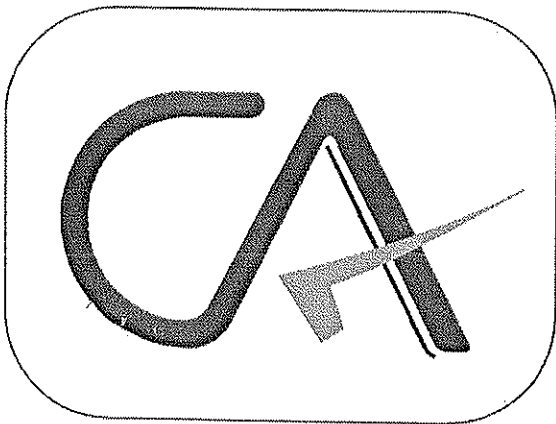


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BENGAL MERLIN HOUSING LIMITED

**AUDIT REPORT
&
STATEMENT OF ACCOUNTS**

FOR THE YEAR ENDED 31ST MARCH, 2017



Auditor:
PASSARY & ASSOCIATES
Chartered Accountant
10, Gurusaday Road
8A, Ajanta Apartments
Kolkata-700019

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BENGAL MERLIN HOUSING LIMITED,

Report on the Financial Statements

I have audited the accompanying financial statements of **BENGAL MERLIN HOUSING LIMITED**, ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss and Cash Flow Statement 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, financial performance and cash flows 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.

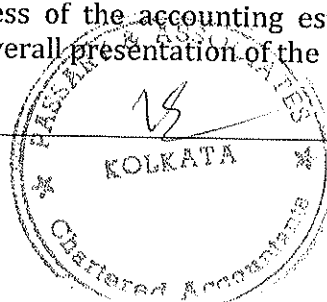
Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit.

I 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 there under.

I conducted my audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that I 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. 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.



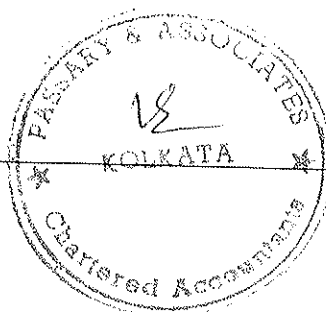
I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the financial statements.

Opinion

In my opinion and to the best of my information and according to the explanations given to me, 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 Profit and its Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I give in the Annexure "A" statement on the matters specified in the paragraph 3 and 4 of the order, to the extent applicable.
2. As required by Section 143 (3) of the Act, I report that:
 - (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
 - (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In my opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 *except Accounting Standard (AS) - 15 "Employee Benefits"*.
 - (e) 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.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to my separate report in 'Annexure B'.
 - (g) 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 my opinion and to the best of my information and according to the explanations given to me:
 - i. The Company does not have any pending litigations which would impact its financial position.



PASSARY & ASSOCIATES
Chartered Accountant

8A, Ajanta Apartments
10, Gurusaday Road
Kolkata - 700019

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided requisite disclosures in its financial statements as to dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 2 (viii) to the financial statements.



For **PASSARY & ASSOCIATES**
Chartered Accountant
Firm Reg. No. 326506E

P.B. Passary

P.B. PASSARY
Proprietor
Membership No.012451

Place: Kolkata
Date: 5th September, 2017

ANNEXURE A TO THE AUDITORS' REPORT

The annexure referred to in My Independent Auditors' Report to the member of the Company on the financial statement of the year ended 31st March 2017, I report that:

- I. In respect of its Fixed Assets:
 - a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. As explained to me, the Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified by the management in a phased manner over a period of three years. In my opinion the periodicity of physical verification is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c. According to the information and explanations given to me and on the basis of my examination of the records of the Company, the title deeds of immovable property are held in the name of the Company.

- II. In respect of Inventories:

Physical verification has been conducted by the management at reasonable intervals in respect of goods. The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

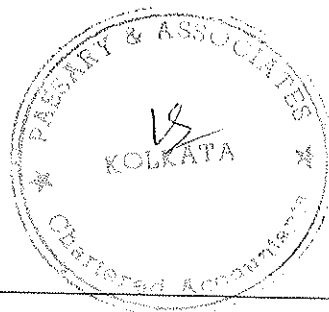
- III. In respect of any loan granted:

The Company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013; hence this clause is not applicable to the Company.

