

DEEP SHEETAL ENGINEERS PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022

(Amount in Rupees)

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I. Revenue from operations	1	16,587,480	18,289,000
II. Other income	2	9	-
III. Total Revenue (I+II)		16,587,489	18,289,000
IV. Expenses:			
Direct Project Expenses	3	4,748,622	1,288,279
Employees benefits expense	4	8,838,000	6,242,000
Finance Cost	5	-	-
Depreciation and amortization expense	J	619,085	841,238
Other expenses	6	427,953	360,648
Total expenses		14,633,660	8,732,165
V. Profit before exceptional and extraordinary items and tax		1,953,829	9,556,835
VI. Exceptional items/Extraordinary items		-	-
VII. Profit before tax		1,953,829	9,556,835
VIII. Tax/Other Expense: -			
(1) Current tax		515,708	2,529,998
(2) Deferred tax		(7,637)	(44,786)
(3) Transfer to Statutory Reserve		-	-
(4) Short/Excess Provision of Income Tax		-	-
IX. Profit/(Loss) for the period		1,445,758	7,071,623
X. Earning per equity share:			
(1) Basic		90.36	441.98
(2) Diluted		90.36	441.98

The accompanying notes are an integral part of the financial statements

For and on behalf of the board of directors
Deep Sheetal Engineers Pvt. Ltd.

Neeraj Kumar
 Managing Director

Director
NEERAJ KUMAR
 Din No: 03351532

Deep Sheetal Engineers Pvt. Ltd.

Nag Bhushan

Director
Director
NAG BHUSHAN
 Din No: 06402690

In terms of our report of even date.
 For **AGRAWAL ANIL & ASSOCIATES**
 Chartered Accountants

Agarwal Anil
 (CA A. K. AGRAWAL)
 PARTNER



Place: Patna
 Date : 25.08.2022

DEEP SHEETAL ENGINEERS PRIVATE LIMITED
"NOTE" FORMING PART OF THE BALANCE SHEET & STATEMENT OF PROFIT AND LOSS AS AT 31ST MARCH 2022

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Note No. - S		
Contingent Liabilities and Commitments		
Contingent Liabilities: -		
(a) Claims against the company not acknowledged as debt	NA	NA
Commitments: -		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil
Total:		
Note No. - 1		
Revenue From Operation		
Gross Receipt from Sales of Flats	9,956,000	18,289,000
Estimated profit on sale of project Dream Jewel	6,631,480	-
(Remark - The projects Maridian Square and Park West are in undewr construction and there has been no sale/hand over of the constructed unit during the year. However, following the income recognition policy under AS 7, a sum of Rs. 6631480.00 has been taken as DPE of Dream Jewel Project including estimated income - Rs. 762626.00 on the Construction cost incurred so far.)		
Total:	16,587,480	18,289,000
Note No. - 2		
Other Income		
Interest Income	-	-
Profit on Sale of Car	-	-
Rounding Off	9	-
Total:	9	-
Note No. - 3		
Direct Expenses on the Projects		
Opening Project Work in Progress	65,209,588	17,810,296
Direct Project Expenses of the year		
Cost of Materials	23,479,899	34,481,721
Labour Charges/Contractors Payment	10,072,109	8,146,101
Consultancy Charges	1,837,407	472,000
Diesel & Petrol	10,500	21,379
Electric Expenses	192,781	70,287
Repair & Maintenance	16,610	30,765
Electrical Items	2,171,276	728,956
Cost of Lift	-	431,245
CC TV Camera	-	228,802
Sanitary Fittings	8,095,296	118,633
Staff Salary	1,120,500	981,375
Staff Welfare	170,503	128,269
Wood	5,755,026	421,076
Steel Windows & Railing	25,576,336	-
Advertisement	930,914	522,579
RERA Registration	-	68,500
Printing And Stationery	18,514	29,950
Conveyance	3,385	10,063
Map Passing Expenses	2,800	285,250
Hire Chares	12,000	69,412
Development Agreement	-	1,258,780
Freight	21,800	10,200
Painting	180	550
Misc. & Other Expenses	222,574	171,678
Add: Estimated Profit on the project completed and sold - Dream Jewel	79,710,410	48,687,571
	6,631,480	-
	86,341,890	
Project Work in Progress at the close	146,802,856	65,209,588
Total:	4,748,622	1,288,279

