

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF DEVARSHI REALCON PRIVATE LIMITED

Report on the Financial Statements

I have audited the accompanying financial statements of **DEVARSHI REALCON PRIVATE LIMITED** ("the company"), which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss and a summary of 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 and presentation 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, 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 thereunder.

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.



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An audit involves performing procedures to obtain audit evidence about the amounts and 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 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 operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 2019, its profit as per Profit & Loss Statement for the year ended on that date. In view of Small company Cash Flow statement is not required.

Emphasis of Matters

There is no specific matter which requires special attention.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2017 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, it is not required to give such report as the Company is a Small Company (Paid up Share Capital is less than Rs. 50Lacs.)
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.



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c) The Balance Sheet, the Statement of Profit and Loss, 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.

e) On the basis of written representations received from the directors as on 31 March, 2019, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2019, from being appointed as a director in terms of Section 164(2) of the Act.

f) Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")- is enclosed as annexure to this report.

g) In my opinion and to the best of my information and according to the explanations given to me, I report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

i. The Company has no pending litigations which may impact its financial position.

ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.

For A. K. BASU & ASSOCIATES
Chartered Accountant
(Firm Registration No. :311091E)

A. K. Basu

Proprietor
(Membership No.: 050226)
Place: Kolkata
Date 28th day of June 2019



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 (the Company) as of 31st March 2019 in conjunction with my 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.

Auditor's 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 Deemed to be prescribed under section 143(10) of the Act 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 ICAI. Those Standard and the Guidance Notes 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 systems 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 controls 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. 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 systems 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.

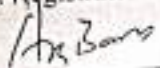
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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 31st. March, 2019.

For A. K. BASU & ASSOCIATES
Chartered Accountant
(Firm Registration No. :311091E)


Proprietor
(Membership No.: 050226)
Place: Kolkata
Date 28th Day of June 2019



DEVARSHI REALCON PVT. LTD
287/3, PURBA SINTHEE ROAD, KOLKATA 700030
BALANCE SHEET AS AT 31ST MARCH 2019.

Particulars		Note No.	As at 31 March, 2019	As at 31 March, 2018
A EQUITY AND LIABILITIES				
1	Shareholders' funds			2,000.00
	(a) Share capital	1	2,000.00	
	(b) Reserves and surplus			
	Last year balance		2,13,595.00	
	Add: Current year Profit/Loss		2,13,595.00	
	(c) Money received against share warrants			
2	Share application money pending allotment			2,53,57,757.00
3	Non-current liabilities	2	2,81,06,422.00	
	(a) Long-term borrowings			
	(b) Deferred tax liabilities (net)			
	(c) Other long-term liabilities			
	(d) Long-term provisions			
4	Current liabilities			4,46,512.00
	(a) Short-term borrowings	3	26,76,064.00	
	(b) Trade payables	4	69,19,350.00	18,29,704.00
	(c) Other current liabilities			
	(d) Short-term provisions for Income Tax			
	Last year balance		3,28,036.00	
	Addition during the year			
	TOTAL		4,09,11,176.00	2,93,35,983.00
B ASSETS				
1	Non-current assets			61,02,000.00
	(a) Fixed assets	5	70,38,031.00	
	(i) Tangible assets- Land at Cost			
	(ii) Intangible assets			
	(iii) Capital work-in-progress			
	(iv) Intangible assets under development			
	(v) Fixed assets held for sale			
	(b) Non-current investments		6,026.00	
	(c) Deferred tax assets (net)	6	6,66,436.00	
	(d) Long-term loans and advances			
	(e) Other non-current assets			
2	Current assets			34,34,600.00
	(a) Current investments		53,34,940.00	
	(b) Inventories	7	21,33,417.00	2,28,145.00
	(c) Trade receivables	8	20,72,992.00	
	(d) Cash and cash equivalents	9	2,36,59,334.00	1,60,72,430.00
	(e) Short-term loans and advances			
	(f) Other current assets			
	TOTAL		4,09,11,176.00	2,93,35,983.00
See accompanying notes forming part of the financial statements including Notes to Account				

In terms of my report attached

A.K. BASU & ASSOCIATES
Chartered Accountant

(Signature)
(A.K. Basu)
Proprietor

Membership No. 000220

Place: Kolkata

Date: 28th Day of June 2019

For and on behalf of the Board of Directors

(Signature)
Director

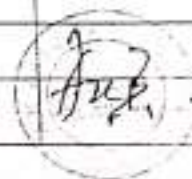
(Signature)
Director

Place: Kolkata

Date: 28th Day of June 2019

DEVARSHI REALCON PVT. LTD
287/3, EAST SINTHÉE ROAD, KOLKATA - 700030.
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2019

