

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HILAND PROJECTS LIMITED REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **HILAND PROJECTS LIMITED** ('the Company'), which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, 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 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the company as at 31st March, 2018 and its loss and its cash flows for the year ended on that date.

Hiland Projects Limited

Authorised Signatory

EMPHASIS OF MATTER

Attention is drawn to Note No. 2.24(a) regarding setting aside of BIFR's granting of development rights in respect of certain property owned by the co-venturer and subsequent direction for maintenance of status quo till disposal of the writ petition filed by the company vide order dated 17th September 2009 by Honorable High Court, Kolkata. Our opinion is not qualified in respect of above matter.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 'A' a statement on the matters specified in the paragraph 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 purposes of our audit.
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The balance sheet, 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 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 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 our separate Report in Annexure 'B', and
 - 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:
 - i. Company has disclosed the impact of pending litigations on its financial position in its financial statements [Refer Note 2.24(a) and 2.28(i) to the financial statements].
 - 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 the financial statements as regards to its holding and dealings in Specified Bank Notes [as defined in the Notification S.O. 3407(E) dated the 8th November, 2016 of the Ministry of Finance] during the period from 8th November 2016 to 30th December 2016.

For Singhi & Co.
Chartered Accountants
Firm's Registration No. 302049E

Ankit Dhelia

(Ankit Dhelia)
(Partner)

(Membership No. 069178)

Place: Kolkata
Date: 13th day of August, 2018



Hiland Projects Limited

Suvarna Sen

Authorised Signatory

ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in paragraph 1 of our report on other Legal and Regulatory requirements to the members of **HILAND PROJECTS LIMITED** ("the Company") on the financial statements for the year ended 31st March, 2018, we report that:

- i. (a) In respect of Fixed Assets, the Company has maintained proper records to show full particulars including quantitative details and situation of its fixed assets.

(b) According to the information and explanation given to us, the fixed assets of the Company have been physically verified by the management based on a phased manner and no material discrepancies between the book records and the physical inventory have been noticed. In our opinion, the frequency of verification is reasonable.

(c) According to the information and explanation given to us and on the basis of our examination of the records of the company, the Company does not hold any immovable property.
- ii. In respect of inventories, physical verification has been conducted at reasonable intervals during the year by the management and in our opinion the frequency of verification is reasonable. According to the information and explanation given to us. No material discrepancies were noticed on physical verification of inventories as compared to the book records.
- iii. The Company has not granted any loan to parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, paragraph 3(iii) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- v. The Company has not accepted any deposits from the public.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in regard to the activities of the company.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed dues as above were outstanding as at 31st March, 2018 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value Added Tax and Cess as at 31st March, 2018 which have not been deposited on account of dispute.
- viii. Based on our audit procedures and according to the information and explanations given to us, the Company has not defaulted in respect of amount due for repayment to banks or financial institutions. There were no debentures outstanding at any time during the year.



Hiland Projects Limited

Suanto Senbani

Authorised Signatory

- ix. 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.
- x. 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 on the basis of our examination of the records of the company, the company has not paid/provided for managerial remuneration during the financial year and hence the provisions of section 197 read with Schedule V to the Act is not applicable. Accordingly, paragraph 3(xi) of the Order is not applicable.
- xii. The company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 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 explanations give to us and based on our examination of the records of the Company, 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 explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.



Place:Kolkata
Date: 13th day of August, 2018

For Singhi & Co.
Chartered Accountants
Firm's Registration No. 302049E

Ankit Dhelia
(Ankit Dhelia)
(Partner)
(Membership No. 069178)

Hiland Projects Limited

Suanto Dhandar
Authorized Signatory

ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT

The Annexure referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to the internal financial control under clause (i) of sub-section 3 of section 143 of the Act of M/s HILAND PROJECTS LIMITED for the year ended 31st March, 2018, we report that:

We have audited the internal financial controls over financial reporting HILAND PROJECTS LIMITED ("the Company") as of 31st March 2018 in conjunction with our 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 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 ('ICAI'). 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

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence 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.



Hiland Projects Limited

Suanta Senapati

Authorised Signatory

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, 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.



For Singhi & Co.
Chartered Accountants
Firm's Registration No. 302049E

Ankit Dhelia

(Ankit Dhelia)
(Partner)
(Membership No. 069178)

Place :Kolkata
Date: 13th day of August, 2018

Hiland Projects Limited

Suanto Senapati

Authorised Signatory

Hiland Projects Limited
CIN: U45400WB1983PLC036343
Balance Sheet as at 31st March, 2018

Particulars	Notes	As at 31st March 2018 (Rs.)	As at 31st March, 2017 (Rs.)
<u>EQUITY AND LIABILITIES</u>			
SHAREHOLDERS' FUND			
Share Capital	2.1	6,07,000	6,07,000
Reserves and Surplus	2.2	(2,56,90,933)	(2,50,34,801)
		(2,50,83,933)	(2,44,27,801)
NON-CURRENT LIABILITIES			
Long-Term Borrowings	2.3	-	1,18,253
Other Long-Term Liabilities	2.4	5,67,923	5,67,923
Long Term Provisions	2.5	3,13,000	2,57,000
		8,80,923	9,43,176
CURRENT LIABILITIES			
Short-Term Borrowings	2.6	15,12,33,000	9,90,00,000
Trade Payables	2.7	-	-
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		1,43,03,397	1,52,01,061
Other Current Liabilities	2.8	2,79,04,596	2,49,00,262
Short Term Provisions	2.5	7,469	1,63,996
		19,34,48,462	13,92,65,319
TOTAL		16,92,45,452	11,57,80,694
<u>ASSETS</u>			
NON-CURRENT ASSETS			
Fixed Assets			
Tangible Assets	2.9	24,76,751	14,49,594
Intangible assets	2.9	2,18,239	2,91,508
Capital Work In Progress	2.9	-	14,95,048
		26,94,990	32,36,150
Non-Current Investments	2.10	5,19,330	5,19,330
Long-Term Loans and Advances	2.11	85,19,185	75,23,661
		90,38,515	80,42,991
CURRENT ASSETS			
Trade Receivables	2.12	42,33,000	4,05,258
Inventories	2.13	13,92,72,319	8,90,90,083
Cash and Bank Balances	2.14	6,53,766	6,93,615
Short-Term Loans and Advances	2.11	1,28,10,774	1,40,27,900
Other Current Assets	2.15	5,42,088	2,84,697
		15,75,11,947	10,45,01,553
TOTAL		16,92,45,452	11,57,80,694