Deep Sheetal Engineers Pvt. Ltd.
Nagbhusan
Managing Director

Deep Sheetal Engineers Pvt. Ltd.
Nagbhusan
Director



DEEP SHEETAL ENGINEERS PRIVATE LIMITED
"NOTE" FORMING PART OF THE BALANCE SHEET & STATEMENT OF PROFIT AND LOSS AS AT 31ST MARCH 2022

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Note No. - 4		
<u>Employees benefits expense</u>		
Salary and Wages	1,238,000	242,000
Director's Remuneration	7,600,000	6,000,000
Total:	8,838,000	6,242,000
Note No. - 5		
<u>Finance costs</u>		
Interest Expense	-	-
Total:	-	-
Note No. - 6		
<u>Other Expenses</u>		
Payment to Auditors		
i) As Auditor -		
- Statutory Audit	42,000	42,000
- Tax Audit	12,000	12,000
Filing Services Expenses	6,500	3,150
Filing Fee	2,000	1,000
Conveyance	6,320	1,790
Electricity Bill	-	3,660
GST Fine	50	-
Insurance Further	54,244	-
Interest on TDS	2,476	11,620
Printing & Stationary	7,535	7,840
Newspaper & Periodicals	-	860
Office Expenses	21,950	17,700
Registration Charge (Builder Association of India)	-	29,700
Registration Charge (Credai, Patna)	-	29,500
Bank Charges	13,958	3,187
Insurance (Maruti)	-	24,326
Insurance (Furniture)	-	53,354
Staff Welfare	26,587	24,110
Telephone/ Mobile Expenses	25,790	34,851
Office Rent	150,000	60,000
Insurance New Hero Xtreme Motor cycle	8,970	-
Misc Expenses	13,879	-
Repair & Maintenance	33,694	-
Total:	427,953	360,648

Signatures to Note A to R & 1 to 6

For and on behalf of the board of directors

Deep Sheetal Engineers Pvt. Ltd.

Neeraj Kumar
Managing Director

Director
NEERAJ KUMAR
Din No: 03351532

Deep Sheetal Engineers Pvt. Ltd.

Nag Bhushan

Director
NAG BHUSHAN
Din No: 06402690

In terms of our report of even date
For AGRAWAL ANIL & ASSOCIATES
Chartered Accountants

A. K. Agrawal
(CA A. K. Agrawal)
PARTNER



SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES

FORMING INTEGRAL PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2022

I. SIGNIFICANT ACCOUNTING POLICIES**a. Basis of Preparation**

The Company is a Small and Medium Sized Company as defined in the General Instructions in respect of Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended). Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company." and should also modify the accounting policies suitably.

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b. Use of estimates

The preparation of Financial statements requires estimates and assumptions to be made that affects the reported account of assets and liabilities on the date of the financial statement and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the periods in which the results are known/materialized.

c. Revenue Recognition

In the case of Real Estate Developer the substance of contract is of Construction contract and as such revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably estimated. The company is following AS -7 issued by ICAI in respect of recognition of revenue. It follows 'percentage of completion' method and revenues are recognized by reference to the stage/percentage of completion/work execution against each projects at the end of every accounting period. (As certified by the management).

Progressive payments and advances received from customers against sale of the project under construction are disclosed in the Balance Sheet as Booking Advance Received under the head Current Liabilities and this is not determinative of the stage of completion of a Construction.

The percentage of completion method is applied on a cumulative basis in each previous year to the current estimates of contract revenue and contract costs. Where there is change in estimates, the changed estimates shall be used in determination of the amount of revenue and expenses in the period in which the change is made and in subsequent periods.

d. Tangible Fixed Assets and Depreciation:

Fixed Assets are stated at cost and includes any incidental acquisition and installation expenses. Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Depreciation on fixed assets has been provided on all depreciable assets on diminishing balance method on prorata basis at the rates specified in Schedule – II of the Companies Act, 2013 as amended from time to time. Depreciation rates have been recast based on the remaining shorter useful life of the assets wherever applicable.

e. Investments

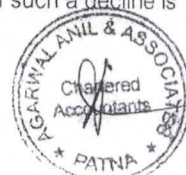
Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. Provision for diminution in the value of Long-term investments is made only if such a decline is other than temporary. However, the company is not carrying any investment during the year.

Deep Sheetal Engineers Pvt. Ltd. Deep Sheetal Engineers Pvt. Ltd.

