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MORE AND ASSOCIATES
(Chartered Accountants)

11A Radha Bazar Lane
2nd Floor
Kolkata - 700 001

INDEPENDENT AUDITORS REPORT
TO THE MEMBERS OF M/S. SOUTH KOLKATA HIRISE PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **SOUTH KOLKATA HIRISE PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017 and the Statement of Profit and Loss for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2017, and its NIL profit for the year ended on that date.

Report on other Legal and Regulatory Requirement

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we enclosed in the annexure a statement on matters specified in paragraph 3 & 4 of the said order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - (d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) In our opinion there are no observations or comments on the financial transactions, which may have an adverse effect on the functioning of the Company
 - (f) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (g) Report on the Internal Financial Controls under Clause (1) of Sub-section 3 of section 143 of the companies Act, 2013 ("the Act")- is enclosed an annexure to this report
 - (h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigation which would impact its financial position;
 - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : Kolkata

Date : The 26th Day of July, 2017



For MORE AND ASSOCIATES

Chartered Accountants

Firm Regn. No. - 326648E

(Nitish Kumar More)

Partner

Membership No. 066340

"Annexure A" to the Independent Auditors' Report

The Annexure referred to in paragraph 1 under the heading "Report on Other Legal & Regulatory Requirement" of our report of even date to the financial statements for the year ended 31st March, 2017, we report that:

- i) The Company does not have any fixed assets and hence the provisions of clause 1(a) and 1(b) of the Companies (Auditor's Report) Order 2016 is not applicable to the Company
- ii) In respect of its inventory:
 - a) As explained to us and also verified from the books of account, one project carried forward from last year. The construction work is going on and hence shown as Closing WIP at the end of the period.
 - b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the Management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification of stocks as compared to book records.
- iii) During the year, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained U/s 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the order are not applicable to the company and hence not commented upon.
- iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.
- v) The company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of Companies Act 2013 and the Companies (Acceptance of Deposits) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi) As informed to us, the maintenance of cost records has not specified by the Central Government under section 148 (1) of the Companies Act 2013 in respect of the activities carried by the company.
- vii)(a) According to the information and explanations given to us and on the basis of our examination of the books of accounts and records of the Company, the company is regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed outstanding statutory dues as on 31st March, 2017 for a period of more than six months from the date they became payable.



- (b) According to the information and explanations given to us, there is no unpaid disputed demand of statutory dues including other dues as mentioned in Para 7(a) above.
- viii) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- xi) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place : Kolkata

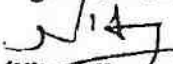
Date : The 26th Day of July, 2017



For MORE AND ASSOCIATES

Chartered Accountants

Firm Regn. No. - 326648E


(Nitesh Kumar More)

Partner

Membership No. 066340

“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of “M/s. South Kolkata Hirise Private Limited”

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of “South Kolkata Hirise Private Limited” as of 31st March, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence I/we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017.

Place : Kolkata

Date : The 26th Day of July, 2017



For MORE AND ASSOCIATES

Chartered Accountants

Firm Regn. No. - 326648E



(Nitesh Kumar More)

Partner

Membership No. 066340

SOUTH KOLKATA HIRISE PVT.LTD.**Balance Sheet as at 31st March, 2017**

Particulars	Note No	As at 31st March, 2017		As at 31st March, 2016	
		Rs.	P.	Rs.	P.
I. EQUITY AND LIABILITIES					
(1) Shareholder's Funds					
(a) Share Capital	2.1	100,000.00		100,000.00	
(2) Non - Current Liabilities					
(a) Long Term Borrowings	2.2	26,400,000.00		26,400,000.00	
(3) Current Liabilities					
(a) Short Term Borrowings	2.3	11,058,646.00		4,622,222.00	
(b) Trade Payable	2.4	101,079.00		129,050.00	
(c) Other Current Liabilities	2.5	3,231,375.00		781,999.00	
Total		40,891,100.00		32,033,271.00	
II.Assets					
(1) Non-current assets					
(a) Long Term Loans and Advances	2.6	35,400.00		35,400.00	
(b) Other Non Current Assets	2.7	-		1,500.00	
(2) Current assets					
(a) Inventories	2.8	40,216,408.00		31,651,552.00	
(b) Cash and Bank Balances	2.9	30,165.00		257,698.00	
(c) Other Current Assets	2.10	609,127.00		87,121.00	
Total		40,891,100.00		32,033,271.00	