- IV. In my opinion and according to the information and explanation given to me, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.

- V. According to the information and explanations given to me, the Company has not accepted any deposits, in terms of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.

- VI. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.



VII. In respect of Statutory Dues:

- a. According to information and explanation given to me, the Company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education Protection Fund, and Employees' State Insurance, Sales Tax, Income Tax, Wealth Tax, Service Tax and other material statutory dues applicable to it with the appropriate authorities. Further, as per the records of the Company, there were no undisputed amounts of arrears payable in respect of such statutory dues which have remained outstanding as at 31st March, 2017 for a period of more than six months from the date they became payable.
- b. According to information and explanation given to me, there were no disputed amounts payable in respect of Income Tax, Service Tax, Custom Duty and Cess.

VIII. The Company has not defaulted in repayment of any loans or borrowings from any financial institutions, banks, government or debentures holders during the year. Accordingly paragraph 3(VIII) of the Order is not applicable to the Company.

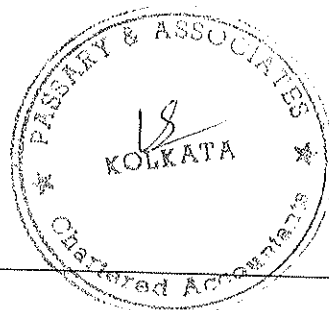
IX. According to the information and explanation given me, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(IX) of the Order is not applicable to the Company.

X. According to the information and explanations given to me, no material fraud by the Company or on the Company has been noticed or reported during the course of my audit.

XI. During the year the Company has paid/provided Managerial Remuneration as per the provisions of section 197 read with schedule V to Companies Act, 2013. The remuneration paid to the Director has been transferred to Development Work In Progress.

XII. In my opinion and according to the information and explanations given to me the Company is not a Nidhi Company. Accordingly paragraph 3(XII) of the Order is not applicable to the Company.

XIII. According to the information and explanations given to me and on the basis of my examination of the records of the Company, transactions with the related parties are in compliance with section 188 and 177 of the Companies act, 2013 where applicable and details of such transaction have been disclosed in the financial statements as required by the applicable accounting standards.



- XIV. According to the information and explanations given to me and on the basis of my examination of the records of the Company, the Company has not made any preferential Allotment/ private placement of shares or fully or partly convertible debentures during the year.
- XV. According to the information and explanations given to me and on the basis of my examination of the records of the Company, the Company has not entered into any Non cash transactions with the directors or persons connected with him.
- XVI. The Company is not a Non-Banking Finance Company, and hence not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Kolkata
Date: 5th September, 2017



For PASSARY & ASSOCIATES
Chartered Accountant
Firm Regn. No. 326506E

P.B. Passary

P.B.PASSARY

Proprietor
Membership No.: 012451

ANNEXURE B TO THE AUDITORS' REPORT

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

I have audited the internal financial controls over financial reporting of **BENGAL MERLIN HOUSING LIMITED**, ('the Company') as of 31st March, 2017 in conjunction with my audit of the 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

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit.

I conducted my 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 I 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.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 my 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 31-Mar-2017.

For PASSARY & ASSOCIATES
Chartered Accountant
FRN: 326506E



P.B.PASSARY
Proprietor
M. No: 012451

Place: Kolkata

Date: 5th September, 2017

BENGAL MERLIN HOUSING LIMITED
BALANCE SHEET AS ON 31ST MARCH, 2017

PARTICULARS	Note	31.03.2017	31.03.2016
		₹	₹
I. EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	2000000	2000000
Reserve & Surplus	4	11517694	10386724
Non-Current Liabilities			
Long-Term Borrowings	5	248978998	369519044
Deferred Tax Liability (Net)		56850	-
Current Liabilities			
Trade Payables		13748742	8052257
Other Current Liabilities	6	392031585	28422326
Short-Term Provisions	7	2155740	1737540
		670489609	420117892
II. ASSETS			
Non-Current Assets			
Fixed Assets			
- Tangible Asset	8	13721854	4420934
Deferred Tax Assets (Net)		-	173190
Current Assets			
Inventories	9	626059065	389111573
Trade Receivables	10	-	1810534
Cash and Cash Equivalents	11	16820504	19079534
Short-Term Loans and Advances	12	13888185	5522126
		670489609	420117892
Significant Accounting Policies	1		
Notes to Financial Statements	2		

The annexed reports form an integral part of the Financial Statements.