Summary of Significant Accounting Policies 1

The accompanying notes are an integral part of the financial statements

As per our Report annexed

For Singh & Co.
Chartered Accountants
Firm Registration No.302049E

Ankit Dhelia
ANKIT DHELIA
Partner
Membership No. 089178



Kolkata, the 13th Day of August, 2018

For and on behalf of the Board of Directors

[Signature]
Nandu K Belani
Director
DIN: 00180521

[Signature]
Sumit Dabirwala
Director
DIN: 00082118

Hiland Projects Limited

[Signature]
Authorised Signatory

Hiland Projects Limited

CIN: U45400WB1983PLC036343

Statement of Profit & Loss for the Period ended 31st March, 2018

Particulars	Notes	For the Period Ended 31st March, 2018 (Rs.)	For the Year Ended 31st March, 2017 (Rs.)
INCOME			
Revenue from Operations	2.16	95,16,000	95,16,000
Other Income	2.17	5,51,512	25,66,628
Total Revenue		1,00,67,512	1,20,82,628
EXPENSES			
Construction Expenses	2.18	4,61,00,236	5,15,05,066
(Increase)/ Decrease In Inventories of Finished Goods & Work-In-Progress	2.19	(4,61,00,236)	(5,15,05,066)
Employees Benefit Expenses	2.20	24,66,504	26,16,831
Finance Costs	2.21	34,67,170	37,71,153
Depreciation and Amortization Expenses	2.22	36,055	2,07,694
Other Expenses	2.23	47,53,915	36,03,577
Total Expenses		1,07,23,644	1,01,99,255
Profit / (Loss) before Taxation		(6,56,132)	18,83,373
Tax Expense:			
Income Tax for earlier years		-	(2,192)
Profit / (Loss) for the year		(6,56,132)	18,85,565
Basic and Diluted earning per share (Face Value of Rs.10/- each)	2.30	(10.81)	31.06
Summary of Significant Accounting Policies	1		

The accompanying notes are an integral part of the financial statements

As per our Report annexed

For Singhi & Co.
Chartered Accountants
Firm Registration No.302049E

Ankit Phelia

ANKIT DHELIA
Partner

Membership No. 089178

Kolkata, the 13th Day of August, 2018

For and on behalf of the Board of Directors

Nandu K Belani
Director
DIN: 00180521

Sumit Dabriwala
Director
DIN: 00082118

Hiland Projects Limited

Authorised Signatory

Hiland Projects Limited
CIN: U45400WB1983PLC036343
Cash Flow Statement for the year ended 31st March,2018

Particulars	For the Year Ended 31st March,2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
A: Cash Flow From Operating Activities		
Net Profit /(Loss) before tax	(6,56,132)	18,83,373
Adjustment for:		
Depreciation/Amortization	5,41,160	6,94,168
(Profit) / Loss on sale of Investments	-	-
Interest Expenses	1,55,71,208	1,08,12,460
Interest Income	(2,88,747)	(1,82,500)
Operating Profit / (Loss) Before Working Capital Changes	1,51,67,489	1,32,07,501
Adjustments for:		
(Increase) / Decrease In Trade Receivables	(38,27,742)	5,58,366
(Increase) / Decrease In Loans and Advances & Other Assets	(8,55,765)	(60,39,741)
(Increase) / Decrease In Inventories	(5,01,82,235)	(5,26,85,260)
Increase / (Decrease) In Trade Payables	(8,97,664)	57,40,184
Increase / (Decrease) In Other Liabilities & Provisions	42,06,395	1,70,25,412
Cash used in Operating Activities	(3,63,89,522)	(2,21,93,538)
Direct Taxes paid (Net)	(10,77,366)	(10,17,233)
Net Cash Flow used in Operating Activities [A]	(3,53,12,156)	(2,11,76,305)
B: Cash Flow From Investing Activities		
Purchase of Fixed Assets & Capital Work In Progress	-	(3,78,123)
Purchase of Intangible Assets	-	(28,665)
Interest Received	31,356	23,938
Investment In Bank Fixed Deposit	62,458	(4,458)
Sale of Investments	-	-
Net Cash Flow used in Investing Activities [B]	93,814	(3,87,308)
C: Cash Flow From Financing Activities		
Proceeds from Short Term Borrowings (Net)	5,22,33,000	3,31,00,000
(Repayment)/of Long-Term Borrowings	(1,62,616)	(1,46,466)
Interest Paid	(1,68,29,433)	(1,09,38,235)
Net Cash Flow from Financing activities [C]	3,52,40,951	2,20,15,299
Net Increase/ (decrease) in cash and cash equivalents [A+B+C]	22,609	4,51,686
Cash and cash equivalents-Opening Balance	6,31,157	1,79,471
Cash and cash equivalents-Closing Balance	6,53,766	6,31,157
Net increase in cash and cash equivalents	22,609	4,51,686
Components of cash and cash equivalents *		
Cash on hand	25,432	6,772
Balance with Banks:		
On Current Accounts	6,28,334	6,24,385
As Fixed deposit with bank		
Cash and Cash Equivalents (Refer Note No.2.14)	6,53,766	6,31,157

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard 3 (AS - 3) "Cash Flow Statement", as specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.

