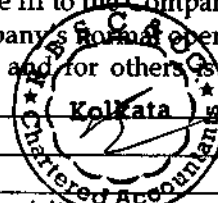
Date: 16.05.2018
Place: Kolkata



Avarsekar Realty Private Limited

Notes to Financial Statements

1.	Corporate information
	<p>Avarsekar Realty Private Limited ("the Company") is an unlisted entity incorporated in India and is engaged in the business of Real Estate Development.</p> <p>Shristi Infrastructure Development Corporation Ltd. is the holding company owned 100% of equity share capital of the Company.</p>
	<p>Its registered office is situated Mumbai. The financial statements for the year ended March 31, 2018 were approved for issue by the Board of Directors on May 16th, 2018.</p>
2.	Significant accounting policies
2.1	Statement of Compliance with Ind AS
	<p>These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013. The Company adopted Ind AS from 1st April, 2017. Up to the year ended 31st March, 2017, the Company prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2016. Details of the exceptions and optional exemptions availed by the Company and principal adjustments along with related reconciliations are detailed in Note 27G (First-time Adoption).</p>
2.2	Basis of preparation
	<p>The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies. Historical cost is generally based on the fair value of the consideration in exchange for goods and services.</p>
	<p>All amount disclosed in the financial statements including notes thereon have been rounded off to the nearest lacs as per the requirement of Schedule III to the Act, unless stated otherwise.</p>
2.3	Use of estimates
	<p>The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.</p>
2.4	Operating Cycle
	<p>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 and Ind AS 1 - Presentation of Financial Statements. The Company's normal operating cycle is 3 years in respect of the development of real estate projects and for others based on 12 months period.</p>
2.5	Property, plant and equipment (PPE) and Depreciation
a)	<p>Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost</p>

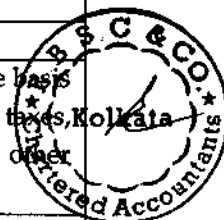


Avarsekar Realty Private Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	which represents the carrying value of PPE recognised as at 1st April, 2016 measured as per the previous GAAP						
b)	Cost is inclusive of inward freight, non-refundable taxes and duties and directly attributable costs of bringing an asset to the location and condition of its intended use. All upgradation / enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits.						
	The cost and related accumulated depreciation are derecognised from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss.						
c)	Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Depreciation on items of PPE is provided on a written down value basis to allocate their cost, net of their residual value over the estimated useful life of the respective asset as specified in Schedule II to the Companies Act, 2013.						
	The estimated useful lives of PPE of the Company are as follows:						
	<table border="1"> <tr> <td>Furniture and fixtures</td><td>10 years</td></tr> <tr> <td>Office equipment</td><td>5 years</td></tr> <tr> <td>Computers</td><td>3-6 years</td></tr> </table>	Furniture and fixtures	10 years	Office equipment	5 years	Computers	3-6 years
Furniture and fixtures	10 years						
Office equipment	5 years						
Computers	3-6 years						
	The estimated useful lives, residual values and method of depreciation are reviewed at each Balance sheet date and are and changes, if any, are treated as changes in accounting estimate.						
2.6	Impairment of Assets						
	As at each balance sheet date, the Company assesses whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, if any, an impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.						
	If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.						
2.7	Inventories						
	The construction work in progress is valued at lower of cost or net realisable value on the basis of specific identification. Cost includes cost of land/development rights, rates and taxes, construction costs, borrowing costs, other direct expenditure, allocated overheads and other incidental expenses.						
2.8	Revenue recognition						
	Revenue is recognised to the extent it is probable that economic benefits would flow to the Company and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes.						



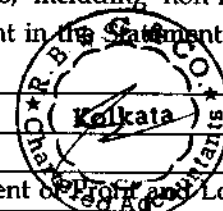
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Avarsekar Realty Private Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

a)	Revenue from real estate projects
	The Company follows the percentage of project completion method for its projects. The Company recognises revenue in proportion to the actual project cost incurred.
	The estimates relating to percentage of completion, costs to completion, area available for sale etc. being of a technical nature are reviewed and revised periodically by the management and are considered as change in estimates and accordingly, the effect of such changes in estimates is recognised prospectively in the period in which such changes are determined.
b)	Interest income
	Interest income is recorded on accrual basis using the effective interest rate (EIR) method.
c)	All other income are accounted for on accrual basis.
2.9	Borrowing costs
	Borrowing costs that are directly attributable to the acquisition and/or construction of a qualifying asset are capitalized as part of the cost of such asset till such time that is required to complete and prepare the asset to get ready for its intended use. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use.
	All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.
2.10	Provisions, contingent liabilities and contingent assets
a)	Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.
b)	Contingent liability is disclosed for possible obligations which will be confirmed only by future events not wholly within the control of the Company or present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
c)	Contingent assets are neither recognized nor disclosed except when realisation of income is virtually certain, related asset is disclosed.
d)	Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.
2.11	Employee benefits
a)	Short-term employee benefits
	Short-term employee benefits in respect of salaries and wages, including non-monetary benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.
b)	Defined contribution plans
	Company's Contributions to Provident are charged to the Statement of Profit and Loss in the

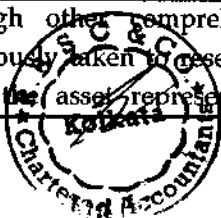


Avarsekar Realty Private Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	year when the contributions to the respective funds are due.
2.12	Financial instruments, Financial assets, Financial liabilities and Equity instruments
	Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities.
i)	Financial Assets
(a)	Recognition
	Financial assets include Loans, Advances, Security Deposits, Cash and cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.
(b)	Classification
	Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification. Financial assets are classified as those measured at:
1)	amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/ or interest.
2)	fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
3)	fair value through profit or loss (FVTPL), where the assets does not meet the criteria for categorization as at amortized cost or as FVTOCI. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.
	Loans, Advances, Security Deposits, Cash and cash equivalents etc. are classified for measurement at amortised cost.
(c)	Impairment
	The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such as loans, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.
(d)	De-recognition
	Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. If the asset is one that is measured at:
(i)	amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;
(ii)	fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the

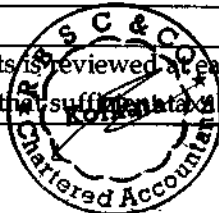


Avarsekar Realty Private Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	cumulative fair value adjustments previously taken to reserves is reclassified within equity.
ii)	Financial liabilities
	Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.
iii)	Equity instruments
	Equity instruments are recognised at the value of the proceeds.
iv)	Offsetting of financial instruments
	Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.
v)	Dividend distribution
	Dividends paid (including income tax thereon) is recognised in the period in respect of the final dividend when approved by shareholders.
vi)	Fair value measurement
	The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
	Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
	Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
	Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).
2.13	Taxes
	Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period, together with any adjustment to tax payable in respect of previous years.
	Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.
	Deferred tax assets are recognized for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.
	The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow



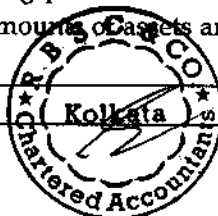
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Avarsekar Realty Private Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	all or part of the deferred tax assets to be utilised.
	Income tax, in so far as it relates to items disclosed under other comprehensive income or equity, are disclosed separately under other comprehensive income or equity, as applicable.
2.14	Earnings per Share
a)	Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted-average number of equity shares outstanding during the period.
b)	For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted-average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.
	The number of equity shares and potential dilutive equity shares are adjusted retrospectively for all periods presented for any share split and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.
2.15	Foreign Currency Transactions
	The functional and presentation currency of the Company is Indian Rupee.
	Transactions in foreign currency are accounted for at the exchange rate prevailing on the transaction date. Gains/ losses arising on settlement as also on translation of monetary items are recognised in the Statement of Profit and Loss.
2.16	Cash and cash equivalents
	Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.
	For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are considered an integral part of the Company's cash management.
2.17	Cash Flow Statement
	Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.
3.	Critical accounting estimates
	The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.
(i)	Revenue and inventories



Avarsekar Realty Private Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

The Company recognizes revenue using the percentage of completion method. This requires forecasts to be made of total budgeted cost with the outcomes of underlying construction and service contracts, which require assessments and judgements to be made on changes in work scopes, claims (compensation, rebates etc.) and other payments to the extent they are probable and they are capable of being reliably measured. For the purpose of making estimates for claims, the Company used the available contractual and historical information.



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A VARSEKAR REALTY PVT LTD

NOTE 3 - Property, plant and equipment

Particulars	Gross Block			Depreciation / Amortisation			Net Block	
	As on 01.04.2017	Addition during the period	Sales/ Adjustments during the period	As on 31.03.2018	For the period	Sales/ Adjustments during the period	As on 31.03.2018	As on 31.03.2017
Property, plant and equipment								
Furniture & Fixture	1.42	0.00	0.00	1.42	0.16	0.00	0.41	1.92
Office Equipment	3.01	0.00	0.00	3.01	0.55	0.00	1.09	1.18
Computers & Accessories	2.23	0.32	0.00	2.55	0.87	0.00	1.37	1.00
	6.66	0.32	0.00	6.98	1.58	0.00	2.88	4.10

Particulars	Gross Block			Depreciation / Amortisation			Net Block	
	Deemed Cost as on 01.04.2016	Addition during the year	Sales/ Adjustments during the year	As on 31.03.2017	For the year	Sales/ Adjustments during the year	As on 31.03.2017	As on 31.03.2016
Property, plant and equipment								
Furniture & Fixture	0.63	0.78	0.00	1.42	0.25	-0.01	0.26	0.63
Office Equipment	0.68	2.33	0.00	3.01	0.56	0.02	0.54	0.68
Computers	1.67	0.56	0.00	2.23	0.63	0.13	0.50	1.67
	2.98	3.68	0.00	6.66	1.44	0.14	1.30	2.98



AVARSEKAR REALTY PVT LTD

Notes to accounts (contd.)

Note No. : 4 Inventories (Valued at lower of cost and net realisable value, unless stated otherwise)

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Construction Work-in-progress	6,540.74	6,150.80	11,723.76
	<u>6,540.74</u>	<u>6,150.80</u>	<u>11,723.76</u>

Note No. : 5 Financial Assets- Loans

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Loans and advances to related parties	3,075.00	3,075.00	525.00
	<u>3,075.00</u>	<u>3,075.00</u>	<u>525.00</u>

Note No. : 6(i) Cash and cash equivalents

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Cash in hand	1.40	1.32	1.50
Balances with banks On current accounts	0.10	0.04	0.08
	<u>1.50</u>	<u>1.36</u>	<u>1.57</u>

Note No. : 6(ii) Bank Balance other than cash and cash equivalents

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Earmarked with banks Fixed Deposits	540.63	500.00	500.00
	<u>540.63</u>	<u>500.00</u>	<u>500.00</u>

Note No. : 7 Other Financial Assets- Current (Unsecured, considered good)

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Security Deposits	13.00	13.00	13.00
Interest accrued but not due on Fixed Deposits	0.00	0.00	22.99
	<u>13.00</u>	<u>13.00</u>	<u>36.00</u>



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Note No. : 8 Current tax assets (net)

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Advance tax	38.52	33.83	25.62
Less:- Provision for taxation	0.00	0.00	0.00
	<u>38.52</u>	<u>33.83</u>	<u>25.62</u>

Note No. : 9 Other current assets (Unsecured, considered good)

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Advances recoverable in cash or in kind or for value to be received			
To others	500.00	500.00	500.00
Advances other than capital advances			
Other advances			
Advances to suppliers and others	6,293.61	5,912.04	5,291.96
Cenvat, Vat and other taxes / duties	83.59	108.28	109.76
Others			
Staff Imprest	0.30	0.41	0.00
	<u>6,877.50</u>	<u>6,520.73</u>	<u>5,901.71</u>

Note No. : 11 Other Equity

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Retained earnings			
Balance as per last account	6.75	0.00	0.00
Add: Net Profit for the year	1.86	6.75	0.00
	<u>8.61</u>	<u>6.75</u>	<u>0.00</u>

Note No. : 12 Financial Liabilities - Borrowings

Non- Current

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Carried at amortized cost			
From entities other than banks			
Secured			
Srei Equipment Finance Limited	15,200.00	15,200.00	11,850.00
	<u>15,200.00</u>	<u>15,200.00</u>	<u>11,850.00</u>



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AYARSEKAR REALTY PVT LTD

Notes to accounts (contd.)

Note No. : 10

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	(Rs. in Lakhs)	No. of shares	(Rs. in Lakhs)	No. of shares	(Rs. in Lakhs)
(a) Authorised				Rs.		Rs.
Equity shares of par value Rs. 10/- each	1,00,000	10.00	1,00,000	10.00	1,00,000	10.00
(b) Issued, subscribed and fully paid up						
Equity shares of par value Rs. 10/- each	10,000	1.00	10,000	1.00	10,000	1.00
		1.00		1.00		1.00

(c) Reconciliation of number and amount of equity shares outstanding:

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	(Rs. in Lakhs)	No. of shares	(Rs. in Lakhs)	No. of shares	(Rs. in Lakhs)
At the beginning of the year	10,000	1.00	10,000	1.00	10,000	1.00
Add: Issued during the year	-	0.00	-	0.00	-	0.00
At the end of the year	10,000	1.00	10,000	1.00	10,000	1.00

(d) Terms / Rights attached to Equity shares :

The Company has only Equity shares having a par value of Rs. 10.00 per share. Each holder of Equity shares are entitled to receive dividend as declared from time to time and entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

(e) Shares held by holding/ultimate holding company and/or their subsidiaries/associates :

Name of the Company (Relationship)	As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	% of holding	No. of shares	% of holding
Bharat Nirman Ltd	-	-	9,900	100.00%
Shristi Infrastructure Development Corporation Ltd along with its nominee share holder (Holding Company)	10,000	100.00%	-	-

(f) Shareholders holding more than 5 % of the equity shares in the Company :

Name of the shareholders	As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	% of holding	No. of shares	% of holding
Bharat Nirman Ltd	-	-	9,900	100.00%
Shristi Infrastructure Development Corporation Ltd along with its nominee share holder (Holding Company)	10,000	100.00%	-	-



Note No. : 13 Financial Liabilities - Borrowings
Current

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Carried at amortized cost			
From banks			
Secured			
Corporation bank	502.60	59.28	234.99
	502.60	59.28	234.99

Note No. : 14 Trade payables and other payables

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Trade payables			
Total outstanding dues of micro and small enterprises		0.00	0.00
Total outstanding dues of creditors other than micro and small enterprises	69.20	38.59	111.51
	69.20	38.59	111.51

Note No. : 15 Other financial liabilities- Current

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Financial liabilities at amortized cost			
Current maturities of long term borrowings	0.00	2.89	320.37
Other Payables			
Book overdraft balances	0.01	0.01	0.00
Unpaid salaries and other payroll dues	4.04	8.55	10.84
	4.05	11.45	331.22

Note No. : 16 Other current liabilities

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Other Advances			
Advance from Customer and Others	1,253.64	932.39	6,076.25
Others			
Statutory liabilities	51.87	50.61	111.69
	1,305.51	983.00	6,187.94



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Note No. : 17 Revenue from Operations

(Rs. In Lakhs)

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Revenue from real estate projects	-13.90	6,038.52
	<u>-13.90</u>	<u>6,038.52</u>

Note No. : 18 Other Income

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Fixed deposit with banks	40.63	25.65
Cancellation charges	3.13	0.00
Other non-operating income		
Unspent liabilities/balances written back	0.00	20.37
	<u>43.76</u>	<u>46.02</u>

Note No. : 19 Change in inventories of finished goods, Stock in trade and Work-in-progress

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Construction Work- in-progress		
Opening stock	6,150.80	11,723.76
Less : Closing stock	6,540.74	6,150.80
	<u>-389.94</u>	<u>5,572.96</u>

Note No. : 20 Direct Project expenses

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Rates and Taxes	0.10	1.11
Contractors' expenses (including towards turnkey contracts)	206.40	279.92
	<u>206.50</u>	<u>281.03</u>



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Note No. : 21 Employee Benefits Expense

(Rs. In Lakhs)

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Salaries and wages	128.56	133.16
Contribution to provident and other funds	11.30	5.60
Staff welfare expense	0.59	0.55
	<u>140.45</u>	<u>139.32</u>

Note No. : 22 Finance Costs

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Interest expense		
Borrowings*	28.43	31.27
Others	0.00	0.01
* Includes interest on late payment of statutory dues.		
	<u>28.43</u>	<u>31.27</u>

Note No. : 23 Depreciation and amortisation expense

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Depreciation and amortisation of property, plant and equipment	1.58	1.44
	<u>1.58</u>	<u>1.44</u>



Note No. : 24 Other expenses

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Advertisement & Marketing Expenses	9.93	15.46
Business Promotion	0.87	0.00
Car Hire & Running Expenses	0.29	0.13
Professional & Consultancy Charges	9.37	23.18
Electricity Charges	0.54	0.56
Printing & Stationary	0.54	0.72
Rates and taxes	1.51	0.00
Travelling & Conveyance	5.90	4.93
Payments to auditor		
As auditor for statutory audit	0.30	0.20
For Tax Audit	0.00	0.10
Other expenses	11.08	3.75
	40.33	49.01

Note No. : 25 Exceptional items

(Rs. In Lakhs)

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Prior period adjustment in property, plants and equipment	0.00	0.14
	0.00	0.14

Note No. : 26 Earnings per share

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
a) Amount used as the numerator (Rs.) Profit/(Loss) after Tax - (A)	1,85,974.34	6,75,451.80
b) Weighted average number of Equity Shares outstanding used as the denominator for computing Basic Earnings per Share - (B)	10,000.00	10,000.00
c) Weighted average number of Equity Shares outstanding used as the denominator for computing Diluted Earnings per Share - (C)	10,000.00	10,000.00
d) Nominal value of Equity Shares (Rs.)	1.00	1.00
e) Basic Earnings per Share (Rs.) (A/B)	18.60	67.55
f) Diluted Earnings per Share (Rs.) (A/C)	18.60	67.55



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AVARSEKAR REALTY PVT LTD

Notes to accounts (contd.)

Note No. : 27 Other disclosures

A. The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31 March 2018 as micro, small and medium enterprises. Consequently, the amount due to micro and small enterprises as per requirement of Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil (31st March 2017 - Nil) (1st April 2016 - Nil).

B. Operating Segment

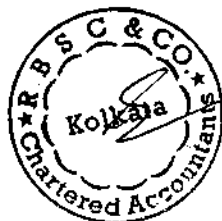
In line with Ind AS 108 -Operating Segments, taking into account the organizational structure, product type as well as the differing risks and returns criterion, there are no distinguishable Geographical or Business components on the basis of which segments can be identified.

C. Related party disclosures :

a) Name of the related parties and description of relationship :

i) **Holding Company : Shristi Infrastructure Development Corporation Limited**
(Control exists)

b) Transactions with Related parties Rs. 30.75 Lakhs Dr. (No movement during the year).



AVARSEKAR REALTY PVT LTD

Notes to accounts (contd.)

Note No. : 27 Other disclosures (contd.)

D. Financial instruments - Accounting, Classification and Fair value measurements

a. Financial instruments by category

As at 31st March, 2018

(In Rs.Lakhs)

Sl. No.	Particulars	Refer Note No.	Amortized cost			Fair Value		
			31st March, 2018	31st March, 2017	1st April, 2016	31st March, 2018	31st March, 2017	1st April, 2016
(1)	Financial assets							
(a)	Loans	5	3,075.00	3,075.00	525.00	3,075.00	3,075.00	525.00
(b)	Cash and cash equivalents	6(i)	1.50	1.36	1.57	1.50	1.36	1.57
(c)	Bank balances other than cash and cash equivalents	6(ii)	540.63	500.00	500.00	540.63	500.00	500.00
(d)	Other financial assets	7	13.00	13.00	36.00	13.00	13.00	36.00
	Total		3,630.13	3,589.36	1,062.57	3,630.13	3,589.36	1,062.57
(2)	Financial liabilities							
(a)	Borrowings (Non-Current)	12	15,200.00	15,200.00	11,850.00	15,200.00	15,200.00	11,850.00
(b)	Borrowings (Current)	13	502.60	59.28	234.99	502.60	59.28	234.99
(c)	Trade payables	14	69.20	38.59	111.51	69.20	38.59	111.51
(d)	Other financial liabilities	15	4.05	11.45	331.22	4.05	11.45	331.22
	Total		15,775.86	15,309.32	12,527.71	15,775.86	15,309.32	12,527.71

b. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of cash and cash equivalents and other current financial assets, short term borrowings, trade payables and other current financial liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy.

No financial assets and financial liabilities are measured at fair value on a recurring basis.

