

DEEP SHEETAL ENGINEERS PRIVATE LIMITED
BALANCE SHEET AS ON 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
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I. EQUITY AND LIABILITIES

(1) Shareholders' Funds

(a) Capital	A	1,600,000	1,600,000
Share Application (Pending Allotment)		5,659,500	-
(b) Reserves and Surplus	B	22,041,924	21,001,773

(2) Share application money pending allotment

(3) Non-current liabilities

(a) Long-term borrowings	C	-	-
(b) Deferred Tax Liabilities	D	-	-
(c) Long-term provisions	E	-	-

(4) Current Liabilities

(a) Short-term borrowings	F	27,000	-
(b) Trade payables	G	-	1,564,725
(c) Other current liabilities	H	163,532,118	49,908,275
(d) Short-term provisions	I	515,708	2,529,998

TOTAL		193,376,250	76,604,771
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II. ASSETS

(1) Non-current assets

(a) Property, Plant & Equipments	J		
(i) Tangible assets		1,430,973	1,945,268
(ii) Intangible assets		-	-
(iii) Capital Work In Progress		-	-
(b) Non-current investments	K	-	-
(c) Deferred tax assets (net)	D	497,327	489,690
(d) Long-term loans and advances	L	-	-

(2) Current assets

(a) Current investments	M	-	-
(b) Inventories	N	146,802,856	65,209,588
(c) Trade receivables	O	-	-
(d) Cash and cash equivalents	P	24,538,038	7,284,985
(e) Short-term loans and advances	Q	14,122,592	53,867
(f) Other current assets	R	5,984,464	1,621,373

TOTAL		193,376,250	76,604,771
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Contingent Liabilities and Commitments

Significant Accounting Policies and Other Notes

Annexure-I

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.

Deep Sheetal Engineers Pvt. Ltd.

Director
NEERAJ KUMAR
Din No: 03351532

Managing Director

Director
NAG BHUSHAN
Din No: 06402690

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

(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. - A		
Share Capital		
AUTHORISED SHARE CAPITAL (25000 Equity Shares of Rs. 100/- Each)	2,500,000	2,500,000
	<u>2,500,000</u>	<u>2,500,000</u>
ISSUED, SUBSCRIBED & PAID UP CAPITAL (16000 Equity Shares of Rs. 100/- Each. Fully Paid up in Cash)	1,600,000	1,600,000
Total:	<u>1,600,000</u>	<u>1,600,000</u>

The reconciliation of the number of shares outstanding and the amount of Share Capital as at the beginning and end of the year is set out below:

Particulars	As at 31.03.2022		As at 31.03.2021	
	No. of Shares	Amount	No. of Shares	Amount
Number of shares at the beginning	16,000	1,600,000	16,000	1,600,000
Add: Share issued during the year	-	-	-	-
Number of share at the end	16000	1,600,000	16000	1600000

The Board of Directors of the Company has not allotted any Equity Shares during the year.

(b) **The details of Shareholders holding more than 5% of aggregate equity shares in the Company:**

Name of Shareholders	As at 31.03.2022		As at 31.03.2021	
	No. of shares	% held	No. of shares	% held
Neeraj Kumar	2,000	12.50	2,000	12.50
Nandini Sinha	2,000	12.50	2,000	12.50
Veena Rani	2,000	12.50	2,000	12.50
Uttam Kumar	1,000	6.25	2,000	12.50
Niranjan Prasad Mandal	2,000	12.50	2,000	12.50
Randhir Kumar	2,000	12.50	2,000	12.50
Om Prakash	2,000	12.50	2,000	12.50
Manish Kumar	1,000	6.25	1,000	6.25
Chhaya Kumari	1,000	6.25	1,000	6.25
Ravi Kumar Singh	1,000	6.25	-	-

(c) **The details of Shares held by Promoters at the end of the year:**

Name of Promoters	As at 31.03.2022		As at 31.03.2021	
	No. of shares	% held	No. of shares	% held
Neeraj Kumar	2,000	100.00	2,000	100.00
Nandini Sinha	2,000	100.00	2,000	100.00
Veena Rani	2,000	100.00	2,000	100.00
Uttam Kumar	1,000	50.00	2,000	100.00
Niranjan Prasad Mandal	2,000	100.00	2,000	100.00
Randhir Kumar	2,000	100.00	2,000	100.00
Om Prakash	2,000	100.00	2,000	100.00
Manish Kumar	1,000	50.00	1,000	50.00
Chhaya Kumari	1,000	50.00	1,000	50.00
Ravi Kumar Singh	1,000	50.00	-	-