2. Previous year figures have been regrouped / rearranged wherever necessary.

As per our Report annexed

For Singhi & Co.
Chartered Accountants
Firm Registration No.302049E

Ankit Dhelia
ANKIT DHELIA
Partner
Membership No. 089178



For and on behalf of the Board of Directors

Nandu K Belani

Nandu K Belani
Director
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Sumit Dabirwala

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Director
DIN: 00082118

Kolkata, the 13th Day of August, 2018

Hiland Projects Limited

Swanta Sen
Swanta Sen
Authorized Signatory

1 Significant Accounting Policies

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards specified under section 133 of the Companies Act 2013, read with Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013, Issued by the Ministry of Corporate Affairs. The financial statements are prepared on accrual basis under the historical cost convention.

1.2 TANGIBLE FIXED ASSETS

Tangible Fixed Assets are stated at cost less accumulated depreciation/amortization. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

The carrying amount of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on external/internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and 'Value in use' of the assets. The estimated future cash flows considered for determining the value in use, are discounted to their present value at the weighted average cost of capital.

Depreciation on Tangible Fixed assets is being provided using the written down value method as per useful life prescribed under Schedule II to the Companies Act, 2013 ('the Act').

1.3 INTANGIBLE ASSETS

Intangible assets are stated at cost, net of accumulated amortization and impairment losses, if any. Cost comprises the purchase price inclusive of duties, taxes and incidental expenses

Intangible assets are amortized over a period of 5 years or useful life whichever is less.

1.4 REVENUE RECOGNITION

(a) Revenue from constructed properties is recognized on transfer of significant risk and reward of ownership and where the company retains no effective control of the real estate to a degree usually associated with the ownership.

(b) Revenue from development of real estate is recognised under the percentage completion method in accordance with relevant Guidance Notes on Recognition of Revenue by real estate developers issued by the Institute of Chartered Accountants of India (ICAI), applicable for the projects, where there is a binding contract with the buyer for the sale of constructed area / space, price risk therein has been transferred to the buyer and the buyer has a legal right to sell or transfer his interest in the property subject to the condition that do not materially affect his rights to benefits in the property. Such revenue is recognised subject to the actual costs incurred on the project under execution being 25% or more of the total estimated cost of the project.

The estimates of the projected revenue, profits, costs, cost to completion and the foreseeable profit/loss are reviewed periodically by the management and revenue is recognised based on revised estimates. However, when project cost is estimated to exceed the total revenues from the project, resultant loss is recognised immediately.

(c) Due to uncertainty in realization, interest receivable from customers on delayed payment of installment is accounted for on cash basis.

(d) Dividends are recorded when the right to receive payment is established by the reporting date.

(e) Interest income is recognized on time proportionate basis, after taking into account the amount outstanding and applicable rate of interest.

1.5 FOREIGN EXCHANGE TRANSACTIONS

Foreign exchange transactions are recorded in the books of the Company at the exchange rate prevailing on the date of the transactions. Year-end monetary assets and liabilities denominated in foreign currencies are translated at the year-end foreign exchange rates.



Hiland Projects Limited

A handwritten signature in blue ink, appearing to read 'Sumanth Kumar', written over a horizontal line.

Authorised Signatory

1.6 BORROWING COSTS

Borrowing costs relating to acquisition / construction of qualifying asset is capitalized until the time all substantial activities necessary to prepare the qualifying asset for its intended use is complete. A qualifying asset is one which necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

1.7 INVESTMENTS

Investments that are readily realizable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost and fair value is determined on individual basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline (other than temporary) in the value of investments. The impairment loss recognized in prior period is reversed if there is a change in the estimate of recoverable amount.

1.8 INVENTORY VALUATION

(a) Building material, Stores, Spares, etc. at Cost using FIFO Method

(b) Completed units (unsold) at lower of Cost or Net Realizable Value.

(c) Construction work in progress- at lower of Cost or Net Realizable Value. Cost is recognized by including direct expenses in totality and proportionate of indirect expenses.

(d) Land at Cost

1.9 EMPLOYEE BENEFITS

(a) Provident Fund

Contribution to Provident Fund as defined contribution scheme is made at the prescribed rates to the Provident Fund Commissioner and it is charged to the Statement of Profit & Loss. There are no other obligations other than the contribution payable.

(b) Gratuity

Gratuity, a defined benefit scheme is covered by a Gratuity Fund with the United Credit Belani Properties Limited Employees Group Gratuity Scheme. Annual contribution to the fund as determined is expensed in the year of contribution. The shortfall between the accumulated funds available and liability as determined on the basis of actuarial valuation is provided for as at the year end. The actuarial valuation is done as per Projected Unit Credit Method. Actuarial gains/losses are immediately taken to Statement of Profit and Loss and are not deferred.

(c) Leave Encashment

As per the current employment policy of the company, employees can carry forward accumulated leave balances up to 180 days. Liability in respect of compensated absences becoming due or expected to be availed more than one year after the Balance Sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using Projected Unit Credit Method.