E. Financial risk management objectives and policies

The Company's activities is expose to liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

a. Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The company has only given security deposit and the company is exposed to credit risk to that extent.

b. Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash. The company is exposed to liquidity risk due to short term borrowings and other current liabilities.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.

The following are the contractual maturities of financial liabilities:

Particulars	Carrying Amount	Less than 1 year	1-5 years	More than 5 years	Total
31st March, 2018					
Borrowings (Non-Current)	15,200.00			15,200.00	15,200.00
Borrowings (Current)	502.60	502.60			502.60
Trade payables	69.20	69.20			69.20
Other financial liabilities	4.05	4.05			4.05
Total	15,775.86	575.86		15,200.00	15,775.86
31st March, 2017					
Borrowings (Non-Current)	15,200.00			15,200.00	15,200.00
Borrowings (Current)	59.28	59.28			59.28
Trade payables	38.59	38.59			38.59
Other financial liabilities	11.45	11.45			11.45
Total	15,309.32	109.32		15,200.00	15,309.32
1st April, 2016					
Borrowings (Non-Current)	11,850.00			11,850.00	11,850.00
Borrowings (Current)	234.99	234.99			234.99
Trade payables	111.51	111.51			111.51
Other financial liabilities	331.22	331.22			331.22
Total	12,527.71	677.71		11,850.00	12,527.71



F. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserve attributable to the equity share-holders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders.

G. First-time Adoption of Ind AS

(i) These financial statements, for the year ended 31st March, 2018, are the first financial statements, the Company has prepared in accordance with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2018, together with the comparative figures for the year ended 31st March, 2017, as described in the summary of significant accounting policies [Refer Note No.1].

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2016 (the transition date) by:

- recognising all assets and liabilities whose recognition is required by Ind AS,
- not recognising items of assets or liabilities which are not permitted by Ind AS,
- reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
- applying Ind AS in measurement of recognised assets and liabilities.

(ii) A. Reconciliation of total comprehensive income for the year ended 31st March, 2017 :Not applicable

B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	(Rs. in Lakhs)	
	As at 1st April, 2016 (Date of transition)	As at 31st March, 2017 (end of last period presented under previous GAAP)
	Rs.	Rs.
Equity as reported under previous GAAP	1.00	7.75
Add/(Less) - Effect of transition to Ind AS	0.00	0.00
Equity as reported under Ind AS	1.00	7.75

(iii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions in the financial statements:

- Capital work in progress were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.

(iv) There is no impact on cash flow statement.

As per our report of even date attached.

For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants





R.N. Bardhan
Partner
Membership No.17270

Date: 16.05.2018
Place: Kolkata



For and on behalf of the Board of Directors



Gautam Malik Rahul Varma
Director Director
DIN: 02545671 DIN: 00085064

R B S C & CO.

CHARTERED ACCOUNTANTS

(Formerly S. S. Kothari & Co.)

R.K. ROYCHOUDHURY B.Sc., B.Com., F.C.A. R.N. BARDHAN B.Com., F.C.A.
T.K. SENGUPTA B.Com., LL.B., F.C.A. P.K. BHATTACHARYA B.Com., F.C.A.

CENTRE POINT, ROOM NO. 314
21, OLD COURT HOUSE STREET
KOLKATA - 700 001

Phone : 2248-2758, 2248-0279

e-mail : rbbsc.ca@gmail.com

sskotharico@gmail.com

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF VIPANI HOTELS & RESORTS LTD.

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Vipani Hotels & Resorts Ltd.** ("the Company"), which comprise the balance sheet as at 31st March 2018, the statement of changes in Equity and the cash flow statement for the year 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 of these standalone financial statements that give a true and fair view of the financial position, change in Equity and cash flows of the Company in accordance with Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. 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 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 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.

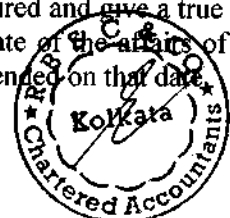
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system 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 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, accompanying 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 the affairs of the company as at 31st March 2018, statement of changes in Equity and its Cash flow 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, statement of changes in Equity, 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 Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the companies (Indian Accounting Standards) Rules, 2015;
 - (e) On the basis of written representations received from the directors as at 31st March 2018 taken on record by the Board of Directors, none of the directors as on 31st March 2018 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.

Centre point
21, Old court House Street,
Kolkata -700001
The 17TH day of May, 2018

For R B S C & Co.
Chartered Accountants
Firm's Registration No.302034E



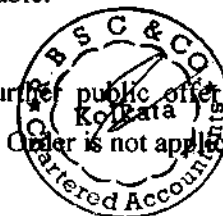

(R N Bardhan)
partner
Membership No. 017270

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading "Report on other Legal and Regulatory Requirements" of our audit report of even date to the financial statements of the company for the year ended March 31, 2018.

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 Companies Act, 2013 and on the basis of such checks as we considered appropriate and the information and explanation given to us, we further report that:

- i. The company has no fixed assets. Hence this clause is not applicable.
- ii. There are no inventories at the beginning and close of the year.
- iii. As informed, 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 and as such this clauses of the Order is not applicable.
- iv. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public, 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.
- vi. Maintenance of cost records has not been specified by the central government under sub Section (1) of section 148 of the Companies Act, 2013 for the activities of the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March 2018. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees' state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise.
According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.
b) According to the information and explanations given to us, there are no dues of income tax and cess and Service tax which have not been deposited on account of any dispute.
- viii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.



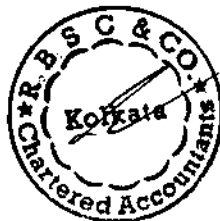
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. The Company did not paid/provided for any managerial remuneration covered under the provisions of section 197 read with Schedule V to the Act, during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xii. 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.
- xiii. 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 are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give 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.
- xv. 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.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Centre point
21, Old court House Street,
Kolkata - 700001
The 17TH day of May, 2018

For R B S C & Co.
Chartered Accountants
Firm's Registration No. 302034E



(R N Bardhan)
partner
Membership No. 017270



Annexure - B to the Independent Auditors' Report

The Annexure referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to the financial control under clause (i) of Sub-section 3 of Section 143 of the Act for the year ended 31st March, 2018, we report that :

We have audited the internal financial controls over financial reporting of **Vipani Hotels & Resorts Ltd.** ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone 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 ('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 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 (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 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 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 2018, 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.

Centre Point
21, Old Court House Street
Kolkata-700001
The 17TH day of May, 2018

For R B S C & Co.
Chartered Accountants
Firm's Reg. No.- 302034E



(R. N. Bardhan)
Partner
Membership No.- 017270



VIPANI HOTELS & RESORTS LIMITED

Balance Sheet as at 31st March, 2018

(Rs. In Lacs)

	Particulars	Note No.	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
I.	ASSETS				
(1)	Non-current assets				
(a)	Capital work in progress	3	27.07	26.53	25.30
(b)	Other non-current assets	4	3.00	3.00	3.00
(2)	Current assets				
(a)	Financial assets				
(i)	Cash and cash equivalents	5	0.19	0.27	0.15
(ii)	Other financial assets	6	12.50	12.50	12.50
(c)	Current tax assets (net)	7	0.31	0.31	0.31
(d)	Other current assets	8	-	-	0.05
	Total Assets		43.07	42.61	41.31
II.	EQUITY AND LIABILITIES				
(1)	Equity				
(a)	Equity Share capital	9	49.60	49.60	49.60
(b)	Other Equity	10	(43.26)	(43.26)	(43.26)
	Liabilities:				
(2)	Current liabilities				
(a)	Financial liabilities				
(i)	Borrowings	11	36.37	35.65	34.60
(ii)	Trade and other payables	12	-	-	0.15
(iii)	Other financial liabilities	13	0.36	0.58	0.22
(b)	Other current liabilities	14	-	0.04	-
	Total Equity and Liabilities		43.07	42.61	41.31
	Corporate Information	1			
	Significant Accounting Policies	2			
	Other Disclosures	15			
	The accompanying notes 1 to 15 are an integral part of the financial statements.				

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 202034E

Chartered Accountants

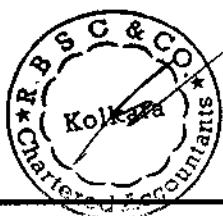
R.N.Bardhan

Partner

Membership No.17270

Date:17.05.2018

Place: Kolkata



For and on behalf of the Board of Directors

Shankar

Shankar Mukherjee

Director

DIN: 01918561

Rajiv

Rajiv Keshri

Director

DIN :07703541

VIPANI HOTELS & RESORTS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

(Rs. In Lacs)

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
A. Cash flows from operating activities		
Profit after taxation	-	-
Operating profit before working capital changes	-	-
Working capital changes:		
Increase / (Decrease) in other current assets	-	0.05
Increase/(Decrease) in trade and other payables	-	(0.15)
Increase/(Decrease) other financial liabilities	(0.22)	0.36
Increase/(Decrease) other current liabilities	(0.04)	0.04
Cash generated from operations	(0.26)	0.30
Income tax paid		
Net cash from operating activities	(0.26)	0.30
B. Cash flows from investing activities		
Increase in Capital work in progress	(0.53)	(1.23)
Net cash used in investing activities	(0.53)	(1.23)
C. Cash flows from financing activities		
Proceeds from long-term borrowings	0.71	1.05
Net cash used in financing activities	0.71	1.05
Net increase in cash and cash equivalents	(0.08)	0.12
Cash and cash equivalents at beginning of period	0.27	0.15
Cash and cash equivalents at end of period	0.19	0.27

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants



R.N. Bardhan

Partner

Membership No.17270

Date:17.05.2018

Place: Kolkata



For and on behalf of Board of Directors



Shankar Mukherjee

Director

DIN: 01918561



Rajiv Keshri

Director

DIN :07703541

VIPANI HOTELS & RESORTS LIMITED

Statement of Changes in Equity for the Year ended 31st March, 2018

(a) Equity Share capital

(Rs. In Lacs)

Balance as on April 1, 2017	Changes in equity share capital during the year	Balance as at 31st March, 2018
49.60	-	49.60

(b) Other Equity

(Rs. In Lacs)

	Reserves and surplus
	Retained Earnings
Balance as at 1st April, 2017	(43.26)
Balance as at 31st March, 2018	(43.26)

For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants

For and on behalf of the Board of Directors


R.N. Bardhan

Partner

Membership No.17270


Shankar Mukherjee

Director

DIN: 01918561


Rajiv Keshri

Director

DIN :07703541

Date:17.05.2018

Place: Kolkata

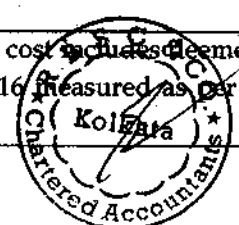


VIPANI HOTELS & RESORTS LIMITED

Notes to Financial Statements

1.	Corporate information
	<p>Vipani Hotels & Resorts Limited ("the Company") is an unlisted entity incorporated in India and is presently not engaged in commercial business.</p> <p>Shristi Infrastructure Development Corporation Ltd. is the holding company owning 100% of equity share capital of the Company.</p> <p>Its registered office is situated in Kolkata. The financial statements for the year ended March 31, 2018 were approved for issue by the Board of Directors on May 17th, 2018.</p>
2.	Significant accounting policies
2.1	Statement of Compliance with Ind AS
	<p>These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013. The Company adopted Ind AS from 1st April, 2017. Up to the year ended 31st March, 2017, the Company prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2016. Details of the exceptions and optional exemptions availed by the Company and principal adjustments along with related reconciliations are detailed in Note 15J (First-time Adoption).</p>
2.2	Basis of preparation
	<p>The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies. Historical cost is generally based on the fair value of the consideration in exchange for goods and services.</p> <p>All amount disclosed in the financial statements including notes thereon have been rounded off to the nearest lacs as per the requirement of Schedule III to the Act, unless stated otherwise.</p>
2.3	Use of estimates
	<p>The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.</p>
2.4	Operating Cycle
	<p>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 and Ind AS 1 - Presentation of Financial Statements. The Company has ascertained its operating cycle to be 12 months for the purpose of current, non-current classification of assets and liabilities.</p>
2.5	Capital work in progress
a)	<p>Capital work in progress are stated at cost. For this purpose, cost includes deemed cost which represents the carrying value recognised as at 1st April, 2016, measured as per the previous GAAP.</p>

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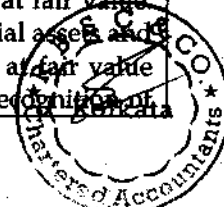
VIPANI HOTELS & RESORTS LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

b)	Capital work in progress is stated at cost and includes development and other expenses. Directly attributable expenditure (including finance costs relating to borrowed funds for construction or acquisition of Property, plant and equipment) incurred on projects under implementation are treated as Pre-operative expenses pending allocation to the assets and are shown under Capital work in progress.
2.6	Impairment of Assets
	As at each balance sheet date, the Company assesses whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, if any, an impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.
	If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.
2.7	Revenue recognition
	Revenue is recognised to the extent it is probable that economic benefits would flow to the Company and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes.
	All other income are accounted for on accrual basis.
2.8	Provisions, contingent liabilities and contingent assets.
a)	Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.
b)	Contingent liability is disclosed for possible obligations which will be confirmed only by future events not wholly within the control of the Company or present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
c)	Contingent assets are neither recognized nor disclosed except when realisation of income is virtually certain, related asset is disclosed.
d)	Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.
2.9	Financial instruments, Financial assets, Financial liabilities and Equity instruments
	Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of the assets and liabilities.

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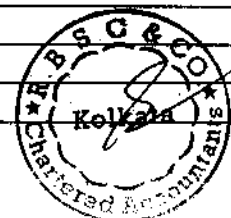


VIPANI HOTELS & RESORTS LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	financial assets or financial liabilities.
i)	Financial Assets
(a)	Recognition
	Financial assets include Cash & cash equivalents and other financial assets. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.
(b)	Classification
	Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification. Financial assets are classified as those measured at:
	1) amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/ or interest.
	2) fair value through other comprehensive income(FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
	3) fair value through profit or loss (FVTPL), where the assets does not meet the criteria for categorization as at amortized cost or as FVTOCI. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.
	Cash and cash equivalents and other financial assets etc. are classified for measurement at amortised cost.
(c)	Impairment
	The Company assesses at each reporting date whether a financial asset (or a group of financial assets) is impaired based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.
(d)	De-recognition
	Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. If the asset is one that is measured at:
	(i) amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;
	(ii) fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.
ii)	Financial liabilities
	Financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.
iii)	Equity instruments
	Equity instruments are recognised at the value of the proceeds.



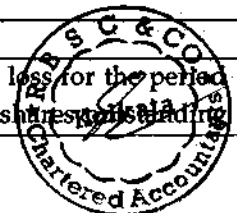
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VIPANI HOTELS & RESORTS LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

iv)	Offsetting of financial instruments
	Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.
v)	Dividend distribution
	Dividends paid (including income tax thereon) is recognised in the period in respect of the final dividend when approved by shareholders.
vi)	Fair value measurement
	The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
	Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
	Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
	Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).
2.10	Taxes
	Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period, together with any adjustment to tax payable in respect of previous years.
	Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.
	Deferred tax assets are recognized for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.
	The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.
	Income tax, in so far as it relates to items disclosed under other comprehensive income or equity, are disclosed separately under other comprehensive income or equity, as applicable.
2.11	Earnings per Share
a)	Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders(after deducting attributable taxes) by the weighted-average number of equity shares outstanding during the period.
b)	For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted-average number of shares outstanding



VIPANI HOTELS & RESORTS LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	during the period are adjusted for the effects of all dilutive potential equity shares.
	The number of equity shares and potential dilutive equity shares are adjusted retrospectively for all periods presented for any share split and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.
2.12	Cash and cash equivalents
	Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.
	For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.
2.13	Cash Flow Statement
	Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.



VIPANI HOTELS & RESORTS LIMITED

Notes to accounts (contd.)

Note No. : 3 Capital work-in-progress

(Rs. In Lacs)

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
<u>Civil work - in - progress</u>						
Additions during the year :						
Finance costs						
Bank charges		0.01		0.00		-
Other expenses						
Professional expenses	0.47		0.75		-	
Miscellaneous expenses	0.05	0.52	0.48	1.23	-	-
	(A)	<u>0.53</u>		<u>1.23</u>		<u>-</u>
Balance brought forward						
Plant and equipment/ Civil work - in- progress	(B)	26.53		25.30		25.30
Capital work-in-progress at the end of the year C= (A+B)		<u>27.07</u>		<u>26.53</u>		<u>25.30</u>

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VIPANI HOTELS & RESORTS LIMITED

Notes to accounts (contd.)

Note No. : 4 Other non- current assets (Unsecured, considered good)

(Rs. In Lacs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Capital advances	3.00	3.00	3.00
	<u>3.00</u>	<u>3.00</u>	<u>3.00</u>

Note No. : 5 Cash and cash equivalents

(Rs. In Lacs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Cash in hand	0.03	0.03	0.00
Balances with banks On current accounts	0.17	0.25	0.15
	<u>0.19</u>	<u>0.27</u>	<u>0.15</u>

Note No. : 6 Other Financial Assets- Current (Unsecured, considered good)

(Rs. In Lacs)

Particulars	As at 31st 0	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Security Deposits	12.50	12.50	12.50
	<u>12.50</u>	<u>12.50</u>	<u>12.50</u>

Note No. : 7 Current tax assets (net)

(Rs. In Lacs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Advance tax	0.31	0.31	0.31
	<u>0.31</u>	<u>0.31</u>	<u>0.31</u>



Note No. : 8 Other current assets (Unsecured, considered good)

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Advances other than capital advances			
Other advances			
FBT Refundable	-	-	0.05
	-	-	0.05

Note No. : 10 Other Equity

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Retained earnings			
Balance as per last account	(43.26)	(43.26)	(43.26)
	(43.26)	(43.26)	(43.26)

Note No. : 11 Financial liabilities - Borrowings

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Loans repayable on demand - Unsecured:			
From related parties			
Shristi Infrastructure Development Corporation Limited	36.37	35.65	34.60
	36.37	35.65	34.60

Note No. : 12 Trade payables and other payables

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Trade payables			
Total outstanding dues of creditors other than micro and small enterprises	-	-	-
Other Payable			
Total outstanding dues of creditors other than micro and small enterprises	-	-	0.15
	-	-	0.15

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Note No. : 13 Other financial liabilities- Current

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Financial liabilities at amortized cost			
Other Payables			
Liability for expenses	0.36	0.58	0.22
	<u>0.36</u>	<u>0.58</u>	<u>0.22</u>

Note No. : 14 Other current liabilities

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Statutory liabilities	-	0.04	-
	<u>-</u>	<u>0.04</u>	<u>-</u>

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VIPANI HOTELS & RESORTS LIMITED

Notes to accounts (contd.)

Note No. : 9

(Rs. In Lacs)

Equity Share capital						
Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
		Rs.		Rs.		Rs.
(a) Authorised						
Equity shares of par value Rs. 10/- each	5,00,000	50.00	5,00,000	50.00	5,00,000	50.00
(b) Issued, subscribed and fully paid up						
Equity shares of par value Rs. 10/- each	4,96,000	49.60	4,96,000	49.60	4,96,000	49.60
		49.60		49.60		49.60

(c) Reconciliation of number and amount of equity shares outstanding:

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
		Rs.		Rs.		Rs.
At the beginning of the year	4,96,000	49.60	4,96,000	49.60	4,96,000	49.60
Add: Issued during the year	-	-	-	-	-	-
At the end of the year	4,96,000	49.60	4,96,000	49.60	4,96,000	49.60

(d) Terms / Rights attached to Equity shares :

The Company has only Equity shares having a par value of Rs. 10.00 per share. Each holder of Equity shares are entitled to receive dividend as declared from time to time and entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

(e) Shares held by holding/ultimate holding company and/or their subsidiaries/associates :

Name of the Company (Relationship)	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	% of holding	No. of shares	% of holding	No. of shares	% of holding
Shristi Infrastructure Development Corp. Ltd. (along with its nominee share holders)	4,96,000	100%	4,96,000	100%	-	-
Shristi Housing Development Ltd. (along with its nominee share holders)	-	-	-	-	4,96,000	100%

(f) Shareholders holding more than 5 % of the equity shares in the Company :

Name of the shareholders	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	% of holding	No. of shares	% of holding	No. of shares	% of holding
Shristi Infrastructure Development Corp. Ltd. (along with its nominee share holders)	4,96,000	100%	4,96,000	100%	-	-
Shristi Housing Development Ltd. (along with its nominee share holders)	-	-	-	-	4,96,000	100%



VIPANI HOTELS & RESORTS LIMITED

Notes to accounts(contd)

Note No. : 15 Other disclosures

- A. The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31 March 2018 as micro, small and medium enterprises. Consequently, the amount due to micro and small enterprises as per requirement of Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil (31st March 2017 - Nil) (1st April 2016 - Nil).

