

# **10<sup>th</sup> Annual Report**

*Director's Report, Auditor's Report  
Financial Statements*

*For the*

*"Financial Year: 2014-2015"*

***Registered office:***

*No.1, 4<sup>th</sup> Main, Seshadripuram,  
Nehru Circle,  
Bangalore-560 020.*

# 10<sup>th</sup> Annual Report

- \* **Registered Office** : No. 1, 4<sup>th</sup> Main Road,  
Seshadripuram,  
Nehru Nagar Circle  
Bangalore-560 020.
  
- \* **Board of Directors** : Kailash D Dubal  
Jignesh D Dubal
  
- \* **Bankers** : Karnataka Bank Limited  
Nehru Nagar Branch  
Seshadripuram,  
Bangalore – 560 020.
  
- \* **Auditors** : Berulal Suthar  
Proprietor  
M/s. Suthar & Co.  
Chartered Accountants,  
No. 4, 12<sup>th</sup> cross,  
Vasanthnagar,  
Bangalore 560 052



# Sri Krishna Constructions (India) Pvt Ltd

# 1, 4th Main, Sheshadripuram, Nehru Circle, Bangalore - 560 020.  
Tel. : +91 80 2331 8189 / 90 E-mail: info@skcipl.in, Website : www.skcipl.in

## NOTICE

**NOTICE** is hereby given that the **Tenth Annual General Meeting** of the Members of **Sri Krishna Constructions (India) Pvt Ltd**, will be held on the 17<sup>th</sup> June, 2015 at the registered office of the Company at No.1, 4<sup>th</sup> Main, Seshadripuram, Nehru Nagar Circle, Bangalore-560 020 at 11:00 A.M. to transact the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2015 and the Statement of Profit & Loss for the year ended on that date together with the Auditors and Directors Report thereon.
2. Ratification of appointment of the retiring auditors M/s. Suthar & Co, Chartered Accountants who are eligible for re-appointment.

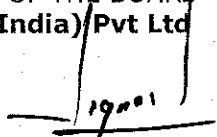
### SPECIAL BUSINESS:

3. To consider and if thought fit to pass with or without modification the following resolutions as Ordinary resolution:

**“RESOLVED THAT** Mrs. Bhavika Kailash Dubal (DIN 07169234), who was appointed as an additional director in the meeting of the Board of Directors held on 27th April 2015 and who hold office as such up to the date of Annual General Meeting be and in respect of whom notice under section 140 of the Companies Act, 2013 has been received from members signifying their intention to propose her as a candidate for the office of the Director of the company be and is hereby appointed as a Director of the Company”

BY ORDER OF THE BOARD  
For **Sri Krishna Constructions (India) Pvt Ltd**

  
Kailash D Dubal  
**DIRECTOR**

  
Jignesh D Dubal  
**DIRECTOR**

**Place:** Bangalore  
**Date:** 16.06.2015



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## DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2014-2015

To,  
The Members,  
SRI KRISHNA CONSTRUCTIONS (INDIA) PVT. LTD.

Your directors have pleasure in presenting the Tenth Annual Report on the business and operations of the company together with the Audited Financial Statement of Accounts for the year ended 31st March, 2015 and the Report of the Auditors thereon.

### Financial Highlights (Standalone)

During the year under review, performance of your company as under:

(Rupees)

Particulars	Year ended 31 <sup>st</sup> 2015	Year ended March 2014
Turnover	285,068,426.00	148,873,439.00
Profit before taxation	34,111,000.00	16,682,709.00
Less: Tax Expense	(1,13,30,392.00)	(3,749,743.00)
<b>Profit after tax</b>	<b>22,780,608.00</b>	<b>12,932,966.00</b>
Balance Profit C/F to the next year	22,780,608.00	12,932,966.00

### State of Company's Affairs and Future Outlook

The highlights of the Company's performance are as under:-

- The sales turnover of the Company is increased by 91.48 % to Rs. 285,068,426.00.
- Profit before Tax Increased by 104.47% to Rs. 34,111,000.00.
- Profit after Tax is increased by 76.14% to Rs. 22,780,608.00.

Company is working extremely well and planning to get listed in the recognized stock Exchange (i.e. BSE). It's also planning to increase the Authorized Share Capital & come with an IPO issues next year.

### Dividend

However with the view to conserve the resources of company the directors are not recommending any dividend.

### Extract of Annual Return

The extract of Annual Return, in format MGT -9, for the Financial Year 2014-15 has been enclosed with this report.

### Number of Board Meetings

During the Financial Year 2014-15, Ten meetings of the Board of Directors of the company were held, i.e. - 10.04.2014, 28.04.2014, 12.06.2014, 20.08.2014, 26.08.2014, 30.08.2014, 01.09.2014, 22.12.2014, 16.01.2015 & 06.03.2015



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## Particulars of Loan, Guarantees and Investments under Section 186

### Details of Loans:

SL No	Date of making loan	Details of Borrower	Amount	Purpose for which the loan is to be utilized by the recipient	Time period for which it is given	Date of BR	Date of SR (if reqd)	Rate of Interest	Security
-	-	-	NIL	-	-	-	-	-	-

### Details of Investments:-

SL No	Date of investment	Details of Investee	Amount	Purpose for which the proceeds from investment is proposed to be utilized by the recipient	Date of BR	Date of SR (if reqd)	Expected rate of return
-	-	-	NIL	-	-	-	-

### Particulars of Contracts or Arrangements with Related Parties

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. During the year, the Company had not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions, AOC 2 has been enclosed with the report.

Your Directors draw attention of the members to Note 1 (k) to the financial statement which sets out related party transaction.

