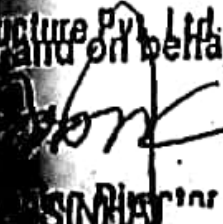


**M/S NESH INDIA INFRASTRUCTURE PRIVATE LIMITED, PATNA**  
**(CIN U45200BR2010PTC015895)**  
**Balance Sheet as at 31st March 2017**

	<u>Notes</u>	<u>As at 31.03.2017</u>	<u>As at 31.03.2016</u>
<b>(I) EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	2	71,00,000	1,00,000
(b) Reserves and surplus	3	45,34,905	43,99,201
<b>2 Non-current liabilities</b>			
(a) Long-term Borrowings			
(b) Deferred tax liabilities (net)	4	2,00,24,700	2,00,000
(c) Long-term liabilities		-	-
(d) Long-term provisions		-	-
<b>3 Current liabilities</b>			
(a) Short term borrowings	5	93,05,617	1,00,63,922
(b) Trade Payables	6	58,348	21,450
(d) Other current liabilities	7	37,85,66,991	31,77,71,438
(c) Short-term provisions	8	4,54,744	9,60,634
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>42,00,43,305</u></b>	<b><u>33,35,16,645</u></b>
<b>(II) ASSETS</b>			
<b>1 Non-current assets</b>			
<b>(a) Fixed assets</b>			
(i) Tangible assets	9	6,23,298	7,78,886
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(b) Non-current investments		-	-
(c) Deferred Tax Assets		15,913	
(d) Long-term loans and advances		-	-
(e) Other non-current assets	10	5,38,51,628	5,38,51,628
<b>2 Current assets</b>			
(a) Inventories	11	30,29,18,025	23,21,49,795
(b) Trade receivables	12	34,360	47,820
(c) Cash and cash equivalents	13	53,50,403	8,95,944
(d) Short-term loans and advances	14	5,72,49,678	4,57,92,572
(e) Other Current Assets	15	-	-
<b>TOTAL ASSETS</b>		<b><u>42,00,43,305</u></b>	<b><u>33,35,16,645</u></b>

See accompanying notes forming part of the financial statements 22 0

M/S Nesh India Infrastructure Pvt. Ltd.  
 For and on behalf of the Board of Directors  
  
 Director  
 (KAVITA SINHA)

In terms of our report attached.  
 For AGARWAL & PRASAD  
 Firm Registration No 002178C  
 Chartered Accountants

**M/S NESH INDIA INFRASTRUCTURE PRIVATE LIMITED, PATNA**  
**(CIN U45200BR2010PTC015895)**

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

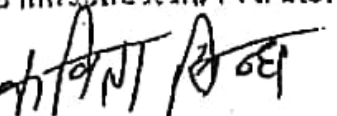
	Notes	Year ended 31.03.2017	Year ended 31.03.2016
1 Revenue from operations	16	1,56,02,949	1,15,23,108
2 Other income	17	24,792	4,26,524
3 Total revenue (1+2)		<u>1,56,27,741</u>	<u>1,19,49,632</u>
4 Expenses			
(a) Cost of Sales	18	1,05,07,022	52,85,185
(b) Employee benefits expenses	19	19,10,500	24,34,000
(c) Finance costs	20	13,50,805	2,46,184
(d) Depreciation and amortisation expenses	9	1,73,788	2,48,798
(e) Other expenses	21	14,92,880	28,29,888
Total Expenses		<u>1,54,34,996</u>	<u>1,10,44,054</u>
5 Profit / (Loss) before tax (3 - 4)		1,92,745	9,05,578
6 Tax Expenses			
(a) Current tax		72,955	3,17,170
(b) Deferred tax		-15,913	-
(b) Prior Period Tax		-	-
7 Profit / (Loss) after tax for the year (5 - 6)		1,35,703	5,88,408
8 Earning per equity share Basic and Diluted		13.57	58.84

See accompanying notes forming part of  
the financial statements.

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For and on behalf of the Board of Directors

India Infrastructure Pvt. Ltd. For Nesh India Infrastructure Pvt. Ltd.

  
(KAVITA SINHA)  
DIRECTOR  
(DIN 00686227)

In terms of our report attached  
For-AGARWAL & PRASAD  
Firm Registration No 002178C  
Chartered Accountants

  
(R.S.AGARWAL)  
Partner

Membership No. 71168



Annexed to and Forming Part of the Balance Sheet as at 31st March, 2017 and Statement of Profit and Loss for the year ended on that date :

1. **SIGNIFICANT ACCOUNTING POLICIES**

a) **Basis of Accounting**

The financial statements have been prepared on the accrual basis under the historical cost convention with the Generally Accepted Accounting Principles ('GAAP') in India. Pursuant to section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by the Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under Companies Act, 1956 shall continue to apply. Consequently these financial statements have been prepared to comply in all material aspects with accounting standards notified under Section 211(3C) (Companies (Accounting Standards) Rules, 2006 as amended), and other relevant provisions of the Companies Act, 2013.