B. Operating Segment

In line with Ind AS 108 -Operating Segments, taking into account the organizational structure, product type as well as the differing risks and returns criterion, there are no distinguishable Geographical or Business components on the basis of which segments can be identified.

C. Related party disclosures :

Name of the related parties and description of relationship :

- i) Holding Company : Shristi Infrastructure Development Corporation Limited (Control exists)

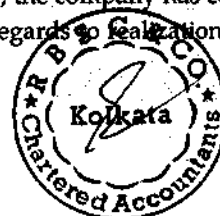
b) Transactions with Related parties : (Rs. In Lacs)

Nature of transaction / Name of the related party	Holding Company		
	2017-18	2016-17	
Loan Shristi Infrastructure Development Corporation Limited Taken during the year	Amount 0.72	Amount 1.05	
Balance Outstanding:	31st March, 2018	31st March, 2017	1st April, 2016
Shristi Infrastructure Development Corporation Limited Loan	Amount 36.37	Amount 35.65	Amount 34.60

The transactions with related party has been entered at an amount which are not materially different from those on normal commercial terms.

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognised in current year and previous year for bad or doubtful debts in respect of the amounts owed by related parties.

- D. No Statement of Profit and Loss has been prepared as the Company has not commenced any business operations.
- E. The board of Director in their meeting dated 14th February, 2017, had approved a scheme of arrangement for Demerger of hospitality business of the Shristi Infrastructure Development Corporation Limited(100% holding company) subject to necessary approvals of the shareholders/creditors and/or any other regulatory body, as may be required. The appointed date of the scheme is 01.01.2017. SEBI and BSE have given their approval for the scheme vide their letters dated 12th May, 2017. Shareholders & Creditors gave their approval on 25th October, 2017 and the matter is listed for hearing at NCLT. Since the scheme is subject to various regulatory approvals, pending such approvals, the scheme has not been accounted for in the accompanying audited financial Statement for the year ended on 31st March, 2018.
- F. In accordance with the Indian Accounting Standard (AS) 12 " Accounting for Taxes on Income", the company has certain amounts eligible to create Deferred Tax assets(DTA). However, in the absence of virtual certainty with regards to realization of DTA in the foreseeable future, the same has not been recognized.



VIPANI HOTELS & RESORTS LIMITED

Notes to accounts (contd.)

Note No. : 15 Other disclosures (contd.)

G. Financial instruments - Accounting, Classification and Fair value measurements

a. Financial instruments by category

As at 31st March, 2018

(Rs. In Lacs)

Sl. No.	Particulars	Refer Note No.	Carrying value Amortized cost			Fair Value		
			31st March, 2018	31st March, 2017	1st April, 2016	31st March, 2018	31st March, 2017	1st April, 2016
(1)	Financial assets							
(a)	Cash and cash equivalents	5	0.19	0.27	0.15	0.19	0.27	0.15
(b)	Other financial assets	6	12.50	12.50	12.50	12.50	12.50	12.50
	Total		12.69	12.77	12.65	12.69	12.77	12.65
(2)	Financial liabilities							
(a)	Borrowings	11	36.37	35.65	34.60	36.37	35.65	34.60
(b)	Trade payables	12	0.00	0.00	0.15		0.00	0.15
(c)	Other financial liabilities	13	0.36	0.58	0.22	0.36	0.58	0.22
			36.73	36.23	34.97	36.73	36.23	34.97

b. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of cash and cash equivalents and other current financial assets, short term borrowings, trade payables and other current financial liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy.

No Financial assets and financial liabilities are measured at fair value on a recurring basis.

H. Financial risk management objectives and policies

The Company's activities is expose to liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

a. Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The company has only given security deposit and the company is exposed to credit risk to that extent.

b. Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash. The company is exposed to liquidity risk due to short term borrowings and other current liabilities.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.



The following are the contractual maturities of financial liabilities:

Particulars	(Rs. in Laacs)				
	Carrying Amount	Less than 1 year	1-5 years	More than 5 years	Total
31st March, 2018					
Borrowings	36.37	36.37			36.37
Trade payables					0.00
Other financial liabilities	0.36	0.36			0.36
Total	36.73	36.73			36.73
31st March, 2017					
Borrowings	35.65	35.65	0.00	0.00	35.65
Trade payables	0.00	0.00	0.00	0.00	0.00
Other financial liabilities	0.58	0.58		0.00	0.58
Total	36.23	36.23	0.00	0.00	36.23
1st April, 2016					
Borrowings	34.60	34.60	0.00	0.00	34.60
Trade payables	0.15	0.15	0.00	0.00	0.15
Other financial liabilities	0.22	0.22	0.00	0.00	0.22
Total	34.97	34.97	0.00	0.00	34.97

I. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserve attributable to the equity shareholders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders.

J. First-time Adoption of Ind AS

- (i) The financial statements, for year ended 31st March, 2018, are first financial statements, the Company has prepared in accordance with Ind AS. The Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2018, along with the comparative figures for the year ended 31st March, 2017, as described in the summary of significant accounting policies.

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2016 (the transition date) by:

- recognising all assets and liabilities whose recognition is required by Ind AS,
 - not recognising items of assets or liabilities which are not permitted by Ind AS,
 - reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
 - applying Ind AS in measurement of recognised assets and liabilities.
- (ii) A. Reconciliation of total comprehensive income for the year ended 31st March, 2017 :Not applicable
- B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	(Rs. In Laacs)	
	As at 1st April, 2016 (Date of transition)	As at 31st March, 2017 presented under previous GAAP)
	Amount	Amount
Equity as reported under previous GAAP	6.34	6.34
Add/(Less) - Effect of transition to Ind AS	-	-
Equity as reported under Ind AS	6.34	6.34

- (iii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions in the financial statements:

- Capital work in progress were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.
- There is no impact on cash flow statement.



K. Recent accounting pronouncements

- a) Appendix B to Ind AS 21, Foreign currency transactions and advance consideration: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The amendment will come into force from April 1, 2018. The Company does not have Foreign currency transactions, therefore, there is no impact on the financial statements.
- b) Ind AS 115- Revenue from Contract with Customers: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

The standard permits two possible methods of transition:

- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors.
- Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch - up approach)

The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018. The Company will adopt the standard on April 1, 2018 by using the cumulative catch-up transition method and accordingly comparatives for the year ending or ended March 31, 2018 will not be retrospectively adjusted. There will be no effect on adoption of Ind AS 115 as the Company has no commercial operations.

For S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants



R.N. Bardhan

Partner

Membership No.17270



For and on behalf of the Board of Directors



Shankar Mukherjee

Director

DIN: 01918561



Rajiv Keshri

Director

DIN :07703541

Date:17.05.2018

Place: Kolkata

R B S C & CO.

CHARTERED ACCOUNTANTS

(Formerly S. S. Kothari & Co.)

R.K. ROYCHOUDHURY
T.K. SENGUPTA

B.Sc., B.Com., F.C.A.
B.Com., LL.B., F.C.A.

R.N. BARDHAN
P.K. BHATTACHARYA

B.Com., F.C.A.
B.Com., F.C.A.

CENTRE POINT, ROOM NO. 314
21, OLD COURT HOUSE STREET
KOLKATA - 700 001

Phone : 2248-2758, 2248-0279

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sskotharico@gmail.com

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BORDER TRANSPORT INFRASTRUCTURE DEVELOPMENT LIMITED

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Border Transport Infrastructure Development Limited** ("the Company") which comprise the balance sheet as at 31st March 2018, the statement of changes in Equity and the cash flow statement for the year 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 of these standalone financial statements that give a true and fair view of the financial position, financial performance, change in Equity and cash flows of the Company in accordance Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. 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 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 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.

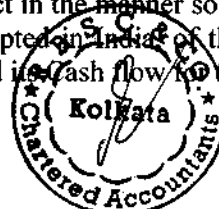
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system 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 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, accompanying 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 the affairs of the company as at 31st March 2018, the statement of changes in Equity and the cash flow 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 changes in Equity 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 Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the companies (Indian Accounting Standards) Rules, 2015;
 - (e) On the basis of written representations received from the directors as at 31st March 2018 taken on record by the Board of Directors, none of the directors as on 31st March 2018 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
Date: 17TH May, 2018



For R B S C & Co.
Chartered Accountants
Firm Regn. No. 302034E

(R. N. Bardhan)
Partner
Membership No. 017270

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading "Report on other Legal and Regulatory Requirements" of our audit report of even date to the financial statements of the company for the year ended March 31, 2018.

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 Companies Act, 2013 and on the basis of such checks as we considered appropriate and the information and explanation given to us, we further report that:

- i. The company has no fixed assets. Hence this clause is not applicable.
- ii. There are no inventories at the beginning and close of the year.
- iii. As informed, 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 and as such clauses 3(iii) (a) to (c) of the Order are not applicable.
- iv. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public, 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.
- vi. Maintenance of cost records has not been specified by the central government under sub Section (1) of section 148 of the Companies Act, 2013 for the activities of the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March 2018. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees' state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise.
According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.
b) According to the information and explanations given to us, there are no dues of income tax and cess and GST which have not been deposited on account of any dispute.
- viii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.




- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. The Company did not paid/provided for any managerial remuneration covered under the provisions of section 197 read with Schedule V to the Act, during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xii. 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.
- xiii. 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 are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give 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.
- xv. 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.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Kolkata
Date: 17th May, 2018



For R B S C & Co.
Chartered Accountants
Firm Regn. No. 302034E


(R. N. Bardhan)
Partner
Membership No. 017270

Annexure - B to the Independent Auditors' Report

The Annexure referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to the financial control under clause (i) of Sub-section 3 of Section 143 of the Act for the year ended 31st March, 2018, we report that :

We have audited the internal financial controls over financial reporting of **Border Transport Infrastructure Development Limited** ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone 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 ('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

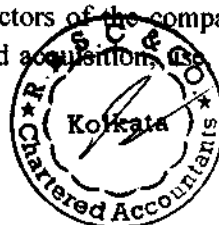
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on 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 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 (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 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 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 2018, 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
Date: 17TH May, 2018



For R B S C & Co.
Chartered Accountants
Firm Regn. No. 302034E

(R. N. Bardhan)
Partner
Membership No. 017270

Border Transport Infrastructure Development Limited

Balance Sheet as at 31st March, 2018

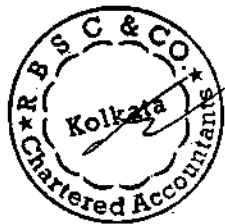
(Rs. In Lakhs)

	Particulars	Note No.	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016
			Amount		Amount		Amount
I.	ASSETS						
(1)	Non - current assets						
(a)	Capital work in progress	3	288.45	288.30	288.18		
(b)	Other non-current assets	4	-	0.01	0.01		288.19
(2)	Current assets						
(a)	Financial assets						
(i)	Cash and cash equivalents	5	0.02	0.03	0.07		
(b)	Other current assets	6	0.12	0.11	0.08		0.15
	Total Assets		288.60		288.45		288.34
II.	EQUITY AND LIABILITIES						
(1)	Equity						
(a)	Equity share capital	7	35.45	35.45	35.45		
(b)	Other equity	8	252.45	252.45	252.45		287.90
	Liabilities						
(2)	Current liabilities						
(a)	Financial liabilities						
(i)	Borrowings	9	0.44	0.37	-		
(iii)	Other financial liabilities	10	0.26	0.18	0.44		
(b)	Other current liabilities	11	0.00	0.00	0.00		0.44
	Total Equity and Liabilities		288.60		288.45		288.34
	Corporate Information	1					
	Significant Accounting Policies	2					
	Other Disclosures	12					
	The accompanying notes 1 to 12 are an integral part of the financial statements.						

For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants

R.N.Bardhan
Partner
Membership No.17270

Date:17.05.2018
Place: Kolkata



For and on behalf of the Board of Directors

Shankar Mukherjee
Shankar Mukherjee
Director
DIN: 01918561

Rahul Varma
Rahul Varma
Director
DIN :00085064

Border Transport Infrastructure Development Limited
Cash Flow Statement for the year ended March 31, 2018

(Rs. In Lakhs)

Particulars	March 31, 2018 Amount (Rs.)	March 31, 2017 Amount (Rs.)
A. CASH FLOW OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation and Extraordinary activities	-	-
Adjustments for Profit & Loss A/c		
Increase / (Decrease) in depreciation	-	-
Operating Profit Before Working Capital Changes	-	-
Adjustments for:		
(Increase) / Decrease in Other Current Assets	(0.02)	(0.03)
Increase / (Decrease) in Other Current Financial Liabilities	0.08	(0.26)
Net Cash From Operating Activities	0.07	(0.29)
CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) / Decrease in Capital work in progress	(0.16)	(0.11)
Decrease in loans & advances	0.01	-
Net Cash From Investing Activities	(0.15)	(0.11)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of Borrowings	0.07	0.37
Net Cash From Financing Activities	0.07	0.37
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(0.01)	(0.03)
Opening Cash and cash equivalents	0.03	0.07
Closing Cash and cash equivalents as per Balance Sheet	0.02	0.03

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants



R.N. Bardhan

Partner

Membership No.17270

Date:17.05.2018

Place: Kolkata



For and on behalf of Board of Directors



Shankar Mukherjee

Director

DIN: 01918561



Rahul Varma

Director

DIN :00085064

Border Transport Infrastructure Development Limited
Statement of changes in equity for the year ended 31st March, 2018

(a) Equity share capital

(Rs. In Lakhs)

	Balance at the beginning of the reporting year	Changes in equity share capital during the year	Balance at the end of the reporting year
For the year ended 31st March, 2017	35	-	35
For the year ended 31st March, 2018	35	-	35

(b) Other equity

(Rs. In Lakhs)

	Reserves and surplus
	Security premium
Balance as at 1st April, 2016	252.45
Profit for the year	-
Other comprehensive income/(loss) for the year	-
Balance as at 31st March, 2017	252.45
Profit for the year	-
Other comprehensive income/(loss) for the year	-
Balance as at 31st March, 2018	252.45
The accompanying notes 1 to 11 are an integral part of the financial statements.	

For R B S C & Co. (formerly S.S.Kothari & Co.)
 Firm Regn. No. 302034E
 Chartered Accountants



R.N. Bardhan
 Partner
 Membership No.17270

Date: 17.05.2018
 Place: Kolkata



For and on behalf of the Board of Directors



Shankar Mukherjee
 Director
 DIN: 01918561

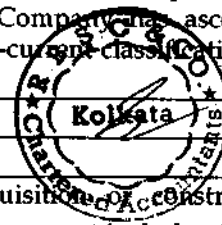


Rahul Varma
 Director
 DIN : 00085064

Border Transport Infrastructure Development Limited

Notes to Financial Statements

1.	Corporate information
	<p>Border Transport Infrastructure Development Limited ("the Company") is an unlisted entity incorporated in India and is yet to commence commercial operations.</p> <p>Shristi Infrastructure Development Corporation Ltd. is the holding company owned 100% of equity share capital of the Company.</p>
	<p>Its registered office is situated Mumbai. The financial statements for the year ended March 31, 2018 were approved for issue by the Board of Directors on May 17th, 2018.</p>
2.	Significant accounting policies
2.1	Statement of Compliance with Ind AS
	<p>These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013. The Company adopted Ind AS from 1st April, 2017. Up to the year ended 31st March, 2017, the Company prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2016. Details of the exceptions and optional exemptions availed by the Company and principal adjustments along with related reconciliations are detailed in Note 12H (First-time Adoption).</p>
2.2	Basis of preparation
	<p>The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies. Historical cost is generally based on the fair value of the consideration in exchange for goods and services.</p>
	<p>All amount disclosed in the financial statements including notes thereon have been rounded off to the nearest lacs as per the requirement of Schedule III to the Act, unless stated otherwise.</p>
2.3	Use of estimates
	<p>The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.</p>
2.4	Operating Cycle
	<p>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 and Ind AS 1 - Presentation of Financial Statements. The Company has ascertained its operating cycle to be 12 months for the purpose of current, non-current classification of assets and liabilities.</p>
2.5	Property, plant and equipment (PPE) and Depreciation
a)	<p>Property, plant and equipment are stated at cost of acquisition less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost</p>



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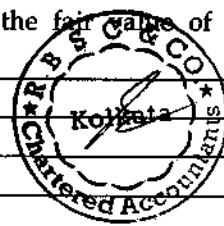
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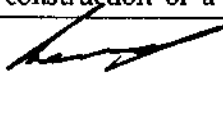
Border Transport Infrastructure Development Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	which represents the carrying value of PPE recognised as at 1st April, 2016 measured as per the previous GAAP
b)	Cost is inclusive of inward freight, non-refundable taxes and duties and directly attributable costs of bringing an asset to the location and condition of its intended use. All upgradation / enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits.
	The cost and related accumulated depreciation are derecognised from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss.
c)	Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Depreciation on items of PPE is provided on a written down value basis to allocate their cost, net of their residual value over the estimated useful life of the respective asset as specified in Schedule II to the Companies Act, 2013.
	The estimated useful lives, residual values and method of depreciation are reviewed at each Balance sheet date and are and changes, if any, are treated as changes in accounting estimate.
d)	Expenditure during construction period Directly attributable expenditure (including finance costs relating to borrowed funds for construction or acquisition of PPE) incurred on projects under implementation are treated as Pre-operative expenses pending allocation to the assets and are shown under CWIP. CWIP is stated at the amount expended upto balance sheet date on assets or PPE that are not yet ready for their intended use.
2.6	Impairment of Assets
	As at each balance sheet date, the Company assesses whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, if any, an impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.
	If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.
2.7	Revenue recognition
	Revenue is recognised to the extent it is probable that economic benefits would flow to the Company and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes.
	All other income are accounted for on accrual basis.
2.8	Borrowing costs
	Borrowing costs that are directly attributable to the acquisition and/or construction of a



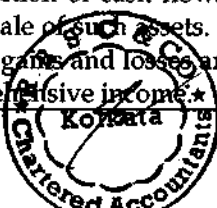



Border Transport Infrastructure Development Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	qualifying asset are capitalized as part of the cost of such asset till such time that is required to complete and prepare the asset to get ready for its intended use. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use.
	All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.
2.9	Provisions, contingent liabilities and contingent assets
a)	Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.
b)	Contingent liability is disclosed for possible obligations which will be confirmed only by future events not wholly within the control of the Company or present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
c)	Contingent assets are neither recognized nor disclosed except when realisation of income is virtually certain, related asset is disclosed.
d)	Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.
2.10	Financial instruments, Financial assets, Financial liabilities and Equity instruments
	Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities.
i)	Financial Assets
(a)	Recognition
	Financial assets include Cash and cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.
(b)	Classification
	Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification. Financial assets are classified as those measured at:
1)	amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/ or interest.
2)	fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.

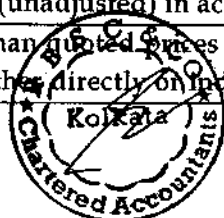


Border Transport Infrastructure Development Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

3)	fair value through profit or loss (FVTPL), where the assets does not meet the criteria for categorization as at amortized cost or as FVTOCI. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.				
	Cash and cash equivalents etc. are classified for measurement at amortised cost.				
(c)	Impairment				
	The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.				
(d)	De-recognition				
	Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. If the asset is one that is measured at:				
	<table> <tr> <td>(i)</td><td>amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;</td></tr> <tr> <td>(ii)</td><td>fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.</td></tr> </table>	(i)	amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;	(ii)	fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.
(i)	amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;				
(ii)	fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.				
ii)	Financial liabilities				
	Borrowings and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.				
iii)	Equity instruments				
	Equity instruments are recognised at the value of the proceeds.				
iv)	Offsetting of financial instruments				
	Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.				
v)	Dividend distribution				
	Dividends paid (including income tax thereon) is recognised in the period in respect of the final dividend when approved by shareholders.				
vi)	Fair value measurement				
	The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:				
	Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.				
	Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.				

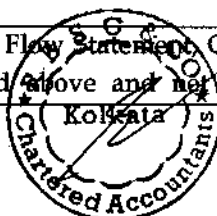



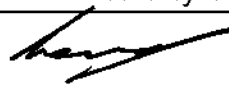
Border Transport Infrastructure Development Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).
2.11	Taxes
	Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period, together with any adjustment to tax payable in respect of previous years.
	Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.
	Deferred tax assets are recognized for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.
	The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.
	Income tax, in so far as it relates to items disclosed under other comprehensive income or equity, are disclosed separately under other comprehensive income or equity, as applicable.
2.12	Earnings per Share
a)	Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted-average number of equity shares outstanding during the period.
b)	For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted-average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.
	The number of equity shares and potential dilutive equity shares are adjusted retrospectively for all periods presented for any share split and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.
2.13	Cash and cash equivalents
	Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.
	For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are



Border Transport Infrastructure Development Limited

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	considered an integral part of the Company's cash management.
2.14	Cash Flow Statement
	Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.