Significant Accounting Policies and Notes on Accounts

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11A Radha Bazar Lane
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For MORE AND ASSOCIATES
Chartered Accountants
Firm Regn. No. - 326648E

(Nitesh Kumar More)
Partner

Membership No.- 066340

Dated :- The 26th day of July, 2017

South Kolkata Hirise Pvt. Ltd.

Souam Bejaria
Director/Authorised Signatory



South Kolkata Hirise Pvt. Ltd.

Suman Chakraborty
Director/Authorised Signatory

SOUTH KOLKATA HIRISE PVT.LTD.

Statement of Profit and Loss for the period ended 31.03.2017

Particulars	Note No	For the year ended 31st March, 2017		For the year ended 31st March, 2016	
		Rs.	P.	Rs.	P.
I. Revenue from operations		-	-	-	-
II. Other Income		-	-	-	-
III. Total Revenue (I +II)		-	-	-	-
Expenses:					
Cost of materials consumed	2.11	7,373,384.00		3,149,512.00	
Finance Cost	2.12	1,176,496.00		774,913.00	
Other Expenses	2.13	14,976.00		44,644.00	
Changes in inventories of finished goods, work -in-progress and Stock - in - Trade	2.14	(8,564,856.00)		(3,969,069.00)	
IV. Total Expenses		-	-	-	-
V. Profit Before Tax (III - IV)		-	-	-	-
VI. Tax expense:					
(1) Current tax		-		-	
(2) Deferred tax		-		-	
(3) Tax for Earlier Year		-		-	
VII. Profit(Loss) for the year (V - VI)		-	-	-	-
VIII. Earning per equity share: Basic & Diluted		-	-	-	-

Significant Accounting Policies and Notes on Accounts

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11A Radha Bazar Lane
2nd Floor
KOLKATA - 700 001



For MORE AND ASSOCIATES
Chartered Accountants
Firm Regn. No. - 326648E

(Signature)
(Nitesh Kumar More)
Partner

Membership No.- 066340

Dated :- The 26th day of July, 2017

South Kolkata Hirise Pvt. Ltd.

(Signature)
Souram Bajaj
Director/Authorised Signatory



South Kolkata Hirise Pvt. Ltd.

(Signature)
Suman Chakraborty
Director/Authorised Signatory

SOUTH KOLKATA HIRISE PRIVATE LIMITED

3 SIGNIFICANT ACCOUNTING POLICIES AND OTHERS NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2017

A) Significant Accounting Policies

(i) Basis of Preparation of Financial Statements

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"). These financial statements have been prepared on an accrual basis and under the historical cost conventions.

(ii) Revenue Recognition

Revenue is primarily derived from the sale of land and / or construction activity and other related activities.

Revenue from sale of goods is to be recognized on transfer of significant risks and rewards of ownership to the buyer and it is reasonable to expect ultimate collection from the buyer. During the year, the project has not been completed and no significant risk and reward has been transferred from seller to the buyer. Hence, any amount received, if any, from the customer treated as "Advance Received" classified under the head "Current Liability".

(iii) Inventory

Inventory (Closing Stock – Work in Progress) in respect of construction activities is valued at Cost. Cost includes Purchase price, Duties & Taxes & Registration Fees, Interest and Borrowing cost, if any and other expenditure directly or indirectly attributable to the acquisition and construction of the project.

(iv) Earning Per Share

Basic and Diluted Earnings per shares are calculated by dividing the net profit attributable to the ordinary shareholders by the weighted average number of ordinary shares outstanding during the year.

(v) Provision for Current and Deferred Tax

No Provision for current tax has been made as there is no profit during the year. Deferred tax has not been created as there is no "timing difference" between taxable and accounting income.



South Kolkata Hirise Pvt. Ltd.

Suman Chakraborty
Director/Authorised Signatory

SOUTH KOLKATA HIRISE PVT.LTD.