Nagbhushan
Managing Director

Nagbhushan

Director



f. Retirement and other employee benefits

(i) The Company has been legally advised that Law related to Provident Fund, ESI etc. are not applicable to the Company.

(ii) The Company has not incurred any liability under the Payment of Gratuity Act.

g. Taxation:

(i) Provision for Current Tax is made on the basis of the estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961.

(ii) Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. The Company has accounted for deferred tax in respect of the timing differences.

h. Inventories

The Company is in the business of undertaking the real estate development and construction project on its own account as a venture of commercial nature under agreement to develop and sale thereof. The direct expenses incurred on materials, labour and other expenses including overheads (as certified by the management) are accumulated and are appearing under the head 'Project Work in Progress'.

Progressive payments and advances received from customers against sale of the project under construction are disclosed in the Balance Sheet as Booking Advance Received under the head Current Liabilities.

i. Borrowing costs

Borrowing costs represents interest on borrowing. In case they are directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

j. Provisions, Contingent Liabilities and contingent Assets:

Provisions involving substantial degree of estimates in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statement.

k. Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charges to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been change in the estimated/recoverable amount. However, In the opinion of the management, the company as on the balance sheet does not have any indication towards significant impairment in the value of assets.

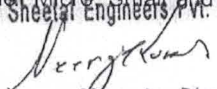
l. Earnings Per Share

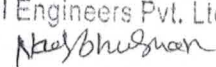
Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the number of equity shares outstanding during the period.

m. Income Computation Disclosure Standard (ICDS)

As required by the notification No.87/2016, F.No.133/23/2015-TPL dated 29th September, 2016 in terms of power conferred by sub-section (2) of section 145 of the Income tax Act, 1961 disclosure of the Policies followed by the business entity in respect of Income Computation Disclosure Scheme is enclosed separately in **Enclosure – A**. This forms an integral part of the Financial Statement.

n. The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming the

Deep Sheetal Engineers Pvt. Ltd.

Managing Director

Deep Sheetal Engineers Pvt. Ltd.

Director



status as micro, small or medium enterprises. Consequently, the amount paid/payable to these parties during the year is considered as nil

o. On the basis of written representations received from directors, as on 31st March, 2022 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of section 164(2) of the Companies Act, 2013.

p. In the opinion of the Board of Directors, the current assets, and advances have a value on realization in the ordinary course of business at least equal to the amount stated in the balance sheet. The provisions for all liabilities are adequate and not in excess of the amount considered reasonable or necessary. Balance confirmation certificates in respect of debtors, creditors, advances and deposits were not readily available though balances have been certified by the management as true and correct.

q. Depending upon the small size of business volume and turnover of the company, the figures appearing in the Financial Statements are disclosed as full figures. The management is of the view that rounding off may not assist users of financial statement to provide important information.

I. Management's representation, to the best of their knowledge and belief, on Rule 11(e)(i) & (ii) of Companies (Audit and Auditors) Amendment Rules, 2021

(i) other than as disclosed in the notes to the accounts, no any funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; or

(ii) Other than as disclosed in the notes to the accounts, no any funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

For and on behalf of the board of directors

Deep Sheetal Engineers Pvt. Ltd.
Neeraj Kumar
Managing Director

Deep Sheetal Engineers Pvt. Ltd.

Nag Bhushan
Director

In terms of our report of even date
For AGRAWAL ANIL & ASSOCIATES
Chartered Accountants

A. K. Agrawal
(CA A. K. Agrawal)
PARTNER

Director
NEERAJ KUMAR
Din No: 03351532

Director
NAG BHUSHAN
Din No: 06402690



DEEP SHEETAL ENGINEERS PRIVATE LIMITED

ENCLOSURE -A

DISCLOSURE RELATING TO ACCOUNTING POLICIES IN TERMS OF ICDS I TO X

(As required by the notification No.87/2016, F.No.133/23/2015-TPL dated 29th September, 2016 in terms of power conferred by sub-section (2) of section 145 of the Income tax Act, 1961)

Disclosure ICDS - I : Relating to Accounting policies

The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

All significant accounting policies specified in ICDS as notified by the CBDT dated 29th September, 2016 adopted by a assessee are disclosed. There is no change in any accounting policy having any material effect on the accounts of the year. Fundamental accounting assumptions of Going Concern, Consistency and Accrual are followed. The prudence concept has been ignored. Also, there is no inclusion of expected losses or mark-to-market losses in the accounts.