As per my reports of even date and annexed.

For **PASSARY & ASSOCIATES**

Chartered Accountant

Firm Regn. No: 326506E

P.B. Passary
P.B. PASSARY

Proprietor

Membership No. : 012451

Place :Kolkata

Date: 5th September, 2017



For and on behalf of the Board of
BENGAL MERLIN HOUSING LIMITED

Dilip Kumar Choudhary

DILIP KUMAR CHOUDHARY

DIN: 00605511

Dinesh Kumar G Sanghvi

DINESH KUMAR G SANGHVI

DIN: 00605660

BENGAL MERLIN HOUSING LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

PARTICULARS	Note	31.03.2017 ₹	31.03.2016 ₹
I. Income:			
Revenue from Operation	13	5420050	4832500
Other Income	14	782525	866879
Total Income		6202575	5699379
II. Expenses:			
Cost of Development		239124870	110675341
Change in Inventories	15	(236947492)	(107596323)
Employee Benefit Expenses	16	315570	100000
Finance Cost	17	468472	44637
Depreciation	8	261640	222776
Other Expenses	18	1319466	334299
Total Expenses		4542526	3780730
III. Profit Before Tax (I-II)		1660049	1918649
IV. Tax Expenses			
- Current Tax		332630	665260
- Deferred Tax		230040	(17260)
- MAT CREDIT Entitlement		(33590)	-
Profit for the Year (III-IV)		1130969	1270649
Earnings per Equity Share:			
- Basic		5.65	6.35
Significant Accounting Policies	1		
Notes to Financial Statements	2		

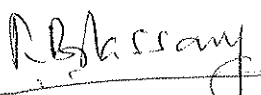
The annexed reports form an integral part of the Financial Statements.

As per my reports of even date and annexed.

For **PASSARY & ASSOCIATES**

Chartered Accountant

Firm Regn. No: 326506E

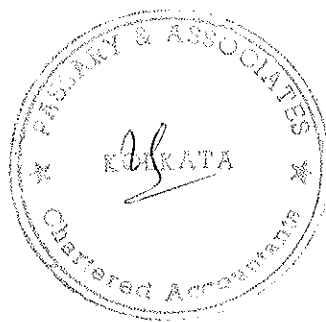

P.B. PASSARY

Proprietor

Membership No. : 012451

Place :Kolkata

Date: 5th September, 2017



For and on behalf of the Board of
BENGAL MERLIN HOUSING LIMITED


DILIP KUMAR CHOUDHARY

DIN: 00605511


DINESH KUMAR G SANGHVI

DIN: 00605660

BENGAL MERLIN HOUSING LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

Note 1: SIGNIFICANT ACCOUNTING POLICIES

Accounting Convention

These financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

Revenue Recognition

Items of Income and Expenditure are recognized on accrual basis except rates and taxes and filing fees, which are accounted for on cash basis.

Cash Flow Statement

Cash Flow Statement is prepared by the Company using Indirect Method as per the revised Accounting Standard – 3, issued by The Institute of Chartered Accountants of India.

Cash and Bank Balances for the purposes of cash flow statement comprise cash at bank and in hand and fixed deposits made with bank.

Work – in – Progress

Development Work-in-Progress is stated at accumulated cost that includes payments made against agreement to purchase the land, development costs, direct and attributable towards the real estate development.

Fixed Assets and Depreciation

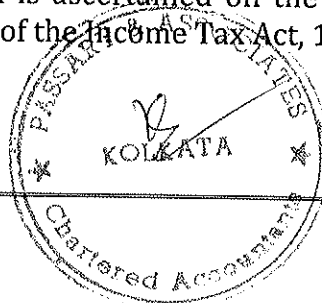
- a) Fixed Assets are stated at cost less accumulated depreciation.
- b) Depreciation on fixed assets is provided on written down value method at the rates as specified in schedule II of the Companies Act, 2013.

Provision and Contingent Liabilities

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources or there is a present obligation, reliable estimate of the amount of which cannot be made. Where there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure for contingent liability is made.

Taxation

Current Tax in respect of taxable income is provided for the year based on applicable tax rates and laws. Deferred tax is recognized subject to the consideration of prudence in respect of deferred tax assets/liabilities, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods and is measured using tax rates and laws that have been enacted or substantively Provision for current taxation is ascertained on the basis of assessable profits as computed in accordance with the provisions of the Income Tax Act, 1961.