Border Transport Infrastructure Development Limited

Notes to accounts (contd.)

Note No. : 3 Capital work-in-progress

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Balance as per last account (A)	288.30	288.18	
Additions during the year :			
Other income			
Liability no longer payable written back	-	-	0.25
Finance costs			
Bank charges	0.00	0.17	
Other expenses			
Audit fee	0.10	0.12	
Professional Consultancy Fees	0.03	0.03	
Filing Fees	0.02	0.04	
Miscellaneous expenses	0.00	0.01	0.18
(B)		0.11	
Capital work-in-progress at the end of the year C= (A+B)	288.45	288.30	288.18



Border Transport Infrastructure Development Limited

Notes to accounts (contd.)

Note No. : 4 Other non-current assets (Unsecured, considered good unless stated otherwise)

(Rs. In Lakhs)			
Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Advances other than capital advances			
Other advances	-	0.01	0.01
	<u>-</u>	<u>0.01</u>	<u>0.01</u>

Note No. : 5 Cash and cash equivalents

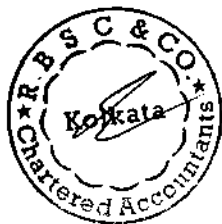
(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Cash on hand	0.02	0.03	0.07
	<u>0.02</u>	<u>0.03</u>	<u>0.07</u>

Note No. : 6 Other current assets (Unsecured, considered good)

(Rs. In Lakhs)

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Advances other than capital advances			
Other advances			
Service tax receivable	0.11	0.11	0.08
GST Receivable	0.02		
	<u>0.12</u>	<u>0.11</u>	<u>0.08</u>



Border Transport Infrastructure Development Limited

Notes to accounts (contd.)

Note No. : 7 Equity share capital

(Rs. In Lakhs)

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares		No. of shares	Rs.	No. of shares	Rs.
(a) Authorised						
Equity shares of par value Rs. 10/- each	10,00,000	100.00	10,00,000	100.00	10,00,000	100.00
		<u>100.00</u>		<u>100.00</u>		<u>100.00</u>
(b) Issued, subscribed and fully paid up						
Equity shares of par value Rs. 10/- each	3,54,500	35.45	3,54,500	35.45	3,54,500	35.45
		<u>35.45</u>		<u>35.45</u>		<u>35.45</u>
(c) Reconciliation of number and amount of equity shares outstanding:						
Particulars	As at 31st March, 2017		As at 1st April, 2016			
	No. of shares	Rs.	No. of shares	Rs.		
At the beginning of the year	3,54,500	35.45	3,54,500	35.45		
At the end of the year	3,54,500	35.45	3,54,500	35.45		

- (d) The Company has only one class of equity shares. The holders of equity shares are entitled to receive dividend as declared from time to time and are entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

- (e) Shareholders holding more than 5 % of the equity shares in the Company :

Name of the shareholder	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares held	% of holding	No. of shares held	% of holding	No. of shares held	% of holding
Shristi Housing Development Ltd.*			-	-	3,54,500	100.00%
Shristi Infrastructure Development Corporation Limited	3,54,500	100.00%	3,54,500	100.00%		

- (f) Shares held by holding/ultimate holding company and/or their subsidiaries/associates :

Name of the shareholder	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares held	% of holding	No. of shares held	% of holding	No. of shares held	% of holding
Holding Company:						
Shristi Housing Development Ltd.*			-	-	3,54,500	100%
Shristi Infrastructure Development Corporation Limited	3,54,500	100%	3,54,500	100%	-	-

*Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016.

Notes to accounts (contd.)

Note No. : 8 Other equity

(Rs. In Lacs)

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
				Rs.		
(a) Security premium						
Balance as per last account	252.45		252.45		252.45	
(b) Other comprehensive income						
Balance as per last account	-		-		-	
	<u>252.45</u>		<u>252.45</u>		<u>252.45</u>	



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Border Transport Infrastructure Development Limited

Notes to accounts (contd.)

Note No. : 9 Borrowings

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Carried at amortized cost			
Loans repayable on demand			
From Related party			
Unsecured			
Holding Company	0.44	0.37	-
	<u>0.44</u>	<u>0.37</u>	<u>-</u>

Note No. : 10 Other Current Financial Liabilities

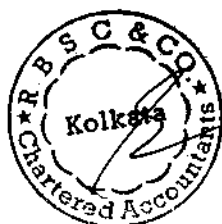
(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Carried at amortized cost			
Accrued expenses	0.26	0.18	0.44
	<u>0.26</u>	<u>0.18</u>	<u>0.44</u>

Note No. : 11 Other Current liabilities

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Statutory liabilities	0.00	0.00	0.00
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>



Border Transport Infrastructure Development Limited**Notes to accounts (contd.)****Note No. : 12 Other disclosures**

A. The company has not received memorandum (as required to be filed by suppliers with notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31 March 2018 as micro, small and medium enterprises. Hence, the amount due to micro and small enterprises as per requirement of Sec. 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil (31/03/ 2017 - Nil) (01/04/ 2016 - Nil).

B. Operating Segment

In line with Ind AS 108-Operating Segments, taking into account the organizational structure, product type as well as differing risks and returns criterion, there are no distinguishable Geographical or Business components on the basis of which segments can be identified.

C. Related party disclosures :**a) Name of the related parties and description of relationship :**

i) Holding Company : Shristi Infrastructure Development Corporation Limited (Control exists)

b) Transactions with Related parties :**(Rs. In Lakhs)**

Nature of transaction/ Name of the related party	Holding Company		
	2017-18	2016-17	
Loan			
Shristi Infrastructure Development Corporation Limited			
Taken during the year	0.07	0.37	
Balance Outstanding:	31st March, 2018	31st March, 2017	1st April, 2016
			Rs.
Shristi Infrastructure Development Corporation Limited			
Loan	0.44	0.37	-

c) The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognised in current year and previous year for bad or doubtful debts in respect of the amounts owed by related parties.



Border Transport Infrastructure Development Limited

Notes to accounts (contd.)

Note No. : 12 Other disclosures (contd.)

D. No Statement of Profit and Loss has been prepared as the Company has not commenced any business operations.

E. Financial instruments - Accounting, Classification and Fair value measurements

a. Financial instruments by category

As at 31st March, 2018

(Rs. In Lakhs)

Sl. No.	Particulars	Refer Note No.	Amortized cost		Fair Value	
			31st March, 2018	31st March, 2017	31st March, 2017	1st April, 2016
(1)	Financial assets					
(a)	Cash and cash equivalents	5	0.02	0.03	0.03	0.07
(b)	Other financial assets					
	Total		0.02	0.03	0.03	0.07
(2)	Financial liabilities					
(a)	Borrowings	9	0.44	0.37	0.37	-
(b)	Other financial liabilities	10	0.26	0.18	0.18	0.44
			0.70	0.55	0.55	0.44

b. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of cash and cash equivalents and other current financial assets, short term borrowings, trade payables and other current financial liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy.

No Financial assets and financial liabilities are measured at fair value on a recurring basis.

F. Financial risk management objectives and policies

The Company's activities is expose to liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

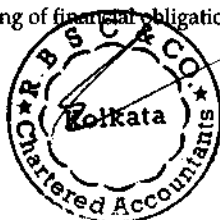
a. Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The company has only given security deposit and the company is exposed to credit risk to that extent.

b. Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash. The company is exposed to liquidity risk due to short term borrowings and other current liabilities.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.



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The following are the contractual maturities of financial liabilities:

(Rs. In Lakhs)

Particulars	Carrying Amount	Less than 1 year	Total
31st March, 2018			
Borrowings	0.44	0.44	0.44
Other financial liabilities	0.26	0.26	0.26
Total	0.70	0.70	0.70
31st March, 2017			
Borrowings	0.37	0.37	0.37
Other financial liabilities	0.18	0.18	0.18
Total	0.55	0.55	0.55
1st April, 2016			
Borrowings	-	-	-
Other financial liabilities	0.44	0.44	0.44
Total	0.44	0.44	0.44

G. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserve attributable to the equity shareholders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders.

H. First-time Adoption of Ind AS

- (i) These financial statements, for the year ended 31st March, 2018, are the first financial statements, the Company has prepared in accordance with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2018, together with the comparative figures for the year ended 31st March, 2017, as described in the summary of significant accounting policies.

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2016 (the transition date) by:

- recognising all assets and liabilities whose recognition is required by Ind AS,
- not recognising items of assets or liabilities which are not permitted by Ind AS,
- reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
- applying Ind AS in measurement of recognised assets and liabilities.

- (ii) A. Reconciliation of total comprehensive income for the year ended 31st March, 2017 :Not applicable

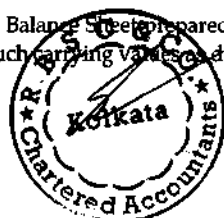
B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

(Rs. In Lakhs)

Particulars	As at 1st April, 2016 (Date of transition)	As at 31st March, 2017 (end of last period presented under previous GAAP)
	Rs.	Rs.
Equity as reported under previous GAAP	287.90	287.90
Add/(Less) - Effect of transition to Ind AS	0.00	0.00
Equity as reported under Ind AS	287.90	287.90

- (iii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions in the financial statements:

- Capital work in progress were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.



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- (iv) There is no impact on cash flow statement.

I. Recent accounting pronouncements

- a) Appendix B to Ind AS 21, Foreign currency transactions and advance consideration: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The amendment will come into force from April 1, 2018. The Company does not have Foreign currency transactions, therefore, there is no impact on the financial statements.
- b) Ind AS 115- Revenue from Contract with Customers: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

The standard permits two possible methods of transition:

- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors.
- Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch - up approach)

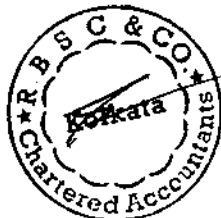
The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018. The Company will adopt the standard on April 1, 2018 by using the cumulative catch-up transition method and accordingly comparatives for the year ending or ended March 31, 2018 will not be retrospectively adjusted. There will be no effect on adoption of Ind AS 115 as the Company has no commercial operations.

For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants



R.N. Bardhan
Partner
Membership No.17270

Date:17.05.2018
Place: Kolkata



For and on behalf of the Board of Directors



Shankar Mukherjee
Director
DIN: 01918561



Rahul Varma
Director
DIN :00085064

R B S C & CO.

CHARTERED ACCOUNTANTS

(Formerly S. S. Kothari & Co.)

R.K. ROYCHOUDHURY B.Sc., B.Com., F.C.A.
T.K. SENGUPTA B.Com., LL.B., F.C.A.

R.N. BARDHAN B.Com., F.C.A.
P.K. BHATTACHARYA B.Com., F.C.A.

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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF FINETUNE ENGINEERING SERVICES PVT.LTD.

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Finetune Engineering Services Private Limited** ("the Company"), which comprise the balance sheet as at 31st March 2018, and the statement of profit and loss, the statement of changes in equity and the cash flow statement for the year 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 of these standalone financial statements that give a true and fair view of the financial position, financial performance, change in Equity and cash flows of the Company in accordance Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. 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 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 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.

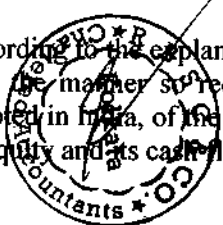
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material 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 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system 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 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 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, of the state of affairs of the Company as at 31st March 2018 and its loss and the statement of changes in equity 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, the statement of changes in equity and 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 Indian Accounting Standards specified under Section 133 of the Act, read with the companies (Indian Accounting Standards) Rules, 2015;
 - (e) On the basis of written representations received from the directors as at 31st March 2018 taken on record by the Board of Directors, none of the directors as on 31st March 2018 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".
 - (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.

Centre Point
21, Old Court House Street
Kolkata-700001
Date: The 17TH day of May, 2018



For R B S C & Co.
Chartered Accountants
Firm's Reg. No.- 302034E

(R.N. Bardhan)
Partner
Membership No.- 017270

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading "Report on other Legal and Regulatory Requirements" of our audit report of even date to the financial statements of the company for the year ended March 31, 2018.

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 Companies Act, 2013 and on the basis of such checks as we considered appropriate and the information and explanation given to us, we further report that:

- i. The company has no fixed assets. Hence, this clause is not applicable.
- ii. There are no inventories at the beginning and close of the year.
- iii. As informed, 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 and as such clauses 3(iii) (a) to (c) of the Order are not applicable.
- iv. There was no loan, investment, guarantee and security during the year under Section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public, 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.
- vi. Maintenance of cost records has not been specified by the central government under sub Section (1) of section 148 of the Companies Act, 2013 for the activities of the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including income tax and cess, service tax with appropriate authorities during the year ended 31 March 2018. As explained to us, the Company did not have any dues on account of provident fund, investor education and protection fund, Employees' state insurance, sales tax, wealth tax, value added tax, duty of customs and duty of excise.
According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax and cess and Service tax which were outstanding at the year end, for a period of more than 6 months from the date they become payable.
b) According to the information and explanations given to us, there are no dues of income tax and cess and Service tax which have not been deposited on account of any dispute.
- viii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.



- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. The Company did not paid/provided for any managerial remuneration covered under the provisions of section 197 read with Schedule V to the Act, during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xii. 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.
- xiii. 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 are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give 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.
- xv. 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.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Centre Point
21, Old Court House Street
Kolkata-700001
Date: The 17TH day of May, 2018



For R B S C & Co.
Chartered Accountants
Firm's Reg. No.- 302034E

(R.N.Bardhan)
Partner
Membership No.- 017270

Annexure - B to the Independent Auditors' Report

The Annexure referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to the financial control under clause (i) of Sub-section 3 of Section 143 of the Act for the year ended 31st March, 2018, we report that :

We have audited the internal financial controls over financial reporting of **Finetune Engineering Services Private Limited** ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone 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 ('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 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 (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 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 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 2018, 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.

Centre Point
21, Old Court House Street
Kolkata-700001
Date: The 17TH day of May, 2018

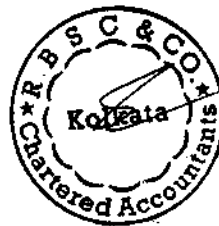
For R B S C & Co.
Chartered Accountants
Firm's Reg. No.- 302034E



(R.N. Bardhan)

Partner

Membership No.- 017270



FINETUNE ENGINEERING SERVICES PVT. LTD.

BALANCE SHEET AS AT 31ST MARCH, 2018

(Rs. In Lakhs)

	Particulars	Note No.	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016
I.	ASSETS						
(1)	Non - current assets						
(a)	Property, plant and equipment	3	-	-	-	0.06	0.06
(2)	Current assets						
(a)	Financial assets						
(i)	Loans	4	20.80	20.80	20.80		
(ii)	Cash and cash equivalents	5	0.21	21.01	0.22	21.02	20.97
(b)	Other current assets	6		0.06		0.06	0.06
	Total Assets			21.07		21.08	21.09
II.	EQUITY AND LIABILITIES						
(1)	Equity						
(a)	Equity share capital	7	200.00	200.00	200.00		
(b)	Other equity	8	(179.38)	(179.27)	(179.27)	20.73	20.73
	Liabilities						
(2)	Non-Current liabilities						
a)	Deferred tax liabilities (net)	9	0.01	0.01	0.01	0.02	0.02
(3)	Current liabilities						
(a)	Financial liabilities						
(i)	Other financial liabilities	10	0.44	0.44	0.34	0.34	0.34
	Total Equity and Liabilities			21.07		21.08	21.09
	Corporate Information	1					
	Significant Accounting Policies	2					
	Other Disclosures	14					
	The accompanying notes 1 to 14 are an integral part of the standalone financial statements.						

For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants

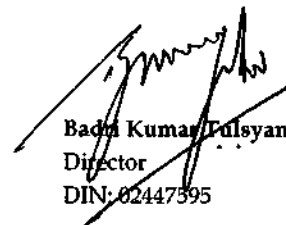
For and on behalf of the Board of Directors



R.N. Bardhan
Partner
Membership No.17270



Date:17.05.2018
Place: Kolkata


Badri Kumar Dalsyan
Director
DIN: 02447395


Gautam Malik
Director
DIN :02545671

FINETUNE ENGINEERING SERVICES PVT. LTD.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

(Rs. In Lakhs)

Particulars	Note No.	Year ended 31st March, 2018	Year ended 31st March, 2017
I. Revenue from operations		-	-
II. Other income	11	-	0.19
III. Total income (I+II)		-	0.19
IV. Expenses:			
Depreciation and amortisation expense	12	-	0.06
Other expenses		0.11	0.14
Total expense		0.11	0.20
V. Profit before tax (III-IV)		(0.11)	(0.01)
Tax expense			
Current tax		-	-
Deferred tax		-	(0.01)
		-	(0.01)
VII. Profit for the year (V-VI)		(0.11)	0.00
VIII. Other comprehensive income			
Total other comprehensive income		-	-
IX. Total comprehensive income for the year (IX + X)			
(Comprising of profit and other comprehensive income for the year)		(0.11)	0.00
X. Earnings per equity share (Nominal value per share Rs. 10/-)	13		
- Basic ()		-0.01	0.00
- Diluted ()		-0.01	0.00
Number of shares used in computing earnings per share			
- Basic		20,00,000	20,00,000
- Diluted		20,00,000	20,00,000
The accompanying notes 1 to 14 are an integral part of the standalone financial statements.			

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants



R.N. Bardhan

Partner

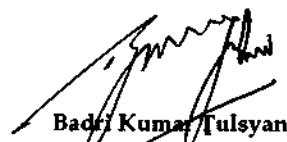
Membership No.17270



Date:17.05.2018

Place: Kolkata

For and on behalf of the Board of Directors



Badri Kumar Tulsyan
Director

DIN: 02447595



Gautam Malik
Director

DIN :02545671

FINETUNE ENGINEERING SERVICES PVT. LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

(Rs. In Lakhs)

	Particulars		Year ended 31st March, 2018	Year ended 31st March, 2017
A.	Cash flows from operating activities			
	Profit before taxation		(0.11)	(0.01)
	Adjustments for:			
	Depreciation		-	0.06
	Round off adjustment			0.01
	Operating profit before working capital changes		(0.11)	0.06
	Working capital changes:			
	Increase / (Decrease) Other financial Liability		0.10	0.00
	Cash generated from operations		(0.01)	0.06
	Tax Expense		-	-
	Net cash from operating activities	(A)	(0.01)	0.06
B	Cash flows from investing activities			
	Net cash used in investing activities	(B)	-	-
C	Cash flows from financing activities			
	Net cash used in financing activities	(C)	-	-
	Net increase in cash and cash equivalents		(0.01)	0.06
	Cash and cash equivalents at beginning of period		0.22	0.16
	Cash and cash equivalents at end of period		0.21	0.22

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants




R.N. Bardhan

Partner

Membership No.17270

For and on behalf of the Board of Directors


 Badri Kumar Tulsyan
 Director
 DIN: 02447595


 Gautam Malik
 Director
 DIN :02545671

Date:17.05.2018

Place: Kolkata



FINETUNE ENGINEERING SERVICES PVT. LTD.

STATEMENT OF CHANGES IN EQUITY FOR YEAR ENDED 31ST MARCH, 2018

(a) Equity share capital

For the year ended 31st March, 2017 (Rs. In Lakhs)

Balance as at 1st April, 2017	Changes in equity share capital during the year	Balance as at 31st March, 2018
200.00	0.00	200.00

(b) Other equity

(Rs. In Lakhs)

	Reserves and surplus	Other comprehensive income				Total other equity
	Retained earnings	Debt Instruments through Other Comprehensive Income	Equity instruments through Other comprehensive income	Revaluation Surplus (Refer Note 2)	Re-measurement of defined benefit plan	
Balance as at 1st April, 2017	(179.27)	0.00	0.00	0.00	0.00	(179.27)
Changes in equity during the year ended 31st March, 2018						
Profit for the year	-0.11	0.00	0.00	0.00	0.00	(0.11)
Other comprehensive income/(loss) for the year	0.00	0.00	0.00	0.00	0.00	0.00
Balance as at 31st March, 2018	(179.38)	0.00	0.00	0.00	0.00	(179.38)
The accompanying notes 1 to 40 are an integral part of the standalone financial statements.						