1.10 TAXATION

Current Tax is determined on the amount of tax payable in respect of taxable income for the year (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961). The Deferred Tax charge or credit is recognised using the tax rate applicable as on balance sheet date. Where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets /liabilities are reviewed as at each balance sheet date based on developments during the year and available case laws, to reassess realisation/liabilities.

1.11 SEGMENT REPORTING

The Company is engaged in development of real estate projects and providing project management services in connection with developments of real estate projects in India. Based on its internal organisation and management structure, the Company operates in only one business segment, i.e. real estate development and in only one geographic segment, i.e. India. Accordingly there are no separate reportable segment under Accounting standard-17

1.12 PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A provision is made when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

Hiland Projects Limited



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Notes to Financial Statements for the period ended 31st March, 2018

2.1 : SHARE CAPITAL

		As at 31st March, 18 (Rs.)	As at 31st March, 2017 (Rs.)
Number(s)	Authorised		
2,50,000 (2,50,000)	Equity Shares of Rs.10/- each	25,00,000	25,00,000
	Issued		
60,700 (60,700)	Equity Shares of Rs.10/- each	6,07,000	6,07,000
	Subscribed and Paid-up		
60,700 (60,700)	Equity Shares of Rs.10/- each	6,07,000	6,07,000
		<u>6,07,000</u>	<u>6,07,000</u>

a) The Company has only one class of Issued share i.e. equity shares having a par value of Rs. 10 each. Each holder of equity share is entitled to one vote per share & equal rate of dividend. 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 to equity shareholders will be in proportion to the amount paid up or credited as paid up.

b) Reconciliation of the number of shares and amount outstanding Issued during the year and at the end of the year

	Numbers	As at 31st March, 2018 (Rs.)
Equity Shares		
Opening at the beginning of the year	60,700	6,07,000
Issued during the year	-	-
Outstanding at the end of the year	<u>60,700</u>	<u>6,07,000</u>

c) The Company does not have any holding company/ultimate holding company.

d) Details of shareholders holding more than 5% shares in the company:

Equity Shares of Rs. 10 each fully paid up	As at 31st March, 2018		As at 31st March, 2017	
	No of Shares	% Holding	No of Shares	% Holding
Mr. N.K.Belani	30,000	49.42	30,000	49.42
M/s. Edmond Finvest Private Limited	24,500	40.36	24,500	40.36

e) No shares have been bought back by the company during the period of 5 years preceding the date as at which the Balance Sheet is prepared.

f) No shares have been reserved for issue under options and contracts/ commitments for the sale of shares/disinvestment as at the Balance Sheet date.

g) No convertible securities have been issued by the Company during the year.

h) No calls are unpaid by any Director and Officer of the Company during the year.

2.2 : RESERVES AND SURPLUS

	As at 31st March, 18 (Rs.)	As at 31st March, 2017 (Rs.)
Surplus		
As per last Financial Statements	(2,50,34,801)	(2,69,20,366)
Add: Profit/(loss) for the year	(6,56,132)	18,85,565
Net Surplus/(Deficit)	<u>(2,56,90,933)</u>	<u>(2,50,34,801)</u>

2.3 : LONG-TERM BORROWINGS

	Non-Current Portion		Current Portion	
	As at 31st March, 18 (Rs.)	As at 31st March, 2017 (Rs.)	As at 31st March, 18 (Rs.)	As at 31st March, 2017 (Rs.)
Term Loans (Secured)				
Car Loan from Banks	-	1,18,253	1,18,253	1,62,617
Total Secured Borrowings	-	1,18,253	1,18,253	1,62,617
Amount disclosed under the head "Other Current Liability" (Note 2.7)	-	-	(1,18,253)	(1,62,617)
	-	<u>1,18,253</u>	-	-

Car Loans from Banks

i. Nature of Security

Car loan from Banks are secured by hypothecation of specific vehicles.

ii. Terms of Repayment

The total sanctioned loan of Rs.7,15,000/- from HDFC Bank Limited is repayable in 60 equated monthly instalments of Rs.15,370/- each (Inclusive of interest @ 10.51% p.a.) starting 7th December, 2013 and ending on 7th November, 2018.

Hiland Projects Limited

Authorised Signatory



2.4 : OTHER LONG TERM LIABILITIES

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
Security Deposits	5,67,923	5,67,923
	<u>5,67,923</u>	<u>5,67,923</u>

2.5 : PROVISIONS

	Long-term		Short-term	
	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
Provision for Employee Benefits Leave Encashment	3,13,000	2,57,000	11,000	10,000
Gratuity (Net of Gratuity Fund Rs. 4,89,531/- PY:Rs.3,29,004/-) (Refer Accompanying note : 2.27)			(3,531)	1,53,996
	<u>3,13,000</u>	<u>2,57,000</u>	<u>7,469</u>	<u>1,63,996</u>

2.6 : SHORT TERM BORROWINGS

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
Un-Secured Loans		
Loan from Bodies Corporate	15,12,33,000	9,90,00,000
	<u>15,12,33,000</u>	<u>9,90,00,000</u>

a) Loan from Body Corporate carries Interest ranging between 11% to 12 % p.a which is repayable on demand .

