



INDEPENDENT AUDITORS' REPORT

To the Partners of SIDDHA SPHERE LLP

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of SIDDHA SPHERE LLP, which comprise the Statement of Assets & Liabilities as at March 31, 2022, and the Statement of Income & Expenditure for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 applicable laws and regulations to a Limited Liability Partnership 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 LLP as at March 31, 2022, and its profit for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the LLP in accordance with the code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the LLP as it is not a listed company.



Management's responsibility for the financial statements

The LLP's partners are responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the LLP in accordance with the accounting principles generally accepted in India, including the accounting standards specified by ICAI. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the LLP 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management (representing the LLP's partners) is responsible for assessing the LLP's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the LLP or to cease operations, or has no realistic alternative but to do so.

The designated partners are also responsible for overseeing the LLP's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the LLP's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our



opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the LLP to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For Damle Dhandhanian & Co.
Chartered Accountants
Firm Registration No.325361E



Ajay Dhandhanian

Partner

Membership No. 059061

Place: Kolkata

Date: 25/10/2022

UDIN: 22059061BF2M609114

SIDDHA SPHERE LLP

STATEMENT OF ASSETS & LIABILITIES AS AT 31ST MARCH, 2022

(All amounts are in Rs. unless otherwise stated)

Particulars	Notes	March 31, 2022	March 31, 2021
CONTRIBUTION AND LIABILITIES			
Partners' Funds			
Partners Contribution as Fixed Capital	3	1,000,000	1,000,000
Partners Contribution as Current Capital	4	295,968,906	266,423,627
Non Current Liabilities			
Long Term Borrowings	5	513,487,759	707,859,531
Current Liabilities			
Trade Payables	6	296,622,643	285,395,198
Other Current Liabilities	7	1,284,365,263	907,177,564
Short Term Provisions	8	39,985,983	20,650,063
Total Contribution And Liabilities		2,431,430,553	2,188,505,983
ASSETS			
Non Current Assets			
Property , Plant & Equipments	9	547,215	641,880
Long Term Loans and Advances	10	83,395,168	83,365,733
Current Assets			
Short Term Loans and Advances	11	1,584,892,031	1,381,461,140
Inventories	12	660,040,251	639,086,997
Trade Receivable	13	1,089,525	1,089,525
Cash and Cash Equivalents	14	70,980,084	53,715,451
Other Current Assets	15	30,486,279	29,145,258
Total Assets		2,431,430,553	2,188,505,983

Summary of significant accounting policies 2

The accompanying notes are an integral part of these financial statements.

As per our Report of even date

For DAMLE DHANDHANIA & CO

Chartered Accountants

FRN: 325361E

Ajay Dhandhanian

Partner

Membership No.: 059061

Place: Kolkata

Dated: 25/10/2022

UDIN : 22059081BF2M409114



Sanjay Jain

Sanjay Jain
(DPIN: 00038875)

Siddharth Sethia

Siddharth Sethia
(DPIN: 00038970)

DESIGNATED PARTNERS

SIDDHA SPHERE LLP**STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31ST MARCH, 2022****(All amounts are in Rs. unless otherwise stated)**

Particulars	Notes	March 31, 2022	March 31, 2021
I. Income:			
Revenue from Operations	16	434,508,307	325,172,030
Other Income	17	9,708,836	13,225,957
I. Total Income		444,217,143	338,397,987
II. Expenses:			
Cost of Material Consumed		356,802,136	310,635,032
Finance Cost	18	11,309,740	2,737,464
Other expenses	19	27,224,067	14,065,887
II. Total Expenses		395,335,944	327,438,383
III. Profit before tax (I - II)		48,881,199	10,959,604
IV. Tax expense:			
Provision for Tax		19,335,921	4,640,947
V. Profit/(Loss) for the period (III - IV)		29,545,279	6,318,657


Summary of significant accounting policies 2

The accompanying notes are an integral part of these financial statements.