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants



R.N. Bardhan

Partner

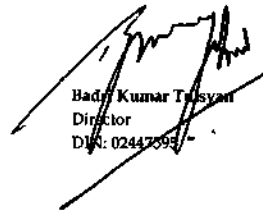
Membership No.17270

Date:17.05.2018

Place: Kolkata



For and on behalf of the Board of Directors


Badar Kumar Tulsyan
Director
DIN: 02447593


Gautam Malik
Director
DIN :02545671

FINETUNE ENGINEERING SERVICES PRIVATE LIMITED

Notes to Financial Statements

1.	Corporate information
	<p>Finetune Engineering Services Private Limited ("the Company") is an unlisted entity incorporated in India and is engaged in the business of Consultancy services.</p> <p>Shristi Infrastructure Development Corporation Ltd. is the holding company owning 100% of equity share capital of the Company.</p>
	<p>Its registered office is situated in Delhi. The financial statements for the year ended March 31, 2018 were approved for issue by the Board of Directors on May 17th, 2018.</p>
2.	Significant accounting policies
2.1	Statement of Compliance with Ind AS
	<p>These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013. The Company adopted Ind AS from 1st April, 2017. Up to the year ended 31st March, 2017, the Company prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2016. Details of the exceptions and optional exemptions availed by the Company and principal adjustments along with related reconciliations are detailed in Note 14H (First-time Adoption).</p>
2.2	Basis of preparation
	<p>The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies. Historical cost is generally based on the fair value of the consideration in exchange for goods and services.</p>
	<p>All amount disclosed in the financial statements including notes thereon have been rounded off to the nearest lacs as per the requirement of Schedule III to the Act, unless stated otherwise.</p>
2.3	Use of estimates
	<p>The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.</p>
2.4	Operating Cycle
	<p>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 and Ind AS 1 - Presentation of Financial Statements. The Company has ascertained its operating cycle to be 12 months for the purpose of current, non-current classification of assets and liabilities.</p>
2.5	Property, plant and equipment (PPE) and Depreciation
a)	<p>Property, plant and equipment are stated at cost of acquisition less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost which represents the</p>



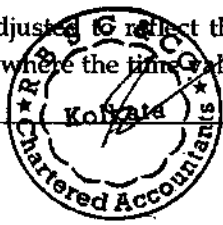
FINETUNE ENGINEERING SERVICES PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	carrying value of PPE recognised as at 1st April, 2016 measured as per the previous GAAP.
b)	Cost is inclusive of inward freight, non-refundable taxes and duties and directly attributable costs of bringing an asset to the location and condition of its intended use.
	The cost and related accumulated depreciation are derecognised from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss.
c)	Depreciation of these assets commences when the assets are ready for their intended use. Depreciation on items of PPE is provided on a written down value basis to allocate their cost, net of their residual value over the estimated useful life of the respective asset as specified in Schedule II to the Companies Act, 2013.
	The estimated useful lives, residual values and method of depreciation are reviewed at each Balance sheet date and are and changes, if any, are treated as changes in accounting estimate.
2.6	Impairment of Assets
	As at each balance sheet date, the Company assesses whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, if any, an impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.
	If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.
2.7	Revenue recognition
	Revenue is recognised to the extent it is probable that economic benefits would flow to the Company and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes.
a)	Interest income
	Interest income is recorded on accrual basis using the effective interest rate (EIR) method.
b)	Dividend is recognized when the shareholders' right to receive payments is established by the balance sheet date.
c)	All other income are accounted for on accrual basis.
2.8	Provisions, contingent liabilities and contingent assets
a)	Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.

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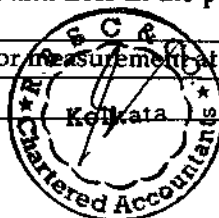


FINETUNE ENGINEERING SERVICES PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

b)	Contingent liability is disclosed for possible obligations which will be confirmed only by future events not wholly within the control of the Company or present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
c)	Contingent assets are neither recognized nor disclosed except when realisation of income is virtually certain, related asset is disclosed.
d)	Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.
2.9	Employee benefits
	Short-term employee benefits
	Short-term employee benefits in respect of salaries and wages, including non-monetary benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.
2.10	Financial instruments, Financial assets, Financial liabilities and Equity instruments
	Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities.
i)	Financial Assets
(a)	Recognition
	Financial assets include Loans, and Cash & cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.
(b)	Classification
	Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification. Financial assets are classified as those measured at:
1)	amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/ or interest.
2)	fair value through other comprehensive income(FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
3)	fair value through profit or loss (FVTPL), where the assets does not meet the criteria for categorization as at amortized cost or as FVTOCI. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.
	Loans and Cash and cash equivalents etc. are classified for measurement at amortised cost.
(c)	Impairment



FINETUNE ENGINEERING SERVICES PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	The Company assesses at each reporting date whether a financial asset (or a group of financial assets) is impaired based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.				
(d)	De-recognition				
	Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. If the asset is one that is measured at: <table border="1" style="margin-left: 20px;"> <tr> <td>(i)</td><td>amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;</td></tr> <tr> <td>(ii)</td><td>fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.</td></tr> </table>	(i)	amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;	(ii)	fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.
(i)	amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;				
(ii)	fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.				
ii)	Financial liabilities				
	Financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.				
iii)	Equity instruments				
	Equity instruments are recognised at the value of the proceeds.				
iv)	Offsetting of financial instruments				
	Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.				
v)	Dividend distribution				
	Dividends paid (including income tax thereon) is recognised in the period in respect of the final dividend when approved by shareholders.				
vi)	Fair value measurement				
	The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:				
	Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.				
	Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.				
	Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).				
2.11	Taxes				
	Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period, together with any adjustment to tax payable in respect of previous years.				



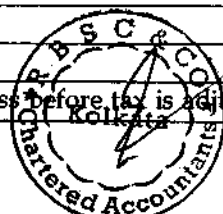
FINETUNE ENGINEERING SERVICES PRIVATE LIMITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.
	Deferred tax assets are recognized for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.
	The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.
	Income tax, in so far as it relates to items disclosed under other comprehensive income or equity, are disclosed separately under other comprehensive income or equity, as applicable.
2.12	Earnings per Share
a)	Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders(after deducting attributable taxes) by the weighted-average number of equity shares outstanding during the period.
b)	For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted-average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.
	The number of equity shares and potential dilutive equity shares are adjusted retrospectively for all periods presented for any share split and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.
2.13	Foreign Currency Transactions
	The functional and presentation currency of the Company is Indian Rupee.
	Transactions in foreign currency are accounted for at the exchange rate prevailing on the transaction date. Gains/ losses arising on settlement as also on translation of monetary items are recognised in the Statement of Profit and Loss.
2.14	Cash and cash equivalents
	Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.
	For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.
2.15	Cash Flow Statement
	Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted

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FINETUNE ENGINEERING SERVICES PRIVATE LIMKITED

Notes to Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.

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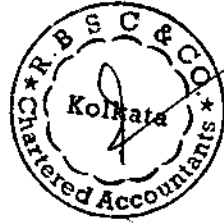
FINETUNE ENGINEERING SERVICES PVT. LTD.

Notes to Financial Statements (contd.)

Note No. : 3 Property, Plant and Equipment

Particulars	Gross Block				Depreciation / Amortisation			Net Block	
	Deemed Cost as on 01.04.2017	Additions During the year	Sales/Adj. during the year	As on 31.03.2018	As on 01.04.2017	For the year	Sales/Adjustments during the year	As on 31.03.2018	As on 01.04.2017
Computer	0.03	-	-	0.03	0.03	-	-	-	-
Office Equipment	0.04	-	-	0.04	0.04	-	-	-	-
Total	0.06	-	-	0.06	0.06	-	-	0.06	-

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FINETUNE ENGINEERING SERVICES PVT. LTD.

Notes to Financial Statements (contd.)

Note No. : 4 Financial Assets - Loans (Carried at amortised Cost)

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Unsecured, considered good Loan to Related Party	20.80	20.80	20.80
	<u>20.80</u>	<u>20.80</u>	<u>20.80</u>

Note No. : 5 Cash and cash equivalents

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Balances with banks On current accounts	0.20	0.21	0.16
Cash on hand	0.01	0.01	0.01
	<u>0.21</u>	<u>0.22</u>	<u>0.16</u>

Note No. : 6 Other current assets (Unsecured, considered good)

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Advances other than capital advances Other advances Service tax refundable	0.06	0.06	0.06
	<u>0.06</u>	<u>0.06</u>	<u>0.06</u>



Notes to Financial Statements (contd.)

Note No. : 7 Equity share capital

(Rs in Lakhs)

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
(a) Authorised						
Equity shares of par value Rs. 10/- each	20,00,000	200.00	20,00,000	200.00	20,00,000	200.00
		<u>200.00</u>		<u>200.00</u>		<u>200.00</u>
(b) Issued, subscribed and fully paid up						
Equity shares of par value Rs.10/- each	20,00,000	200.00	20,00,000	200.00	20,00,000	200.00
		<u>200.00</u>		<u>200.00</u>		<u>200.00</u>

(c) Reconciliation of number and amount of equity shares outstanding:

Particulars	As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	20,00,000	200	20,00,000	200
At the end of the year	20,00,000	200	20,00,000	200

(d) The Company has only one class of equity shares. The Company declares and pays dividend in Indian rupees. The holders of equity shares are entitled to receive dividend as declared from time to time and are entitled to one vote per share.

(e) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

(f) Shareholders holding more than 5 % of the equity shares in the Company :

Name of the shareholder	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares held	% of holding	No. of shares held	% of holding	No. of shares held	% of holding
Shristi Housing Development Ltd.*	-	-	-	-	20,00,000	100%
Shristi Infrastructure Development Corpora	20,00,000	100%	20,00,000	100%	-	-

*Amalgamated with Shristi Infrastructure Development Corporation Ltd. pursuant to Hon'ble High Court Order, Calcutta dtd. 16.02.2016 which became effective on 31.03.2016.

Note No. : 8 Other equity

(Rs in Lakhs)

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
(a) Retained earnings						
Balance as per last account	(179.27)		(179.27)			
Add: Net Profit for the year	(0.11)		0.00			
	<u>(179.38)</u>		<u>(179.27)</u>		<u>(179.27)</u>	



Notes to Financial Statements (contd.)

Note No. : 9 Deferred Tax Liabilities

(Rs. In Lakhs)

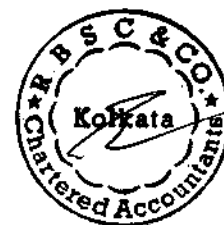
Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Tax effect of item constituting deferred tax liabilities			
Depreciation	0.01	0.01	0.02
	<u>0.01</u>	<u>0.01</u>	<u>0.02</u>

Note No. : 10 Other Current Financial Liabilities

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
		Rs.	Rs.
Carried at amortized cost			
Liability for expenses	0.23	0.17	0.15
Payable to related parties	0.21	0.17	0.19
	<u>0.44</u>	<u>0.34</u>	<u>0.34</u>

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FINETUNE ENGINEERING SERVICES PVT. LTD.

Notes to accounts (contd.)

Note No. : 11 Other income

(Rs. In Lakhs)

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Sundry balance written back	-	0.19
	-	0.19

Note No. : 12 Other expenses

(Rs. In Lakhs)

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
		Rs.
Audit Fees	0.06	0.07
Professional Consultancy Fees	0.04	0.06
Fee & Subscription	0.01	0.01
	0.11	0.14

Note No. : 13 Earnings Per Share

Particulars	31st March, 2018	31st March, 2017
Amount used as the numerator (Rs.)		
Profit/(Loss) after Tax - (A)	(10,641.00)	296.78
Weighted average number of Equity Shares outstanding used as the denominator	20,00,000.00	20,00,000.00
Weighted average number of Equity Shares outstanding used as the denominator	20,00,000.00	20,00,000.00
Nominal value of Equity Shares (Rs.)	10.00	10.00
Basic Earnings per Share (Rs.) (A/B)	(0.01)	0.00
Diluted Earnings per Share (Rs.) (A/C)	(0.01)	0.00



FINETUNE ENGINEERING SERVICES PVT. LTD.**Notes to Financial Statements (contd.)****Note No. : 14 Other disclosures**

A. The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31 March 2018 as micro, small and medium enterprises. Consequently, the amount due to micro and small enterprises as per requirement of Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil (31st March 2017 - Nil) (1st April 2016 - Nil).

B. Operating Segment

In line with Ind AS 108 -Operating Segments, taking into account the organizational structure, product type as well as the differing risks and returns criterion, there are no distinguishable Geographical or Business components on the basis of which segments can be identified.

C. Related party disclosures :**a) Name of the related parties and description of relationship :**

i) Holding Company : Shristi Infrastructure Development Corporation Limited (Control exists)

b) Transactions with Related parties :

Nature of transaction	Holding Company		
	31st March, 2018	31st March, 2017	1st April, 2016
Balance Outstanding: Loans (Rs. in Lakhs)	20.80	20.80	20.80

c) The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognised in current year and previous year for bad or doubtful debts in respect of the amounts owed by related parties.

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FINETUNE ENGINEERING SERVICES PVT. LTD.

Notes to Financial Statements (contd.)

Note No. : 14 Other disclosures (contd.)

E. Financial instruments - Accounting, Classification and Fair value measurements

a) Financial instruments by category

As at 31st March, 2018

(In Rs. Lakhs)

Sl. No.	Particulars	Refer Note No.	Amortized cost			Fair Value		
			31st March, 2018	31st March, 2017	1st April, 2016	31st March, 2018	31st March, 2017	1st April, 2016
(1)	Financial assets							
(a)	Loans	4	20.80	20.80	20.80	20.80	20.80	20.80
(b)	Cash and cash equivalents	5	0.21	0.22	0.16	0.21	0.22	0.16
	Total		21.01	21.02	20.97	21.01	21.02	20.97
(2)	Financial liabilities							
(c)	Other financial liabilities	10	0.44	0.34	0.34	0.44	0.34	0.34
			0.44	0.34	0.34	0.44	0.34	0.34

b) Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of loan, cash and cash equivalents and other current financial liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature. No Financial assets and financial liabilities are measured at fair value on a recurring basis.

F. Financial risk management objectives and policies

The Company's activities expose to liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The company has granted loan to related party. Hence, the management believes that the company is not exposed to any credit risk.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash. The company is exposed to liquidity risk due to other current liabilities. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.

The following are the contractual maturities of financial liabilities:

(In Rs. Lakhs)

Particulars	Carrying amount	Less than 1 year
31st March, 2018		
Other financial liabilities	0.44	0.44
Total	0.44	0.44
31st March, 2017		
Other financial liabilities	0.34	0.34
Total	0.34	0.34
1st April, 2016		
Other financial liabilities	0.34	0.34
Total	0.34	0.34



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G. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity share-holders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders.

H. First-time Adoption of Ind AS

- (i) These financial statements, for the year ended 31st March, 2018, are the first financial statements, the Company has prepared in accordance with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2018, together with the comparative figures for the year ended 31st March, 2017, as described in the summary of significant accounting policies [Refer Note

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2015 (the transition date) by:

- recognising all assets and liabilities whose recognition is required by Ind AS,
- not recognising items of assets or liabilities which are not permitted by Ind AS,
- reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
- applying Ind AS in measurement of recognised assets and liabilities.

- (ii) A. Reconciliation of total comprehensive income for the year ended 31st March, 2017 is summarised as follows:

Particulars	For the year end 31st March, 2017 Amount
Profit After Tax as reported under previous GAAP	0.00
Add/(Less) - Effect of transition to Ind AS	0.00
Profit After Tax as reported under Ind AS	0.00
Other Comprehensive Income (net of tax)	0.00
Total Comprehensive Income as reported under Ind AS	0.00

- B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	(In Rs.Lakhs)	
	As at 1st April, 2016 (Date of transition)	March, 2017 (end of last period presented)
	Amount	Amount
Equity as reported under previous GAAP	(179.27)	(179.27)
Add/(Less) - Effect of transition to Ind AS	-	-
Equity as reported under Ind AS	(179.27)	(179.27)

- (iii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain

- a) Property, plant and equipment were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.

- (iv) There is no impact on cash flow statement.

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants

R.N. Bardhan

Partner

Membership No.17270



For and on behalf of the Board of Directors

Badar Kumar Gulsyan
Director
DIN: 02447595

Gautami Malik
Director
DIN :02545671

Date:17.05.2018

Place: Kolkata

R B S C & CO.

CHARTERED ACCOUNTANTS

(Formerly S. S. Kothari & Co.)

R.K. ROYCHOUDHURY B.Sc., B.Com., F.C.A. R.N. BARDHAN B.Com., F.C.A.
T.K. SENGUPTA B.Com., LL.B., F.C.A. P.K. BHATTACHARYA B.Com., F.C.A.

CENTRE POINT, ROOM NO. 314
21, OLD COURT HOUSE STREET
KOLKATA - 700 001

Phone : 2248-2758, 2248-0279

e-mail : rbsc.ca@gmail.com

sskotharico@gmail.com

INDEPENDENT AUDITORS' REPORT

To the Members of Shristi Hotel Private Limited

Report on the Standalone financial statements

We have audited the accompanying standalone financial statements of **Shristi Hotel Private Limited** ("the Company"), which comprises the balance sheet as at 31st March 2018, and the statement of profit and loss, the statement of changes in Equity 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 of these standalone financial statements that give a true and fair view of the financial position, financial performance, change in Equity and cash flows of the Company in accordance with Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. 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 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 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, 2018 and its loss and its statement of changes in equity and its cash flows for the year ended on that date.



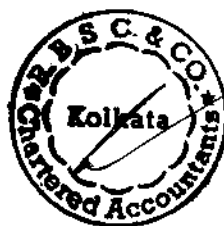
Report on Other Legal and Regulatory Requirements

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, statement of equity 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 Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015;
- (e) On the basis of written representations received from the directors as at 31st March, 2018 taken on record by the Board of Directors, none of the directors as on 31st March 2018 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: 21st May, 2018



For **R B S C & Co.**
Chartered Accountants
Firm's Registration No.302034E

R N Bardhan
Partner
Membership No. 017270

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 Shristi Hotel Private Limited on the standalone financial statements for the year ended 31st March,2018)

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) The title deeds of immovable properties are held in the name of the Company.
2. a) There management has physically verified the inventory at reasonable interval of time.
- b) There were no material discrepancies noticed while physical verification of inventory.
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 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, 2018. 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.
- 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 has taken term loans from banks during the year. The repayment of such loans are yet to commence, hence no default in repayment of such loans has occurred.
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 give 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: 21st May, 2018



For **R B S C & Co.**
Chartered Accountants
Firm's Registration No.302034E

R N Bardhan
Partner
Membership No. 017270

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 Shristi Hotel Private Limited on the standalone financial statements for the year ended 31st March,2018)

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 Shristi Hotel 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.

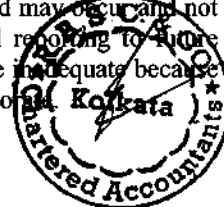
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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 2018, 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: 21st May, 2018



For **R B S C & Co.**
Chartered Accountants
Firm's Registration No.302034E

A handwritten signature in black ink, appearing to read "R N Bardhan".

R N Bardhan
Partner

Membership No. 017270

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 Shristi Hotel Private Limited on the standalone financial statements for the year ended 31st March, 2018)

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 Shristi Hotel 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.

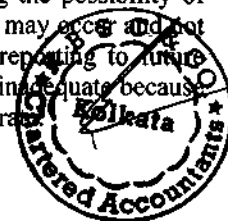
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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 2018, 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: 21st May, 2018



For R B S C & Co.