2.7: TRADE PAYABLES

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
For Goods & Services		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	1,43,03,397	1,52,01,061
	<u>1,43,03,397</u>	<u>1,52,01,061</u>

Based on the Information available with the Company, there were no dues during the year to entitles covered under Micro, Small and Medium Enterprises Development Act, 2006. As a result, no Interest provisions / payments have been made by the Company to such creditors, If any. The disclosure as required under the said Act is as under:

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
(i) Principal amount due to suppliers under MSMED Act and remaining unpaid	-	-
(ii) Interest due to suppliers on above	-	-
(iii) Any payment made to suppliers beyond appointed date (under Section 16 of the Act)	-	-
(iv) Interest due and payable to suppliers under MSMED Act	-	-
(v) Interest Accrued & remaining unpaid as at 31.03.2018	-	-
(vi) Interest remaining due & payable as per Section 23 of the Act	-	-

2.8 : OTHER CURRENT LIABILITIES

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
Current maturities of Long Term Debt (Note 2.3)		
Car Loan from Bank	1,18,253	1,62,617
	<u>1,18,253</u>	<u>1,62,617</u>
Interest accrued but not due on borrowings	54,78,537	67,36,761
Duties and Taxes Payable	6,64,898	10,13,341
Advance Received from Customer	2,11,63,436	1,67,48,712
Employees related liabilities	1,06,684	98,581
Others	3,72,788	1,40,250
	<u>2,77,86,343</u>	<u>2,47,37,645</u>
	<u>2,79,04,596</u>	<u>2,49,00,262</u>



Hiland Projects Limited

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Particulars	GROSS BLOCK				DEPRECIATION / AMORTISATION			NET		BLOCK
	Original Cost As At 01-04-2017	Additions During The period	Sales / Adjustments During The period	Original Cost As At 31-03-2018	Up To 01-04-2017	For The period	Sales / Adjustments During The period	Up To 31-03-2018	As At 31-03-2018	As At 31-03-2017
(a) TANGIBLE ASSETS										
Electrical Installations and Equipments	15,11,969	-	-	15,11,969	14,07,293	29,077	-	14,36,370	75,599	1,04,676
Furniture and fittings	66,62,055	-	-	66,62,055	60,17,458	96,215	-	61,13,673	5,48,382	6,44,597
Office Equipments	22,13,831	-	-	22,13,831	20,11,591	43,956	-	20,55,547	1,58,284	2,02,240
Computer & data processing units	50,85,880	-	-	50,85,880	48,47,608	74,523	-	49,22,131	1,63,749	2,38,272
Motor Vehicles	8,86,590	-	-	8,86,590	6,26,781	82,040	-	7,08,821	1,77,769	2,59,809
Site Office Building*	-	14,95,048	-	14,95,048	-	1,42,080	-	1,42,080	13,52,968	-
Total Tangible Assets (A)	1,63,60,325	14,95,048	-	1,78,55,373	1,49,10,731	4,67,891	-	1,53,78,622	24,76,751	14,49,594
(b) INTANGIBLE ASSETS										
Computer Software and website	42,84,379	-	-	42,84,379	39,92,871	73,269	-	40,66,140	2,18,239	2,91,508
Total In-tangible Assets (B)	42,84,379	-	-	42,84,379	39,92,871	73,269	-	40,66,140	2,18,239	2,91,508
(c) CAPITAL WORK IN PROGRESS										
Assets under development	14,95,048	-	-	14,95,048	-	-	-	-	-	-
Site Office Building*	-	-	14,95,048	-	-	-	-	-	-	-
Total Capital work in Progress (C)	14,95,048	-	14,95,048	-	-	-	-	-	-	-
Total Assets (A+B+C)	2,21,39,752	14,95,048	14,95,048	2,21,39,752	1,89,03,602	5,41,160	-	1,94,44,762	26,94,990	32,36,150
Previous Year	2,17,32,964	4,06,788	-	2,21,39,752	1,82,09,434	6,94,168	-	1,89,03,602	32,36,150	-

* During the year the depreciation has been claimed on the site office w.e.f 01-04-2017. The work related to site office has been fully completed and hence transferred to tangible assets from capital work in progress.

Hiland Projects Limited

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2.10: **NON CURRENT INVESTMENTS**

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
Investment In Equity Instruments - (Unquoted, At Cost)		
(a) Others		
NWT Mall Management Private Limited (1933 shares of Rs 10/- each fully paid up, P.Y 1,933 shares)	19,330	19,330
Bengal United Credit Belani Housing Limited (50,000 shares of Rs 10/- each fully paid up, P.Y 50,000 shares)	5,00,000	5,00,000
	<u>5,19,330</u>	<u>5,19,330</u>
Aggregate book value of Unquoted Investments	<u>5,19,330</u>	<u>5,19,330</u>

2.11 : **LOANS & ADVANCES**

	Long-term		Short-term	
	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
Unsecured, considered good				
Security Deposits [Refer Accompanying Note No. 2.24 & 2.25]	14,03,294	13,92,228	29,12,726	29,19,675
Earnest Money Deposit	50,00,000	50,00,000	-	-
Loan & Advances to Related Parties	-	-	-	-
(A)	<u>64,03,294</u>	<u>63,92,228</u>	<u>29,12,726</u>	<u>29,19,675</u>
Other Loans and Advances				
Advance Tax and TDS (Net of provision Rs. Nil/- PY Rs.15,000/-)	21,15,891	10,70,643	-	-
Loans to Body Corporate	-	-	2,70,000	76,80,000
Advance against supply of Goods and Services	-	-	22,38,622	19,92,496
Prepaid Expenses	-	60,790	96,256	1,00,112
Balance with Government Authorities	-	-	72,93,170	13,35,617
(B)	<u>21,15,891</u>	<u>11,31,433</u>	<u>98,98,048</u>	<u>1,11,08,225</u>
Total (A + B)	<u>85,19,185</u>	<u>75,23,661</u>	<u>1,28,10,774</u>	<u>1,40,27,900</u>

