

UTTAM BUDHIA AND COMPANY

Chartered Accountants

A46, Vindhyachal Boring Road

Patna - 800001

Annexure A: 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 ARISTO DEVELOPER PRIVATE LIMITED, as at March 31, 2016, 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 applicable to an audit of internal financial controls and both issued by the Institute of Chartered Accountants of India. These 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;



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- (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 authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of an authorised acquisition, loss, 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.

Conclusion

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, 2016, 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 Uttam Budhia and Company,

Chartered Accountants

Firm's registration number - 008978C

Sushila Agrawal

CA Sushila Agrawal

Partner

Membership number - 038673

Place: Patna

Date: 06/08/2016



UTTAM BUDHIA AND COMPANY

Chartered Accountants

A45, Vindhyachal Boring Road

Patna - 800001

Independent Auditor's Report to the Members of

ARISTO DEVELOPER PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of Aristo Developer Private Limited which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss 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 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, 2011. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of 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. These 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 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.



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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 as at 31st March 2016 and its loss for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order 2015, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we have not furnished a statement on the matters specified in the paragraphs 3 and 4 of the Order, as the said order is not applicable to the company.

As required by section 133(3) of the Act, we report that:

- 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;
- in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of these books;
- the Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
- 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;
- on the basis of written representations received from the directors as on 31 March 2016, and taken on record by the Board of Directors, none of the director is disqualified as on 31 March 2016, from being appointed as a director in terms of section 164(2) of the Act;
- with respect to 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;
- with respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 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 impact its financial position;
 - the Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
 - there were no amounts which required to be transferred to the Investor Education and Protection Fund by the company.

For Uttam Budhia and Company,

Chartered Accountants

Firm's registration number - 008978C

Sunita Agrawal

CA Sunita Agrawal

Partner

Membership number - 046675

Place: Patna

Date: 06/09/2016



ARISTO DEVELOPER PRIVATE LIMITED

Balance Sheet as at 31st March, 2016

CIN NO U45200GJ2011PTC016734

Amount in Rs.

Particulars	Note No	Figures as at 31st March 2016	Figures as at 31st March 2015
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	100,000.00	100,000.00
(b) Reserves and Surplus	2	-148,363.58	-104,367.58
(c) Funds received against share warrants		0.00	0.00
Sub total		-48,363.58	-4,367.58
(2) Share application money pending allotment		0.00	0.00
(3) Non-Current Liabilities			
(a) Long term borrowings		0.00	0.00
(b) Deferred tax liabilities (Net)		0.00	0.00
(c) Other long term liabilities		0.00	0.00
(d) Long term provisions		0.00	0.00
Sub total		0.00	0.00
(4) Current Liabilities			
(a) Short term borrowings	3	2,435,000.00	2,285,000.00
(b) Trade payables		404,845.00	2,463,115.00
(c) Short current liabilities	4	68,069,887.00	33,585,887.00
(d) Short term provisions		0.00	0.00
Sub total		70,909,732.00	38,334,002.00
Total		70,861,368.42	38,309,634.42
II. Assets			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	5	11,038.00	14,977.00
(ii) Intangible assets		0.00	0.00
(iii) Capital work-in-progress		0.00	0.00
(iv) Intangible assets under development		0.00	0.00
(b) Non-current investments		0.00	0.00
(c) Deferred tax assets (Net)		0.00	0.00
(d) Long term loans and advances		0.00	0.00
(e) Other non-current assets		5,046.00	13,898.00
Sub total		16,084.00	28,875.00
(2) Current assets			
(a) Current investments		0.00	0.00
(b) Trade receivables	6	52,897,810.42	32,120,861.42
(c) Trade payables		0.00	0.00
(d) Cash and cash equivalents	7	3,009,298.00	218,938.00
(e) Short term loans and advances		14,861,020.00	5,939,150.00
(f) Other current assets		0.00	0.00
Sub total		70,843,136.42	38,280,769.42
Total		70,861,368.42	38,309,634.42

III. Significant Accounting Policies and Notes on Accounts

0.00

0.00

NOTES REFERRED ABOVE FORMS INTEGRAL PART OF THE BALANCE SHEET AS ON 31ST MARCH, 2016

Dr. Rajesh Kumar & Co. Chartered Accountants

Registration Number: (BAY) 180

Chartered Accountants

Surendra Agrawal

(Chartered Accountant)

Partner

Membership Number: (BAY) 180

Place: Jaipur, Rajasthan, India, Date: 2016

On Behalf of the Board:

Ravi Singh

(Ravi Singh) (Proprietor)

Director

CIN No: U45200GJ2011PTC016734

(Vikas Agrawal)

Director

DIN No: 00782198