Chartered Accountants

Firm's Registration No.302034E

R N Bardhan

Partner

Membership No. 017270

SHRISTI HOTEL PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2018

(Rs. In Lakhs)

Particulars	Note No.	As at 31st MARCH, 2018		As at 31st March, 2017		As at 1st April, 2016	
I. ASSETS							
(1) Non - current assets							
(a) Property, plant and equipment	4.1	48,177.16		1,247.75		1,267.33	
(b) Capital work-in-progress	4.2	12,422.30		46,365.35		34,627.13	
(c) Intangible assets	4.3	97.05		1.67		3.23	
(d) Financial assets							
(i) Other financial assets	5(i)	1,241.17		155.15		135.30	
(e) Deferred tax assets (net)		15.35		2.57		1.36	
(f) Current tax asset (net)	6	199.77		104.23		98.81	
(g) Other non-current assets	7	1,391.54	63,544.35	2,980.36	50,857.09	2,555.38	38,688.54
(2) Current assets							
(c) Financial assets							
(i) Inventory	8	104.13					
(ii) Trade and other receivables	9	270.49				0.00	
(iii) Cash and cash equivalents	10(i)	60.28		2,425.30		44.78	
(iv) Bank balances other than cash and cash equivalents	10(ii)	494.66		1,252.79		538.86	
(v) Other financial assets	5(ii)	0.00		0.00		0.00	
(d) Other current assets	10(iii)	10.41	939.97	17.75	3,695.84	18.86	602.49
Total Assets		<u>64,484.32</u>		<u>54,552.92</u>		<u>39,291.03</u>	
II. EQUITY AND LIABILITIES							
(1) Equity							
(a) Equity Share capital	11	9,230.77		9,230.77		9,230.77	
(b) Other Equity	12	4,982.58	14,213.35	4,997.91	14,228.68	4,980.63	14,211.40
Liabilities							
(2) Non - current liabilities							
(a) Financial liabilities							
(i) Long Term Borrowings	13(i)	36,924.17		34,988.82		21,685.58	
(ii) Deferred Tax Liabilities							
(b) Provisions	14(i)	96.73	37,020.90	55.29	35,044.11	47.21	21,732.78
(3) Current liabilities							
(a) Financial liabilities							
(i) Borrowings	13(ii)			0.00		0.00	
(i) Trade and other payables	15	3,465.24		2,005.50		1,757.01	
(ii) Other financial liabilities	16	4,658.90		3,076.73		1,423.18	
(b) Other current liabilities	17	5,116.70		193.01		162.09	
(c) Provisions	14(ii)	9.23	13,250.07	4.89	5,280.13	4.57	3,346.85
Total Equity and Liabilities		<u>64,484.32</u>		<u>54,552.92</u>		<u>39,291.03</u>	
Significant accounting policies	1-3						
Other disclosures	25						
The accompanying notes 1 to 25 are an integral part of the financial statements.							

As per our report of even date attached.

For and on behalf of the Board of Directors

For R B S C & Co. (formerly S.S.Kothari & Co.)

Firm Regn. No. 302034E

Chartered Accountants



R.N. Bardhan

Partner

Membership No.17270

Date:21.05.2018

Place: Kolkata





Sujit Kanoria
Managing Director
DIN:01175425



Sunil Jha
Director
DIN: 00085667


Navin Kumar Agarwal
Company Secretary

SHRISTI HOTEL PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2018

(Rs. In Lakhs)

Particulars	Note No.	For the Year ended 31st March, 2018	For the Year ended 31st March, 2017
I. Revenue from operations	18(i)	2,141.90	10.38
II. Other income	18(ii)	130.41	92.84
III. Total income (I+II)		2,272.31	103.22
IV. Expenses:			
Cost of Goods Sold		369.75	
Employee benefits expense	19	737.84	60.85
Finance costs	20	459.82	0.00
Depreciation and amortisation expense	4.4	10.35	12.25
Other expenses	21	722.66	21.22
Total expenses (IV)		2,300.43	94.33
V. Profit before exceptional and extra ordinary items and tax (III-IV)		-28.12	8.89
VI. Exceptional items		0.00	0.00
VII. Profit before tax (VII-VIII)		-28.12	8.89
VIII. Tax expense	22		
Current tax		0.00	2.89
Deferred tax		-12.78	-4.54
		-12.78	-1.65
IX. Profit for the year (VII-VIII)		-15.33	10.54
X. Other Comprehensive Income	23		
A. (i) Items that will not be reclassified to Profit or Loss			-10.07
(ii) Income tax relating to items that will not be reclassified to Profit or Loss			3.33
		0.00	-6.74
B. (i) Items that will be reclassified to Profit or Loss			
(ii) Income tax relating to items that will be reclassified to Profit or Loss			
		0.00	0.00
Total Other Comprehensive Income		0.00	-6.74
XI. Total Comprehensive Income for the year (IX + X)		-15.33	3.80
(Comprising Profit and Other Comprehensive Income for the year)			
XII. Earnings per equity share (Nominal value per share` 10/-)	24		
- Basic		-0.00	0.00
- Diluted		-0.00	0.00
Significant accounting policies	1-3		
Other disclosures	25		
The accompanying notes 1 to 25 are an integral part of the financial statements.			

As per our report of even date attached.

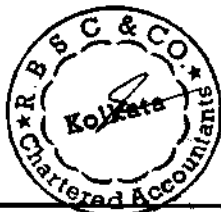
For R B S C & Co.(formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants

For and on behalf of the Board of Directors



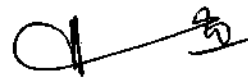
R.N.Bardhan
Partner
Membership No.17270

Date:21.05.2018
Place: Kolkata





Sujit Kanoria
Managing Director
DIN:01175425



Sunil Jha
Director
DIN: 00085667


Navin Kumar Agarwal
Company Secretary

SIRISTI HOTEL PRIVATE LIMITED
CASH FLOW STATEMENT For the year ended 31st March, 2018

(Rs.in Lakhs)

	For the year ended 31st March 2018	For the year ended 31st March 2017
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	-28.12	8.89
Adjustments for:		
Depreciation and Amortisation	10.35	12.25
Finance Costs	459.82	0.00
Interest Income	-97.41	-81.29
Miscellaneous Income	-22.02	0.00
Profit on sale of Fixed Assets		0.00
Operating Profit before Working Capital changes	322.62	-60.15
Adjustments for:		
Trade and Other Receivables	39.99	-458.70
Trade Payables and Other Liabilities	8,011.38	1,941.37
Cash Generated/ (used) in Operations	8,373.99	1,422.52
Income Taxes Paid (Net)		-8.31
Net Cash Generated/ (used) in Operating Activities (A)	8,373.99	1,414.21
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Capital Expenditure on Fixed Assets including Capital Advances	-7,750.49	-9,281.90
Proceeds from sale of fixed assets	0.00	0.00
Interest Received	97.41	81.29
Miscellaneous Income	22.02	0.00
Net Cash (used in) Investing Activities (B)	-7,631.06	-9,200.61
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Loan Processing Fees		0.00
Finance Costs	-459.82	0.00
Borrowing	1,935.35	14,169.59
Interest paid	-5,341.60	-3,288.74
Net Cash (used in) Financing Activities (C)	-3,866.07	10,880.85
D. Net Increase / (Decrease) in Cash and Cash Equivalents [A+B+C]	-3,123.14	3,094.45
Opening Cash and Cash Equivalents	3,678.08	583.63
Closing Cash and Cash Equivalents	554.94	3,678.08

Notes:

- The above cash flow statement has been prepared under the 'indirect method' as set out in the Accounting Standard 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.
- Figures for the previous year have been re-arranged and re-grouped wherever necessary.

In terms of our Report attached
For R B S C & Co.(formerly S.S.Kothari & Co.)
Chartered Accountants
Firm Regn. No. 302034E

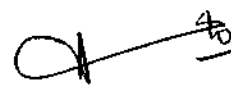
On behalf of the Board of Directors



R.N. Bardhan
Partner
Membership No.17270

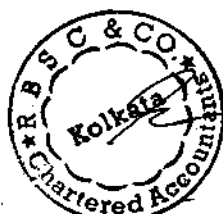


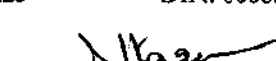
Sujit Kanoria
Managing Director
DIN:01175425



Sunil Jha
Director
DIN: 00085667

Date:21.05.2018
Place: Kolkata




Navin Kumar Agarwal
Company Secretary

SHRISTI HOTEL PRIVATE LIMITED**Statement of Changes in Equity for the Year ended 31st March, 2018****(Rs. In Lakhs)****a) Equity Share capital**

Balance as on April 1, 2017	Changes in equity share capital during the year	Balance as at 31st March, 2018
Rs. 9,230.77	Rs. 0.00	Rs. 9,230.77

(b) Other Equity

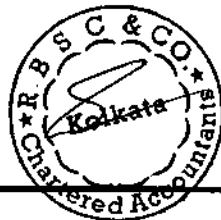
Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Securities Premium Reserve			
Balance as per last account	4,769.23	4,769.23	4,769.23
Surplus in the Statement of Profit and Loss			
Balance as at per last account	219.29	208.75	
Add: Profit for the year	-15.33	10.54	
Closing balance	203.96	219.29	208.75
Other comprehensive reserve			
Balance as at per last account	9.39	2.65	
Add: OCI for the year	0.00	6.74	
Closing balance	9.39	9.39	2.65
Total	4,982.58	4,997.91	4,980.63

For R B S C & Co.(formerly S.S.Kothari & Co.)
 Firm Regn. No. 302034E
 Chartered Accountants



R.N.Bardhan
 Partner
 Membership No.17270

Date:21.05.2018
 Place: Kolkata

**On behalf of Board of Directors**


Sujit Kanoria
 Managing Director
 DIN:01175425



Sunil Jha
 Director
 DIN: 00085667


Navin Kumar Agarwal
 Company Secretary

SHRISTI HOTEL PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Note No.1 Background

Shristi Hotel Private Limited (the "Company") is incorporated under the Companies Act, 1956. The Company is operating a five star hotel under the name of Westin at New Town, Rajarhat, Kolkata since 24th September, 2017.

Note No.2 Significant Accounting Policies

A) Basis of Preparation

i) Compliance With Ind AS

The standalone financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under section 133 of Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the act.

The financial statements upto year ended 31st March 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the act.

These financial statements are the first financial statements of the company under Ind AS. Refer Note No. 25F for an explanation of how the transition from previous GAAP to Ind AS has affected the company's financial position, financial performance and cash flows.

ii) Historical Cost Convention

The financial statements have been prepared on the historical cost basis, except

- a) certain financial assets and liabilities and contingent consideration that is measured at fair value,
- b) defined benefit plans - plan assets measured at fair value

B) Segment Reporting

In line with Ind AS 108 – Operating Segments, taking into account the organizational structure, service type as well as the differing risks and returns criterion, there are no distinguishable Geographical or Business components on the basis of which segments can be identified.

C) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of net of returns, trade allowances, rebates, value added taxes and amount collected on behalf of third parties.

Revenue is recognised when significant risk and rewards of ownership of the services is transferred to the buyer and it is reasonable to expect ultimate collection of sale consideration.

Interest income is recognised on a time proportionate basis taking into account the amount outstanding and the applicable rate.

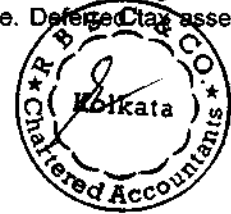
D) Income Tax

i) Current Tax

Provision for Current tax is determined as the amount of tax payable in respect of taxable income for the year, computed in accordance with the provisions of the Income Tax Act, 1961.

ii) Deferred Tax

Deferred tax is recognised, subject to consideration of prudence in respect of deferred tax asset, on timing differences, being the difference between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods and is measured using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are periodically reviewed to reassess realisation thereof.



E) Impairment of Assets

An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less costs of disposal and value in use.

F) Inventories

Inventories are stated at lower of cost and net realisable amount.

G) Property, Plant and Equipment

Property, plant and equipments are stated at historical cost less accumulated depreciation and impairment losses (if any). The cost of an asset includes the purchase cost of materials, including import duties and non refundable taxes, and any directly attributable costs of bringing an asset to the location and condition of its intended use.

Depreciation on Tangible Assets (other than Leasehold Land) is charged on useful life as per straight line method of the assets as per Schedule II of the Companies Act 2013. Leasehold land is amortised over the primary lease period.

H) Intangible Assets

Computer Softwares

Costs associated with maintaining software programmes are recognised as an expense as incurred. Capitalised development costs are recorded as intangible assets and amortised from the point at which the asset is available for use. The amortisation is done as per straight line method.

I) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. They are subsequently measured at amortised cost. Any difference between the proceeds and the redemption amount is recognised in profit or loss over the period of borrowings using the effective interest method.

J) Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such assets till such time the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognised as expenses in the period they are incurred.

K) Provisions

Provisions are recognised when there is a present obligation due to a past event resulting in the outflow of resources of the entity which can be reliably measured. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

L) Employee Benefits

i) Short-term Benefits

Short term employee benefits (i.e. benefits payable within one year) is recognised as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.

ii) Post-employment Benefits

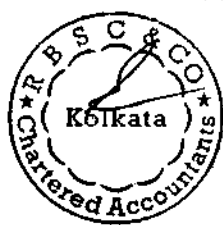
Defined Contribution Plans

Defined contribution plans are those plans where the Company pays fixed contributions to a separate entity. Contributions are paid in return for services rendered by the employees during the year. The company has no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay employee benefits. The contributions are expensed as they are incurred in line with the treatment of wages and salaries.

for

NIL

[Signature]



Defined Benefit Plans

Defined benefit plans are arrangements that provide guaranteed benefits to employees, either by way of contractual obligations or through a collective agreement. This guarantee of benefits represents a future commitment of the Company and, as such, a liability is recognised. The present value of these defined benefit obligations are ascertained by year end actuarial valuation as per the requirement of Accounting Standards 15- Employee Benefits. The liability recognised in the balance sheet is the present value of the defined benefit obligations on the balance sheet date less the fair value of the plan assets (for funded plans), together with adjustments for unrecognised past service costs. All actuarial gains and losses are recognised in Statement of Profit and Loss in full in the year in which they occur.



SHRISTI HOTEL PRIVATE LIMITED

Note No. 3 Critical Estimates and Judgements

The areas involving critical estimates or judgements are:

- | | | |
|----|---|---------------|
| a) | Estimation of current tax expense and payable - | Refer Note 2D |
| b) | Estimated useful life of intangible asset - | Refer Note 2H |
| c) | Estimation of defined benefit obligation - | Refer Note 2L |
| d) | Recognition of revenue - | Refer Note 2C |

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SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Note No 4.1: Property, plant and equipment

Note No 4.1: Property, plant and equipment										(Rs. In Lakhs)
Particulars	Gross Block			Depreciation/Amortisation				Net Block		
	As at 1st April 2017	Additions during the year	Deletions during the year	As at 31st Mar 2018	Upto 1st April 2017	For the year	Deletions during the year	As at 31st Mar 2018	As at 31st March 2017	As at 31st March 2016
Leasehold Land (Refer Note below)	1,218.35	0.00	0.00	1,218.35	0.00	17.41	0.00	17.41	1,200.95	1,235.76
Building		31,523.76		31,523.76		499.13		499.13	31,024.63	0.00
Plant and Machinery		14,287.06		14,287.06		904.85		904.85	13,382.21	0.00
Electrical Fittings		583.05		583.05		55.39		55.39	527.66	0.00
Furniture and Fixtures	10.68	1,829.09	0.00	1,839.76	0.00	175.46	0.00	175.46	1,664.30	11.01
Office Equipments	10.56	85.68	0.00	96.24	0.00	19.94	0.00	19.94	76.30	9.96
Computers	8.16	352.92	0.00	361.08	0.00	59.97	0.00	59.97	301.11	10.60
Total	1,247.75	48,661.55	0.00	49,909.30	0.00	1,732.14	0.00	1,732.14	48,177.16	1,267.33

Note: Land is taken on lease hold basis and lease rent payable as per the agreement entered with the lessor. The lease term is for 80 years and renewable for further 80 years at the option of the company as per the agreement. Lease rental payments in respect of leasehold land is recognized as an expense in the Statement of Profit and Loss on the straight-line basis over the primary lease term.

Note No 4.2: Capital work in progress

Particulars	As at 31st Mar 2018	As at 31st March 2017	As at 1st April 2016
Capital work in progress	9,420.40	39,482.03	30,880.18
Expenses pending allocation*	3,001.90	6,883.32	3,746.95
Total	12,422.30	46,365.35	34,627.13

*Expenses pending allocation:

Particulars	As at 31st Mar 2018	As at 31st March 2017	As at 1st April 2016
Depreciation and Amortisation	1,766.74	156.65	122.34
Employees Cost	530.06	2,413.82	1,253.75
Other Expenses	705.10	4,139.78	2,195.88
Rent		25.41	10.41
Security Charges		164.57	
Total	3,001.90	6,900.22	3,746.95



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(Rs. In Lakhs)

Particulars	Gross Block			Amortisation				Net Block		(Year in hand)
	As at 1st April 2017	Additions during the year	Deletions during the year	As at 31st Mar 2018	Upto 1st April 2017	For the year	Deletions during the year	As at 31st Mar 2018	As at 31st Mar 2017	
Computer Software (Acquired)	1.67	140.33	0.00	142.00	0.00	44.95		44.95	1.67	3.23
Total	1.67	140.33	0.00	142.00	0.00	44.95	0.00	44.95	1.67	3.23

4.4 Depreciation and Amortisation Expense:

Particulars	For the period ended 31st Dec 2018	For the year ended 31st March, 2017
Depreciation/ Amortisation on Property, plant and equipment/ Intangible Assets	1,777.09	29.66
Less: Transfer to Pre- Operative Expenses	-1,766.74	-17.41
Net Depreciation charged to Statement of Profit and Loss	10.35	12.25



SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Note No: 5 Other Financial Asset

(i) Non- Current

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Carried at amortised cost Security Deposits	1,241.17	155.15	135.30
Total	1,241.17	155.15	135.30

(ii) Current

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at April, 2016
Carried at amortized cost		-	-
Total	-	-	-

Note No: 6 Current tax assets (net)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at April, 2016
Advance Income Tax [Net of Provision Rs. 58,54,162/- (1.04.2017: Rs. 57,91,162)]	199.77	104.23	98.81
Total	199.77	104.23	98.81

Note No: 7 Other non- current assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at April, 2016
(Unsecured, considered good) Capital Advances Advance to Suppliers	870.05	901.40	814.79
Other advances GST Recoverable Prepayments	521.49	1,044.01 1,034.95	690.64 1,049.95
Total	1,391.54	2,980.36	2,555.38

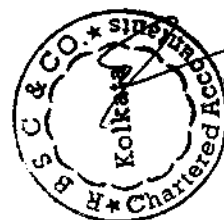
Note No: 8 Inventory

	As at 31st March, 2018	As at 31st March, 2017	As at April, 2016
Inventory a).Inventory - Food b).Inventory - Liquor	34.37 69.76		
Total	104.13	-	-

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Note No: 9 Trade Receivable

	As at 31st March, 2018	As at 31st March, 2017	As at April, 2016
TRADE RECEIVABLES			
Over Six Months			
Unsecured, considered good			
Unsecured, considered doubtful			
Provision for bad and doubtful debts			
Under Six Months			
Unsecured, considered good	270.49		
Total	270.49	-	-

Note No: 10(i) Cash and cash equivalents

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at April, 2016
Balances with Banks			
In Current Accounts	48.89	2,424.62	41.46
Cash on hand	11.39	0.67	3.32
Total	60.28	2,425.30	44.78

Note No: 10(ii) Bank balances other than cash and cash equivalent

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at April, 2016
Balances with Banks held as security against guarantees			
In Deposit Accounts (With maturity upto 12 months)	494.66	1,252.79	538.86
Total	494.66	1,252.79	538.86

Note No: 10(iii) Other Current Assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at April, 2016
Unsecured, considered good			
Others			
Prepayments	10.41	15.00	15.00
Advance for Expenses		2.75	3.86
Total	10.41	17.75	18.86

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SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

(Rs. in Lakhs)

Note No: 11 Equity Share Capital

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
(a) Authorised:			
32,465,000 (01.04.2016: 32,465,000) 'Class A' Equity Shares of Rs.10 each	3,246.50	3,246.50	3,246.50
60,435,000 (01.04.2016: 60,435,000) 'Class B' Equity Shares of Rs.10 each	6,043.50	6,043.50	6,043.50
100,000 (01.04.2016: 100,000) 'Class C' Equity Shares of Rs.10 each	10.00	10.00	10.00
Total	9,300.00	9,300.00	9,300.00
(b) Issued, Subscribed and Fully Paid up:			
32,272,692 (01.04.2016: 32,272,692) 'Class A' Equity Shares of Rs.10 each fully paid up	3,227.27	3,227.27	3,227.27
59,935,000 (01.04.2016: 59,935,000) 'Class B' Equity Shares of Rs. 10 each fully paid up	5,993.50	5,993.50	5,993.50
100,000 (01.04.2016: 100,000) 'Class C' Equity Shares of Rs.10 each fully paid up	10.00	10.00	10.00
Total	9,230.77	9,230.77	9,230.77

(c) Reconciliation of number of shares:

Particulars	Class A Equity Shares		Class B Equity Shares		Class C Equity Shares	
	No. of shares	Rs.	No. of shares	Rs.	No. of shares	Rs.
As at 01.04.2016	3,22,72,692	3,227	5,99,35,000	5,994	1,00,000	10
As at 31.03.2017	3,22,72,692	3,227	5,99,35,000	5,994	1,00,000	10
At at 01.04.2017	3,22,72,692	3,227	5,99,35,000	5,994	1,00,000	10
As at 31.03.2018	3,22,72,692	3,227	5,99,35,000	5,994	1,00,000	10

(d) Terms / rights attached to Equity Shares:

The Company has three classes of equity shares having a face value of Rs. 10/- each. In the event of liquidation of the Company, the equity shareholders will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts, in proportion to their shareholding. The Company in the General meeting may declare dividends, but no dividend shall exceed the amount recommended by the Board.