As per our Report of even date**For DAMLE DHANDHANIA & CO**

Chartered Accountants

FRN: 325361E


Ajay Dhandhania**Partner**

Membership No.: 059061

Place: Kolkata

Dated: 28/03/2022

UDIN : 22059061BF2M609114

**Sanjay Jain**
(DPIN: 00038875)**Siddharth Sethia**
(DPIN: 00038970)**DESIGNATED
PARTNERS**

1 BACKGROUND

Siddha Sphere LLP (The LLP) was incorporated on December 7, 2011. The LLP is a real estate developer engaged primarily in the business of real estate construction, development and other related activities.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**2.1 BASIS OF PREPARATION**

These financial statements of the LLP have been prepared on accrual basis under the historical cost convention and on going concern basis in accordance with Generally Accepted Accounting Principle in India, the Accounting Standards issued by Institute of Chartered Accountants of India, and the provisions of the Limited Liability Partnership Act, 2008.

2.2 OPERATING CYCLE

The normal operating cycle in respect of operation relating to under construction real estate project depends on signing of agreement, size of the projects, phasing of the project, type of development, project complexities, approvals needed and realization of project into cash & cash equivalents and range from 3 to 7 years. Accordingly, assets & liabilities has been classified into current and non current based on operating cycle of respective projects.

2.3 FIXED ASSETS

Fixed Assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Softwares which are not integral part of the hardware are classified as intangibles and are stated at cost less accumulated amortisation.

2.4 DEPRECIATION

Depreciation on all fixed assets has been provided as per rate specified in Income Tax Act, 1961.

2.5 BORROWING COST

Interest and finance charges incurred in the connection with borrowing of the funds which are incurred for the long term project, are transfer to construction Work in Progress as a part of the cost of the project.

2.6 PROVISIONS AND CONTINGENT LIABILITIES

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

2.7 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash and cash-on-deposit with banks and financial institutions. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

2.8 INVENTORIES

The Construction work in progress is valued at lower of cost or net realisable value. Cost includes cost of land, development rights, rates and taxes, construction costs, borrowing costs, other direct expenditure, allocated overheads and other incidental expenses.

2.9 REVENUE RECOGNITION

Revenue is recognized when it is probable that the economic benefits will flow to the Company and it can be reliably measured. Revenue is measured at the fair value of the consideration received/receivable net of rebate and taxes. The Company applies the revenue recognition criteria to each nature of revenue transaction as set-out below:

Revenue from real estate projects :

The revenue has been recognized on percentage of completion method and on the percentage of actual project costs incurred thereon to total estimated project cost, provided the conditions specified are satisfied.

Service receipts :

Interest from customers is accounted for on an accrual basis except in cases where ultimate collection is considered doubtful.

Interest income :

Interest income is recorded on accrual basis using the effective interest rate (EIR) method

2.10 COST OF REVENUE

Cost of real estate projects :

Cost of constructed properties includes cost of land (including cost of development rights/land under agreements to purchase), estimated internal development costs, external development charges, borrowing costs, overheads, construction costs and development/construction materials, which is charged to the statement of profit and loss based on the revenue recognized as explained in accounting policy for revenue from real estate projects above, in consonance with the concept of matching costs and revenue. Final adjustment is made on completion of the specific project.



SIDDHA SPHERE LLP
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
(All amounts are in Rs. unless otherwise stated)

3 Partners Contribution as Fixed Capital

S.No.	Name of Partner	Sharing Ratio (%)	Opening Balance	Introduction	Withdrawal	March 31, 2022
1	Ashish More	7.75	100,000	-	-	100,000
2	Brisk Sales Private Limited	1.00	10,000	-	-	10,000
3	Jay Prakash Agarwal	15.00	150,000	-	-	150,000
4	Nirmal Kumar Agarwala	10.40	134,000	-	-	134,000
5	Pilotis Capital Management Private Limited	1.00	10,000	-	-	10,000
6	Sameer Agarwala	2.60	33,500	-	-	33,500
7	Sanjay Jain	20.75	20,000	-	-	20,000
8	Saroj Kumar Agarwal	18.00	232,500	-	-	232,500
9	Siddha Projects Private Limited	1.00	10,000	-	-	10,000
10	Siddha Real Estate Development Private Limited	1.00	10,000	-	-	10,000
11	Siddharth Sethia	6.50	90,000	-	-	90,000
12	Silverline Dealcom Private Limited	15.00	200,000	-	-	200,000
Total		100.00	1,000,000	-	-	1,000,000