Deep Sheetal Engineers Pvt. Ltd.
Neeraj Kumar
 Managing Director

Deep Sheetal Engineers Pvt. Ltd.
Nag Bhushan
 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. - B		
Reserves and Surplus		
(a) Share Premium Account		
Opening Balance	4,096,000	4,096,000
Addition During the Year	-	-
	4,096,000	4,096,000
(b) Surplus (Balance in Statement of Profit & Loss)		
Opening Balance	16,905,773	10,078,512
Add: Income Tax Old	-	6,000
Addition During the Year	1,445,758	7,071,623
	18,351,531	17,156,135
Less: -Dividend	-	-
:-Transfer to retained earnings	-	-
:-T.D.S. on Demand Tax	-	-
:-Excess Provisin of Income Tax	-	142,870.00
	405,607	107,492
	17,945,924	16,905,773
Total:	22,041,924	21,001,773

Note No. - C

Long - Term Borrowings

- (a) Term Loans
(b) Working Capital Demand Loan

Total:

Note No. - D

Deferred Tax Liability/Assets (Net)

Particulars	As at 31.03.2021	Tax Effect for the year	As at 31.03.2022
Difference between Books & Tax depreciation	489690	7637	497327
Tax impact of unabsorbed	NIL	NIL	NIL
Depreciation			
Business Loss	NIL	NIL	NIL
Net Deferred Tax Assets(Liability)	489690	7637	497327

Note No. - E

Long - Term Provisions

- (a) Provisions for employee benefits
(b) Others

Total:

Note No. - F

Short - Term Borrowings

- (a) Loans from Banks
(b) Current - Loans and Advances from related parties
 From Directors (Unsecured)
 From Shareholders (Unsecured)
 From Others

27,000



Deep Sheetal Engineers Pvt. Ltd.

Managing Director

Deep Sheetal Engineers Pvt. Ltd.

Director

DEEP SHEETAL ENGINEERS PRIVATE LIMITED
SCHEDULE - J
PROPERTY, PLANT & EQUIPMENT

Particulars	GROSS BLOCK				DEPREICATION			NET BLOCK		
	As At 01.04.2021	Addition during	Sold during	Total	Upto 31.03.2022	For the year	Adjustment/ transferred to retained earnings	Total	As At 31.03.2022	As At 31.03.2021
		the year	the year							
Furniture & Fixtures	186,683	-	-	186,683	177,747	2,314	-	180,061	6,622	8,936
Plant & Machinery	207,100	-	-	207,100	169,019	6,893	-	175,912	31,188	38,081
Computer	77,450	-	-	77,450	73,577	-	-	73,577	3,873	3,873
Inverter	22500	-	-	22,500	20,507	361	-	20,868	1,632	1,993
Motor Cycle	81734	104,790	-	186,524	5,290	42,399	-	47,689	138,835	76,444
Maruti Car	1151000	-	-	1,151,000	705,822	139,029	-	844,851	306,149	445,178
Motor Car	3332019	-	-	3,332,019	1,961,256	428,089	-	2,389,345	942,674	1,370,763
Total :	5,058,486	104,790	-	5,163,276	3,113,218	619,085	-	3,732,303	1,430,973	1,945,268
Previous Year's Figures	4,964,252	94,234	-	5,058,486	2,271,980	841,238	-	3,113,218	1,945,268	

INTANGIBLE ASSETS

Particulars	As At 01.04.2021	Addition during the year	Total	Written off During the Year	Closing Balance
Website under development		NIL	-	-	-
Software under development		NIL	-	-	-
Total:			-	-	-