Particulars		Note No.	For the year ended 31 March, 2019	For the year ended 31 March, 2018
A	CONTINUING OPERATIONS			
1	Revenue from operations (net)	10.	5972732	
	Revenue from Services		85,02,475	
	Less : GST		<u>15,29,743</u>	
2	Other Income			
	Excess Depreciation Written back			
	Interest from Fixed Deposit			
	Misc. Receipt			
	Work-in-Progress Closing		53,34,940	29,24,408.00
3	Total revenue (1+2)		1,23,07,672	29,24,408.00
4	Expenses			
	(a) Cost of materials consumed - Opening Work in Progress			9,48,555.00
	(b) Purchases of stock-in-trade	11	69,59,507.00	
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade			
	(d) Employee benefits expense	12	5,20,557.00	
	(e) Finance costs			
	(f) Depreciation and amortisation expense		1,88,258	
	(g) Other expenses	13	45,30,036	19,75,653.00
	Total expenses		1,21,98,358	29,24,408.00
5	Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		1,09,314.00	
6	Exceptional items			
7	Profit / (Loss) before extraordinary items and tax (5 ± 6)		1,09,314.00	
8	Extraordinary items			
9	Profit / (Loss) before tax (7 ± 8)		1,09,314.00	
10	Tax expense:			
	(a) Current tax expense for current year		3,28,936.00	
	(b) (Less): MAT credit (where applicable)			
	(c) Current tax expense relating to prior years			
	(d) Net current tax expense			
	(e) Deferred tax		6026.00	
11	Profit / (Loss) from continuing operations (9 ± 10)		2,13,595.00	
B	DISCONTINUING OPERATIONS			
12.i	Profit / (Loss) from discontinuing operations (before tax)			
12.ii	Gain / (Loss) on disposal of assets / settlement of liabilities attributable to the discontinuing operations			



12.iii	Add / (Less): Tax expense of discontinuing operations (a) on ordinary activities attributable to the discontinuing operations (b) on gain / (loss) on disposal of assets / settlement of liabilities		
15	Profit / (Loss) from discontinuing operations (12.i ± 12.ii ± 12.iii)	-	2,13,596.00
C	TOTAL OPERATIONS		
14	Profit / (Loss) for the year (11 ± 13)	-	2,13,596.00

Name of the Company : DEVARSHI REALCON PVT. LTD
Statement of Profit and Loss for the year ended 31 March, 2019 (contd.)

Particulars	Note No.	For the year ended	
		31 March, 2019	31 March, 2018
15.i Earnings per share (of ` 100/- each):			
(a) Basic			
(i) Continuing operations	-	178.00	
(ii) Total operations	-	178.00	
(b) Diluted			
(i) Continuing operations	-	178.00	
(ii) Total operations	-	178.00	
15.ii Earnings per share (excluding extraordinary items) (of Rs. 100/- each):			
(a) Basic			
(i) Continuing operations	-	178.00	
(ii) Total operations	-	178.00	
(b) Diluted			
(i) Continuing operations	-	178.00	
(ii) Total operations	-	178.00	
See accompanying notes forming part of the financial statements including Notes to Account.	8		

In terms of my report attached,

A.K. BASU & ASSOCIATES
Chartered Accountant
(Signature)
(A.K. Basu)
Proprietor
Membership No. 050225

For and on behalf of the Board of Directors

(Signature)
Director

(Signature)
Director

Place : Kolkata
Date : 28th Day of June 2019

Place : Kolkata
Date : 28th Day of June 19

DEVARSHI REALCON PVT. LTD

	For the year ended 31.03.2019		For the year ended 31.03.2018
Note-1			
SHARE CAPITAL			
Authorised 10,000 Equity Shares of Rs.10/- each	1000000		1000000
Issue Subscribed & Paid up 200 Nos. Equity Shares of Rs.10/- fully paid up.	2,000		2,000.00
Debashis Dhar No of Shares 50 % holding 100 Nos (Previs Year Nil)			
Sanjay Dutta No of Shares 50 % holding 100 Nos (Previs Year Nil)			
Note-2			
Long term Borrowings		4600717	
Secured Loan from United Bank of India by Hypothecation of Flat	4521343		
Unsecured Loan		20757050	
SD Developers	22793650		
ICICI Bank Car Loan	781429		
Loan from D.Dhar	100000		
	2,81,96,422		2,53,57,767.00
Note-3			
Short-term-borrowings		1,46,912	1,46,912
Sundry Creditors	2678064		
Note-4			
Other current liabilities			
Tax Deduction at Sources	73834		
GST Input	6,19,593		
Advance to Customer	450000	450000	
Current Account Balance with Creative Hut Pvt. Ltd	5297304	3379304	
Current Account Balance with M.R Nirman Pvt. Ltd	3478619	99,19,350	3879304
Note-5			
Tangible Assets - Cost of Flat		70,38,031	61,00,000.00
Note-6			
Long-term loans and advances			
Advance Income Tax	1,69,962		
Security Deposit	4,96,474	6,66,436	
Inventories - Work in Projects		53,34,940	1934908
Note-7			
Trade Receivables considered goods		2133417	
Note-8			
Cash and cash equivalents			
Cash in Hand	14,31,200		192530
Cash at Scheduled Bank in Current Account	6,41,792	20,72,992	36015
			2,28,545.00
Note-9			
Short-term loans and advances			
Gst Input			26932
Advance to Parties	2,36,59,334		14565598
Current Account Balance with M.R. Nirman Pvt. Ltd		2,36,59,334	4480000
			1,90,72,530.00

DEVARSHI REALCON PVT. LTD.