BENGAL MERLIN HOUSING LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

Employee benefits

Management has accounted for provision for Gratuity based on provisions of Gratuity Act which is not accordance with Accounting Standard 15 " Employee Benefits" issued by ICAI.

Earnings per Share

Basic Earnings per Share are calculated by dividing the net profit or loss for the period attributable to equity share holders.

Impairment of Asset

An Impairment loss is recognized wherever the carrying amount of the fixed assets exceeds the recoverable amount i.e. the higher of the asset's net selling price and value in use, Hence no impairment in current year.

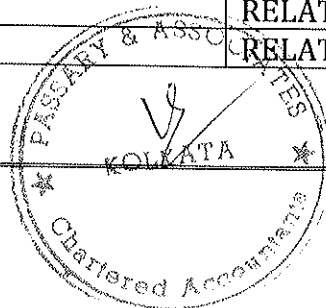
Borrowing Cost

Borrowing cost attributable to the acquisition of land and till the site is ready and put on sale are added and capitalized to the cost of the property. Other borrowing costs, if any, are recognized as an expense in the period in which they are incurred. The interest incurred amounting to ₹ 27582432/- (P.Y ₹ 39338503/-) has been added with cost of respective property.

Note 2: NOTES TO FINANCIAL STATEMENTS

- (i) Previous year figures have been re-arranged or re-grouped wherever deemed necessary to conform to current year figures.
- (ii) Details Regarding Audit Fees:
Auditors' Remuneration:
For Statutory Audit ₹ 18,000/- (P.Y. ₹ 18,000/-)
- (iii) Related Party disclosures, required by AS -18 as issued by The Institute of Chartered Accountant of India are as follows:
- Key Management Personnel & Their Relatives :

Name	Designation / Relationship
SUSHIL KUMAR MOHTA	DIRECTOR
DINESH KUMAR G SANGHVI	DIRECTOR
DILIP KUMAR CHOUDHARY	DIRECTOR
SAKET MOHTA	DIRECTOR
ASOK KUMAR ROY CHOWDHURY	DIRECTOR
SATYAJIT BASU	DIRECTOR
SUNIL G. SANGHVI	RELATIVE
RACHIT SANGHVI	RELATIVE



BENGAL MERLIN HOUSING LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

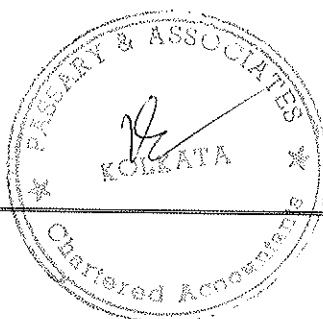
- Enterprises over which the Key Management Personnel & Their Relatives have significant influence :

<u>Name</u>	<u>Relationship</u>
Bengal Merlin Infrastructure Limited	Common Director in the said Company.
Merlin Projects Limited	Common Director in the said Company.

➤ **Transaction with related parties:**

<u>Name of the Party</u>	<u>Nature of Transaction</u>	<u>Amount (₹)</u> <u>31.03.2017</u>	<u>Amount (₹)</u> <u>31.03.2016</u>
Bengal Merlin Infrastructure Limited	Advances taken & Repaid	145791/-	65912/-
Dilip Kumar Choudhary	Director Remuneration	3600000/-	3600000/-
Asok Kumar Roy Chowdhury	Director Sitting Fees	140000/-	100,000/-
Satyajit Basu	Director Sitting Fees	90000	Nil

- (iv) In absence of adequate documents/information, the Micro, Small or Medium Enterprises under Micro, Small or Medium Enterprises Act, 2006, if any, included under sundry creditors, could not be identified and amount due to them cannot be specifically ascertained and disclosed in the financial statements.
- (v) As per AS - 15, "Employee Benefits", provision for Gratuity liability should be provided for in the books of accounts. The management has created provision for Gratuity amounting to ₹ 85570/- (P.Y. ₹ NIL) based on method prescribed under the provisions of Gratuity Act but the same is not accordance with Accounting Standard 15 "Employee Benefits" issued by ICAI.
- (vi) During the year Interest amounting ₹ 27582432/- (P.Y. ₹ 39338503/-) Salary amounting ₹ 14251461 /- (P.Y. ₹ 8437070/-) & Motor Car expenses amounting to ₹ 128856/- (P.Y. ₹ 153637/-) has been debited to various sites which are under development work in progress.



