

R.B.N. PROJECTS PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2018

(i) Borrowing Costs

Borrowing costs relating to acquisition / construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one which necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

(j) Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earning per share, the net profit or loss for the year attributable to equity shareholders and the weighted average numbers of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

(k) Taxation

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred Income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

The deferred tax for timing differences between the book and tax profit for the year is accounted for using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax asset is recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

The carrying amount of deferred tax asset is reviewed at each Balance Sheet date. The company writes down the carrying amount of a Deferred Tax Asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

At each Balance Sheet date, the company recognizes the unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax asset can be realized.

(l) Provisions

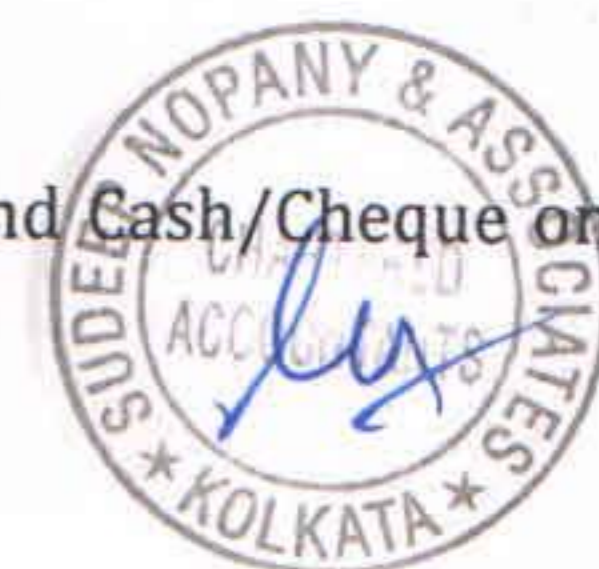
A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

(m) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

(n) Cash and Cash Equivalents

Cash and cash equivalents in the cash flow statement comprise of Cash at Bank and Cash/Cheque on hand and fixed deposits with an original maturity of three months or less.



RBN PROJECTS PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March , 2018

	As At 31st March 2018 (Rs.)	As At 31st March 2017 (Rs.)
3. SHARE CAPITAL		
AUTHORISED		
50,000 (50,000) Equity shares of Rs 10/- each	5,00,000	5,00,000
	5,00,000	5,00,000
ISSUED, SUBSCRIBED & PAID UP		
26,000 (26,000) Equity Shares of Rs 10/- each fully paid	2,60,000	2,60,000
	2,60,000	2,60,000

A) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

Equity Shares	As At 31st March 2018		As At 31st March 2017	
	No of Shares	(Rs.)	No of Shares	(Rs.)
At the beginning of the year	26,000	2,60,000	26,000	2,60,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	26,000	2,60,000	26,000	2,60,000

B) Term/rights attached to equity shares:

The company has only one class of equity shares having a par value of Rs10/- per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distributions will be in proportion to the numbers of equity shares held by the shareholders.

C) Details of shareholders holding more than 5% shares in the company:

	As At 31st March 2018		As At 31st March 2017	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Equity Shares of Rs 10 Each Fully paid				
Gautam Narsaria	5,000	19.23%	5,000	19.23%
Gautam Narsaria(HUF)	2,100	8.08%	2,100	8.08%
Rinku Narsaria	4,500	17.31%	4,500	17.31%
Satya Bhama Bajaj	5,000	19.23%	5,000	19.23%
Ram Niranjana Bajaj (HUF)	1,500	5.77%	1,500	5.77%
Naveen Kumar Bajaj	4,980	19.15%	4,980	19.15%
Naveen Kumar Bajaj(HUF)	1,500	5.77%	1,500	5.77%

As per records of the company, including its register of shareholders/members and other declarations received from share holders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

4. RESERVES & SURPLUS

Securities Premium Account

Balance as per last account

	14,40,000	14,40,000
	14,40,000	14,40,000

Surplus in the statement of profit and loss

Balance as per last account

Add:- Profit/(Loss) for the year

Less- Mat Credit Entitlement

Net Surplus in the statement of Profit and Loss

	(2,11,512)	(16,00,364)
	(15,11,009)	11,45,641
	-	(2,43,211)
	(17,22,521)	(2,11,512)
	(2,82,521)	12,28,488



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Notes to Financial Statements for the year ended 31st March , 2018