2 NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2017

2.1 SHARE CAPITAL

	<u>As at</u> <u>31.03.17</u>	<u>As at</u> <u>31.03.16</u>
Authorised :		
10,000 Equity Shares of Rs. 10/- each.	100,000.00	100,000.00
	<u>100,000.00</u>	<u>100,000.00</u>
Issued, Subscribed & Paid -up :		
10,000 Equity Share of Rs. 10/- each fully paid up	100,000.00	100,000.00
	<u>100,000.00</u>	<u>100,000.00</u>

The company has issued only one class of shares referred at as equity shares having a par value of Rs. 10 /-. 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 any of the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

Reconciliation of the number of Equity Shares outstanding

	<u>As at</u> <u>31.03.2017</u>	<u>As at</u> <u>31.03.2016</u>
Equity Shares		
Particulars		
Number of shares at the beginning	10,000	10,000
Add / Less: During the year		
Number of shares at the end	<u>10,000</u>	<u>10,000</u>

DETAILS OF EQUITY SHAREHOLDERS HOLDING MORE THAN 5% SHARES OF THE COMPANY:

Sl. No.	Name of Shareholder	<u>As at 31.03.2017</u>		<u>As at 31.03.2016</u>	
		No. of Shares held	% of shares	No. of Shares held	% of shares
1	Amigo Trexim Pvt. Ltd.	900	9	900	9
2	Ashray Hi-Rise Pvt. Ltd.	1900	19	1900	19
3	Avinash Mercantile Pvt. Ltd.	900	9	900	9
4	Dharmik Developers Pvt. Ltd.	900	9	900	9
5	Gaurav Commoddeal Pvt. Ltd.	900	9	900	9
6	Green Gold Mercantile Pvt. Ltd.	900	9	900	9
7	Ekta Nivesh Pvt. Ltd.	800	8	800	8
8	Reward Nirman Pvt. Ltd.	900	9	900	9
9	Shree Narayn Infra Realty Pvt. Ltd.	900	9	900	9
10	Trigger Supply Pvt. Ltd.	900	9	900	9
		<u>9900</u>	<u>99</u>	<u>9900</u>	<u>99</u>

2.2 LONG TERM BORROWINGS

Bonds & Debentures - Unsecured

Debentures	26,400,000.00	26,400,000.00
	<u>26,400,000.00</u>	<u>26,400,000.00</u>

NOTE: The Company had 264,000 Nos. 2% Redeemable Unsecured Debenture @ Rs. 100/- each, issued in earlier year. The debentures has been issued on the following terms and conditions :-

- 1 The debentures are issued for a period of 10 years.
- 2 The Company has two options to deal with debentures issued :-
 - a **Conversion** :- One debenture of Rs. 100/- each to be converted into Ten Equity Shares of Rs. 10/- each at par, any time after 9 months but before 10 years from the date of issue, with the mutual consent of debenture holders and company.
 - b **Redemption** :- Alternatively, the company has the option to redeem debentures at par at any time after 9 mths but before 10 years at its sole discretion, either in full or in part. The company can also redeem debentures to individual holder and not to all the holders at a single time, with mutual consent of the company and debenture holders.



South Kolkata Hirise Pvt. Ltd.

Souam Bayen
Director/Authorised Signatory



South Kolkata Hirise Pvt. Ltd.

Sumantra Chakraborty
Director/Authorised Signatory

- 3 The debenture holders does not have any right to vote in person or by proxy at any General Meeting of the shareholders of the company.
- 4 The rights, privileges and conditions attached to the debenture my be varied modified or abrogated with the mutual consent of the holders of debenture and the company.

2.3 SHORT TERM BORROWINGS

Other loans and Advances (Unsecured)

Loan From Body Corporate	11,058,646.00	4,622,222.00
	11,058,646.00	4,622,222.00

2.4 TRADE PAYABLE

Sundry Creditors for Goods & services

	101,079.00	129,050.00
	101,079.00	129,050.00

*There are no delays in payments to micro and small enterprises as required to be disclosed under The Micro, Small and Medium Enterprises Development Act, 2006. The above information regarding micro and small enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditors.