### Material Changes Affecting the Financial Position of the Company

There are no material changes, transactions or commitments, entered into between the end of the financial year of the company to which the Balance Sheet relates and the date of the report which materially affects the financial position of the company.

### Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo:

#### (a) Conservation of Energy:

The Company requires energy for the purpose of general lighting. Adequate measures for the conservation of energy are undertaken by the Company through the exercise of general checks and controls.

#### (b) Research and Development and Technology Absorption:

The operations of the Company do not involve use of any special technology and as such the particulars of absorption of technology are NIL.



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## **(c) Foreign Exchange Earnings And Outgo:**

During the year the company has not earned any foreign exchange earnings and incurred any foreign exchange outgo

## **Details of Directors and Key Managerial Personnel**

Mr. Srikanth N voluntarily resigned from the post of director during the year. (i.e. - 20.08.2014).

Mrs. Bhavika Kailash Dubal is appointed as Directors of the Company W.E.F- 27.04.2015.

## **Internal Financial Control**

The Company has in place adequate internal financial controls with reference to financial Statements. During the year, such controls were tested & no reportable material weakness in the design or operation was observed.

## **Deposits**

During the year company has not accepted or called for any deposits from general public.

## **Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013**

No cases filed, during the Financial Year and their disposal under the Act.

## **Fraud Reporting (Required by Companies Amendment Bill, 2014)**

No frauds which have been reported to the Board

## **Statutory Auditors**

M/s Suthar & Co, Chartered Accountants, Bangalore, Statutory Auditors of the Company, hold office till the conclusion of the ensuing Annual General Meeting and are eligible for reappointment. They have confirmed their eligibility to the effect that their re-appointment, if made would be within the prescribed limits under the Act & that they are not disqualified for Re- appointment.

The Notes on Financial Statement referred to in the Auditors Report are self explanatory and do not call for any further comments. The Auditors report does not contain any qualification, reservation or adverse remark.

## **Directors Responsibility Statement**

In accordance with the provisions of Section 134(5) of the Companies Act 2013, the directors confirm that:

- a) that in the preparation of annual accounts for the financial year ended 31st March, 2015, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2015 and of the profit /loss of the Company for that period;



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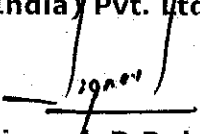
- c) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) that the directors had prepared the annual accounts on a going concern basis;
- e) that the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### Acknowledgment

The Directors express their sincere appreciation to the valued shareholders, bankers and clients for their support

For and on behalf of the Board  
Sri Krishna construction (India) Pvt. Ltd.

  
Kailash D Dubal  
Director

  
Jignesh D Dubal  
Director

Date : 16.06.2016

Place : Bangalore

**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
**As on financial year ended on 31.03.2015**  
**Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of**  
**the Company (Management & Administration) Rules, 2014.**

**I. Registration and other details:**

1	CIN	U45201KA2005PTC037848
2	Registration Date	05/12/2005
3	Name of the Company	Sri Krishna Constructions (India) Private Limited
4	Category/Sub-category of the Company	Company Limited By Share/ Indian Non-Government Company.
5	Address of the Registered office & contact details	No.1, 4th Main Road, Nehru Circle, Sheshadripuram, Bangalore-560020 Karnataka
6	Whether listed company	No
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

**II. Principal Business Activities of the Company:** (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1.	Land Development & Construction.	99722300	98.071%

**III. Particulars of Holding, Subsidiary and Associate Companies:**

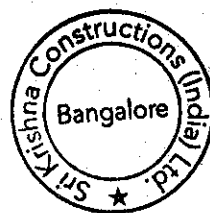
All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	NIL	NIL	NIL

**IV. Share Holding Pattern:**

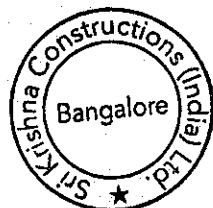
**A) Equity Share Capital Breakup as percentage of total Equity-**

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2014]				No. of Shares held at the end of the year[As on 31-March-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	-	1000000	1000000	100%		1000000	1000000	100%	
b) Central Govt									





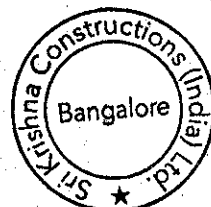
Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2014]				No. of Shares held at the end of the year[As on 31-March-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) State Govt(s)									
d) Bodies Corp.									
e) Banks / FI									
f) Any other									
<b>Total shareholding of Promoter (A)</b>		1000000	1000000	100%		1000000	1000000	100%	
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
<b>Sub-total (B)(1):-</b>									
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
c) Others (specify)									



Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2014]				No. of Shares held at the end of the year[As on 31-March-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Non Resident Indians									
Overseas Corporate Bodies									
Foreign Nationals									
Clearing Members									
Trusts									
Foreign Bodies - D R									
<b>Sub-total (B)(2):-</b>									
Total Public Shareholding (B)=(B)(1)+(B)(2)									
C. Shares held by Custodian for GDRs & ADRs									
<b>Grand Total (A+B+C)</b>		<b>1000000</b>	<b>1000000</b>	<b>100%</b>		<b>1000000</b>	<b>1000000</b>	<b>100%</b>	

#### B) Shareholding of Promoter-

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Kailash D Dubal	955000	95%	Nil	955000	95%	Nil	Nil
2	Jignesh D Dubal	30000	3%	Nil	30000	3%	Nil	Nil
3	Srikanth Narayan	20000	2%	Nil	20000	2%	Nil	Nil



**C) Change in Promoters' Shareholding** (please specify, if there is no change)-

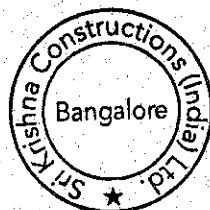
Sl. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Nil	Nil	Nil	Nil
	At the end of the year	Nil	Nil	Nil	Nil