	As At 31st March 2018	As At 31st March 2017	As At 31st March 2018	As At 31st March 2017
5. LONG TERM BORROWINGS	<u>Non-Current portions</u>		<u>Current Maturities</u>	
Loans & Advances from related parties (Unsecured)				
Loan from Directors	1,80,99,315	1,96,55,916	-	-
Loan from Other Corporate	-	-	3,77,43,588	3,95,92,113
	<u>1,80,99,315</u>	<u>1,96,55,916</u>	<u>3,77,43,588</u>	<u>3,95,92,113</u>
The above amount includes				
Unsecured Borrowings	1,80,99,315	1,96,55,916	-	-
Amount disclosed under the head " Other current Liabilities" (note- 8)			(3,77,43,588)	(3,95,92,113)
Net amount	<u>1,80,99,315</u>	<u>1,96,55,916</u>	<u>-</u>	<u>-</u>

b) Unsecured Loan taken from Directors carries interest @ 12% p.a. Are in long term nature, however there are no such repayment term.

	As At 31st March 2018	As At 31st March 2017
6. Short Term Borrowings		
Cash Credit from Banks (Secured)	35,55,536	28,19,919
	<u>35,55,536</u>	<u>28,19,919</u>

Cash credit from United Bank of India is secured by hypothecation of Company's PH II land at 14 N.G. Saha Road Kolkata-61 @ 15.95% (Floating Rate) is repayable on demand & subject to annual renewal.

	As At 31st March 2018	As At 31st March 2017
7. TRADE PAYABLES	<u>CURRENT</u>	
Total outstanding due of micro enterprises and small enterprises #	-	-
Total outstanding of creditors other than micro enterprises and small enterprises	1,39,167	3,38,139
	<u>1,39,167</u>	<u>3,38,139</u>

Based on the information /documents available with the Company, no creditors is covered under Micro, Small and Medium Enterprises development Act,2006. As a result, no interest, provision/payment have been made by the Company to such creditors, if any and no disclosures thereof are made in these financial statements.

8. OTHER CURRENT LIABLITIES

Other liabilities		
current maturities of borrowings	3,77,43,588	3,95,92,113
Other payables:		
Expenses to be recovered from Customers	16,74,686	8,84,052
Income tax payable	27,840	-
Tax deducted at source	6,19,565	5,47,123
	<u>4,00,65,679</u>	<u>4,10,23,288</u>

9. SHORT TERM PROVISIONS

	(Rs.)	(Rs.)
Provision for Taxations	-	2,43,211
	<u>-</u>	<u>2,43,211</u>



RBN Projects Private Limited

Notes to financial statements as at and for the year ended 31st March, 2018

10. Tangible Assets

(Amount in Rs.)

	Plant & Machinery	Computers	Furniture and Fixtures	Total
Cost or valuation				
At 1 April 2016	70,000	39,595	1,37,110	2,46,705
Additions	-	-	-	-
Less: on disposals / adjustments	-	-	-	-
At 31 March 2017	70,000	39,595	1,37,110	2,46,705
Additions	-	-	-	-
Less: on disposals / adjustments	-	-	-	-
At 31 March 2018	70,000	39,595	1,37,110	2,46,705
Depreciation				
At 1 April 2016	36,904	33,530	60,625	1,31,059
Charge for the year	27,733	4,085	39,972	71,790
Less: on disposals / adjustments	-	-	-	-
At 31 March 2017	64,637	37,615	1,00,597	2,02,849
Charge for the year	1,754	-	9,762	11,516
Less: on disposals / adjustments	-	-	-	-
At 31 March 2018	66,391	37,615	1,10,359	2,14,365
Net Block				
At 31 March 2017	5,363	1,980	36,513	43,856
At 31 March 2018	3,609	1,980	26,751	32,340



RBN PROJECTS PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March , 2018

	As At 31st March 2018	As At 31st March 2017
11. Deferred Tax Assets		
Deferred tax liability		
Timing difference of depreciable assets	(20,804)	(24,851)
Gross deferred tax liabilities	<u>(20,804)</u>	<u>(24,851)</u>
Deferred tax assets		
Carry forward unabsorbed business losses and depreciation	5,75,281	6,89,729
Gross deferred tax assets	<u>5,75,281</u>	<u>6,89,729</u>
Net deferred tax assets	<u>5,96,085</u>	<u>7,14,580</u>