2.12 : **TRADE RECEIVABLES**

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
Unsecured, considered good		
Outstanding for a period exceeding six months	18,00,000	-
Other Receivables	24,33,000	4,05,258
	<u>42,33,000</u>	<u>4,05,258</u>



Hiland Projects Limited

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2.13 : INVENTORIES

(As valued and Certified by the Management, lower of cost or NRV)

Materials at Site
 Construction Work-in-Progress
[Refer Accompanying Note No. 2.25]

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
	52,62,194	11,80,194
	13,40,10,125	8,79,09,889
	13,92,72,319	8,90,90,083

2.14 : CASH AND BANK BALANCES

Cash and Cash Equivalents
 Balances With Banks :
 In Current Accounts
 Cash on hand
 Other Bank Balances
 Fixed Deposit with Banks #
 (With maturity for more than 3 months upto 12 months)

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
	6,28,334	6,24,385
	25,432	6,772
	-	62,458
	6,53,766	6,93,615

Includes deposit of Rs.NIII/- (PY: Rs. 58,000/-) lodged with Sales tax department against bank guarantee for way bill.

2.15 : OTHER CURRENT ASSETS

Income Tax Refundable
 Interest accrued on Fixed Deposits
 Interest accrued on Loan to Body Corporate

	As at 31st March,18 (Rs.)	As at 31st March,2017 (Rs.)
	1,24,845	1,24,845
	-	1,308
	4,17,243	1,58,544
	5,42,088	2,84,697



Hiland Projects Limited

Suanta Bhandari

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Hiland Projects Limited

Notes to Financial Statements for the period ended 31st March,2018

2.16 : REVENUE FROM OPERATIONS

Other Operating Revenues
Professional Management Fees

For the Year Ended 31st March 2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
95,16,000	95,16,000
95,16,000	95,16,000

2.17 : OTHER INCOME

Interest Income
On Banks Deposits
On Loans to Body Corporate

For the Year Ended 31st March 2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
1,304	6,340
2,87,443	1,76,160
(A) 2,88,747	1,82,500

Other Non Operating Income
Amendment & Cancellation Charges Received
Compensation on Cancellation of Project
Sundry Receipts

1,34,730	-
-	20,97,159
1,28,035	2,86,969
(B) 2,62,765	23,84,128
(A+B) 5,51,512	25,66,628

2.18 : CONSTRUCTION EXPENSES

Cost of Development Right
Enabling and Pre-Construction Expenses
Construction Expenses
Legal and Professional Expenses
Marketing and Promotion Expenses
Employee Benefits
Finance Cost
Travelling and Conveyances Expenses
Other Administrative expenses
Depreciation & Amortization Expenses

For the Year Ended 31st March 2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
7,11,621	28,45,735
34,28,434	1,22,56,420
1,67,11,518	1,32,90,463
38,16,462	12,84,864
50,81,152	1,03,12,408
24,36,296	23,22,267
1,21,04,038	70,41,307
1,73,557	1,50,306
11,32,053	15,14,822
5,05,105	4,86,474
4,61,00,236	5,15,05,066

2.19 : (INCREASE)/ DECREASE IN INVENTORIES OF FINISHED GOODS & WORK-IN-PROGRESS

Inventories at the beginning of the year
Construction Work-In-Progress

For the Year Ended 31st March 2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
8,79,09,889	3,64,04,823
8,79,09,889	3,64,04,823

Inventories at the end of the year
Construction Work-In-Progress

13,40,10,125	8,79,09,889
13,40,10,125	8,79,09,889
(4,61,00,236)	(5,15,05,066)



Hiland Projects Limited

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2.20 : EMPLOYEE BENEFITS EXPENSES

	For the Year Ended 31st March 2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
Salaries, Allowances, Leave etc.	46,11,985	45,02,812
Contribution to Provident and Other Funds	2,90,815	4,36,286
	<u>49,02,800</u>	<u>49,39,098</u>
Less: Transferred to Construction Expenses	(24,36,296)	(23,22,267)
	<u>24,66,504</u>	<u>26,16,831</u>

2.21 : FINANCE COSTS

	For the Year Ended 31st March 2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
Interest Expenses		
On Inter Corporate Loans	1,55,49,384	1,07,74,486
On Car Loan	21,824	37,974
	<u>1,55,71,208</u>	<u>1,08,12,460</u>
Less: Transferred to Construction Expenses	(1,21,04,038)	(70,41,307)
	<u>34,67,170</u>	<u>37,71,153</u>

2.22 : DEPRECIATION AND AMORTIZATION EXPENSES

	For the Year Ended 31st March 2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
Depreciation on Tangible Assets	4,67,891	6,19,330
Amortization of Intangible Assets	73,269	74,838
	<u>5,41,160</u>	<u>6,94,168</u>
Less: Transferred to Construction Expenses	(5,05,105)	(4,86,474)
	<u>36,055</u>	<u>2,07,694</u>

