



**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF ANNAPURNA NIRMAN PRIVATE LIMITED**

*Report on the Financial Statements*

*Opinion*

We have audited the accompanying financial statements of **ANNAPURNA NIRMAN PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2019 and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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 31<sup>st</sup> March, 2019, its Profit and Loss Statement of "Profit" and its Cash Flow Statement for the year ended on that date.

*Basis of Opinion*

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

*Information Other than the Financial Statements and Auditor's Report Thereon*

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

*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 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 misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

### ***Auditors' Responsibility***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal



control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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#### ***Report on Other Legal and Regulatory Matters***

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 ( here in after referred to the Order'), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the 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 purpose of our audit;
  - (b) In our opinion, proper Books of Accounts as required by the Law have been kept by the Company so far as it appears from our examination of the books.
  - (c) The Balance Sheet, the Statement of Profit and Loss dealt with by this report are in agreement with the books of account submitted to us.
  - (d) In our 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 31st March, 2019 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2019 from being appointed as director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of Internal Financial Control over Financial Reporting of the Company and operating effectiveness of such controls, refer to our 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 our opinion and to the best of our information and according to the explanations given to us:
    - a) the Company does not have any pending litigations which would impact its financial position;
    - b) in our opinion and as per the information and explanations given to us, the Company has not entered into any long term contracts including derivative contract, requiring provision under applicable laws or accounting standards, for material foreseeable losses, and
    - c) the Company is not required to transfer any amount to the Investor Education and Protection Fund.

127, Netaji Subhas Road  
Kolkata – 700 001  
UDIN : 19308467AAAACM6912  
Date: The 7<sup>th</sup> day of September, 2019

For Rungta & Co.  
Chartered Accountants  
C.F.R.No. 329110E  
  
(Mayank Rungta)  
Proprietor  
Membership No. 308467

## ANNAPURNA NIRMAN PRIVATE LIMITED

### “Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under Section (Report on other legal and regulatory requirements, of our report of even date)

- (i) (a) According to the information and explanation given to us, the Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) According to information and explanation given to us, major items of the fixed assets have been physically verified by the management during the year in accordance with a regular program of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. To the best of our knowledge, no material discrepancies were noticed on such verification.
- (c) According to information and explanation given to us, all the immovable properties of land and building which have been taken on lease, the lease agreements are in the name of the Company, where the Company is the lessee in the agreement.
- (ii) (a) As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of accounts.
- (iii) As informed to us, during the year the company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the sub-clauses (a) and (b) are not applicable to the company.
- (iv) In our opinion and according to the information and explanations given to us, the company has not given any loan to director or person related to him. Therefore Section 185 of the Act does not apply on the Company. Loans advanced during the year were well within the limit u/s 186 of the Company’s Act, 2013 and the Company has complied with the provision of the said section.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public during the year in terms of directives issued by Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.
- (vi) In our opinion and according to the information and explanations given to us maintenance of Cost Records as prescribed under Sub-Section 1 of Section 148 are not prescribed by the Central Government in respect of the activities of the Company.
- (vii) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues applicable to it. There are no arrears outstanding dues as at the last day of the financial year for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, no undisputed amount is payable in respect of income tax, customs duty, wealth tax, service tax, excise duty were in arrears as at 31<sup>st</sup> March, 2019 for a period of more than six months from the date they became payable.



- (viii) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to the financial institution, bank, government or debenture holders during the year.
- (ix) According to the information and explanations given to us, the Company did not raise any money by way of initial/further public offer (including debt instruments). However, the Company raised money by way of term loan and they were applied for the purpose for which they were obtained.
- (x) In our opinion and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the provisions of Section 197 read with Schedule V of the Act as far as it is applicable to a private limited Company.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company, Accordingly, paragraph 3(xii) of the order is not applicable.
- (xiii) According to the information and explanation given to us, transactions with the related parties are in the compliance with Section 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Accounting Standards.
- (xiv) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanation given to us, the Company has not entered into non-cash transactions with directors or persons connected with him.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

127, Netaji Subhas Road  
Kolkata - 700 001  
UDIN : 19308467AAAACM6912  
Date: The 7<sup>th</sup> day of September, 2019

For Rungta & Co.  
Chartered Accountants  
F.R.No 329110E  
  
(Mayank Rungta)  
Proprietor  
Membership No. 308467

## ANNAPURNA NIRMAN PRIVATE LIMITED

### “Annexure B” to the Independent Auditors’ Report

Referred to in paragraph 2 under Section (Report on other legal and regulatory requirements, of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Annapurna Nirman Private Limited** as of March 31, 2019 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 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 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 judgement, 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 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 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 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 March 31, 2019, based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

127, Netaji Subhas Road  
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UDIN : 19308467AAAACM6912  
Date: The 7<sup>th</sup> day of September, 2019

