



# SANJAY SATPAL & ASSOCIATES

CHARTERED ACCOUNTANTS

## **INDEPENDENT AUDITORS REPORT OF M/S RANGOLI BUILDTech PRIVATE LIMITED FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2016**

To the Members of  
M/s Rangoli Buildtech Private Limited

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **M/s Rangoli Buildtech Private Limited ('the Company')** having registered office at **Flat No.-1105, 11<sup>th</sup> Floor, Akash Deep, Building, Barakhamba Lane, New Delhi-110001** which comprise the Balance Sheet as at March 31, 2016 and the Statement of Profit and Loss 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 and presentation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

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 thereunder.

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,



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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, 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 the operating effectiveness of such controls. 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 March 31, 2016 and its profit for the year ended on that date.

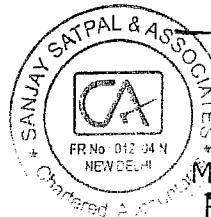
### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as 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 explanation given to us, we give in the "**Annexure-A**", a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, 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 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, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - d) In our opinion, the aforesaid financial statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the companies(Accounts) Rules, 2014;
  - e) In our opinion there are no observations or comments on the financial transactions, which may have an adverse effect on the functioning of the Company;



- f) On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164 (2) of the Act;
- g) We have also audited the internal financial controls over financial reporting (IFCoR) of the Company as at 31<sup>st</sup> March, 2016 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date under Clause (i) of Sub-section 3 of Section 143 of the Act and our separate report is as per "**Annexure B**"; and
- h) 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) The Company does not have any pending litigations which would impact its financial position;
- ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses; and
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**FOR SANJAY SATPAL & ASSOCIATES**  
(Chartered Accountants)



*Pradeep Jha*  
**Pradeep Jha**  
Partner  
Membership No. : 500992  
Firm Reg. No. : 012704N

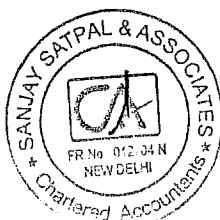
Place: New Delhi

Date: 02 SEP 2016

**ANNEXURE-A TO THE INDEPENDENT AUDITOR'S REPORT OF M/S RANGOLI BUILDTECH PRIVATE LIMITED [REFERRED TO IN PARAGRAPH 1 UNDER SECTION (REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS) OF OUR REPORT OF EVEN DATE]**

In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that: -

- (i) a) In our opinion the company has maintained proper records showing full particulars including quantitative details and situations of fixed assets.
- b) We have been informed that the company has carried out physical verification of the fixed assets at reasonable intervals and no material discrepancy has been noticed during such verification.
- c) The Company has not carried any immovable properties during the year as such in our opinion this clause relating to immovable properties is not applicable to the Company.
- (ii) As per the informations and explanations given to us, the company is engaged in the business of purchase/sale and development of land/property and accordingly costs directly attributable to the project until completion are accumulated as "project work in progress". As such, the company does not carry any physical inventories other than land/project work in progress at the year end which is physically verified by the management. In our opinion frequency of such verification is reasonable. No material discrepancies were noticed on such verification.
- (iii) As informed by the Board of Directors of the company it has not granted loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 as such clause no. 3(iii) of the order is presently not applicable to the company
- (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, investments, guarantee and security made during the year.
- (v) On the basis of our observation and information given by the Board of Directors the Company has not accepted any deposits from the public as such as such clause no. 3(v) of the order is presently not applicable to the company.

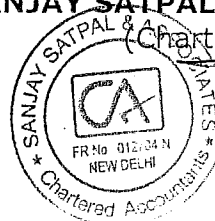


- (vi) In our opinion and according to the information and explanations given to us the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act in respect of the activities carried by the Company.
- (vii) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the period by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess as on 31<sup>st</sup> March 2016 which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- (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) Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) On the basis of our observation, the Company has not paid/provided for managerial remuneration during the year and as such paragraph 3(xi) of the Order is not applicable.
- (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) Based upon the audit procedures performed and according to the information and explanations given to us, All transactions with related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details 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. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- (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.