2.23 : OTHER EXPENSES

	For the Year Ended 31st March 2018 (Rs.)	For the Year Ended 31st March,2017 (Rs.)
SELLING & ADMINISTRATION:		
Maintenance Charges	10,27,656	10,31,508
Insurance Premium	3,41,571	2,22,563
Car Hire Charges	4,76,120	4,23,092
Rent paid	12,01,946	12,08,816
Rates and Taxes	7,71,788	11,19,227
Professional & Consultancy Fees	10,50,564	1,30,701
Sundry Balances Written Off	-	2,30,428
Auditor's Remuneration		
As Statutory Audit Fees:	75,000	75,000
In Other Capacity:	40,000	40,000
Miscellaneous Expenses	10,74,880	7,87,370
	<u>60,59,525</u>	<u>52,68,705</u>
Less: Transferred to Construction Expenses	(13,05,610)	(16,65,128)
	<u>47,53,915</u>	<u>36,03,577</u>



Hiland Projects Limited

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2.24 The Future Projects and status of the Company are as follows :

a) With Bengal Lamps Ltd (BLL) as the first co – venture for development of property owned by BLL at Prince Ghulam Hussain Shah Road, Kolkata, whereby the Company shall bear all the expenses for development with BLL being entitled to 25% of the net profits of the development project. The Company has further entered into a joint venture with Simplex Infrastructures Ltd (SIL) whereby the Company shall pass on to SIL 50% of costs of the development and both shall be entitled to the balance 75% net profits remaining after distribution of share of profits to BLL, in equal proportion.

The order dated 14th February 2006 by BIFR for granting development rights in respect of properties belonging to Bengal Lamps Ltd. was set aside by Appellate Authority for Industrial & Financial Reconstruction by an order dated 28th May 2007. By an interim order dated 10th July 2007, status quo as on date was directed to be maintained till 21st September, 2007. The said interim order has been extended from time to time and on 17th September, 2009, the operation of such interim order was extended till the disposal of the writ petition. The relevant issue was not taken up for hearing by the Learned Court.

b) At present the Company is having its ongoing project "Bonochhaya" at Shantiniketan of Birbhum District in West Bengal. As per agreement the revenue will be shared among the developer and land owner.

2.25 Details of Construction work in progress :

Particulars	As at 31st March, 2018 (Rs.)		
	Bengal Lamps	"Bonochhaya" Shantiniketan	Total
Opening Construction Work-In -Progress as on 1st April'17	38,63,974	8,40,45,915	8,79,09,889
Addition During period:			
Cost of Development Right	-	7,11,621	7,11,621
Enabling and Pre-Construction Expenses	-	34,28,434	34,28,434
Construction Expenses	-	1,67,11,518	1,67,11,518
Legal and Professional Expenses	-	38,16,462	38,16,462
Marketing and Promotion Expenses	-	50,81,152	50,81,152
Employee Benefits	-	24,36,296	24,36,296
Finance Cost	-	1,21,04,038	1,21,04,038
Travelling and Conveyances Expenses	-	1,73,557	1,73,557
Others Administrative expenses relating to project	-	11,32,053	11,32,053
Depreciation & Amortization Expenses	-	5,05,105	5,05,105
Total Construction during the period	-	4,61,00,236	4,61,00,236
Closing Construction Work-In -Progress as on 31st March. 2018	38,63,974	13,01,46,151	13,40,10,125

2.26 a) Defined Contribution Plans :

Contribution to Defined Contribution Plan is recognised as an expense for the year as under:

Particulars	Year Ended 31st March, 2018 (Rs.)	Year Ended 31st March, 2017 (Rs.)
Employer's Contribution to Provident Fund	2,74,726	2,71,815
Employer's Contribution to ESI	19,620	9,356
Total	2,94,346	2,81,171

b) Defined Benefits Plans

i) Gratuity

The employees' gratuity fund scheme managed by a Trust is a defined benefit plan. The present value of obligation is determined based on the actuarial valuation using Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

ii) Other Long Term Employee Benefits

Leave Encashment Benefits

The obligation for Leave Encashment is determined and recognised in the same manner as gratuity.



Hiland Projects Limited

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2.27 The following Table sets forth the particulars in respect of the Defined Benefit Plans of the Company for the year ended 31st March, 2018 (Amount in Rs.)

Description	Year Ended 31st March, 2018		Year Ended 31st March, 2017	
	Gratuity Fund	Leave Encashment	Gratuity Fund	Leave Encashment
	(Funded)	(Unfunded)	(Funded)	(Unfunded)
(a) Reconciliation of Opening and Closing balance of the present value of the Defined Benefit Obligation:				
Opening Present Value of Obligation	4,83,000	2,67,000	3,05,000	1,90,000
Current Service Cost	58,000	63,000	45,000	49,000
Interest Cost	36,000	18,000	24,000	13,000
past Service cost	24,000	-	-	-
Actuarial (Gain) / Loss	(1,15,000)	18,073	1,09,000	58,743
Acquisitions	-	-	-	-
Benefits Paid	-	(42,073)	-	(43,743)
Closing Present Value of Obligation	4,86,000	3,24,000	4,83,000	2,67,000
(b) Reconciliation of the Opening and Closing balances of the Fair Value of Plan Assets:				
Opening Fair Value of Plan Assets	3,29,004	-	1,72,119	-
Expected Return on Plan Assets	32,000	-	19,130	-
Acquisitions Adjustments	-	-	-	-
Actuarial Gain /(Loss)	(25,469)	-	3,755	-
Contributions	1,53,996	42,073	1,34,000	43,743
Benefits paid	-	(42,073)	-	(43,743)
Fund Transfer	-	-	-	-
Closing Fair Value of Plan Assets	4,89,531	-	3,29,004	-
(c) Reconciliation of the Present Value of the Defined Benefit obligation and the Fair Value of Plan Assets:				
Closing Present Value of Obligation	4,86,000	3,24,000	4,83,000	2,67,000
Closing Fair Value of Plan Assets	4,89,531	-	3,29,004	-
Asset/(Liability) recognised in the Balance Sheet	3,531	(3,24,000)	(1,53,996)	(2,67,000)