Deep Sheetal Engineers Pvt. Ltd.
(Signature)
 Managing Director

Deep Sheetal Engineers Pvt. Ltd.
(Signature)
 Director

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Note No. - G		
Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro and small enterprises	-	-
	-	-
Outstanding for the following periods from the due date of payments		
(i) Micro Enterprises and Small Enterprises		
Unbilled dues	-	-
Less than 1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
(ii) Disputed dues MSME	-	-
Total	-	-
Outstanding for the following periods from the due date of payments		
(ii) Creditors other than Micro Enterprises and Small Enterprises		
Unbilled dues	-	-
Less than 1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
(ii) Disputed dues others	-	-
Total	-	-
Note No. - H		
Other Current Liabilities		
(a) Booking Advance Received	163,285,953	49,844,595
(b) <u>Other Payables:</u>		
Liabilities for expenses	58,680	63,680
Salary Payable to Staff	117,500	-
TDS Payable	-	-
GST Input tax Credit	69,985	-
Total:	163,532,118	49,908,275
Note No. - I		
Short - Term Provisions		
(a) Provisions of Income Tax	515,708	2,529,998
Total:	515,708	2,529,998
Note No. - K		
Non-current investments		
(a) Investments	-	-
Total:	-	-
Note No. - L		
Long - Term Loans and Advances		
(a) Capital advance	-	-
(b) Security Deposits	-	-
(c) Loans and Advances to related parties	-	-
(d) Other Loans and Advances	-	-
Total:	-	-
Note No. - M		
Current investments		
(a) Investments	-	-
Total:	-	-



Deep Sheetal Engineers Pvt. Ltd.

Nagendra Kumar
Managing Director

Deep Sheetal Engineers Pvt. Ltd.

Nagendra Kumar
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. - N		
Inventories		
(a) Project Work in Progress (At Cost taken valued & certified by the Management)	146,802,856	65,209,588
(b) Others	-	-
Total:	146,802,856	65,209,588
Note No. - O		
Trade receivables		
(Unsecured)		
(i) Undisputed trade receivables- considered good	-	-
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-
Outstanding for the following periods from the due date of payments		
(i) Undisputed Trade Receivables - Considered good		
Less than 6 months	-	-
6 months - 1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
(ii) Disputed trade receivables - considered good	-	-
Total	-	-
(ii) Undisputed Trade Receivables - which have significant increase in credit risk		
Outstanding for the following periods from the due date of payments		
Less than 6 months	-	-
6 months - 1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
(ii) Disputed trade receivables - which have significant increase in credit risk	-	-
Total	-	-
Note No. - P		
Cash and Cash Equivalents		
(a) Balance with Banks		
Bank of India A/c No. 442120110000288	-	5,116
Axis Bank Ltd. A/c No.914020009789380	-	179,651
State Bank of India (Saguna)	-	-
ICICI Bank (23810500518)	5,928,713	1,811,213
ICICI Bank (23810500521)	5,019,735	3,745,997
ICICI Bank (030705501464)	6,191,515	1,330,245
ICICI Bank (238105000764)	3,429,442	-
(b) Cheques, drafts on hand	3,472,823	-
(c) Cash in hand	-	-
Total:	495,810	212,763
Note No. - Q		
Short-Term Loans and Advances		
(a) <u>Loans and Advances to related parties</u>		
To Director	-	-
(b) <u>Other Loans and Advances:</u>		
Contractor Advance	1,597,067	-
Supplier Advance	12,525,525	-
Ultra Tech Cement Ltd.	-	50,893
Ravi Traders	-	2,969
Sachindier India Pvt. Ltd.	-	5
Total:	14,122,592	53,867
Note No. - R		
Other Current Assets		
(a) TDS	70,000	-
(b) Income Tax Advance	-	-
(c) GST Output Tax payable	5,908,909	1,618,668
(d) TCS	5,555	2,705
Total:	5,984,464	1,621,373

Deep Sheetal Engineers Pvt. Ltd.
Nayab Khan
Managing Director

Deep Sheetal Engineers Pvt. Ltd.
Nayab Khan
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. - 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 undw 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	622,579
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



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

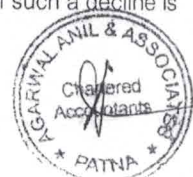
Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. Provision for diminution in the value of Long-term investments 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.

Nagendra Kumar
Managing Director

Nagendra Kumar

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.

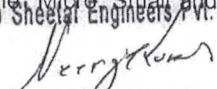
l. Earnings Per Share

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

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

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



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.

Nagendra Kumar
Managing Director

Deep Sheetal Engineers Pvt. Ltd.

Nagendra Kumar

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