**D) Shareholding Pattern of top ten Shareholders** (Other than Directors, Promoters and Holders of GDRs and ADRs)-

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				

**E) Shareholding of Directors and Key Managerial Personnel-**

Sl. No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	1000000	100%	1000000	100%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):				
	At the end of the year	1000000	100%	1000000	100%



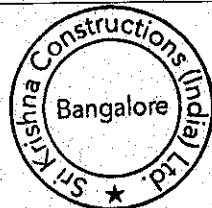
**V) Indebtedness: Indebtedness of the Company including interest outstanding/accrued but not due for payment-**

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	1,343,589.00	4,446,509.00	-	5,790,098.00
ii) Interest due but not paid	-	-	-	
iii) Interest accrued but not due	-	-	-	
<b>Total (i+ii+iii)</b>	1,343,589.00	4,446,509.00	-	5,790,098.00
<b>Change in Indebtedness during the financial year</b>				
* Addition	27,800,000.00	1,856,113.00	-	29,656,113.00
* Reduction	477,970.00	448,687.00	-	926,657.00
<b>Net Change</b>	27,322,030.00	1,407,426.00	-	28,729,456.00
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	28,665,619.00	5,853,935.00	-	34,519,554.00
ii) Interest due but not paid	-	-	-	
iii) Interest accrued but not due	-	-	-	
<b>Total (i+ii+iii)</b>			-	

**VI. Remuneration of Directors and Key Managerial Personnel:**

**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

SL. No.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Kailash D Dubal	Jignesh D Dubal	Srikanth N	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	61,72,600	2,107,000	862,800	9,142,400
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	



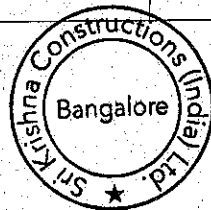
**V) Indebtedness: Indebtedness of the Company including interest outstanding/accrued but not due for payment-**

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<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	1,343,589.00	4,446,509.00	-	5,790,098.00
ii) Interest due but not paid	-	-	-	
iii) Interest accrued but not due	-	-	-	
<b>Total (i+ii+iii)</b>	<b>1,343,589.00</b>	<b>4,446,509.00</b>	<b>-</b>	<b>5,790,098.00</b>
<b>Change in Indebtedness during the financial year</b>				
* Addition	27,800,000.00	1,856,113.00	-	29,656,113.00
* Reduction	477,970.00	448,687.00	-	926,657.00
<b>Net Change</b>	<b>27,322,030.00</b>	<b>1,407,426.00</b>	<b>-</b>	<b>28,729,456.00</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	28,665,619.00	5,853,935.00	-	34,519,554.00
ii) Interest due but not paid	-	-	-	
iii) Interest accrued but not due	-	-	-	
<b>Total (i+ii+iii)</b>				

**VI. Remuneration of Directors and Key Managerial Personnel:**

**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

SL. No.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Kailash D Dubal	Jignesh D Dubal	Srikanth N	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	61,72,600	2,107,000	862,800	9,142,400
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	



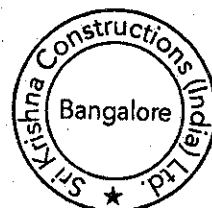
2	Stock Option	-	-	-	
3	Sweat Equity	-	-	-	
4	Commission				
	- as % of profit				
	- others, specify...				
5	Others, please specify				
	Total (A)	61,72,600	2,107,000	862,800	9,142,400
	Ceiling as per the Act				

### **B. Remuneration to other directors**

SN.	Particulars of Remuneration	Name of Directors				Total Amount
1	Independent Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (1)					
2	Other Non-Executive Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (2)					
	Total (B)=(1+2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

### **C. Remuneration to key managerial personnel other than MD/Manager/WTD**

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	Others specify...				
5	Others, please specify				
	Total				



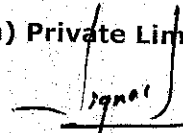
**VII. Penalties / Punishment/ Compounding of Offences:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	-	Nil	Nil	Nil	Nil
Punishment	-	Nil	Nil	Nil	Nil
Compounding	-	Nil	Nil	Nil	Nil
<b>B. DIRECTORS</b>					
Penalty	-	Nil	Nil	Nil	Nil
Punishment	-	Nil	Nil	Nil	Nil
Compounding	-	Nil	Nil	Nil	Nil
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	Nil	Nil	Nil	Nil
Punishment	-	Nil	Nil	Nil	Nil
Compounding	-	Nil	Nil	Nil	Nil

For Sri Krishna Construction (India) Private Limited



**Kailash D Dubal**  
Director



**Jignesh D Dubal**  
Director

Date : 16.06.2015  
Place : Bangalore



# Sri Krishna Constructions (India) Pvt Ltd

# 1, 4th Main, Sheshadripuram, Nehru Circle, Bangalore - 560 020.

Tel. : +91 80 2331 8189 / 90 E-mail: info@skcipl.in, Website : www.skcipl.in

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto


**1. Details of contracts or arrangements or transactions not at arm's length basis:**

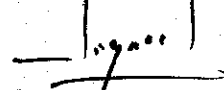
No contracts /arrangement or transaction are taken Place without arm's length basis

**2. Details of material contracts or arrangement or transactions at arm's length basis:**

Name	Nature Of relationship	Nature of Transaction	Amount
Kailash D Dubal	Director	Remuneration	61,72,600.00
	Director	Loan taken	2,89,66,301.00
Jignesh D Dubal	Director	Remuneration	21,07,000.00
	Director	Loan Taken	19,50,000.00
Srikanth N	Director	Remuneration	8,62,800.00
Bhavika K Dubal	Relative of Director	Commission paid	8,53,000.00
Vaishail J Dubal	Relative of Director	Commission paid	8,04,000.00
Concept City Hotels & Hospitality Pvt.Ltd.	Associate Company	Land Advance	1,72,93,658.00

For and on behalf of the Board  
Sri Krishna construction (India) Pvt. Ltd.