2.5 OTHER CURRENT LIABILITIES

Advance Received from Customers (net)

Security Deposit

Other Payables

Advance Received from Customers (net)	2,432,634.00	200,000.00
Security Deposit	169,701.00	-
Other Payables	629,040.00	581,999.00
	3,231,375.00	781,999.00

2.6 LONG TERM LOANS & ADVANCES

Security Deposit (Unsecured and Considered Good)

CESC Ltd.

	35,400.00	35,400.00
	35,400.00	35,400.00

2.7 OTHER NON CURRENT ASSETS

Others

Unamortised Expenses

	-	1,500.00
	-	1,500.00

2.8 INVENTORIES (At Cost)

Closing Stock - WIP (Project at 4/1, Naktala Road)

	40,216,408.00	31,651,552.00
	40,216,408.00	31,651,552.00

2.9 CASH AND BANK BALANCES

Cash and Cash Equivalents

Cash in hand (as certified by the management)

Balances with bank

Bank of Baroda (Current Account)

Cash in hand (as certified by the management)	8,530.00	21,896.00
Bank of Baroda (Current Account)	21,635.00	235,802.00
	30,165.00	257,698.00

2.10 OTHER CURRENT ASSETS

Others

Advance to Supplier

Service Tax Input

Preliminary Expenses

Advance to Supplier	180,200.00	10,000.00
Service Tax Input	427,427.00	75,621.00
Preliminary Expenses	1,500.00	1,500.00
	609,127.00	87,121.00

2.11 COST OF MATERIALS CONSUMED

Project cost at 4, Naktala Road

	7,373,384.00	3,149,512.00
	7,373,384.00	3,149,512.00



South Kolkata Hirise Pvt. Ltd.

Suman Banerjee
Director/Authorised Signatory



South Kolkata Hirise Pvt. Ltd.

Suman Chakraborty
Director/Authorised Signatory

2.12 FINANCE COST

Interest On Debenture	528,000.00	528,000.00
Interest On Loan	648,496.00	246,913.00
	<u>1,176,496.00</u>	<u>774,913.00</u>

2.13 OTHER EXPENSES

Audit Fees	4,000.00	4,000.00
Bank Charges	2,179.00	8,330.00
Filing Fees	600.00	1,800.00
General Expenses	4,197.00	26,514.00
Rates & Taxes	2,500.00	2,500.00
Preliminary Expenses written off	1,500.00	1,500.00
	<u>14,976.00</u>	<u>44,644.00</u>

2.14 INCREASE / DECREASE IN STOCK

Project at 4/1, Naktala Road

Opening Stock - WIP	31,651,552.00	27,682,483.00
	<u>31,651,552.00</u>	<u>27,682,483.00</u>
Less : Closing Stock - WIP	40,216,408.00	31,651,552.00
	<u>40,216,408.00</u>	<u>31,651,552.00</u>
	(8,564,856.00)	(3,969,069.00)



South Kolkata Hirise Pvt. Ltd.

Sonam Bajaria
Director/Authorised Signatory



South Kolkata Hirise Pvt. Ltd.

Sumanta Chelakorty
Director/Authorised Signatory

SOUTH KOLKATA HIRISE PVT.LTD.

B OTHERS NOTES ON ACCOUNTS

- i The Company is engaged in development of land and construction activity. During the year, one project at "Naktala" is going on. All the direct and indirect expenditure incurred incidental to that project including financing and other charges has been treated as part of Work - in - Progress. The company is following Percentage of Completion Method (POCM).
- ii As per guidance note on Accounting for Real Estate Transaction (Revised 2012) issued by the Institute of Chartered Accountant of India, using POCM, revenue from real estate transactions is need to be recognized when all four major criteria should be met. One of the criteria is atleast 25% expenditure incurred in relation to construction and development cost and also 25% of the saleable area of the project is secured by contract or agreement with buyer. In our case, the expenditure incurred in relation to construction and development cost is below than 25% and also 25% of the saleable area is not yet secured by contract or agreement with buyer. Hence, the revenue recognition using POCM is not applicable. Therefore, any amount received from the customer treated as "Advance Received classified under the head "Current Liability".
- iii As per the information available with the company, the principal amount payable to Micro, Small and Medium Enterprises falling under the provision of Micro, Small and Medium Enterprises Development Act, 2006 Rs. Nil.
- iv There is no amount outstanding payable to Investors' Education and Protection Fund as on 31.03.2017.
- v During the year, one-fifth of Preliminary Expenses has been written off in the books of account.
- vi As per notification no. GSR 308 (E) dated 30th March, 2017, the details of Specified Bank Notes (SBN) held and transacted during the period from 08th November, 2016 to 30th December, 2016 as follows -