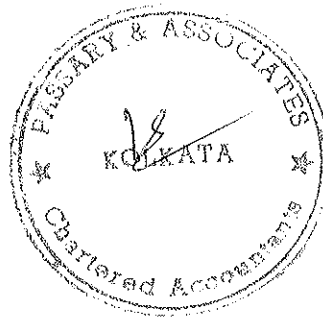
BENGAL MERLIN HOUSING LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017**

(vi) As per AS - 22, "Accounting for Taxes on Income", as issued by the Institute of Chartered Accountants of India, the deferred tax for timing difference between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as at the balance sheet date. During the year Deferred Tax Liability amounting to ₹ 56850/- (P.Y. ₹ 17260/-Deferred tax Asset)) has been created on difference between WDV of fixed assets as per Companies Act and as per Income Tax Act. Deferred tax on employee benefits has not been considered.

(vii) Earnings Per Share

The Earnings per share has been disclosed as per the Accounting Standard - 20, Earnings per Share as issued by the Institute of Chartered Accountants of India, by the weighted average method of the fully paid up equity shares which is as follows:

Particulars	31.03.2017	31.03.2016
Net Profit after tax available for Equity shareholders (Numerator used for calculation) (₹)	11,30,969/-	1270649/-
Weighted average number of Equity Shares used as denominator for calculating EPS	2,00,000	200000
Basic earnings per share (₹)	5.65	6.35



BENGAL MERLIN HOUSING LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017**

- (ix) The details of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016 as provided in the Table below:-

	SBNs	Other denomination notes	Total
Closing Cash on hand as on 08.11.2016	40500	9500/-	50000/-
(+) Permitted receipts	-	500/-	500/-
(+) Amount withdrawn from Banks	-	153300/-	153300/-
(-) Permitted payments	-	3300/-	3300/-
(-) Amount deposited in Banks	40500/-	-	40500/-
Closing Cash on hand as on 30.12.2016	-	160000/-	160000/-



BENGAL MERLIN HOUSING LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

PARTICULARS	31st March, 2017		31st Mar
	₹		₹
A. CASH FLOW FROM OPERATING ACTIVITIES			
Net profit before tax and extraordinary items		1660049	
Adjustment			
Add: Depreciation		261640	222776
Add: Interest Paid		468472	44637
Less: Interest Received		429891	866879
Operating Profit before tax working capital charges		1960270	1319183
Adjustment for :			
Trade Payables	5696485		8004707
Other Current Liabilities	363609259		11403268
Inventories	(236947492)		(107596323)
Trade Receivables	1810534		1157250
Short Term Loans & Advances	(5941051)		(2893586)
Short Term Provisions	85570	128313305	(59014)
Cash generated from operations		130273574	(88664515)
Direct Taxes Received / (Paid)		2391417	360700
(Net of refund received)			
Net cash from operating activities (A)		127882157	(89025215)
B. CASH FLOW FROM INVESTING ACTIVITIES			
Interest Received	429891		866879
Purchase of Fixed Asset	(9562560)		
Net Cash received from Investing Activities (B)		(9132669)	866879
C. CASH FLOW FROM FINANCING ACTIVITIES			
Borrowings	(120540046)		96948269
Interest Paid	(468472)		(44637)
Net Cash received from financing Activities (C)		(121008518)	96903631
Net increase in Cash and Cash Equivalents (D)		(2259030)	8745295
Cash and Cash Equivalents - Opening Balance (E)		19079534	10334240
Cash and Cash Equivalents - Closing Balance (D+E)		16820504	19079534

The annexed reports form an integral part of the Financial Statements.

As per my reports of even date and annexed.
 For **PASSARY & ASSOCIATES**
 Chartered Accountant
 Firm Regn. No: 326506E

P.B. Passary
P.B. PASSARY
 Proprietor
 Membership No. : 012451

Place :Kolkata
 Date: 5th September, 2017



For and on behalf of the Board of
BENGAL MERLIN HOUSING LIMITED

Dilip Kumar Choudhary
DILIP KUMAR CHOUDHARY
 DIN: 00605511

Dinesh Kumar G Sanghvi
DINESH KUMAR G SANGHVI
 DIN: 00605660

BENGAL MERLIN HOUSING LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 3

Share Capital	31.03.2017		31.03.2016	
	Number	₹	Number	₹
Authorised				
Equity Shares of ₹ 10 each	2000000	20000000	2000000	20000000
	2000000	20000000	2000000	20000000
Issued, Subscribed & fully Paid up				
Equity Shares of ₹ 10 each	200000	2000000	200000	2000000
	200000	2000000	200000	2000000

Details of rights, preferences and restrictions attaching to each class of shares.