Disclosure ICDS - II : Relating to Valuation of Inventories

The Company is in the business of undertaking the real estate development and construction project on its own account as a venture of commercial nature under agreement to develop and sale thereof. The direct expenses incurred on materials, labour and other expenses including overheads (as certified by the management) are accumulated and are appearing under the head 'Project Work in Progress'.

Progressive payments and advances received from customers against sale of the project under construction are disclosed in the Balance Sheet as Booking Advance Received under the head Current Liabilities.

Disclosure ICDS - III : Relating to Construction Contracts

The Company is in the business of undertaking the real estate development and construction project on its own account as a venture of commercial nature under agreement to develop and sale thereof. The direct expenses incurred on materials, labour and other expenses including overheads (as certified by the management) are accumulated and are appearing under the head 'Project Work in Progress'.

The company does not have any inventory except some consumable building materials at construction site which the management has debited to Direct Project Expenses.

Pre-construction income in the nature of interest, dividend and capital gains are not reduced from the cost of construction. They are shown as income in accordance with the applicable provisions.

Disclosure ICDS - IV : Relating to Revenue Recognition

In the case of Real Estate Developer the substance of contract is of Construction contract and as such revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably estimated. The company is following AS -7 issued by ICAI in respect of recognition of revenue. It follows 'percentage of completion' method and revenues are recognized by reference to the stage/percentage of completion/work execution against each projects at the end of every accounting period. (As certified by the management).

Progressive payments and advances received from customers against sale of the project under construction are disclosed in the Balance Sheet as Booking Advance Received under the head Current Liabilities and this is not determinative of the stage of completion of a Construction.

The percentage of completion method is applied on a cumulative basis in each previous year to the current estimates of contract revenue and contract costs. Where there is change in estimates, the changed estimates shall be used in determination of the amount of revenue and expenses in the period in which the change is made and in subsequent periods.

Disclosure ICDS V : Relating to Tangible Fixed Assets

Following disclosure have been made in respect of tangible fixed assets, namely:—

- (a) description of asset or block of assets;
- (b) rate of depreciation;
- (c) written down value;

Deep Sheetal Engineers Pvt. Ltd.

Managing Director
Managing Director

Deep Sheetal Engineers Pvt. Ltd.

Director

Director



(d) additions or deductions during the year with dates; in the case of any addition of an asset, date put to use; including adjustments on account of—

(i) Central Value Added Tax credit claimed and allowed under the CENVAT Credit Rules, 2004;

(ii) change in rate of exchange of currency;

(iii) subsidy or grant or reimbursement, by whatever name called;

(e) depreciation Allowable; and

(f) written down value at the end of year.

Disclosure ICDS VI : Relating to Effects of Change in Foreign Exchange rates

There is no case of change in foreign exchange rate in respect of the business entity.

Disclosure ICDS VII: Relating to Government Grants

The business entity is not on receipt of any Government Grants.

Disclosure ICDS VIII : Relating to Securities (Held as Stock in Trade)

The business entity does not have any securities referred to in ICDS – VIII.

Disclosure ICDS - IX : Relating to Borrowing Cost

The business entity has not borrowed specifically for the purposes of acquisition, construction or production of a qualifying fixed assets and therefore no any borrowing cost needs to be capitalized.

Disclosure ICDS X – Relating to Provisions, Contingent Liabilities and Contingent Assets

- a. The business entity has the policy to recognize the Provision when it is "reasonably certain" that an outflow of economic resources will be required to settle an obligation. Provisions, if any, is reviewed at the end of each previous year and adjusted/reversed to reflect the current best estimate.
- b. The business entity has the policy to recognize the Contingent asset when the realization of related income is "reasonably certain. An asset and related income recognized as provided has been reviewed at the end of each previous year and adjusted/reversed to reflect the current best estimate.
- c. The amount of Contingent Liabilities/assets accounted for in the accounts during the year - NIL

For and on behalf of the board of directors

In terms of our report of even date

For AGRAWAL ANIL & ASSOCIATES

Chartered Accountants

Deep Sheetal Engineers Pvt. Ltd.

Deep Sheetal Engineers Pvt. Ltd.

Neeraj Kumar
Managing Director

Nag Bhushan

Director

(CA A. K. Agrawal)

PARTNER

Director

NEERAJ KUMAR

Din No: 03351532

Director

NAG BHUSHAN

Din No: 06402690