Description	Year Ended 31st March, 2018		Year Ended 31st March, 2017	
	Gratuity Fund	Leave Encashment	Gratuity Fund	Leave Encashment
	(Funded)	(Unfunded)	(Funded)	(Unfunded)
(d) Expense recognised in the Profit and Loss Account				
Current Service Cost	58,000	63,000	45,000	49,000
Interest Cost	36,000	18,000	24,000	13,000
Expected Return on Plan Assets	(32,000)	-	(19,130)	-
past Service cost	24,000	-	-	-
Actuarial (Gain) / Loss	(89,531)	18,073	1,05,245	58,743
Expense recognised in the Profit and Loss Account	(3,531)	99,073	1,55,115	1,20,743
The expenses for the above mentioned benefits have been disclosed under the Item 'Contribution to Provident and other funds'				
(e) Category of Plan Assets - (% Invested)				
GOI Securities, Government Guaranteed Bond & T-Bills	0.00%	NA	0.00%	NA
NCD, Floaters and CP	0.00%	NA	0.00%	NA
FD, CD and Current Assets	100.00%	NA	100.00%	NA
	100.00%	NA	100.00%	NA
(f) Expected Return on Plan Assets	6,531		22,885	
(g) Principal Actuarial Assumptions				
Discount Rate	7.80%	7.40%	7.40%	7.40%
Rate of Escalation in Salary	5.00%	5.00%	5.00%	5.00%
Expected Return on Asset	7.80%	NA	8.00%	NA
Method Used	Projected Unit Credit Method		Projected Unit Credit Method	

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuarial. The expected rate of return on plan assets is determined considering several applicable factors mainly, the composition of plan assets held, assessed risk, historical results of return on plan assets and the Company's policy for plan assets management.

Hiland Projects Limited

Suvarna Khandari
Authorised Signatory



Hiland Projects Limited

Notes to Financial Statements for the period ended 31st March,2018

2.28 Contingent Liabilities not provided for in respect of :

- (I) Claims against the company not acknowledged as debt of NIL
(II) Bank Guarantee outstanding of Rs. Nil/- (PY: Rs.58,000/-)

2.29 Related Party Disclosures as per Accounting Standard – 18 notified by the Companies (Accounting Standard)

(a) Related Parties:

- (1) Key Management Personnel: Mr. Nandu K Belani (Non- Executive Director)
Mr. Sumit Kumar Dabirwala (Non- Executive Director)
- (2) Enterprises over which Key Management Personnel exercises significant influence: M/s, Calcutta Metropolitan Group Limited
M/s, Bengal United Credit Belani Housing Limited
M/s, Riverbank Developers Private Limited
M/s, Edmond Finvest Private Limited

(b) Particulars of transactions during the year ended 31st March,2018:

Nature of Transactions	Enterprises over which Key Management Personnel exercises significant Influence (Rs.)
Professional Management Fees	95,16,000 (95,16,000)
Rent Income	80,784 (80,784)
Reimbursement of Expenses	4,80,006 (15,10,784)
Balance outstanding	
Receivable	42,33,000 (4,05,258)
Payable	28,058 (22,13,671)

Previous years figures are given in brackets.



Hiland Projects Limited

Sumanta Senapati

Authorised Signatory

Hiland Projects Limited
Notes to Financial Statements for the period ended 31st March,2018

2.30 Earning Per Share

	For the Year Ended 31st March,2018	For the Year Ended 31st March,2017
a) Basic		
(i) Weighted average number of Equity Shares of Rs.10/- each outstanding during the year (In No's)	60,700	60,700
(ii) Profit after Tax attributable to Equity Shareholders (Rs.)	(6,56,132)	18,85,565
(iii) Basic Earnings per share (In Rs.) [(ii)/(i)]	(10.81)	31.06
b) Diluted		
(i) Dilutive potential Equity shares	-	-
(ii) Basic Earnings per share (In Rs.) [a (ii)/ a (i)]	(10.81)	31.06

2.31 Expenditure In Foreign Currency

Particulars	For the year ended 31-Mar-2018 (Rs.)	For the year ended 31-Mar-2017 (Rs.)
Marketing & Sales Promotion	-	3,27,020

2.32 Deferred Tax

The Company is entitled to the following Deferred Tax Assets due to the under mentioned timing differences:

	For the Year Ended 31st March,2018 Rs.	For the Year Ended 31st March,2017 Rs.
On account of:		
a) Depreciation	9,87,787	11,60,545
b) Brought forward Business Loss / Unabsorbed Depreciation	36,47,730	39,48,297
c) Employee Benefits	83,322	1,15,995
d) Brought forward Capital Loss	25,578	27,105
Total	47,44,417	52,51,942

During the year the Company has assessed the status of Deferred Tax Assets (net) & has not recognised the same in absence of virtual certainty.

2.33 Previous year's figures have been regrouped / rearranged wherever necessary.

As per our Report annexed

For Singh & Co.
Chartered Accountants
FRN No. - 302049E



Ankit Dheelia

ANKIT DHEELIA
Partner
Membership No. 066178

Kolkata, the 13th Day of AUGUST, 2018

For and on behalf of the Board of Directors

Nandu K Belani
Nandu K Belani
Director
DIN: 00180521

Sumit Dabriwala
Sumit Dabriwala
Director
DIN: 00082118

Hiland Projects Limited

Suvarita Sen
Authorised Signatory