  
Kailash D Dubal  
Director

  
Jignesh D Dubal  
Director

Date : 16.06.2015  
Place : Bangalore



## Sri Krishna Constructions (India) Private limited

## Balance Sheet

Amount in (₹)

Particulars	Note No.	As at	
		31.03.2015	31.03.2014
<b>I EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' funds</b>			
Share capital	2	20,000,000	20,000,000
Reserves and surplus	3	63,348,070	40,567,463
<b>(2) Non-current liabilities</b>			
Long-term borrowings	4	54,255,007	5,643,441
Other long-term liabilities	5	8,740,335	11,759,000
<b>(3) Current liabilities</b>			
Trade payables	6	130,623,208	60,831,342
Other current liabilities	7	211,190,908	200,047,948
Short-term provisions	8	24,646,540	21,008,990
<b>Total</b>		<b>512,804,068</b>	<b>359,858,184</b>
<b>II ASSETS</b>			
<b>(1) Non-current assets</b>			
Fixed assets	9		
- Tangible assets		24,675,162	4,447,749
Deferred tax assets (net)		211,790	42,182
Long-term loans and advances	10	6,100	6,100
<b>(2) Current assets</b>			
Inventories	16	176,037,311	128,963,357
Trade receivables	11	24,912,498	20,852,298
Cash and cash equivalents	12	16,851,068	18,501,045
Short-term loans and advances	13	270,110,139	187,045,453
<b>Total</b>		<b>512,804,068</b>	<b>359,858,184</b>

Significant Accounting Policies and Notes to Accounts

1-19

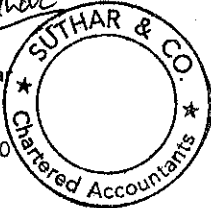
As per my report of even date.

For Suthar &amp; Co

Chartered Accountant

Firm No. 013840S

*Berulal Suthar*  
 Berulal Suthar  
 Proprietor  
 M.No: 224990

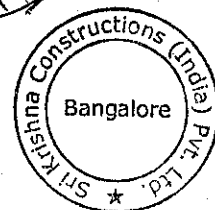


Place : Bangalore

Date : June 16, 2015

for Sri Krishna Constructions (India) Private Limited

*Kailash D Dubal*  
 Kailash D Dubal  
 Director



*Jignesh D Dubal*  
 Jignesh D Dubal  
 Director

**Sri Krishna Constructions (India) Private limited**  
**Statement of Profit and Loss for the year ended**

Amount in (₹)

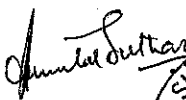
Particulars	Note No.	Amount in (₹)	
		31.03.2015	31.03.2014
<b>Income</b>			
Revenue from operations	14.	279,570,808	142,845,686
Agriculture Income		4,807,200	5,557,200
Other income		690,418	470,553
<b>Total revenue</b>		<b>285,068,426</b>	<b>148,873,439</b>
<b>Expenses</b>			
Cost of Purchase & Development Exp	15	253,658,539	104,624,057
(Increase)/Decrease of Inventories	16	(47,073,954)	(56,956,120)
Employee benefits expense	17	17,096,375	12,170,298
Finance costs	18	2,010,372	1,311,612
Depreciation and amortisation expense	9	1,799,939	786,250
Other expenses	19	21,759,176	70,254,633
<b>Total expenses</b>		<b>249,250,447</b>	<b>132,190,730</b>
<b>Profit / (Loss) before exceptional item &amp; tax</b>		<b>35,817,979</b>	<b>16,682,709</b>
Loss on Sale of Fixed Asset		1,706,979	-
<b>Profit / (Loss) before tax</b>		<b>34,111,000</b>	<b>16,682,709</b>
<b>Tax expense:</b>			
(a) Current tax		11,500,000	3,800,000
(b) Deferred tax		(169,608)	(50,257)
<b>Total Tax Expenses</b>		<b>11,330,392</b>	<b>3,749,743</b>
<b>Profit / (Loss) for the year</b>		<b>22,780,608</b>	<b>12,932,966</b>
<b>Earnings per Equity Share</b>			
Before exceptional item		24.49	12.93
After exceptional item		22.78	12.93

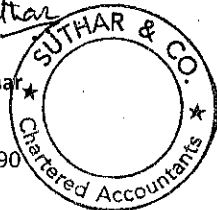
Significant Accounting Policies and Notes to Accounts 1-19

As per my report of even date.

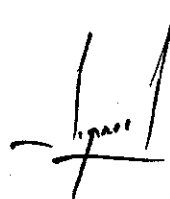
For Suthar & Co  
Chartered Accountant  
Firm No. 0138405

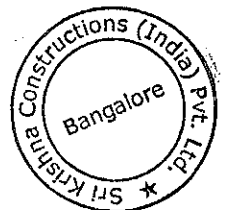
For Sri Krishna Constructions (India) Private Limited

  
Berulal Suthar  
Proprietor  
M.No: 224990



  
Kailash D Dubal  
Director

  
Jignesh D Dubal  
Director

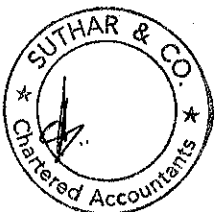


Place : Bangalore  
Date : June 16, 2015

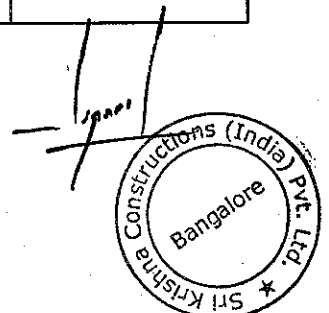
**SRI KRISHNA CONSTRUCTIONS (INDIA) PVT LTD**