	As At 31st March 2018	As At 31st March 2017	As At 31st March 2018	As At 31st March 2017
12. LOANS & ADVANCES (Unsecured, considered good)				
	<u>Long-Term</u>		<u>Short-Term</u>	
Advance to Other	-	-	20,983	32,148
Other Deposits	1,61,360	1,56,860	-	-
MAT credit entitlement	-	-	2,43,211	2,43,211
Service Tax Receivable from customers	-	-	1,35,768	1,57,167
Goods & Service Tax Input receivable	-	-	12,40,583	-
Prepaid Expenses	-	-	29,660	-
Interest receivable on CESC Security deposit	-	-	3,142	-
Advances Income tax	-	-	1,00,000	50,000
	<u>1,61,360</u>	<u>1,56,860</u>	<u>17,73,347</u>	<u>4,82,526</u>

13. INVENTORIES
(At lower of cost and net realisable value)

Construction Work In Progress	2,95,28,011	1,37,33,583
Finished Stock	2,44,70,505	4,34,95,461
	<u>5,39,98,516</u>	<u>5,72,29,044</u>

14. TRADE RECEIVABLE

Trade receivables
(Unsecured, considered good)

Outstanding for a period exceeding six months from the due date for payment.	19,04,521	-
Other Receivables	31,08,642	68,38,411
	<u>50,13,163</u>	<u>68,38,411</u>



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Notes to Financial Statements for the year ended 31st March , 2018

	As At 31st March 2018	As At 31st March 2017
15. CASH & BANK BALANCES		
Cash & cash equivalents		
Balances with banks :		
On Current Account	17,193	20,941
Cash on hand	45,172	82,744
Cheques in Hand	2,00,000	-
	<u>2,62,365</u>	<u>1,03,684</u>
16. REVENUE FROM OPERATION		
Sales of Flats	2,08,55,725	4,93,41,056
	<u>2,08,55,725</u>	<u>4,93,41,056</u>
17. OTHER INCOME		
Maintenance Receipts	2,06,994	-
Interest on CESC security deposit	3,142	-
	<u>2,10,136</u>	<u>-</u>
18 : DEVELOPMENT AND CONSTRUCTION EXPENSES		
Material Consumed	56,62,328	86,04,306
Labour Charges	28,96,240	30,25,195
Construction Expenses	1,23,719	16,84,079
Advertisement & Publicity	3,68,931	2,13,684
Lift	-	9,20,580
Maintenance Expenses	60,340	-
Architect Fees	1,84,057	-
Generator	-	7,46,400
Professional Fees	-	1,21,400
Corporation Tax	75,152	75,152
Electrical Expenses	73,274	12,31,655
Completion Certificate Expenses	-	2,11,661
Brokerage on Sales	4,68,095	10,99,209
CESC Instalation Charges	-	22,99,464
Power & Fuel	1,13,208	79,910
Drainage Fees	-	17,447
Inspection Fees	-	96,044
CCTV & Intercom	1,875	-
Miscellaneous Site Expenses	1,39,949	1,81,056
	<u>1,01,67,168</u>	<u>2,06,07,242</u>
19. INCREASE IN INVENTORIES		
Opening Stock		
- Finished Stock	4,34,95,461	-
- Construction work in progress	1,37,33,583	7,47,08,753
	<u>5,72,29,044</u>	<u>7,47,08,753</u>
Less:		
Closing Stock		
- Finished Stock	2,44,70,505	4,34,95,461
- Construction work in progress	2,95,28,011	1,37,33,583
	<u>5,39,98,516</u>	<u>5,72,29,044</u>
	<u>32,30,528</u>	<u>1,74,79,709</u>
20. EMPLOYEE BENEFIT EXPENSE		
Director Remuneration	9,60,000	9,60,000
Salary, Wages and Bonus etc.	10,33,000	15,71,750
	<u>19,93,000</u>	<u>25,31,750</u>



RBN PROJECTS PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March , 2018

21: OTHER EXPENSES

Accounting Charges	58,500	52,000
Conveyance	24,514	23,986
Office Expenses	18,689	26,522
Bank Charges	8,739	3,063
Office Electricity Expenses	23,860	26,940
Office Rent Expenses	2,52,000	2,52,000
Printing & Stationery	8,529	9,764
Swach Bharat Cess	716	6,823
Sales Promotion Expenses	8,374	1,79,591
Telephone Charges	22,349	33,441
Rates & Taxes	8,542	7,990
Miscellaneous Expenses	11,568	17,138
As Auditors		
For Audit fees		
- Statutory	40,000	40,000
	4,86,380	6,79,258