Following are the voting rights attached to each class of Equity Shares:

Class	Voting Right
Class A	With an aggregate voting right of 0.67% for all Equity Shares.
Class B	With an aggregate voting right of 1.33% for all Equity Shares.
Class C	With an aggregate voting right of 98% for all Equity Shares.

(e) Details of share holders holding more than 5% of the aggregate shares in the Company:

Name of Shareholder	Relationship	Nature of Equity Shares	31st March, 2018		31st March, 2017		1st April, 2016	
			No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shruti Infrastructure Development Corporation Limited along with its nominees	Promoter	Class B Class C	5,99,35,000 65,000	100.00 65.00	5,99,35,000 65,000	100.00 65.00	4,61,03,846 50,000	76.92 50.00
Rama INN (International) Private Limited	Promoter	Class B	-	-	-	-	1,38,31,154	23.08
Rishima SA Investments LLC	Investor	Class A Class B Class C	3,22,72,692 35,000	100.00 35.00	3,22,72,692 35,000	100.00 35.00	3,22,72,692 35,000	100.00 35.00



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SHRISTI HOTEL PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Note No: 12 Other Equity

(Rs. In Lakhs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Securities Premium Reserve			
Balance as per last account	4,769.23	4,769.23	4,769.23
Surplus in the Statement of Profit and Loss			
Balance as at per last account	219.29	208.75	
Add: Profit for the year	-15.33	10.54	
Closing balance	203.96	219.29	208.75
Other comprehensive reserve			
Balance as at per last account	9.39	2.65	
Add: OCI for the year	0.00	6.74	
Closing balance	9.39	9.39	2.65
Total	4,982.58	4,997.91	4,980.63

Note No: 13 Borrowings

(i) Non-Current

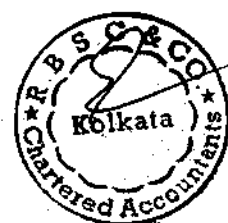
Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Secured			
Term Loans			
From Banks			
Corporation Bank		0.00	4,987.61
Yes Bank	27,137.48	27,488.82	0.00
Central Bank of India		0.00	4,988.08
Axis Bank		0.00	11,709.89
From Financial institution	9,786.69	7,500.00	0.00
	36,924.17	34,988.82	21,685.58

(a) Nature of Security and Terms of Repayment of Secured Borrowings:

The Term Loan is secured by a first pari passu mortgage on land and building of the hotel project at Kolkata, first pari passu charge on all present and future moveable fixed assets and entire current assets including cash together with 3.5 acre of leasehold land. It is carrying Corporate Guarantee of Shristi Infrastructure Development Corporation Limited. The loan carries interest at Base Rate +2.40%, effective rate being 12.65%p.a. payable at monthly rest.

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Note No: 14 Provisions**(i) Non-current**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Provision for Employee Benefits			
Gratuity	48.96	30.86	23.78
Compensated Absence	47.76	24.43	23.43
Total	96.73	55.29	47.21

(ii) Current

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Provision for Employee Benefits			
Gratuity	2.92	1.00	1.82
Compensated Absence	6.31	3.89	2.75
Total	9.23	4.89	4.57

Note No: 15 Trade and other payables

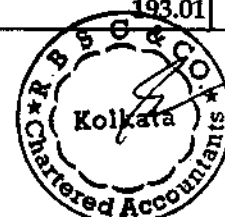
Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Carried at amortized cost			
Trade Payables			
Total outstanding dues of Micro and Small Enterprises		0.00	0.00
Total outstanding dues of other than Micro and Small Enterprises	370.61	0.00	0.00
Other Payables			
Total outstanding dues of Micro and Small Enterprises		0.00	0.00
Total outstanding dues of other than Micro and Small Enterprises	3,094.63	2,005.50	1,757.01
Total	3,465.24	2,005.50	1,757.01

Note No: 16 Other Financial Liability - Current

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Carried at amortized cost			
Loans and advances from related parties	3,223.71	3,076.73	1,423.18
Interest Accrued and due on Borrowings	714.44	0.00	
Other Payables	562.30		
Book Overdraft - Axis Bank -89079	158.46		
Total	4,658.90	3,076.73	1,423.18

Note No: 17 Other Current Liabilities

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Other advances			
Advance from customers	4,988.75	-	9.60
Others			
Statutory Dues	127.94	193.01	152.49
Total	5,116.70	193.01	162.09



SHRISTI HOTEL PRIVATE LIMITED**NOTES TO THE FINANCIAL STATEMENTS (Contd.)****Note No: 18 (i) Other Income**

(Rs. In Lakhs)

Particulars	For the year 31st March, 2018	For the year ended 31st March, 2017
Revenue From Operation	2,141.90	
Operating Income	0.00	10.38
Total	2,141.90	10.38

Note No: 18 (ii) Other Income

Particulars	For the year 31st March, 2018	For the year ended 31st March, 2017
	Rs.	Rs.
Interest Income on Financial asset (amortized cost)		
Fixed deposits with banks	97.41	81.29
Income from financial assets	22.02	11.55
Other Non Operating Income	10.98	
Total	130.41	92.84

Note No: 19 Employee Benefits Expense

Particulars	For the year 31st March, 2018	For the year ended 31st March, 2017
	Rs.	Rs.
Salaries, Wages and Bonus	1,169.15	1,131.02
Contribution to Provident and Other Funds (Refer Note 17.1)	31.72	53.54
Staff Welfare Expenses	67.03	36.37
	1,267.90	1,220.92
Less: Expense Capitalised	-530.06	-1,160.07
Total	737.84	60.85

Note No: 20 Finance costs

Particulars	For the year 31st March, 2018	For the year ended 31st March, 2017
	Rs.	Rs.
Interest expense(Gross)	2,613.00	2,422.39
On long term borrowing	2,613.00	2,422.39
On short term borrowing	0.00	0.00
Less: Amount transferred to Capital Work-in-Progress	-2,153.17	-2,422.39
Total	459.82	0.00

Note No: 21 Other Expenses

Particulars	For the year 31st March, 2018	For the year ended 31st March, 2017
	Rs.	Rs.
Rent	9.50	35.92
Repairs & Maintenance	72.15	17.88
Insurance	14.83	5.44
Rates and Taxes	0.10	0.30
Professional Charges	272.38	1,032.52
Travelling and Conveyance	136.27	539.08
Business Promotion	63.20	68.36
General Expenses	824.03	251.62
Telephone Expenses	17.72	17.74
Printing and Stationery	16.84	10.41
Statutory Audit Fees	0.75	0.69
Tax Audit Fees		0.17
Telephone Expenses		
	1,427.76	1,980.12
Less: Expense Capitalised	-705.10	-1,958.89
Total	722.66	21.22



Note No: 22 Income Tax

Particulars	For the year 31st March, 2018	For the year ended 31st March, 2017
	Rs.	Rs.
Current tax	0.00	2.89
Deferred taxes	-12.78	-4.54
	-12.78	-1.65

Note No: 23 Other Comprehensive income

Particulars	For the year 31st March, 2018	For the year ended 31st March, 2017
		Rs.
(A) Items that will not be reclassified to profit or loss		
Remeasurements of the defined benefit plans		-10.07
Tax impact of above		3.33
	-	-6.74

Note 24- Earnings Per Share

	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Profit after Tax (A) (In Rs.Lakhs)	-15.33	10.54
Weighted avg. number of Outstanding Equity Shares (In No.) (B)	9,23,07,692	9,23,07,692
Nominal Value of Equity Shares (In Rs.)	10	10
Earnings per Share- Basic and Diluted (In Rs.Lakhs) (A/B)	(0.00)	0.00

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Note 19A: Employee Benefits

a) Defined Contribution Plan

The Company has recognised, in the Statement of Profit and Loss for the current year an amount of Rs. 3,171,555/- (31.3.2017 : Rs. 5,353,544) as expenses under defined contribution plans towards payment of Provident Fund to its employees.

b) Defined Benefit Plans

The Company provides the following post retirement employee benefit plans:

Non funded

1. Gratuity : Liability towards Gratuity, covering eligible employees, is provided on the basis of year-end actuarial valuation. The most recent actuarial valuation was carried out as at 31st March 2017.

2. Compensated Absences: Accrued liability towards compensated absences, covering eligible employees, evaluated on the basis of year-end actuarial valuation is recognised as a charge in the Statement of Profit and Loss. The most recent actuarial valuation was carried out as at 31st March 2017.

Note 19B: Following are the further particulars with respect to Defined Benefit Plans of the Company for the year ended 31st March 2018:

(Rs. in Lakhs)

	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	For the year ended 31st March 2018	For the year ended 31st March 2017	For the year ended 31st March 2018	For the year ended 31st March 2017
i. Reconciliation of Opening and closing balances of present value of defined benefit obligation:				
a. Present Value of Obligation as at the beginning of the year	31.86	25.60	28.32	26.17
b. Current Service Cost	18.77	14.35	23.62	3.06
c. Interest Cost	2.38	2.15	2.14	2.04
d. Actuarial (gains)/Losses	1.31	-10.07	1.35	-1.18
e. (Benefits Paid)	-2.42	-0.18	-1.35	-1.77
f. Present Value Obligation as at the end of the year	51.89	31.86	54.07	28.32
ii. Reconciliation of the opening and closing balances of fair value of plan assets and defined benefit obligation:				
a. Present value of obligation as at the end of the year	51.89	31.86	54.07	28.32
b. Fair value of plan assets as at the end of the year				
c. Net Deficit/(Surplus) recognised in the balance sheet	-51.89	-31.86	-54.07	-28.32
iii. Expense recognised during the year in the Statement of Profit and Loss				
a. Current Service Cost	18.77	14.35	23.62	3.06
b. Interest Cost	2.38	2.15	2.14	2.04
c. Expected return on plan assets				
d. Actuarial (gains)/Loss	1.31	-10.07	1.35	-1.18
e. Total Expenses recognised during the year*	22.45	6.44	27.11	3.92
*The Expenses is disclosed in the line item - Employee Benefits Expenses - Salary, Wages and Bonus in Note 19				
iv. Principal Actuarial Assumptions				
a. Discount rate (per annum)	7.75%	7.50%	7.75%	7.50%
b. Estimated rate of return on plan assets	NA	NA	NA	NA
c. Average Future Service	28.07	26.48	28.07	26.48
d. Rate of escalation of salary	6.00%	6.00%	6.00%	6.00%
e. Method Used	Projected Unit Credit Method			
v. Other Disclosures				
a. Gratuity Scheme				
Experience History	For the year ended 31st March 2018	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2015
1 Defined Benefit Obligation at end of the period	51.89	31.86	25.60	19.84
2 Plan Assets at end of the period	0.00	0.00	-	-
3 Funded Status	-51.89	-31.86	-25.60	-19.84
4 Experience Gain/(Loss) adjustments on plan liabilities	1.30	1.89	2.17	0.50
5 Experience Gain/(Loss) adjustments on plan assets	0.00	0.00	0.00	0.00
6 Actuarial Gain/(Loss) due to change on assumptions	0.00	0.00	0.00	0.00

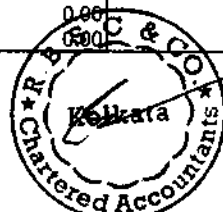
b. Compensated Absences

	For the year ended 31st March 2018	For the year ended 31st March 2017	For the year ended 31st March 2016	For the year ended 31st March 2015
Experience History				
1 Defined Benefit Obligation at end of the period	54.07	28.32	26.17	24.13
2 Plan Assets at end of the period	0.00	0.00	0.00	0.00
3 Funded Status	-54.07	-28.32	-24.13	-14.65
4 Experience Gain/(Loss) adjustments on plan liabilities	-1.21	1.56	2.57	0.61
5 Experience Gain/(Loss) adjustments on plan assets	0.00	0.00	0.00	0.00
6 Actuarial Gain/(Loss) due to change on assumptions	0.00	0.00	0.00	0.00

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SHRISTI HOTEL PRIVATE LIMITED

Note No. : 25 Other disclosures

A. The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31 March 2018 as micro, small and medium enterprises. Consequently, the amount due to micro and small enterprises as per requirement of Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil (31st March 2017 - Nil) (1st April 2016 - Nil).

B. Related party disclosures :**a) Name of the related parties and description of relationship :****a) List of Related Parties**

Promoter : Shristi Infrastructure Development Corporation Limited

b) Transactions with Related parties :

(Rs. in Lakhs)

	For the year ended 31st March, 2018	For the year ended 31st March, 2017
I. With Shristi Infrastructure Development Corporation Limited		
Transactions during the Year		
Construction Expenses	0.00	71.29
Loans and Advances	3,223.71	3,076.73
Year End Balances		
Security Deposit	1,200.00	1,200.00
II. With Key Management Personnel		
Remuneration (Managing Director)	118.80	120.74

c) The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognised in current year and previous year for bad or doubtful debts in respect of the amounts owed by related parties.



SHRISTI HOTEL PRIVATE LIMITED

Note No.: 25 Other disclosures (contd)

C(ii) Financial Instruments - Accounting, Classification and Fair value measurements**a. Financial instruments by category**

As at 31st March, 2018

(Rs. In Lakhs)

Sl. No.	Particulars	Amortized cost			Fair Value		
		31st March, 2018	31st March, 2017	1st April, 2016	31st March, 2018	31st March, 2017	1st April, 2016
(1)	Financial assets						
a)	Inventory	104.13	0.00	0.00	104.13	0.00	0.00
b)	Trade and other receivables	270.49	0.00	0.00	270.49	0.00	0.00
c)	Cash and cash equivalents	60.28	2,425.30	44.78	60.28	2,425.30	44.78
d)	Bank balances other than cash and cash equivalents	494.66	1,252.79	538.86	494.66	1,252.79	538.86
f)	Other financial assets(Non-Current)	1,241.17	155.15	135.30	1,241.17	155.15	135.30
	Total	2,170.73	3,833.23	718.94	2,170.73	3,833.23	718.94
(2)	Financial liabilities						
(a)	Long-Term Borrowings	36,924.17	34,988.82	21,685.58	36,924.17	34,988.82	21,685.58
(b)	Trade payables	3,465.24	2,005.50	1,757.01	3,465.24	2,005.50	1,757.01
(c)	Other financial liabilities	4,658.90	3,076.73	1,423.18	4,658.90	3,076.73	1,423.18
	Total	45,048.31	40,071.04	24,865.77	45,048.31	40,071.04	24,865.77

b. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of cash and cash equivalents and other current financial assets, short term borrowings, trade payables and other current financial liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy.

No Financial assets and financial liabilities are measured at fair value on a recurring basis.

C (ii). Expenditure in Foreign Currency

	For the year ended 31st March 2018	For the year ended 31st March 2017	For the year ended 31st March 2016
Professional Fees	47.92	29.69	64.85
Foreign Travel	38.65	38.15	50.83
others	282.64	-	-
Total	369.21	67.84	115.68

C (iii). Income in Foreign Currency

	For the year ended 31st March 2018	For the year ended 31st March 2017	For the year ended 31st March 2016
Operational Income	592.55	0.00	0.00
Total	592.55	0.00	0.00

D Financial risk management objectives and policies

The Company's activities is expose to liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

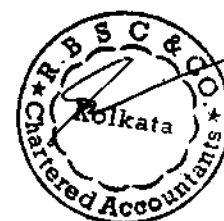
a. Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The company has only given security deposit and the company is exposed to credit risk to that extent.

b. Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash. The company is exposed to liquidity risk due to short term borrowings and other current liabilities.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.



The following are the contractual maturities of financial liabilities:

(Rs. in Lakhs)					
Particulars	Carrying Amount	Less than 1 year	1-5 years	More than 5 years	Total
31st March, 2018					
Borrowings	37,486.47	562.30		36,924.17	37,486.47
Trade payables	3,465.24	3,465.24			3,465.24
Other financial liabilities	4,658.90	4,658.90			4,658.90
Total	45,610.61	8,686.44			45,610.61
31st March, 2017					
Borrowings	34,988.82		0.00	34,988.82	34,988.82
Trade payables	2,005.50	2,005.50	0.00	0.00	2,005.50
Other financial liabilities	3,076.73	3,076.73		0.00	3,076.73
Total	40,071.04	5,082.23	0.00	0.00	40,071.04
1st April, 2016					
Borrowings	21,685.58		0.00	21,685.58	21,685.58
Trade payables	1,757.01	1,757.01	0.00	0.00	1,757.01
Other financial liabilities	1,423.18	1,423.18	0.00	0.00	1,423.18
Total	24,865.77	3,180.19	0.00	0.00	24,865.77

E. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserve attributable to the equity share-holders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders.

F. First-time Adoption of Ind AS

(i) These financial statements, for the year ended 31st March, 2018, are the first financial statements, the Company has prepared in accordance with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2018, together with the comparative figures for the year ended 31st March, 2017, as described in the summary of significant accounting policies [Refer Note No.2].

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2016 (the transition date) by:

- recognising all assets and liabilities whose recognition is required by Ind AS,
- not recognising items of assets or liabilities which are not permitted by Ind AS,
- reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
- applying Ind AS in measurement of recognised assets and liabilities.

(ii) A. Reconciliation of total comprehensive income for the year ended 31st March, 2017 :Not applicable

B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	As at 1st April, 2016 (Date of transition)	March, 2017 (end of last period presented)
	Rs.	Rs.
Equity as reported under previous GAAP	14,211.40	14,218.61
Add/(Less) - Effect of transition to Ind AS	0.00	10.07
Equity as reported under Ind AS	14,211.40	14,228.68

(iii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions in the financial statements:

Capital work in progress were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.

(iv) There is no impact on cash flow statement.

As per our report of even date attached.

For and on behalf of the Board of Directors

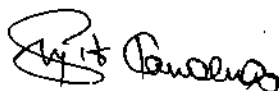
For R B S C & Co. (formerly S.S.Kothari & Co.)
Firm Regn. No. 302034E
Chartered Accountants



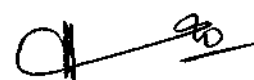
R.N. Bardhan
Partner
Membership No.17270



Date: 21.05.2018
Place: Kolkata



Sujit Kanoria
Managing Director
DIN:01175425



Sunil Jha
Director
DIN: 00085667


Navin Kumar Agarwal
Company Secretary



H. R. AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS

219-C, Old China Bazar Street
1st Floor, Room No.B-6
KOLKATA - 700 001
Tele : (033)2248-6561,
Telefax : (033) 2230-3207
e-mail : gk.sons@hotmail.com

Independent Auditor's Report to the Members of MEDI-NET SERVICES PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **MEDI-NET SERVICES PRIVATE LIMITED** ("the Company") which comprise the Balance Sheet as at 31st March, 2018, the Cash flow statement and the statement of changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS 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 the Ind-AS financial statements that give a true and fair view of the financial position, financial performance including Other Comprehensive income, cash flows and the statement of changes in Equity of the Company in accordance with the Accounting Principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 accounting records, relevant to the preparation and presentation of the Ind AS 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 Ind AS 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 of Ind AS financial statement 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 IND –AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 a 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 the 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 Ind AS Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Ind AS 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 including the IND-AS :

- i. in the case of the balance sheet, of the state of affairs of the Company as at 31st March 2018;
- ii. in the case of the cash flow statement, of the cash flows for the year ended on that date, and
- iii. statement of changes in Equity 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 Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a. we have sought & 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 Cash Flow Statement and statement of changes in Equity dealt with by this Report are in agreement with the books of account;



- d. in our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
- e. on the basis of written representations received from the directors as on 31st March 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2018, from being appointed as a director in terms of Section 164 (2) of the Act;
- f. with respect to the adequacy of the internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure – B;
- 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:
- The company does not have any pending litigations which would have impact on its financial position in its financial statement.
 - The company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, as required on long term contracts including derivative contracts;
 - No amount is required to be transferred to Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 2013 and rules made thereunder.

For H. R. Agarwal and Associates
Chartered Accountants
Firm's registration number: 323029E

Shyam Sundar Agarwal
(Shyam Sundar Agarwal, FCA)

Partner

Membership number: 060033

Place: Kolkata

Date: 17th Day of May 2018



The Annexure - A

To the Independent Auditor's Report on the IND-AS Financial Statements of MEDI-NET SERVICES PRIVATE LIMITED referred to in paragraph 1 under the heading "Report on other Legal and regulatory requirements" of our report of even date

- i) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - (b) Fixed Assets have been physically verified by the management in the phased periodical manner, which in our opinion is reasonable having regard to the size of the company and the nature of its Assets. No material discrepancies were noticed on such verification.
 - (c) The title deeds/ lease deeds of immovable properties included in Property, Plant and Equipment are held in the name of the company;
- ii) As the Company has neither purchased / sold goods during the year nor is there any opening stock, requirement of reporting on physical verification of stocks, in our opinion does not arise.
- iii) The company has not granted any loans secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013, in respect of grant of loans, making Investments and providing guarantees and securities, as applicable.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public in pursuance to sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.
- vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013.
- vii) a) According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, employees' state Insurance, Income Tax, Sales tax, Service Tax, Goods and Service Tax, custom duty, excise duty, value added tax, cess and other material statutory dues applicable to it.