**Cash Flow Statement for the year ended**

	March 31, 2015	March 31, 2014
<b>Cash flow from operating activities:</b>		
Net profit before tax as per statement of profit and loss	34,111,000	16,682,709
<b>Adjusted for:</b>		
Preliminary expenses		
Provision for gratuity	1,788,535	
Provision for doubtful debts		
Depreciation & amortization	1,799,939	786,250
Loss on sale of fixed assets	1,706,979	
Interest income on loans & advances given		
Interest income on FD		-117,600
Income from investments	-690,418	
Interest & finance costs	2,010,372	1,311,612
<b>Operating cash flow before working capital changes</b>	<b>40,726,407</b>	<b>18,662,971</b>
<b>Adjusted for:</b>		
(Increase)/ decrease in inventories	-47,073,954	-56,956,120
(Increase)/ decrease in trade receivables	-4,060,200	-2,839,838
(Increase)/ decrease in loans and advances and other assets	-83,064,686	-14,690,823
Increase/ (decrease) in trade payables	69,791,866	24,235,763
Increase/ (decrease) in liabilities & provisions	-1,526,690	55,798,397
<b>Cash generated from/ (used in) operations</b>	<b>-25,207,257</b>	<b>24,210,350</b>
Income taxes paid/Payable	-	-
<b>Net cash generated from/ (used in) operating activities (A)</b>	<b>-25,207,257</b>	<b>24,210,350</b>
<b>Cash flow from investing activities:</b>		
Purchase of fixed assets	-23,769,332	-1,952,314
Sale of fixed assets	35,000	
Investments in WIP		
Loans & advances given to others (net)		
Interest income on loans & advances given		2,799,945
Investment in FD		
Interest income on FD		
Purchase of investments		
Income from investments	690,418	117,600
<b>Net cash flow from/(used) in investing activities (B)</b>	<b>-23,043,914</b>	<b>965,231</b>
<b>Cash flow from financing activities:</b>		
Proceeds from issue of equity shares		
Share application money received		1,763,533
Proceeds from secured borrowings (net)	26,994,825	-3,396,459
Proceeds from unsecured borrowings (net)	21,616,741	-4,807,200
Interest & finance costs	-2,010,372	-1,311,612
<b>Net cash flow from/(used in) financing activities (C)</b>	<b>46,601,194</b>	<b>-7,751,738</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents (A+B+C)</b>	<b>-1,649,977</b>	<b>17,423,843</b>
Cash & cash equivalents as at beginning of the year	18,501,045	1,077,202
Cash & cash equivalents as at end of the year	16,851,068	18,501,045



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**Sri Krishna Constructions (India) Private Limited**

**Note -1**

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS**

**1. Significant Accounting Policies**

**a. Basis of Preparation**

The financial statements have been prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. (to the extent applicable). The accounting policies have been consistently applied unless otherwise stated.

**b. Use of estimates**

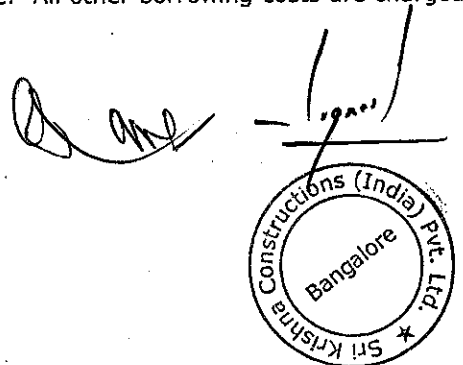
The preparation of financial statements is in conformity with generally accepted accounting principles which require the management of the Company to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon the management's best knowledge of current events and actions, actual results could differ from those estimates. Significant estimates used by management in the preparation of these financial statements include the percentage completion for projects in progress, estimates of the economic useful lives of the fixed assets, provisions for bad and doubtful debts and accruals for employee benefits.

**c. Fixed Assets and Depreciation**

Fixed Assets are stated at cost less accumulated depreciation. Cost comprises of purchase price, levies & duties and incidental expenses attributable to bringing the asset to working condition for its intended use. Assets purchased during the year, costing Rs 5,000 or less are depreciated at the rate of 100%. Depreciation on assets is provided on written down value method at the rates arrived based on the remaining useful life as per schedule II of the Companies Act 2013.

**d. Borrowing Costs**

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



**e. Revenue Recognition**

- i. Revenue from the sale of properties is recognized when significant risks and rewards of ownership have been transferred to the customer, which coincides with entering into a legally binding agreement / deed.
- ii. Revenue from land development charges is recognized on percentage complete method.
- iii. Revenue from maintenance of sites is recognized on time basis.
- iv. Agricultural lease rental is recognized on time basis.

**f. Inventories**

Inventories are valued at cost. Inventory comprising of land, material used for the development of land and other related expenses are recorded at purchase cost including levies, duties & incidental expenses attributable to bring the land to its current position.

**g. Lease Rentals**

***Finance leases***

Assets acquired on lease which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the assets, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalized.

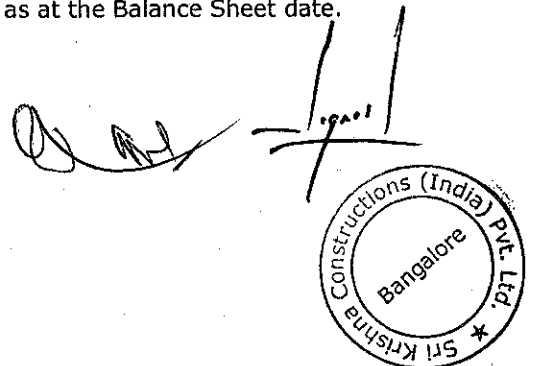
If there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

***Operating leases***

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss .

**h. Taxes**

Tax expense comprises both current and deferred taxes. The current charge for income taxes is calculated in accordance with the relevant tax regulations. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted as at the Balance Sheet date.



Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets are recognized on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets can be realized against future taxable profits.

Unrecognized deferred tax assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized.

**i. Auditors Remuneration**

Audit fees (excluding Service Tax) Rs.40,000/-

**j. Balances under "Sundry Debtors" Loans & Advances, Current liabilities are subject to confirmation.**

**k. Related Party Transaction:**

Name	Nature of Relationship	Nature of Transaction	Amount
Kailash D Dubal	Director	Remuneration	61,72,600
	Director	Loan taken	2,89,66,301
Jignesh D Dubal	Director	Remuneration	21,07,000
	Director	Loan taken	19,50,000
Srikanth N	Director	Remuneration	8,62,800
Bhavika K Dubal	Relative of Director	Commission Paid	8,53,000
Vaishali J Dubal	Relative of Director	Commission Paid	8,04,000
Concept City Hotels & Hospitality Pvt Ltd	Associate Company	Land Advance Given	1,72,93,658

Balance outstanding as at the year end

Loan	2,02,09,315
Remuneration Payable	48,04,716
Commission Payable	10,36,600

**l. Employee Benefits:**

Gratuity:

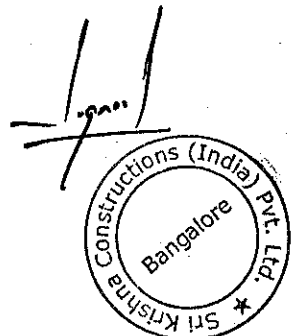
Provision for the gratuity is based on actuarial valuation carried out by actuarial, gratuity includes Rs. 16,75,835/- relating to previous periods.

PF and ESI:

Contribution towards ESI has been recognized as expense in the profit and loss account and provision for PF is not applicable to the company.



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**m. Contingent Liability:**

Late filing fee u/s 234E of Income Tax Act, 1961 has been not provided for Rs 4,07,000/-.

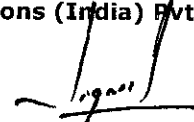
**n. Re-grouping of Account Heads**

Previous year figures have been regrouped, wherever necessary to conform to current year's classification.

For Sri Krishna Constructions (India) Pvt Ltd



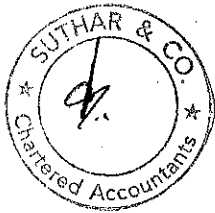
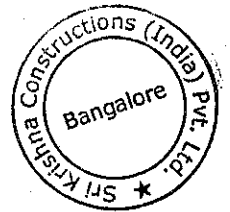
**Kailash D Dubal**  
Director



**Jignesh D Dubal**  
Director

Date: 16<sup>th</sup> June 2015

Place: Bangalore



**Notes forming part to Balance Sheet**  
**Sri Krishna Constructions (India) Private limited**

(Amount in Rs.)

Particulars	As at 31.03.2015	As at 31.03.2014
<b>Note -2 : Share Capital</b>		
<b>Authorised Capital</b>		
10,00,000 equity shares of Rs 10/- each	10,000,000	10,000,000
10,00,000 Preference shares of Rs 10/- each	10,000,000	10,000,000
<b>Issued, Subscribed &amp; Paid up Capital</b>		
10,00,000 equity shares of Rs 10/- each	10,000,000	10,000,000
10,00,000 Preference shares of Rs 10/- each	10,000,000	10,000,000
	<b>20,000,000</b>	<b>20,000,000</b>

**Details of shares held by shareholders holding more than 5% of the aggregate Shares**

	No. of Shares	% Holding
Kailash D Dubal	950,000	95%

**Reconciliation of no of shares and amount outstanding as at the beginning and at the end of the reporting period**

Particulars		
outstanding as at the beginning of the reporting period		
Equity shares	1,000,000	1,000,000
Preference Shares	1,000,000	1,000,000
Allotment/(buy back) during the period		
Equity shares	-	-
Preference Shares	-	-
outstanding as at the end of the reporting period		
Equity shares	1,000,000	1,000,000
Preference Shares	1,000,000	1,000,000

**Note - 3 : Reserves & Surplus**

Surplus/(Deficit) in the statement of profit & loss

Balance as per last financial statements	40,567,463	27,634,497
Profit for the period	22,780,608	12,932,966
	<b>63,348,070</b>	<b>40,567,463</b>

**Note - 4 : Long-term borrowings**

**Secured**

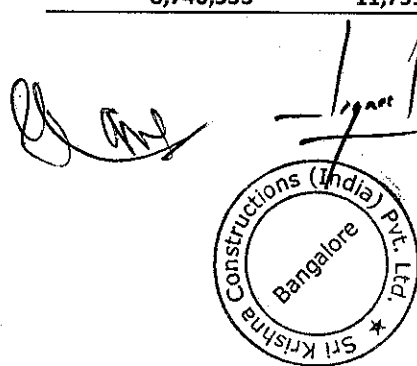
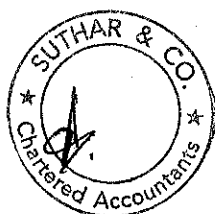
Vehicle Loan (Secured by Vehicle)	1,585,116	1,196,932
Term Loan (Secured by Property)	26,606,641	

**Unsecured**

From Companies	5,853,935	4,446,509
From Directors	20,209,315	
	<b>54,255,007</b>	<b>5,643,441</b>