Notes	Particulars	March 31, 2022	March 31, 2021
4	Partners Contribution as Current Capital		
	Partner's Current Account	295,968,906	266,423,627
		295,968,906	266,423,627
5	Long Term Borrowings		
	Secured Loan		
	Tata Capital Housing Finance Limited	205,956,243	410,910,571
	Unsecured, Considered Good:		
	Loan From Body Corporates	267,389,559	257,352,291
	Loan From From Others	40,141,957	39,596,669
		513,487,759	707,859,531
6	Trade Payables		
	Outstanding Dues to micro enterprises and small enterprises	427,603	2,986,376
	Outstanding Dues to creditors other than micro enterprises and small enterprises	296,195,040	282,408,822
		296,622,643	285,395,198
7	Other Current Liabilities		
	Flat Booking Advance	4,143,278,089	3,319,986,045
	Less : Amount Transfer to Profit & Loss Account	3,027,296,686	2,592,788,379
	Net Flat Booking Advance	1,115,981,403	727,197,666
	Audit Fees Payable	200,000	200,000
	Contractor Security Deposits	26,536,147	24,682,635
	Maintenance Deposits	-	4,813,353
	Other Liabilities	97,972,000	97,972,000
	Others Payable	38,986,255	43,730,389
	Statutory Liabilities	4,689,458	8,581,521
		1,284,365,263	907,177,564
8	Short Term Provisions		
	Provision for Income Tax	39,985,983	20,650,063
		39,985,983	20,650,063



SIDDHA SPHERE LLP

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts are in Rs.unless otherwise stated)

9 Property, Plant and Equipment

Particulars	Depreciation Rate	GROSS BLOCK				DEPRECIATION For The Year	NET BLOCK As at March 31, 2022
		As at March 31, 2021	Additions	Deductions	As at March 31, 2022		
Tangible Assests:							
Furniture & Fixture	18.10%	106,626	-	-	106,626	19,299	87,326
Plant & Machinery	13.91%	531,761	-	-	531,761	73,968	457,793
Total		638,386	-	-	638,386	93,267	545,119
Intangible Assests:							
ERP Software	40.00%	3,493	-	-	3,493	1,397	2,096
Total		3,493	-	-	3,493	1,397	2,096
Financial Year 2021-22		641,880	-	-	641,880	94,665	547,215
Financial Year 2020-21		753,693	-	-	753,693	111,813	641,880



SIDDHA SPHERE LLP
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
(All amounts are in Rs.unless otherwise stated)

Notes	Particulars	March 31, 2022	March 31, 2021
10	Long Term Loans and Advances		
	Security Deposit	83,395,168	83,365,733
		83,395,168	83,365,733
11	Short Term Loans and Advances		
	Advance to Staff	36,270	92,480
	Advance to Suppliers	65,551,799	45,922,268
	Balance with Income Tax Authorities	107,609,013	99,791,997
	Partners Current Account	1,389,813,512	1,235,654,395
	GST Receivable	21,881,437	-
		1,584,892,031	1,381,461,140
12	Inventories		
	Finished Goods	-	-
	Work In Progress	3,454,443,316	3,076,687,926
	Less : Cost Transfer to Profit & Loss Account	2,794,403,065	2,437,600,929
		660,040,251	639,086,997
	Total	660,040,251	639,086,997
13	Trade Receivable		
	<u>Outstanding for more than six months</u>		
	Unsecured, Considered Good	1,089,525	1,086,102
	<u>Others</u>		
	Unsecured, Considered Good	-	3,423
		1,089,525	1,089,525
14	Cash and Cash Equivalents		
	Cash in Hand	2,459,553	2,676,198
	Balance with Bank	36,740,944	21,600,162
	Fixed Deposit With Bank	31,779,587	29,439,091
		70,980,084	53,715,451
15	Other Current Assets		
	Advance Against Property	20,485,320	20,485,320
	Other Receivables	10,000,959	8,659,938
		30,486,279	29,145,258



SIDDHA SPHERE LLP
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
(All amounts are in Rs. unless otherwise stated)