Particulars	Specified Bank Notes (SBNs)	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	25,000	8,004	33,004.00
Add: Permitted receipts	-	10,000	10,000.00
Less: Permitted payments	-	9,430	9,430.00
Less: Amount deposited in Banks	25,000	-	25,000.00
Closing cash in hand as on 30.12.2016	-	8,574	8,574.00

- vii Other information pursuant to the provision of Schedule III of the Companies Act, 2013 are not applicable and hence not given.

viii ICDS 4 Revenue Recognition :-

One major condition for recognizing revenue "when there is reasonably certainty of ultimate collection and seller should transfer to the buyer all significant risk and reward of ownership". In our case, the customer has booked the flat and until the registration done there is no reasonably certainty of ultimate collection. Hence, the amount received from customer treated as "Advance Received" classified under the head "Current Liability" instead of taking it into statement of profit and loss using POCM.

The following are the information as required to produce under ICDS 4 -

Particulars (as on 31.03.2017)	Recognized	Project Name
	Profit	4/1, Naktala Road
Amount of cost incurred	NIL	40,216,408
Advance received from customers	NIL	2,432,634



- viii Previous years figures have been regrouped and rearranged wherever considered necessary.



South Kolkata Hirise Pvt. Ltd.

Souam Bajaria
Director/Authorised Signatory

South Kolkata Hirise Pvt. Ltd.

Suman Chakraborty
Director/Authorised Signatory

ix **Related Party Disclosures :-**

Name of the related parties

Key Management Personnel

Mr. Amit Bajoria
 Mr. Chandan Chatterjee
 Mrs. Sonam Bajoria
 Mr. Sumanto Chakraborty

Enterprises having common director (s)

Avinash Mercantile Pvt. Ltd.
 Greengold Mercantile Pvt. Ltd.
 Trigger Supply Pvt. Ltd.

	Co Owners		Enterprises having common director (s)	
	Transaction Value	Balance Outstanding as on 31.03.17	Transaction Value	Balance Outstanding as on 31.03.17
<u>Debentures Issued</u>				
Avinash Mercantile Pvt. Ltd.	- (-)	- (-)	-- (-)	26,400,000.00 (26,400,000.00)
<u>Unsecured Loan Taken</u>				
Trigger Supply Pvt. Ltd.	- (-)	- (-)	3,000,000.00 (-)	3,000,000.00 (-)
Trigger Supply Pvt. Ltd.	- (-)	- (-)	3,200,000.00 (2,075,000.00)	4,500,000.00 (1,900,000.00)
Greengold Mercantile Pvt. Ltd.	- (-)	- (-)	2,075,000.00 (2,500,000.00)	2,975,000.00 (2,500,000.00)
<u>Unsecured Loan Refunded</u>				
Trigger Supply Pvt. Ltd.	- (-)	- (-)	600,000.00 (180,000.00)	4,500,000.00 (1,900,000.00)
Greengold Mercantile Pvt. Ltd.	- (-)	- (-)	1,600,000.00 (-)	2,975,000.00 (2,500,000.00)

11A Radha Bazar Lane
 2nd Floor
 KOLKATA - 700 001



For More AND ASSOCIATES
 Chartered Accountants
 Firm Regn. No. - 326648E

(Nitesh Kumar More)
 Partner
 Membership No.- 066340

Dated :- The 26th day of July, 2017



South Kolkata Hirise Pvt. Ltd.

 Director/Authorised Signatory

South Kolkata Hirise Pvt. Ltd.

 Director/Authorised Signatory