**For SANJAY SATPAL & ASSOCIATES**  
(Chartered Accountants)



**Pradeep Jha**  
**Partner**

Membership No.500992  
Firm Reg. No. 012704N

Dated:  
Place: New Delhi

**ANNEXURE-B TO THE INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2016 OF M/S RANGOLI BUILDTech PRIVATE LIMITED**

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

To the Members of  
**M/s Rangoli Buildtech Private Limited**

We have audited the internal financial controls over financial reporting of **M/s Rangoli Buildtech Private Limited** ("the Company") as of 31 March 2016 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.

**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 (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.

### **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.

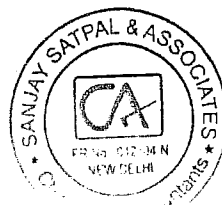
### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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 31 March 2016, 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 SANJAY SATPAL & ASSOCIATES**  
(Chartered Accountants)



*[Signature]*  
**Pradeep Jha**  
**Partner**  
Membership No.500992  
Firm Reg. No. 012704N

Dated: 02 SEP 2016  
Place: New Delhi



**Rangoli Buildtech Pvt. Ltd**  
**Balance Sheet as on 31st March, 2016**

		Amount in INR	
Particulars	Note No.	As at 31st Mar 2016	As at 31st Mar 2015
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	1	5,00,00,000	5,00,00,000
Reserves and surplus	2	(11,79,610)	(26,28,987)
<b>Non-current liabilities</b>			
Long- term borrowings	3	7,65,00,000	7,65,00,000
Other long term Liabilities	4	1,05,53,41,038	1,05,89,62,538
<b>Current liabilities</b>			
Trade payables	5	39,600	1,29,944
Other current liabilities	6	18,62,482	19,38,827
Short Term Provisions	7	6,20,000	-
<b>TOTAL</b>		<b>1,18,31,83,510</b>	<b>1,18,49,02,322</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets	8		
Tangible assets		1,60,115	1,87,224
Deferred tax assets ( Net )	9	1,30,174	1,49,522
Long-term loans and advances	10	5,67,36,447	5,81,51,317
Other non-current assets	11	1,72,92,637	1,72,79,837
<b>Current assets</b>			
Inventories	12	98,64,83,947	97,97,56,404
Cash and cash Equivalent	13	3,69,19,402	8,52,58,651
Short-term loans & advances	14	6,42,70,264	4,32,95,594
Other current assets	15	2,11,90,524	8,23,773
<b>TOTAL</b>		<b>1,18,31,83,510</b>	<b>1,18,49,02,322</b>
Significant Accounting Policies	21		

The accompanying notes are an integral part of the Financial Statement

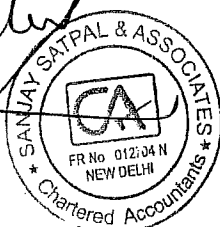
As per our audit report of even date

**Sanjay Satpal & Associates**

Chartered Accountants

Firm Registration no. 012704

Pradeep Jha  
(Partner)  
M.No. 500992



02 SEP 2016

Date-  
Place- New Delhi

For and on behalf of Directors

Vijay Pal Bhati  
(Director)  
DIN-00024454

Ram Meher Dahya  
(Director)  
DIN-06973497

**Rangoli Buildtech Pvt. Ltd**  
**Statement of Profit & Loss for the year ended 31st March, 2016**

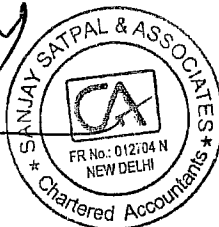
		Amount in INR	
	Note No.	For the year ended 31st March 2016	For the year ended 31st March 2015
<b>INCOMES</b>			
Revenue from operations & Other Income	16	36,52,466	2,63,864
<b>Total Revenue</b>		<b>36,52,466</b>	<b>2,63,864</b>
<b>EXPENSES</b>			
Changes in inventories of Work in Progress		(67,27,543)	(1,46,51,186)
Direct Site Expenses	17	67,27,543	1,46,51,186
Finance costs	18	21,060	365
Depreciation and amortization expense	8	27,109	43,422
Other expenses	19	15,15,572	15,46,379
<b>Total Expenses</b>		<b>15,63,741</b>	<b>15,90,166</b>
<b>Profit before tax</b>		<b>20,88,725</b>	<b>(13,26,302)</b>
Tax expense			
Current tax		6,20,000	
Deferred tax		19,348	(35,939)
Tax for earlier year			
<b>Profit after tax</b>		<b>14,49,377</b>	<b>(12,90,363)</b>
<b>Earning per share</b>	20		
Basic		0.29	(0.26)
Diluted		0.29	(0.26)
Significant Accounting Policies	21		