Notes	Particulars	March 31, 2022	March 31, 2021
16	Revenue from Operations		
	Flat Sale	426,732,663	306,861,453
	Electricity & Generator Deposit	7,775,644	18,310,577
		434,508,307	325,172,030
17	Other Income		
	FD Interest	2,142,062	1,755,724.00
	Interest on Delay Payment	208,218	7,175,608
	Brokerage Income	-	-
	Flat Booking Cancellation	2,484,304	2,340,557
	Interest Received	-	413
	Liabilities No Longer Required Written Off	38,280	60,747
	Misc. Income	34,000	241,014
	Rent Received	2,500,000	-
	Nomination Fees	2,301,972	1,651,894
		9,708,836	13,225,957
18	Finance Cost		
	Interest on Loan	2,102,396	2,691,848
	Interest to Buyer for Delayed Possession	9,207,344	45,616
		11,309,740	2,737,464
19	Other expenses		
	Bank Charges	235	13,196.87
	GST Expenses	679,970	3,738
	Audit Fees	100,000	100,000
	Legal Expenses	-	45,400
	Interest on TDS	855,321	660,505
	ESI Late Fees	7,582	-
	Interest/Late fees for Filing of GST	22,954	124,506
	Sundry Balance Written Off	7	1
	Profession Tax	-	2,500
	Trade Licence	2,150	2,150
	Loss on Sale of Fixed Assets	-	-
	Marketing Cost	25,318,907	12,971,350
	Maintenance Charges	236,941	-
	Other Project Expenses	-	142,540
		27,224,067	14,065,887



SIDDHA SPHERE LLP

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts are in ₹ unless otherwise stated)

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

21 During the previous year 2017-18 a search and seizure operation under Section 132 of the Income Tax Act, 1961 was carried out by the Income Tax Authorities on the LLP's premises. Pursuant to the search, the Assessing Officer has issued notices under relevant sections of the Act for periods under review. Consequently, in order to avoid protracted tax litigation, the LLP have filed applications under Section 245C (1) of the Act before the Hon'ble Income Tax Settlement Commission on 12 June 2019 resulting tax exposure of Rs. 8.05 Crore (including interest of Rs. 1.89 Crore). The matter is now pending before the Hon'ble Settlement Commission for final determination.

22 The LLP recognises the revenue on percentage of completion method. During the commencement of the project, the LLP estimated its project cost to be Rs. 326.74 Cr in respect of Phase II of the project. Thereafter during the financial year 20-21, LLP increased its estimated project cost by Rs.8.66 crore out of which 8.37 Cr is due to interest cost.

23 Dues to Micro and Small Enterprises

Disclosure of trade payables and other liabilities is based on the information available with the LLP regarding the status of the suppliers as defined under the "Micro, Small & Medium Enterprises Development Act, 2006". Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.

24 Capital and Other Commitments

Estimated amount of Contracts remaining to be executed for capital account (net of advances) and not provided for.

25 Contingent Liabilities - Nil

26 Value of Imports on CIF Basis - Nil

27 Expenditure in Foreign Currency - Nil

28 Earnings in Foreign Exchange - Nil

As per our Report of even date

For DAMLE DHANDHANIA & CO

Chartered Accountants

FRN: 325361E



Ajay Dhandhanian

Partner

Membership No.: 059061

Place: Kolkata

Dated: 25/10/2022

UDIN: 22059061BFZM609114



Sanjay Jain
(DPIN: 00038875)



Siddharth Sethia
(DPIN: 00038970)

DESIGNATED
PARTNERS

SIDDHA SPHERE LLP

PAN NO : ACBFS0997D

F.Y. 2021-22

A.Y. 2022-23

COMPUTATION OF TOTAL INCOME

Net Profit as per P/L Account	48,881,199
Add: Depreciation as per Companies Act	-
Add: Interest On TDS	855,321
Add : Delay in payment of PF (Employee)	38,719
Add : Delay in payment of ESI (Employee)	1,837
Add: Penalty for Late filing of GST	22,954
	918,831
Less: Depreciation as per Income Tax	-
Gross Total Income	49,800,030
Less: Set off of Brought Forward Losses	-
Total Income	49,800,030

COMPUTATION OF TAX

Taxable Income	49,800,030
Tax @ 30.00%	14,940,009
Surcharge @ 12.00%	1,792,801
Cess @ 4.00%	669,312
Total Tax	17,402,123
Less: TCS	8,576
Less: Tax Deducted at Source	4,479,752
Add : Interest U/s 234A	261,733
Add : Interest U/s 234B	1,177,800
Add : Interest U/s 234C	494,265
Payable/(Refundable)	14,847,592