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

b) **Revenue Recognition**

i) Guest House receipts are stated at net of discounts & taxes.

ii) The company follows substantial completed contract method of accounting in respect of its construction activity. Under this method profit in respect of units sold is recognized only when the work in respect of the relevant units are substantially completed, which is determined on technical estimates as certified by the management.

**Fixed Assets and Depreciation**

i) Fixed Assets are shown at historical cost less accumulated depreciation. The cost of an asset comprises its purchase price and any directly attributable cost of bringing the asset to working condition for its intended use.

ii) Depreciation is provided on a pro-rata basis on the Written Down Value method based on useful life as estimated by the management and aligned to Schedule II to the Companies Act, 2013 in order to reflect the actual usage of assets.



**M/S NESH INDIA INFRASTRUCTURE PRIVATE LIMITED, PATNA**  
**(CIN U45200BR2010PTC015895)**

d) Inventories

Work in progress in respect of incomplete projects is valued at costs consisting of land development rights, construction, development, marketing and administrative & other direct expenses related to that project.

e) Gratuity

No provision for gratuity has been made since no employee has completed the qualifying period of five year and as per company policy, Gratuity will be accounted for on payment basis.

f) Miscellaneous Expenses

Preliminary Expenditure are amortised over a period of five years.

g) Current and Deferred Tax

- i) Tax expenses for the period, comprising Current Tax and Deferred tax are included in the determination of the net profit or loss for the period. Current Tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of the Income Tax Act, 1961.
- ii) Deferred tax assets and liabilities are recognized by computing the tax effect on timing differences which arises during year and reverse in the subsequent periods. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.
- iii) Deferred Tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or subsequently enacted by the Balance Sheet date. At each Balance Sheet date, the company re-assesses unrecognized deferred tax assets, if any.

Provisions and Contingent Liabilities

i) Provisions are recognized when there is a present obligation as a result of past events and it is probable that an outflow of benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the outcome of which will be confirmed only on the occurrence or non occurrence of one or more uncertain events now wholly within the control of the Company or a present obligation arising from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

	As at 31st March 2017	As at 31st March 2016
<b>RE CAPITAL</b>		
<b>(BORISED, ISSUED, SUBSCRIBED &amp; PAID UP SHARE CAPITAL)</b>	1,00,00,000	50,00,000
Authorised:		
100000 Equity shares of Rs.10/- each	71,00,000	1,00,000
Issued:		
10000 Equity Shares of Rs.10/- each	71,00,000	1,00,000
Subscribed & Paid up:		
710000 Equity Shares of Rs.10/- each	71,00,000	1,00,000
<b>Total</b>	<b>71,00,000</b>	<b>1,00,000</b>

The company has only one class of equity shares having a par value of Rs.10/- per share. Each shareholder is eligible for one vote per share.

**1) RECONCILIATION OF NUMBER OF SHARES OUTSTANDING**

	As at 31st March 2017		As at 31st March 2016	
	(Nos)	Amount	(Nos)	Amount
Shares Outstanding at the beginning of the Year	10000	100000	10,000	100000
Shares Issued during the Year	700000	7000000	-	-
Shares Bought back during the Year	-	-	-	-
<b>Shares Outstanding at the end of the Year</b>	<b>710000</b>	<b>7100000</b>	<b>10,000</b>	<b>100000</b>

**2(c) LIST OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES**

NAME OF SHAREHOLDERS	As at 31st March 2017		As at 31st March 2016	
	No. of	% of	No. of	% of
Smt Kavita Sinha	457000	64%	2,000	20%
Sri Shashi Bhushan Sinha	253000	36%	8,000	80%

**Note 3 - RESERVES AND SURPLUS**

Balance at the beginning of the year	43,99,201	38,10,793
Add: Current Year Transfer	-1,35,703	5,88,408
<b>Balance at the end of the year</b>	<b>45,34,905</b>	<b>43,99,201</b>

**Note 4 - LONG TERM BORROWINGS**

Term Loan from Allahabad Bank, Palna	2,00,24,700	-
Unsecured Loan	-	2,00,000
	<b>2,00,24,700</b>	<b>2,00,000</b>

**Note 5 - SHORT TERM BORROWINGS**

In Overdraft Account with Punjab National Bank, Palna	93,05,617	1,00,63,922
	<b>93,05,617</b>	<b>1,00,63,922.00</b>

**Note 6 - TRADE PAYABLES**

Trade payables	56,348	21,450
	<b>56,348</b>	<b>21,450</b>

**Note 7 - OTHER CURRENT LIABILITIES**

Receivables from Customers (Tiruvantpuram City)	35,86,07,160	29,71,58,707
Prepaid Sale of Land (Held at Investment)	1,84,83,000	1,84,83,000
Provision Payable	-	5,95,000
Other Payable	12,61,031	12,61,031
	6,800	1,64,700
	2,09,000	1,19,000