Equity shares:

The par value of Equity shares is ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The holders of Equity shares are entitled to receive dividends as declared from time to time. The dividend proposed by the Board of Directors is subject to the approval of the shareholder in the ensuing Annual General Meeting. 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 distribution will be in proportion to the number of equity share held by the shareholders.

Note 3(i)

Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity Shares	2016-2017		2015-2016	
	No. of Shares	₹	No. of Shares	₹
At the beginning of the year	200000	2000000	200000	2000000
Changes during the year	-	-	-	-
Outstanding at the end of the year	200000	2000000	200000	2000000

Note 3(ii)

Details of Shareholders holding more than 5% shares in the company:

Name of Shareholders	Equity Shares			
	31.03.2017		31.03.2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Merlin Projects Ltd.	128000	64.00%	128000	64.00%
West Bengal Housing Board	22000	11.00%	22000	11.00%
Dilip Kumar Chowdhury	20010	10.01%	20010	10.01%

Note 4

Reserves & Surplus	31.03.2017		31.03.2016	
	₹	₹	₹	₹
i) General Reserve				
Balance at the beginning of the year	3104864		3104864	
Add: Transfer from Profit & Loss Account	-		-	
Balance at the end of the year		3104864		3104864
ii) Surplus in the Statement of Profit & Loss				
Balance at the beginning of the year	7281860		6011212	
Add: Net Profit for the year	1130969		1270649	
Balance at the end of the year		8412830		7281860
		11517694		10386724



BENGAL MERLIN HOUSING LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017****Note 5**

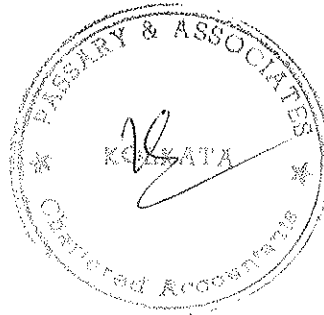
Long Term Borrowings	31.03.2017		31.03.2016
	₹		₹
Secured loans			
- HDFC Car Loan (Secured against Hypothecation of Motor Car)	5736263		-
Unsecured Loans			
- From Body Corporates	243242735		369519044
	248978998		369519044

Note 6

Other Current Liabilities	31.03.2017		31.03.2016
	₹		₹
Advance Against Booking	376357779		19563367
Book Overdrawn (Due to Excess issuance of cheques)	-		812496
Current Maturity to Long Term Debt	3013629		247687
Security Deposits	8976644		7048982
Statutory Liabilities	2718865		92665
Other Payables	964668		657130
	392031585		28422326

Note 7

Short Term Provisions	31.03.2017		31.03.2016
	₹		₹
For Income Tax	1598550		1265920
For Gratuity	557190		471620
	2155740		1737540



BENGAL MERLIN HOUSING LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 8

Fixed Assets	ORIGINAL COST				DEPRECIATION			NET BOOK VALUE	
	As At 01.04.16	Additions	Deductions	As At 31.03.17	Upto 01.04.16	For The Year	Upto 31.03.17	As At 31.03.17	As At 31.03.16
LAND	4035698	-	-	4035698	-	-	-	4035698	4035698
COMPUTER	-	478318	-	478318	-	120474	120474	357844	-
MOTOR CAR	1958625	9084242	-	11042867	1573389	141166	1714555	9328312	385236
Current Year	5994323	9562560	-	15556883	1573389	261640	1835029	13721854	4420934
Previous Year	5994323	-	-	5994323	1350613	222776	1573389	4420934	-



BENGAL MERLIN HOUSING LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 9

<u>Inventories</u>	31.03.2017		31.03.2016
	₹		₹
Finished Goods	2177377		4354755
Work in Progress	623881688		384756818
	626059065		389111573