Director


Director

DEVARSHI REALCON PVT. LTD

		For the year ended 31.03.2019		For the year ended 31.03.2018	
Note-10					
Revenue from Services in W.B. (Gross)	85,02,475				
Less : Service Tax					
Less : GST	15,29,743	69,72,732			
Note-11					
Materials Consumed					
Opening Stock :	3934908				
Add : Material Purchase	3024599	6959507			
Note-12					
Employees Benefits Expenses					
Salary	3,03,061				
EPF	1,46,598				
ESI	38,898				
Staff & Labour Welfare	32,000	5,20,557			
Note-13					
Other Expenses					
Labour Charges	29,28,146		90,000.00		
Hirecharges	10,90,000				
Bank Charges	1,166				
Plumbing Charges	1,02,380				
Licence Fees	1,500		1,500		
Architect Fees	-		19,70,000		
Electrical Connection Charges	4,530		44,990		
Testing Charges	1,39,336		75,000		
Printing and Stationery	15,500		52,125		
Donation & Subscription	12,000		48,000		
Professional Tax	2,500		2,500		
Bank Interest Paid	4,50,253		26,3835		
Prossing Charges	16,200		30,000		
Adverising	12,000		43,497		
Internet and Website Exps.	5,900		39,400		
Reparing Machinery	20,000				
Running & Machineris	6,24,625				
Transportation	85,000				
Sanction Fees (KMC)					
		45,30,036	108,8006	19,75,853.00	

DEVARSHI REALCON PVT. LTD.

Director

Director

DEVARSHI REALCON PVT. LTD.
Year Ended 31.03.2019.

NOTES OF ACCOUNTS (Including significant Accounting Policies) and Additional information as required under Part II Schedule VI of Companies Act 1956 for the year ended 31st March 2019

- 1) Capital Commitment -- Nil --
- 2) Contingent Liabilities -- Nil --
- 3) Significant Accounting Policies :
 - a) Basis of Accounting :
The accounts are prepared on the principles of historical cost Convention on going concern and on mercantile basis other than interest on Bank Fixed Deposit which are accounted for on cash basis. This system is consistently followed
 - b) Revenue Recognition
Income is not recognized unless there is a reasonable certainty of the amount and its collectability.
 - c) Fixed Assets & Depreciation
 - i) Capitalization will be done when the assets will be put to commercial use with all incidental expenses including cost of installation.
 - ii) Depreciation to be charged at W.D.V. system on the basis of provision as prescribed under schedule II of the Companies Act.2013
- 4) Foreign exchange earning / outgo Nil
- 5) Determination of Micro, Small and Medium Enterprises could not be done as there was no response from the parties (Sundry Creditors for goods and services) regarding their status. As such no provision for interest under section 15 of The Micro, Small and Medium Enterprises Development Act, 2006 was made in the accounts and disclosure as required under section 22 of the same Act could not be made.
- 6) The Amounts are given in the nearest rupee.
- 7) Figure shown as - indicate minus / loss figures
- 8) Other clauses of the Part II & III of Schedule III are not applicable to the Company
- 9) It has been possible to ascertain whether the Company has transacted during the year with any SSI unit.
- 10) Deferred Tax this is arising due to timing difference, on account of Deprecation
- 11) Unsecured loan taken from SD Developers. Rs. 22793650/- (Last Year RS 20757050/- Partnership firm) In witch both the Directors are interested as Partners. The above loan is shown under Unsecured Loan (Note- 2) of financial statement.
- 12) Current Account balance with Creative Hut Pvt. Ltd Rs. 5297304/- (payable - Last year 3379304) shown under Note- 3. Creative Hut Pvt. Ltd is a company in which Directors are interested as Directors.
- 13) Current Account balance with M.R. Nirman Pvt. Ltd Rs. 3478619/- (receivable - Last year 4480000) shown under Note- 6. M. R. Nirman Pvt. Ltd is a company in which Directors are interested as Directors.
- 14) Previous Year figure is rearrange & regrouped where ever necessary.

Devarshi Realcon Pvt. Ltd.

Director

Devarshi Realcon Pvt. Ltd.

Director