**M/S NESH INDIA INFRASTRUCTURE PRIVATE LIMITED, PATNA**  
(CIN U45200BR2010PTC015895)

Particulars	GROSS BLOCK		DEPRECIATION			NET BLOCK		
	Cost as on 01.04.16	Addition	Total	Upto 31.03.16	For the Year	Total	W.D.V. as on 31.03.17	W.D.V. as on 31.03.16
Air Conditioner	4,31,155	-	4,31,155	3,20,418	52,095	3,81,113	50,042	1,02,737
Furniture & Fixtur	8,87,711	-	8,87,711	4,41,657	66,529	5,08,187	3,79,524	4,48,054
Generator	1,50,000	-	1,50,000	75,253	14,099	89,351	60,849	74,747
Plant & Machinery	4,21,529	-	4,21,529	2,66,181	29,663	2,95,844	1,25,885	1,55,348
Computer	-	18200	18,200	-	10,802	10,802	7,398	-
	<b>18,90,395</b>	<b>18200</b>	<b>19,08,595</b>	<b>11,11,509</b>	<b>1,73,788</b>	<b>12,85,297</b>	<b>6,23,298</b>	<b>7,78,886</b>
<b>9- SHORT TERM PROVISIONS</b>								
Provisions for Income tax						72,955	3,17,170	
Provisions for Expenses						3,81,789	643,464	
						<b>4,54,744</b>	<b>9,80,634</b>	
<b>10- OTHER NON CURRENT ASSETS</b>								
Investment in Land						6,38,51,628	6,38,51,628	
						<b>6,38,51,628</b>	<b>6,38,51,628</b>	
<b>11- INVENTORIES</b>								
Tiruvantpuram City under construction						30,28,90,668	23,21,23,925	
Consumable Stores						27,357	25,870	
						<b>30,29,18,025</b>	<b>23,21,49,795</b>	
<b>12- TRADE RECEIVABLE</b>								
Sundry Debtors						34,360	47,820	
						<b>34,360</b>	<b>47,820</b>	
<b>13- CASH AND CASH EQUIVALENTS</b>								
Cash in hand						6,52,111	4,14,642	
In Current Account with								
Allahabad Bank						31,69,308	-	
IDBI Bank Ltd.						18,500	-	
State Bank of India						98,168	-	
HDFC Bank, Patna						333	4,904	
Axys Bank, Patna						-	9,085	
ICICI Bank						10,89,428	76,681	
Punjab National Bank						10,941	13,974	
Union Bank of India						14,100	999	
Fixed Deposit								
With Punjab National Bank including accrued Interest						3,97,524	3,75,680	
(Pledged to Bank)								
						<b>63,50,403</b>	<b>8,95,944</b>	
<b>SHORT TERM LOANS &amp; ADVANCES</b>								
						2,75,78,000	1,84,65,000	

**M/S NESH INDIA INFRASTRUCTURE PRIVATE LIMITED, PATNA**  
(CIN U45200BR2010PTC015095)

	As at 31st March 2017	As at 31st March 2016
<b>OTHER CURRENT ASSETS</b>		
Preliminary Expenses	-	-
Less: Written Off	-	-
<b>REVENUE FROM OPERATIONS</b>		
Sales of Flats	1,30,83,760	63,41,000
Room Rent	22,00,187	55,79,483
Food & Beverages	3,19,032	5,06,925
Other Services	-	95,700
	<u>1,56,02,949</u>	<u>1,15,23,108</u>
<b>OTHER INCOME</b>		
Interest on Fixed Deposit	24,792	30,704
Other Receipts	-	3,95,820
	<u>24,792</u>	<u>4,28,524</u>
<b>18 - COST OF SALES</b>		
Cost of Sold Flats	1,02,05,325	48,06,800
<b>Cost of Foods at Hotel</b>		
Opening Stock of Provisions & Stores	25,870	18,450
Add: Purchases	3,03,184	4,85,705
	<u>3,29,054</u>	<u>5,04,155</u>
Less: Closing Stock of Provisions & Stores	27,357	25,870
Cost of Sales	<u>3,01,697</u>	<u>4,78,285</u>
Total Cost of Sales (A+B)	<u>1,05,07,022</u>	<u>52,85,185</u>
<b>19 - EMPLOYEE BENEFITS EXPENSES</b>		
(a) Salary & Wages	13,10,500	18,34,000
(c) Director Remuneration	6,00,000	6,00,000
	<u>19,10,500</u>	<u>24,34,000</u>
<b>20 - FINANCIAL CHARGES</b>		
Bank Charges	1,73,516	2,46,184
Interest on Loan	11,77,290	-
	<u>13,50,805</u>	<u>2,46,184</u>
<b>21 - OTHER EXPENSES</b>		
Power & Fuel	1,38,634	1,04,247
Staff Welfare	57,325	78,447
Linen, Uniform & Laundry Expenses	32,905	78,980
House Keeping Expenses	78,787	1,02,350
Misc Expenses	1,56,298	1,59,448
Postage and Telegraph	1,980	3,588
Rent	-	14,79,000
Travelling & Conveyance	72,480	69,850
Repair & Maintenance	1,08,075	1,07,147
Marketing Expenses	1,05,400	24,208
Printing & Stationery	1,37,254	1,59,800
Telephone & Mobile Expenses	1,02,670	1,06,845
Legal & Other Expenses	8,000	48,750
Insurance Charges	76,847	-
Preliminary expenses written off	-	-
ROOF TILES	1,32,000	-
	78,227	89,750
	90,000	80,000
	1,20,000	1,20,000
	-	17,500