For Rungta & Co.  
Chartered Accountants

F.R.No.329110E



(Mayank Rungta)  
Proprietor

Membership No. 308467

**ANNAPURNA NIRMAN PVT. LTD.**  
**REGD. OFFICE:**  
**BLOCK-A, FLAT-E, SITALA ABASAN**  
**KRISHNAPUR, PURBAPARA**  
**KOLKATA- 700 102**

**BALANCE SHEET AS AT 31ST MARCH, 2019**

SI No.	Particulars	Note No.	2019-20	2018-19
			Amount (Rs.)	Amount (Rs.)
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	1	✓ 900000.00	✓ 900000.00
	(b) Reserves and surplus	2	✓ 6386159.27	3373997.62
<b>2</b>	<b>Current liabilities</b>			
	(a) Short Term Borrowings	3	✓ 41631341.00	29041350.00
	(b) Trade Payables	4	✓ 17174224.43	13312220.00
	(c) Other current liabilities	5	9774466.87	313792.61
	(d) Short Term Provisions	6	✓ 1300.00	27023.00
	<b>TOTAL</b>		<b>75867491.57</b>	<b>46968383.23</b>
<b>II.</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non Current Assets</b>			
	(a) Property, Plant & Equipment			
	(i) Intangible Assets Under Development		✓ 5000.00	5000.00
	(b) Non Current Investment	7	----	2155400.00
	(c) Long Term Loans & Advances	8	✓ 1460000.00	1460000.00
<b>2</b>	<b>Current assets</b>			
	(a) Inventories	9	✓ 58259886.44	41283165.59
	(b) Cash and cash equivalents	10	✓ 3531284.54	7680.00
	(c) Other Current Assets	11	12611320.59	2057137.64
	<b>TOTAL</b>		<b>75867491.57</b>	<b>46968383.23</b>

**SIGNIFICANT ACCOUNTING POLICIES & OTHER NOTES**

19

The Notes referred to above form an integral part of Financial Statements  
This is the Balance Sheet referred to in our report of even date

For RUNGTA & CO.  
Chartered Accountants

(MAYANK RUNGTA)  
Proprietor  
Membership no. 308467  
Firm Registration No. 329110E  
127, Netaji Subhas Road, 2nd Floor  
Room No. - 5, Kolkata - 700001  
UDIN : 19308467AAAACM6912  
Date : The 7th day of September, 2019



For and on behalf of the Board  
ANNAPURNA NIRMAN PVT. LTD.

SARAT KUMAR MONDAL  
Director  
DIRECTOR

DIN NO. - 03091002  
ANNAPURNA NIRMAN PVT. LTD.

BIKASH MONDAL  
Director  
DIRECTOR

DIN NO. - 03091012



**ANNAPURNA NIRMAN PVT. LTD.**  
**REGD. OFFICE:**  
**BLOCK-A, FLAT-E, SITALA ABASAN**  
**KRISHNAPUR, PURBAPARA**  
**KOLKATA- 700 102**

**Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2019**

Sl No.	Particulars	Refer Note	2018-19 Amount (Rs.)	2017-18 Amount (Rs.)
I.	Revenue from operating activities	12	38038053.00	---
II.	Other Income	13	749269.00	312200.00
<b>III.</b>	<b>Total Revenue</b>		<b>38787322.00</b>	<b>312200.00</b>
IV.	<u>Expenses:</u>			
	Materials Consumed	14	32736104.39	12505628.59
	Changes Of Inventories of Work in Progress	15	(16976720.85)	(23182441.59)
	Employee Benefit Expenses	16	1690000.00	285000.00
	Finance costs	17	2506192.05	189017.85
	Other expenses	18	15109696.76	10215915.77
	<b>Total Expenses</b>		<b>35065272.35</b>	<b>13120.62</b>
<b>V.</b>	<b>Profit before tax (III - IV)</b>		<b>3722049.65</b>	<b>299079.38</b>
VI.	Tax expense:			
	(1) Current tax		729300.00	77023.00
	(2) Current tax for Previous Years		(19412.00)	47533.00
<b>VII</b>	<b>Profit (Loss) for the period (V - VI)</b>		<b>3012161.65</b>	<b>174523.38</b>
VIII	Earnings per equity share:			
	(i) Basic		33.47	1.94
	(ii) Diluted		33.47	1.94

**SIGNIFICANT ACCOUNTING POLICIES & OTHER NOTES**

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The Notes referred to above form an integral part of Financial Statements  
This is the Balance Sheet referred to in our report of even date

For RUNGTA & CO.  
Chartered Accountants

(MAYANK RUNGTA)  
Proprietor  
Membership no. 308467  
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127, Netaji Subhas Road, 2nd Floor  
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UDIN : 19308467AAAACM6912  
Date : The 7th day of September, 2019



For and on behalf of the Board  
ANNAPURNA NIRMAN PVT. LTD.

SARAT KUMAR MONDAL  
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DIN NO. - 03091002  
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