22: DEPRECIATION AND AMORTIZATION EXPENSE

Depreciation on Tangible Assets	11,516	22,730
	11,516	22,730

23. FINANCE COSTS

Interest Expenses	65,41,942	66,38,810
	65,41,942	66,38,810

24. EARNING PER SHARE

Basis for calculation of Basic & Diluted Earning per Share is as under:

Profit /(Loss) as per Statement of Profit & Loss (Rs.)	(15,09,901)	11,44,542
Weighted average number of Equity Shares (Nos.)	26,000	26,000
Nominal value of Equity Shares (Rs.)	10	10
Basic and Diluted Earning per Share (Rs.)	(58)	44.02



R.B.N. PROJECTS PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2018

24. As the company's business activity during the year primarily falls within a single business and geographical segment, there are no additional disclosures to be provided under Accounting Standard 17 'Segment Reporting'.

25. **Related Party Disclosures:**

a) Key Management personnel

- i) Gautam Narsaria
- ii) Naveen Kumar Bajaj
- iii) Gaurav Narsaria
- iv) Basant Kumar Narsaria
- v) Ram Niranjana Bajaj

b) Relatives of Key Management Personnel

- vi) Sweta Narsaria (wife of Mr. Gaurav Narsaria)

c) Related Party Disclosure

Aggregate Related Party Disclosures as at 31st March'2018

Transactions/ Outstanding Balances	Key Management Personnel	
	2017-18	2016-17
<u>Interest Paid</u>		
Basant Kumar Narsaria	1,89,724	1,71,231
Gaurav Narsaria	37,497	3,06,197
Gautam Narsaria	2,36,780	2,16,993
Naveen Kumar Bajaj	5,65,791	6,99,803
Ram Niranjana Bajaj	10,18,429	9,19,160
	20,48,221	23,13,384
<u>Flat Sold</u>		
Sweta Narsaria (wife of Mr Gaurav Narsaria)	-	27,96,950
<u>Trade Receivable</u>		
Sweta Narsaria (wife of Mr Gaurav Narsaria)	-	9,95,950
<u>DIRECTOR REMUNERATION</u>		
Gaurav Narsaria	6,00,000	6,00,000
Gautam Narsaria	3,60,000	3,60,000
Total	9,60,000	9,60,000
<u>Loan Taken</u>		
Gaurav Narsaria	-	25,00,000
Gautam Narsaria	-	16,00,000
Naveen Kumar Bajaj	40,00,000	-



R.B.N. PROJECTS PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2018

Loan Refunded		
Gaurav Narsaria	-	41,50,000
Naveen Kumar Bajaj	65,00,000	-
Gautam Narsaria	9,00,000	28,00,000
	AS ON	AS ON
OUTSTANDING LOAN AMOUNT	31-03-18	31-03-17
Basant Kumar Narsaria	17,51,789	15,81,037
Gaurav Narsaria	3,46,219	3,12,472
Gautam Narsaria	21,27,090	28,13,988
Naveen Kumar Bajaj	44,70,724	64,61,512
Ram Niranjana Bajaj	94,03,493	84,86,907

26. Previous year's figures including those in brackets, have been rearranged/regrouped wherever necessary, to conform to current year's classification.

SIGNATURE TO NOTES 1 TO 26

In terms of our report of even date.

for **SUDEEP NOPANY & ASSOCIATES**

Chartered Accountants

Firm Registration No:- 322379E

Sudeep Nopany

SUDEEP NOPANY

Proprietor

Membership No:- 056292

Place :- Kolkata

Date:- 9th August 2018



For and on behalf of the Board of Directors

For R. B. N. PROJECTS PVT. LTD.

Gautam Narsaria

Director

Gautam Narsaria

DIN:- 00799727 For R. B. N. PROJECTS PVT. LTD.

Naveen Kumar Bajaj

Naveen Kumar Bajaj

Director

DIN:- 00961867

For R. B. N. PROJECTS PVT. LTD.

Gaurav Narsaria

Gaurav Narsaria

Director

DIN:- 00799712