

**MERLIN REAL ESTATE LLP**

22, PRINCE ANWAR SHAH ROAD

KOLKATA- 700033 (W.B)

**STATEMENT OF ACCOUNTS**

**FOR THE YEAR ENDED 31ST MARCH, 2017**

MERLIN REAL ESTATE LLP  
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	Note	31.03.2017	31.03.2016
		₹	₹
<b>I. Income:</b>			
Other Income	10	10064247	361224
<b>Total Income</b>		10064247	361224
<b>II. Expenses:</b>			
Cost of Development	11	152240907	104447964
Changes-in-Inventories	12	(152240907)	(104447964)
Finance Cost		9850737	-
Other Expenses	13	16908	267447
<b>Total Expenses</b>		9867645	267447
<b>III. Profit Before Tax (I-II)</b>		196602	93777
<b>IV. Tax Expenses:</b>			
- Current Tax		60800	29000
<b>V. Profit/ (Loss) for the year</b>		135802	64777
Transferred to Partner's Capital Account			

The annexed reports form an integral part of Financial Statements.

For and on behalf of the Partners of  
MERLIN REAL ESTATE LLP  
(CIN- AAB-0244)

*M. P. Chandhokar*

Partner

*S. J.*

Partner

**MERLIN REAL ESTATE LLP**  
**BALANCE SHEET AS ON 31ST MARCH, 2017**

Particulars	Note	31.03.2017	31.03.2016
		₹	₹
<b>I. CONTRIBUTION AND LIABILITIES</b>			
<b>Partners' Funds</b>	<b>3</b>		
Contribution		1000000	1000000
Current Account		(149251614)	5526977
<b>Non-Current Liabilities</b>			
Long Term Borrowing	<b>4</b>	234276249	165354513
<b>Current Liabilities</b>			
Trade Payable		3898128	1343499
Other Current Liabilities	<b>5</b>	334980960	155350166
Short Term Provision	<b>6</b>	89890	29090
		<b>424993613</b>	<b>328604244</b>
<b>II. APPLICATIONS OF FUND</b>			
<b>Non- Current Assets</b>			
Security Deposits		53000000	53000000
<b>Current Assets</b>			
Inventories	<b>7</b>	348230249	195989342
Cash & Cash Equivalent	<b>8</b>	14251415	1299890
Short Term Loans and Advances	<b>9</b>	9511949	78315012
		<b>424993613</b>	<b>328604244</b>
<b>Significant Accounting Policies</b>	<b>1</b>		
<b>Notes on Financial Statements</b>	<b>2</b>		

The annexed reports form an integral part of Financial Statements.

For and on behalf of the Partners of  
**MERLIN REAL ESTATE LLP**  
**(CIN- AAB-0244)**



Partner



Partner

**MERLIN REAL ESTATE LLP**

(Annexed to and forming part of the statement of accounts for the year ended 31<sup>st</sup> March, 2017)

**NOTE "1" – SIGNIFICANT ACCOUNTING POLICIES**

**LLP Overview**

Merlin Real Estate LLP is a Limited Liability Partnership firm incorporated on 18 July 2012. It is registered at Registrar of Companies, Kolkata. The LLP is a real estate developer and primarily in the business of real estate construction, development and other related activities.

**a. Accounting Convention**

The accounts are prepared on accrual basis under the historical cost convention.

**b. Revenue Recognition**

- a. Income of Project sale will be accounted as per Project Completion basis.
- b. Items of income other than Inventory sale and expenditure are recognized on Accrual basis except rates & taxes and filing fees, which are accounted for on cash basis.

**c. Provisions, Contingent Liabilities and Contingent Assets**

A provision is held in respect of an obligation if and only if

- a) the company has a present obligation as a result of a past event;
- b) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and
- c) Reliable estimate can be made of the amount of obligation.

Provisions including substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes, if any. Contingent assets are neither recognized nor disclosed in the financial statements.

**d. Inventories- Development 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 and borrowing cost on secured and unsecured loans for the real estate activities.

**e. Taxation**

Provision for Income Tax has been computed as per Income Tax Act, 1961.

Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

**f. Borrowing Cost**

Borrowing cost that is attributable to the Work in Progress are added and capitalized to the cost of the property.

**MERLIN REAL ESTATE LLP**(Annexed to and forming part of the statement of accounts for the year ended 31<sup>st</sup> March, 2017)**NOTE "2" - NOTES TO FINANCIAL STATEMENTS**

- a. Previous year figures have been re-arranged or re-grouped wherever deemed necessary to confirm to current year figures.
- b. In accordance with Accounting Standard – 22 on "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. However there is no timing difference between the book profit and tax profit, so the deferred tax is Nil.
- c. In absence of adequate documents/information, the small scale and ancillary undertakings, 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.