**Note - 5 : Other long-term liabilities**

Advance Lease Rentals (Agriculture)	6,951,800	11,759,000
Obligation for Gratuity	1,788,535	-
	<b>8,740,335</b>	<b>11,759,000</b>

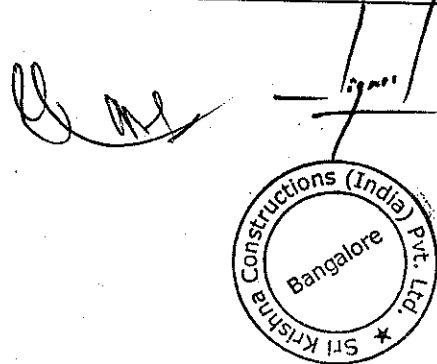
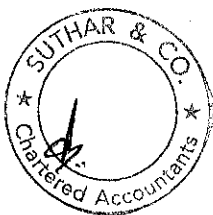




Notes forming part to Balance Sheet  
Sri Krishna Constructions (India) Private limited

(Amount in Rs.)

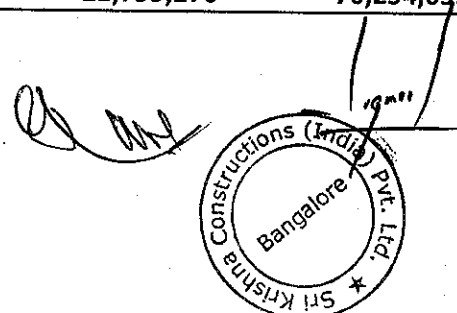
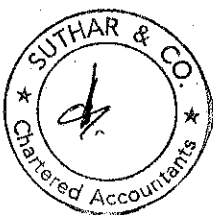
Particulars	As at 31.03.2015	As at 31.03.2014
<b>Note - 6 : Trade Payables</b>		
(i) Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	130,623,208	60,831,342
	<b>130,623,208</b>	<b>60,831,342</b>
<b>Note - 7: Other Current Liabilities</b>		
Current Maturities of Long term borrowings	473,862	146,657
Share Application Money		6,474,437
Duties & Taxes	6,650,830	7,436,696
Advance from Customer	165,783,402	135,626,865
Other Advances	38,282,814	50,363,293
	<b>211,190,908</b>	<b>200,047,948</b>
<b>Note - 8: Short-term provisions</b>		
Provision for Development Exp	13,146,540	13,145,065
Provision for Income tax	11,500,000	7,863,925
	<b>24,646,540</b>	<b>21,008,990</b>
<b>Note - 10: Long-term loans and advances</b>		
Deposits & Other Advances	6,100	6,100
	<b>6,100</b>	<b>6,100</b>
<b>Note - 11: Trade receivables</b>		
A. Unsecured and considered good:		
(i) Outstanding for a period exceeding 6 months	24,912,498	20,852,298
(ii) Others		
	<b>24,912,498</b>	<b>20,852,298</b>
<b>Note - 12 : Cash and cash equivalents</b>		
(i) Cash on Hand	15,405,684	15,127,288
(ii) Bank Balances		
in Current Accounts	-53,116	3,229,326
in Fixed Deposits		144,431
in Fixed Deposits (Maturity period more than 12 months)	1,498,500	
	<b>16,851,068</b>	<b>18,501,045</b>
<b>Note - 13 : Short-term loans and advances</b>		
A. Advances recoverable in cash or in kind or for value to be received (Unsecured and considered good)		
	270,110,139	187,045,453
	<b>270,110,139</b>	<b>187,045,453</b>



**Sri Krishna Constructions (India) Private limited**

(Amount in Rs.)

Particulars	for the year ended 31.03.2015	for the year ended 31.03.2014
<b>Note - 14 : Revenue from Operations</b>		
<b>Income from Sale of Sites, Rights Assignment, Development, etc.</b>		
Revenue from Sale of Sites	249,515,229	37,379,600
Assignment & Development Income	27,853,833	97,007,260
Rights Assignment Fee		6,000,000
Maintenance Charges Received	1,351,746	861,326
Other Charges & Income	850,000	1,597,500
	<b>279,570,808</b>	<b>142,845,686</b>
<b>Note - 15 : Cost of Purchase &amp; Development Exp</b>		
Purchases	86,255,135	-
Development & Other Expenses	167,403,404	104,624,057
	<b>253,658,539</b>	<b>104,624,057</b>
<b>Note - 16 : Increase/Decrease of Inventories</b>		
Opening Inventory	128,963,357	72,007,237
Purchases	82,355,135	-
Less: (Cost of Sales)	-196,306,474	-31,493,671
Add: Development Expenses	161,025,293	88,449,791
Closing Inventory	176,037,311	128,963,357
Less: Opening Inventory	128,963,357	72,007,237
	<b>47,073,954</b>	<b>56,956,120</b>
<b>Note - 17 : Employee benefits expense</b>		
Salaries & Wages	17,096,375	12,170,298
	<b>17,096,375</b>	<b>12,170,298</b>
<b>Note - 18 : Finance costs</b>		
Interest	1,686,393	1,306,662
Processing Fee	323,979	4,950
	<b>2,010,372</b>	<b>1,311,612</b>
<b>Note - 19 : Other expenses</b>		
Administrative Expenses	9,243,078	56,675,711
Selling & Distribution Expenses	12,516,098	13,578,922
	<b>21,759,176</b>	<b>70,254,633</b>