Note 10

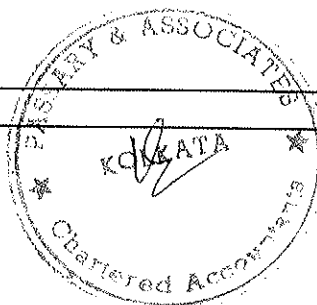
<u>Trade Receivables</u>	31.03.2017		31.03.2016
	₹		₹
Unsecured, considered good			
- Exceeding Six Months	-		50007
- Others	-		1760527
	-		1810534

Note 11

<u>Cash and Cash Equivalents</u>	31.03.2017		31.03.2016
	₹		₹
a) Cash & Cash Equivalents			
i) Cash on hand (As Certified by the Management)	150000		50000
ii) Balances with Banks			
- in Current Account	10364658		13456052
	(A) 10514658		13506052
b) Other Bank Balances			
- in Fixed Deposits (including Accrued Interest)	(B) 6305846		5573482
	(A+B) 16820504		19079534

Note 12

<u>Short-Term Loans and Advances</u>	31.03.2017		31.03.2016
	₹		₹
(Unsecured, considered good)			
Advances (recoverable in cash or in kind or for value to be received or adjusted)			
- To Staff	8700		148511
- For Property	200000		200000
- Others	8171032		1453882
Income Tax (Subject to Adjustment)	3806430		1415013
Deposit With Revenue Authorities	917140		2224720
Security Deposit	751292		80000
MAT Credit Entitlement	33590		-
	13888185		5522126



BENGAL MERLIN HOUSING LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 13

<u>Revenue from Operation</u>	31.03.2017	31.03.2016
	₹	₹
Revenue from Operation	5420050	4832500
- Sale of Flats	5420050	4832500

Note 14

<u>Other Income</u>	31.03.2017	31.03.2016
	₹	₹
Registration Charges Received	12391	-
Cancellation Charges Received	337043	-
Interest Received	429891	866879
Miscellaneous Income	3200	-
	782525	866879

Note 15

<u>Change in Inventories</u>	31.03.2017	31.03.2016
	₹	₹
<u>Work in Progress:</u>		
Opening Work in Progress	384756818	274983117
Less: Closing Work In Progress	623881688	384756818
Change in Work In Progress	(239124870)	(109773701)
<u>Finished Goods:</u>		
Opening Stock of Finished Goods	4354755	6532133
Less: Closing Stock of Finished Goods	2177377	4354755
Change in Finished Goods	2177378	2177378
(A+B)	(236947492)	(107596323)

Note 16

<u>Employee Benefit Expenses</u>	31.03.2017	31.03.2016
	₹	₹
Provision for Gratuity	85570	-
Director Remuneration*	230000	100000
	315570	100000

* Other Employee Benefit Expenses have been capitalised to development work in progress.



BENGAL MERLIN HOUSING LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 17

Finance Cost	31.03.2017	31.03.2016
	₹	₹
Interest Expenses	468472	44637
	468472	44637

Note 18

Other Expenses	31.03.2017	31.03.2016
	₹	₹
Audit Fees	18000	18000
Marketing & Advertisment	1098049	-
Bank Charges	-	10117
Business Promotion Expenses	-	51700
Consultancy Charges	-	1200
Filing Fees	3715	4820
Interest on TDS	-	690
Misc. Expenses	-	130252
Rates & Taxes	36	15134
Sales Promotion Expenses	199666	-
Service Tax & Interest thereon	-	57108
Telephone Expenses	-	45278
	1319466	334299

The annexed reports form an integral part of the Financial Statements.

As per my reports of even date and annexed.

For **PASSARY & ASSOCIATES**

Chartered Accountant

Firm Regn. No: 326506E

P.B. Passary

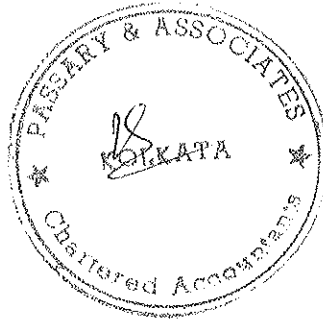
P-B. PASSARY

Proprietor

Membership No. : 012451

Place :Kolkata

Date: 5th September, 2017



For and on behalf of the Board of
BENGAL MERLIN HOUSING LIMITED

Dilip Kumar Choudhary

DILIP KUMAR CHOUDHARY

DIN: 00605511

Dinesh Kumar G Sanghvi

DINESH KUMAR G SANGHVI

DIN: 00605660