M/S NESH INDIA INFRASTRUCTURE PRIVATE LIMITED, PATNA  
(CIN U45200BR2010PTC015895)

Para 22 -

- i) Consequent to search & seizure operations at Company/Director's premises conducted by the Income Tax Authorities on 28.04.2012, the Income Tax authorities have raised a demand of Rs. 1,03,52,870/- for A.Y. 2011-12 for which the company has filed Appeal. The company has been advised by counsels that no substantial liability is expected against this high pitched assessment order and as such the company has not provided for the aforesaid demand in its books, which will be accounted for on finality on payment basis, as such to that extent the company has a contingent liability.
- ii) No provision has been made in respect of contractual delays, lapses and defaults, if any, by the company in respect various contracts in the course of business. These delays, defaults and lapses are generally accepted to occur in the real estate development business and generally settled amicably by the parties. No provision for probable / additional cost, compensation or penalties are being made by the company, to that extent the company has a contingent liability, which is unascertainable.
- iii) During the year the company has carried out Guest House operations for part of the year only, Yet the accounts have been prepared on going concern basis and no provision has been made for impairment in the value of fixed assets of guest house as the management is of the opinion that there is no significant fall in value of assets due to suspension of operations.
- iv) According to records of the company, Service Tax amount as on 31.03.2017 for Rs. 1261031/- from advance received against flat bookings / Guest House receipts has not been paid. The company has not accounted for the Service Tax liability, if any, on sale / registration of flats / booking advances received in its ongoing projects during the year.
- v) The debit and credit balances in the accounts of booking advance from customers and others are subject to confirmation & reconciliation.
- vi) Auditors Remuneration consists of Statutory Audit fees of Rs.75000/- and tax audit fees of R

15000/-





- vi) The construction work of "Tiruvantipuram City" at Ashopur Road, Khagual, Patna, Bihar under development agreement with landowner is in progress. The expenditure incurred on construction and development upto 31<sup>st</sup> March 2017 is less than 25% of the estimated cost of project work undertaken, as well as the legally enforceable agreements or contracts entered into with buyers is also less than 25% of the saleable project area, as such no revenue has been recognised against booking advances received in terms of guidance note GN(A) 23 issued by the ICAI & revised in 2012.
- vii) The company has recognised revenue against Sale Deeds registered for five flats under construction and the cost of sales has been recognized on profit assumption at 22% of the sales value.
- ix) Previous year figures have been regrouped and rearranged wherever considered necessary to make them comparable with those of current year.
- x) The company has no other known liabilities/contingent liabilities to be provided for in books of accounts.
- xi) In the opinion of the board, the current assets including inventories, investments & advances are approximately of the value stated, if realised in the normal course of business.
- xii) For such items of expenditure for which original vouchers/bills/invoices are not available, necessary internal vouchers have been drawn up duly signed & passed by the executive / directors of the company to the effect that these business expenses are made for the purpose of the company.
- xiii) In exercise of power conferred by Sub - Section (1) of Section 467 of Companies Act 2013 (18 of 2013), the Central Government has amended Schedule III to the Companies Act, requiring to disclose the details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December 2016 as defined in MCA Notification , G.S.R. 308(E) dated 31 March 2017.



	SBN	Other Denomination Notes	Total
Cash in Hand as on 08th November, 2016	160500.00	34296.00	194796.00
Permitted Receipts	Nil	945400.00	945400.00
Permitted payments	12500.00	903217.00	915717.00
Amount deposited in Banks	148000.00	Nil	148000.00
Cash in hand as on 30th December, 2016	Nil	76479.00	76479.00

IDENTIFIED BY

For AGARWAL & PRASAD  
Firm Regd. No.002178C  
Chartered Accountants



(R.S.AGARWAL)  
Partner

Membership No.71168

Place : Patna

Date : 02.09.2017