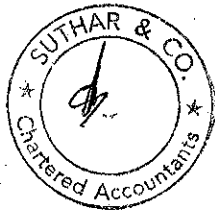


Sri Krishna Constructions (India) Private limited

As per Schedule II of the Companies Act, 2013

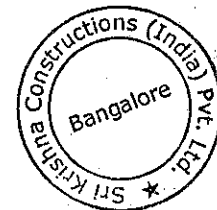
Note -9 : Fixed Assets

		WDV As on 01.04.2014	Additions During the Year	Deletions During the Year	Depriciation for the period	WDV As on 31.03.2015
I	Land	-	14,637,090		-	14,637,090
II	Building	1,295,142	4,735,582	1,295,142	141,794	4,593,788
III	Plant & Machinery - Office Equipment	111,807	418,490	-	87,962	442,335
IV	Furniture Fixtures	446,837	1,124,482	446,837	96,144	1,028,338
V	Computers	140,069	53,069	-	130,639	62,499
VI	Vehicles	2,453,893	2,800,619	-	1,343,400	3,911,112
	<b>Grand Total</b>	<b>4,447,748</b>	<b>23,769,332</b>	<b>1,741,979</b>	<b>1,799,939</b>	<b>24,675,162</b>



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**Deferred Tax Assets/(liabilities) as on 31st March, 2015**

Particulars	As per financial books	As per Tax Accounts	Tax Rate	
			Deferred Tax Asset/(liabilities)	32.45% Tax Impact
<b>Fixed Assets</b>				
Fixed assets - WDV	24,675,162	27,116,364	2,441,201	792,170
Investments	-	-	-	-
<b>Current Assets, loans &amp; advances</b>				
Inventories	-	-	-	-
Sundry debtors	-	-	-	-
cash account	-	-	-	-
Bank account	-	-	-	-
Loans & advances	-	-	-	-
Other current assets	-	-	-	-
<b>Misc expenses</b>				
Misc expenses (other than P&L account) being permanent difference not considered	-	-	-	-
<b>Liabilities</b>				
Share capital & application money	-	-	-	-
Secured Loans	-	-	-	-
Unsecured Loans	-	-	-	-
Current Liabilities	1,788,535	-	(1,788,535)	(580,330)
Profit & Loss (U/s 40 a (ia))	-	-	-	-
<b>Losses as per I T act</b>				
Business Loss	-	-	-	-
Unabsorbed depreciation	-	-	-	-
<b>Total Deferred Tax Assets/ (Liability)</b>				<b>211,790</b>

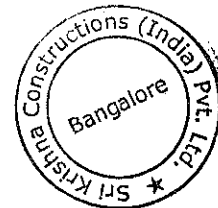
**Amount to be debited/credited to P&L account.**

Particulars	Amount
Deferred tax asset/(liability) as on 31/03/2014	42,182
Deferred tax asset/(liability) created for the year	169,608
Deferred tax asset/(liability) as on 31/03/2015	211,790



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# SUTHAR & CO

Chartered Accountants

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## INDEPENDENT AUDITOR'S REPORT

To the members of Sri Krishna Constructions (India) Private Limited

### Report on the Financial Statements

I have audited the accompanying financial statements of Sri Krishna Constructions (India) Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2015 the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of the 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 and financial performance 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 of 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

My responsibility is to express an opinion on these standalone financial statements based on my audit.

I 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.

I conducted my 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.





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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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis my audit opinion on the standalone financial statements.

## Opinion

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid 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, 2015-16 and its profit and its cash flow for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

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

- a. I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit;
- b. In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books;
- c. The Balance Sheet and the Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account;
- d. In my opinion, the aforesaid standalone 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 the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 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 my separate Report in "Annexure A".





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- 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 my opinion and to the best of my information and according to the explanations given to me:
1. The Company has disclosed the impact of pending litigations on its financial position in its financial statements
  2. The Company has made provision, as required, under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
  3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For Suthar & Co

Chartered Accountants

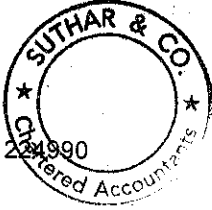
Firm's Registration No.013840S

Berulal Suthar

Proprietor

Membership No. 224990

June 16, 2015





# SUTHAR & CO

Chartered Accountants

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## ADDITIONAL INFORMATION ANNEXED TO THE INDEPENDENT AUDITORS' REPORT

The annexure referred in my Independent auditor's report to the members of the Company on the financial statements for the year ended 31<sup>st</sup> March, 2015.

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;  
b) Fixed assets have been physically verified by the management at reasonable intervals; and no material discrepancies were noticed on such verification.
2. a) As explained to me, physical verification of inventory has been conducted at reasonable intervals by the management;  
b) Procedures of physical verification of inventory followed by the management reasonable and adequate in relation to the size of the Company and the nature of its business.  
c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
3. a) 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.
4. In my opinion and according to the information and explanation given to me, there is an adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of audit I have not observed any major weaknesses in internal control system.
5. During the year The company has not accepted any deposits from the public.
6. Maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act,
7. a) According to the information and explanation given me and based on my verification of books of account, Generally the Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, professional tax and any other statutory dues with the appropriate authorities and there are no arrears of statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, except tax deducted at source.  
b) There were no dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.  
c) According to the information and explanation given me and based on my verification of books of account, there was no amount which required to be transferred to investor education and protection fund.







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8. The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in such financial year and in the immediately preceding financial year;
9. According to the information and explanation given me, the Company has not defaulted in repayment of dues to a financial institution or bank.
10. According to the information and explanation given me, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
11. According to the information and explanation given me, term loans were applied for the purpose for which the loans were obtained;
12. According to the information and explanation given me, no material fraud on or by the company has been noticed or reported during the year.

For Suthar & Co

Chartered Accountants

Firm's Registration No. 013840S



Berulai Suthar

Proprietor

Membership No. 224990

June 16, 2015