**d. Related Party disclosure**

Information given in accordance with Accounting Standard – 18 as issued by "The Institute of Chartered Accountant of India":

**a) Key Management Personnel & Their Relatives:**

Name	Designation / Relationship
Dinesh Kumar G Sanghvi	Designated Partner
Merlin Projects Ltd. represented by Dilip Kumar Choudhary	Designated Partner
Satyenkumar Ashokkumar Sanghvi	Designated Partner

**b) Transaction with Related Parties**

Nature of Transaction	Amount
NIL	

**Note:** No amount has been written off during the year in relation to related party.

**e. Contingent liabilities**

Particulars	Current Year (₹)	Previous year (₹)
NIL		

**Commitments**

Particulars	Current Year (₹)	Previous year (₹)
Major contracts commitment outstanding for civil, external development etc.	Amount unascertained at this point of time	Amount unascertained at this point of time

**MERLIN REAL ESTATE LLP**

Annexed to and forming part of the Balance Sheet as at 31st March, 2017

**NOTE - 3 "PARTNERS' FUNDS"**

		Amt in (₹)				
Name of the Partner	Ratio of Profit / Loss (%)	(a) Opening Amount	(b) Amount Introduced	(c) Profit/(Loss) during year	(d) Amount Withdrawn	(e) (e=a+b+c-d) Closing Capital as on 31-03-16
<b><u>Capital Contribution</u></b>						
Merlin Projects Ltd	65%	650000	-	-	-	650000
Dinesh Kumar G. Sanghvi	25%	250000	-	-	-	250000
Satyen Kumar A. Sanghvi	10%	100000	-	-	-	100000
		<b>1000000</b>	-	-	-	<b>1000000</b>
<b><u>Current Account</u></b>						
Merlin Projects Ltd	65%	5493859	336570	88270	155250961	(149332262)
Dinesh Kumar G. Sanghvi	25%	23726	-	33951	-	57676
Satyen Kumar A. Sanghvi	10%	9392	-	13580	-	22972
		<b>5526977</b>	<b>336570</b>	<b>135801</b>	<b>155250961</b>	<b>(149251614)</b>

**MERLIN REAL ESTATE LLP**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

**Note 4**

Long Term Borrowings	31.03.2017	31.03.2016
	₹	₹
<b>Secured Loan</b>		
Term Loan From Lic Housing Finance Ltd	210000000	160000000
<b>Unsecured Loan</b>		
- From Individuals	24276249	5354513
	234276249	165354513

**Note 5**

Other Current Liabilities	31.03.2017	31.03.2016
	₹	₹
Advance Against Booking (Merlin Waterfront)	324732962	153288111
Security Deposits	6183832	2046654
Other Payables	11383	12473
Statutory Liabilities	375965	2928
Books Overdrawn due to excess issue of cheques	3676818	-
	334980960	155350166

**Note 6**

Short Term Provision	31.03.2017	31.03.2016
	₹	₹
Provision For Income Tax	89890	29090
	89890	29090

**Note 7**

Inventories	31.03.2017	31.03.2016
	₹	₹
Development Work in Progress	348230249	195989342
	348230249	195989342

**Note 8**

Cash and Cash Equivalents	31.03.2017	31.03.2016
	₹	₹
i) Cash on hand (As Certified by the Partners)	150145	145
ii) Balances with Banks - in Current Account	14101270	1299745
	14251415	1299890

MERLIN REAL ESTATE LLP

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

**Note 9**

Short Term Loans and Advances	31.03.2017	31.03.2016
	₹	₹
Advances	6326074	76267520
Income Tax (Subject to Adjustment)	2085786	1050043
Balance with Revenue Authorities	1100089	997449
	9511949	78315012

**Note 10**

Other Income	31.03.2017	31.03.2016
	₹	₹
Interest Received	9358600	52740
Cancellation Charges	492137	308484
Misc Income	213510	-
	10064247	361224

**Note 11**

Cost of Development	31.03.2017	31.03.2016
	₹	₹
Land & Land Development Expenses	152240907	104447964
	152240907	104447964

**Note 12**

Change-in-Inventories	31.03.2017	31.03.2016
	₹	₹
Opening Work-In-Progress	195989342	91541378
Less: Closing Work-In-Progress	348230249	195989342
	(152240907)	(104447964)



**MERLIN REAL ESTATE LLP**

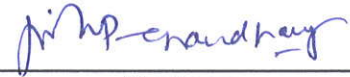
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017**

**Note 13**

<b>Other Expenses</b>	<b>31.03.2017</b>	<b>31.03.2016</b>
	₹	₹
Audit fees	-	5750
Filing Fees	1420	205
Rates & taxes	-	10000
Salary	-	244612
Misc Expenses	15488	6880
	16908	267447

The annexed reports form an integral part of Financial Statements.

For and on behalf of the Partners of  
**MERLIN REAL ESTATE LLP**  
**(CIN- AAB-0244)**



Partner



Partner