According to the information and explanations given to us, no undisputed amounts payable in respect of service tax, Goods and Service Tax, sales tax, Income Tax, provident fund, employees state Insurance, custom duty, excise duty or value added tax and cess were in arrears, as at 31st March, 2018 for a period of more than six months from the date they became payable

- b) According to the information and explanations given to us, there are no dues of VAT, sales tax, Service tax, Goods and Service Tax, duty of custom, duty of excise and Income Tax which have not been deposited on account of any dispute.



- viii) The company does not have any loans or borrowings from any financial institution, banks, government or by issue of debentures during the year. Accordingly, clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix) The company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, clause (ix) of paragraph 3 of the Order is not applicable to the Company
- x) No any fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year.
- xi) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not paid/ provided for any managerial remuneration during the year. Accordingly, clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) The company is not a Nidhi Company. Accordingly, Clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- xiii) According to the information and explanation given to us and based on our examination of the records of the Company, the company has not entered into any transactions with the related parties that require approval under section 177 and 188 of the companies Act, 2013 and the rules made there under. Accordingly, clause (xiii) of paragraph 3 of the Order is not applicable to the Company.
- xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv) According to the information and explanations given to us, the Company has not entered into non- cash transactions with directors or persons connected with them;
- xvi) According to the information and explanation given to us and based on our examination of the records of the Company, the Company is not required to be registered under section 45-IA of the Reserve bank of India Act, 1934.

For H. R. Agarwal and Associates
Chartered Accountants
Firm's registration number: 323029E


(Shyam Sundar Agarwal, FCA)
Partner
Membership number: 060033



Place: Kolkata,
Date: 17th Day of May, 2018

Annexure-B referred to in paragraph 2(f) under "Report on other legal and regulatory requirements" of our report of even date)

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 Control over financial reporting of **MEDI-NET SERVICES PRIVATE LIMITED** ("the Company") as of 31st March, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year then ended.

Management Responsibility for the 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 the 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 Act.

Auditor's 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 prescribed under Section 143(10) of the Act, 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 ICAI. 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 Ind AS 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 (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 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 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 31st March, 2018, 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 ICAI.

For H. R. Agarwal and Associates
Chartered Accountants
Firm's registration number: 323029E

Shyam Sundar Agarwal

(Shyam Sundar Agarwal, FCA)
Partner
Membership number: 060033



Place: Kolkata

Date: 17th Day of May 2018

Medi-Net Services Pvt. Ltd.

Balance Sheet as at 31st March, 2018

		(Rs. In Lacs)		
Particulars	Note No.	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
I. ASSETS		Rs.	Rs.	Rs.
(1) Non - current assets				
(a) Property, Plant and Equipment	4	289.68	289.68	289.68
(b) Capital work in progress	5	13.17	12.63	10.75
(2) Current assets				
(a) Financial assets				
(i) Cash and cash equivalents	6	0.00	0.06	0.67
(d) Other current assets	7	-	-	0.45
Total Assets		302.85	302.37	301.56
II. EQUITY AND LIABILITIES				
(1) Equity				
(a) Equity Share capital	8	4.00	4.00	4.00
Liabilities				
(2) Current liabilities				
(a) Financial liabilities				
(i) Borrowings	9	296.61	294.97	294.90
(ii) Other financial liabilities	10	0.19	3.32	2.42
(b) Other current liabilities	11	2.05	0.08	0.24
Total Equity and Liabilities		302.85	302.37	301.56

The accompanying notes 1 to 11 are an integral part of the financial statements.

As per our report of even date

For H. R. Agarwal & Associates
Chartered Accountants
Firm Reg No: 323029E

Sagarwal.

(CA Shyam Sundar Agarwal)
Partner
Membership No.FCA 060033



For and on behalf of Board of Directors

Abhishek Bhardwaj
Abhishek Bhardwaj
Director
DIN: 03459739

Shankar Mukherjee
Shankar Mukherjee
Director
DIN: 01918561

Date: 17/05/2018
Place: Kolkata

Medi-Net Services Pvt. Ltd.

Statement of Changes in Equity for the Year ended 31st March, 2018

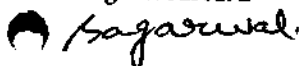
(a) Equity Share capital

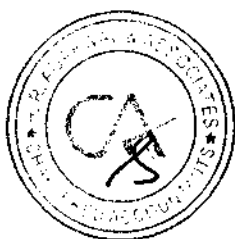
For the year ended 31st March, 2018			(Rs. In Lacs)
Balance as at 1st April, 2017	Changes in equity share capital during the year	Balance as at 31st March, 2018	
4.00	-	4.00	

For the year ended 31st March, 2017			(Rs. In Lacs)
Balance as at 1st April, 2016	Changes in equity share capital during the year	Balance as at 31st March, 2017	
4.00	-	4.00	

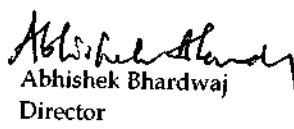
As per our report of even date


For H. R. Agarwal & Associates
Chartered Accountants
Firm Reg No: 323029E


(CA Shyam Sundar Agarwal)
Partner
Membership No.FCA 060033



For and on behalf of Board of Directors


Abhishek Bhardwaj
Director
DIN: 03459739


Shankar Mukherjee
Director
DIN: 01918561

Date: 17/05/2018
Place: Kolkata

1.	Corporate information
	Medi-net Services Private Limited is incorporated on 21 August 2007. Its registered office is situated at Plot No. X-1, 2 & 3, Block - EP, Sector - V, Salt Lake City, Kolkata - 700 091. The Company has not yet commenced business operations.
	Shristi Infrastructure Development Corporation Ltd. is the holding company owned 75% of equity share capital of the Company.
	The financial statements for the year ended March 31, 2018 were approved for issue by the Board of Directors on May, 2018.
2.	Significant accounting policies
2.1	Statement of Compliance with Ind AS
	These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013. The Company adopted Ind AS from 1st April, 2017. Up to the year ended 31st March, 2017, the Company prepared its financial statements in accordance with the requirements of previous Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April, 2016. Details of the exceptions and optional exemptions availed by the Company and principal adjustments along with related reconciliations are detailed in Note 31 (First-time Adoption).
2.2	Basis of preparation
	The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies. Historical cost is generally based on the fair value of the consideration in exchange for goods and services.
	All amount disclosed in the financial statements including notes thereon have been rounded off to the nearest lacs as per the requirement of Schedule III to the Act, unless stated otherwise.
2.3	Use of estimates
	The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.
2.4	Operating Cycle
	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 and Ind AS 1 - Presentation of Financial Statements. The Company has ascertained its operating cycle to be 12 months for the purpose of current, non-current classification of assets and liabilities.
2.5	Property, plant and equipment (PPE)
a)	Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost



Medi-Net Services Pvt. Ltd.

Notes to the Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	which represents the carrying value of PPE recognised as at 1st April, 2016 measured as per the previous GAAP.
	Assets held under finance leases are not depreciated due to perpetual lease..
b)	Capital work in progress is stated at cost and includes development and other expenses. Directly attributable expenditure (including finance costs relating to borrowed funds for construction or acquisition of Property, plant and equipment) incurred on projects under implementation are treated as Pre-operative expenses pending allocation to the assets and are shown under Capital work in progress.
2.6	Impairment of Assets
	As at each balance sheet date, the Company assesses whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, if any, an impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.
	If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.
2.7	Revenue recognition
	Revenue is recognised to the extent it is probable that economic benefits would flow to the Company and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers. Revenue is measured on accrual basis at the fair value of the consideration received/receivable net of rebate and taxes.
2.8	Borrowing costs
	Borrowing costs that are directly attributable to the acquisition and/or construction of a qualifying asset are capitalized as part of the cost of such asset till such time that is required to complete and prepare the asset to get ready for its intended use. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use.
2.9	Provisions, contingent liabilities and contingent assets
a)	Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.
b)	Contingent liability is disclosed for possible obligations which will be confirmed only by future events not wholly within the control of the Company or present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.



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Notes to the Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

c)	Contingent assets are neither recognized nor disclosed except when realisation of income is virtually certain, related asset is disclosed.
d)	Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.
2.10	Financial instruments, Financial assets, Financial liabilities and Equity instruments
	Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities.
i)	Financial Assets
(a)	Recognition
	Financial assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.
(b)	Classification
	Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification. Financial assets are classified as those measured at:
1)	amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/ or interest.
2)	fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
3)	fair value through profit or loss (FVTPL), where the assets does not meet the criteria for categorization as at amortized cost or as FVTOCI. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.
(c)	Impairment
	The Company assesses at each reporting date whether a financial asset (or a group of financial assets) that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.
(d)	De-recognition
	Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. If the asset is one that is measured at:
(i)	amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;
(ii)	fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within



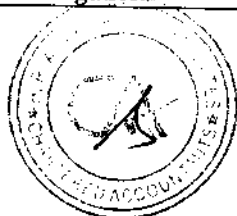
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Notes to the Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	equity.
ii)	Financial liabilities
	Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.
iii)	Equity instruments
	Equity instruments are recognised at the value of the proceeds.
iv)	Offsetting of financial instruments
	Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.
v)	Fair value measurement
	Fair value is a market-based measurement, not an entity-specific measurement. Under Ind AS, fair valuation of financial instruments is guided by Ind AS 113 "Fair Value Measurement" (Ind AS - 113).
	For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same – to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions.
	In determining the fair value of financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each balance sheet date.
	The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
	Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
	Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
	Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).
2.11	Leases
	Leases are classified as finance leases whenever the terms of the lease, transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.
	Assets held under finance leases are initially recognised as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.



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Medi-Net Services Pvt. Ltd.

Notes to the Financial Statements (contd.)

Note No. : 2 Significant accounting policies (contd.)

	Lease payments, if any, are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability.
2.12	Cash and cash equivalents
	Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand and balance with banks on current accounts.
	For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are considered an integral part of the Company's cash management.
2.13	Cash Flow Statement
	Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.
3.	Use of estimates and judgements
	The judgements, apart from those involving estimations, that the Company has made in the process of applying its accounting policies and that have a significant effect on the amounts recognised in these financial statements pertain to the following:
i)	Classification of leases
	The Company enters into leasing arrangements for various assets. The classification of the leasing arrangement as a finance lease or operating lease is based on an assessment of several factors, including, but not limited to, transfer of ownership of leased asset at end of lease term, lessee's option to purchase and estimated certainty of exercise of such option, proportion of lease term to the asset's economic life, proportion of present value of minimum lease payments to fair value of leased asset and extent of specialized nature of the leased asset.



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Medi-Net Services Pvt. Ltd.

Note 4 - Property, plant and equipment

(Rs. In Lacs)

Particulars	Gross Block		Depreciation / Amortisation			Net Block	
	As on 01.04.2017	As on 31.03.2018	As on 01.04.2017	For the year	As on 31.03.2018	As on 31.03.2018	As on 31.03.2017
Property, plant and equipment							
Land	289.68	289.68	-	-	-	289.68	289.68
	289.68	289.68	-	-	-	289.68	289.68

Previous year

(Rs. In Lacs)

Particulars	Gross Block		Depreciation / Amortisation			Net Block	
	As on 01.04.2016	As on 31.03.2017	As on 01.04.2016	For the year	As on 31.03.2017	As on 31.03.2017	As on 31.03.2016
Lea hold land	289.68	289.68	-	-	-	289.68	289.68
	289.68	289.68	-	-	-	289.68	289.68



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Medi-Net Services Pvt. Ltd.

Notes to accounts (contd.)

Note No. : 5 Capital work-in-progress

(Rs. In Lacs)

Particulars		As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Balance brought forward	(A)	12.63	10.75	8.43
Additions during the year :				
construction Exp		-	-	1.24
Survey Expense				0.28
Finance costs				
Bank charges		0.09	0.23	0.04
Other expenses				
Professional expenses	0.34	1.26	0.66	
Audit fees	0.07	0.08	0.08	
Filing fees	0.02	0.06	0.02	
Miscellaneous expenses	0.00	0.44	1.66	0.76
	(B)	0.53	1.88	
Capital work-in-progress at the end of the year	C= (A+B)	13.17	12.63	10.75



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Medi-Net Services Pvt. Ltd.

Notes to accounts (contd.)

Note No. : 6 Cash and cash equivalents

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Cash in hand	0.00	0.00	0.00
Balances with banks On current accounts	-	0.05	0.67
	<u>0.00</u>	<u>0.06</u>	<u>0.67</u>

Note No. : 7 Other current assets (Unsecured, considered good)

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Advances other than capital advances Other advances Service Tax Input Receivable		-	0.20
Others Advance to others		-	0.25
	<u>-</u>	<u>-</u>	<u>0.45</u>

Note No. : 9 Borrowings

(Rs. In Lacs)

Particulars	As at 31st March, 2018 Rs.	As at 31st March, 2017 Rs.	As at 1st April, 2016 Rs.
Carried at amortized cost Loans repayable on demand From Related party - Unsecured Holding Company	296.61	294.97	294.90
	<u>296.61</u>	<u>294.97</u>	<u>294.90</u>



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Medi-Net Services Pvt. Ltd.

Notes to accounts (contd.)

Note No. : 8

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
		Rs.		Rs.		Rs.
(a) Authorised						
Equity shares of par value Rs. 10/- each	0.50	5.00	0.50	5.00	0.50	5.00
(b) Issued, subscribed and fully paid up						
Equity shares of par value Rs. 10/- each	0.40	4.00	0.40	4.00	0.40	4.00
		4.00		4.00		4.00

(c) **Reconciliation of number and amount of equity shares outstanding:**

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
		Rs.		Rs.		Rs.
At the beginning of the year	0.40	4.00	0.40	4.00	0.40	4.00
Add: Issued during the year	-	-	-	-	-	-
At the end of the year	0.40	4.00	0.40	4.00	0.40	4.00

(d) **Terms / Rights attached to Equity shares :**

The Company has only Equity shares having a per value of Rs. 10.00 per share. Each holder of Equity shares are entitled to receive dividend as declared from time to time and entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

(e) **Shares held by holding/ultimate holding company and/or their subsidiaries/associates :**

Name of the Company (Relationship)	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	% of holding	No. of shares	% of holding	No. of shares	% of holding
Shristi Infrastructure Development Corp. Ltd.	0.30	75%	0.30	75%	-	-
Shristi Housing Development Ltd.*	-	-	-	-	0.30	75%

*Amalgamated with Shristi Infrastructure Development Corporation Limited pursuant to Hon'ble High Court Order, Calcutta dated 16th February, 2016 which became effective on 31st March, 2016.

(f) **Shareholders holding more than 5 % of the equity shares in the Company :**

Name of the shareholders	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	No. of shares	% of holding	No. of shares	% of holding	No. of shares	% of holding
Shristi Infrastructure Development Corp. Ltd.	0.30	75%	0.30	75%	-	-
Shristi Housing Development Ltd.*	-	-	-	-	0.30	75%
Mr. Isha Khan Choudhury	0.05	12.5%	0.05	12.5%	0.05	12.5%
Ms. SS Noor	0	12.5%	0.05	12.5%	0.05	12.5%



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Note No. : 10 Other financial liabilities

(Rs. In Lacs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Financial liabilities at amortized cost			
Other Payables			
Retention money	0.06	0.08	0.08
Liability for expenses	0.13	3.24	2.34
	<u>0.19</u>	<u>3.32</u>	<u>2.42</u>

Note No. : 11 Other current liabilities

(Rs. In Lacs)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
	Rs.	Rs.	Rs.
Others			
Statutory liabilities	-	0.08	0.24
Accrued expenses	2.05		
	<u>2.05</u>	<u>0.08</u>	<u>0.24</u>



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Note No. : 12 Other disclosures

1. The company is yet to commence the commercial operations, hence no Profit & Loss Account has been prepared.
2. The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31 March 2018 as micro, small and medium enterprises. Consequently, the amount due to micro and small enterprises as per requirement of Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil (31st March 2017 - Nil) (1st April 2016 - Nil).

3. Operating Segment

The Company has identified real estate construction as its sole operating segment and the same has been treated as the primary segment. As such no separate segment information has been provided.

4. Related party disclosures :

a) Name of the related parties and description of relationship :

- i) Holding Company : Shristi Infrastructure Development Corporation Limited
(Control exists)

b) Transactions with Related parties :

Nature of transaction / Name of the related party	(Rs. In Lacs)		
	Holding Company		
	2017-18	2016-17	
Short term borrowings Taken during the year	Rs. 1.63	Rs. 0.07	Rs. -
Balance Outstanding:	31st March, 2018	31st March, 2017	1st April, 2016
Short term borrowings	296.61	294.97	294.90

- c) The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognised in current year and previous year for bad or doubtful debts in respect of the amounts owed by related parties.



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Notes to accounts (contd.)

Note No. : 12 Other disclosures (contd.)

5. Financial instruments - Accounting, Classification and Fair value measurements

A. Financial instruments by category

As at 31st March, 2018

Sl. No.	Particulars	Refer Note No.	Carrying value Amortized cost			Fair Value		
			31st March, 2018	31st March, 2017	1st April, 2016	31st March, 2018	31st March, 2017	1st April, 2016
(1)	Financial assets							
(a)	Cash and cash equivalents	6	0.00	0.06	0.67	0.00	0.06	0.67
(2)	Financial liabilities							
(a)	Borrowings	9	296.61	294.97	294.90	296.61	294.97	294.90
(b)	Other financial liabilities	10	0.19	3.32	2.42	0.19	3.32	2.42
			296.80	298.29	297.32	296.80	298.29	297.32

* Borrowings are interest free.

B. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of cash and cash equivalents, short term borrowings and other current financial liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy.

No Financial assets and financial liabilities are measured at fair value on a recurring basis.

6. Financial risk management objectives and policies

The Company's activities expose it to market risk, liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The management believes that the company is not exposed to any credit risk.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. The company is exposed to liquidity risk due to bank borrowings and trade and other payables. The company measures risk by forecasting cash flows.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.

The contractual maturities of all financial liabilities are less than or upto 1 year.

(c) Market risk

Foreign currency risk

The Company has no international transactions and is not exposed to foreign exchange risk.

Interest rate risk

The Company has no variable rate borrowings.

Price risk

The Company is not exposed to price risk.



7. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders.

8. First-time Adoption of Ind AS

- (i) These financial statements, for the year ended 31st March, 2018, are the first financial statements, the Company has prepared in accordance with Ind AS. Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2018, together with the comparative figures for the year ended 31st March, 2017, as described in the summary of significant accounting policies [Refer Note No.2].

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2016 (the transition date) by:

- recognising all assets and liabilities whose recognition is required by Ind AS,
- not recognising items of assets or liabilities which are not permitted by Ind AS,
- reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
- applying Ind AS in measurement of recognised assets and liabilities.

- (ii) A. Reconciliation of total comprehensive income for the year ended 31st March, 2017 : Not applicable

B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	As at 1st April, 2016	As at 31st March, 2017
	Rs.	Rs.
Equity as reported under previous GAAP	4.00	4.00
Add/(Less) - Effect of transition to Ind AS	-	-
Equity as reported under Ind AS	4.00	4.00

- (iii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions in the financial statements:

- Property, plant and equipment and capital work in progress were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.

9 Recent accounting pronouncements

- Appendix B to Ind AS 21, Foreign currency transactions and advance consideration: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The amendment will come into force from April 1, 2018. The Company does not have Foreign currency transactions, therefore, there is no impact on the financial statements.
- Ind AS 115- Revenue from Contract with Customers: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers. The Company has not yet commenced business operations, therefore, there is no impact on the financial statements.

- 10 The previous period's figures have been reworked, regrouped, rearranged and reclassified wherever necessary to correspond to those of the current year. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our report of even date

For H. R. Agarwal & Associates
Chartered Accountants
Firm Reg No: 323029E
H. R. Agarwal
(CA Shyam Sundar Agarwal)
Partner
Membership No.FCA 060033

Date : 17/05/2018
Place : Kolkata



For and on behalf of Board of Directors

Abhishek Bhardwaj
Abhishek Bhardwaj
Director
DIN: 03459739

Shankar Mukherjee
Shankar Mukherjee
Director
DIN: 01918561