As per our audit report of even date

For and on behalf of Directors

**Sanjay Satpal & Associates**  
Chartered Accountants  
Firm Registration no. 012704N

Pradeep Jha  
(Partner)  
M.No. 500992



Date- 02 SEP 2016  
Place- New Delhi

*Vijay Pal Bhati*

Vijay Pal Bhati  
(Director)  
DIN-00024454

*Ram Meher Dahiya*

Ram Meher Dahiya  
(Director)  
DIN-06973497

**Rangoli Buildtech Pvt. Ltd**

Notes to the Financial Statements For The Year ended 31st March 2016

**NOTE -1****SHARE CAPITAL**

	31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
<b>Authorized Share Capital</b>		
50,00,000( Previous Year: 50,00,000) equity shares of Rs. 10/- each	5,00,00,000	5,00,00,000
<b>Issued, Subscribed &amp; Paid Up Capital</b>		
50,00,000 equity shares of Rs. 10/- each	5,00,00,000	5,00,00,000
<b>Total issued, subscribed and fully paid up share capital</b>	5,00,00,000	5,00,00,000

**i) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year**

	31st March 2016		31st March 2015	
	No. of shares	Share capital(Rs.)	No. of shares	Share capital(Rs.)
At the beginning of the year	50,00,000	5,00,00,000	50,00,000	5,00,00,000
Add: Issued during the year	-	-	-	-
Less: Buy back during the year	-	-	-	-
<b>Closing balance</b>	<b>50,00,000</b>	<b>5,00,00,000</b>	<b>50,00,000</b>	<b>5,00,00,000</b>

**ii) Terms/rights attached to equity shares**

The company has only one class of equity shares having a face value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

**iii) Details of each Shareholder holding more than 5 % shares in the company**

Name of Shareholder	31st March 2016		31st March 2015	
	No. of shares	% of holding	No. of shares	% of holding
Mr. Parveen Jolly	8,33,333	16.67%	8,33,333	16.67%
M/s Vision Jewellers Pvt. Ltd	16,66,667	33.33%	16,66,667	33.33%
M/s Gracious Projects Pvt. Ltd	25,00,000	50.00%	25,00,000	50.00%

As per records of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

**NOTE- 2**  
**RESERVES & SURPLUS****Surplus/deficit in the statement of profit & loss**

	31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
Balance as per last financial statement	-26,28,987	-11,60,318
Add: Profit/ (Loss) during the year	14,49,377	-12,90,363
Less: Depreciation for assets having Nil remaining life as on 01.04.2014	0	1,78,306
<b>Closing balance</b>	<b>-11,79,610</b>	<b>-26,28,987</b>

**NOTE- 3****LONG TERM BORROWINGS****In-secured Loans**

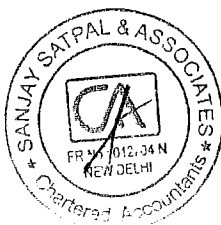
Loans and advances

	31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
Loans and advances	7,65,00,000	7,65,00,000
	<b>7,65,00,000</b>	<b>7,65,00,000</b>

**NOTE- 4****OTHER LONG TERM LIABILITIES**

Advance received from customers  
Security Deposit Received  
Earnest Money Received

	31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
Advance received from customers	1,05,47,62,488	1,05,83,83,988
Security Deposit Received	5,10,000	5,10,000
Earnest Money Received	68,550	68,550
	<b>1,05,53,41,038</b>	<b>1,05,89,62,538</b>



**NOTE- 5**  
**Short Term Provisions**  
Provision for Income Tax

31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
620,000	0
<b>620,000</b>	<b>0</b>

**NOTE- 6**  
**TRADE PAYABLES**  
Sundry Creditors

- Total outstanding dues of micro, medium and small enterprises
- Total outstanding dues other than of micro, medium and small enterprises

31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
-	-
39,600	129,944
<b>39,600</b>	<b>129,944</b>

**Micro, Small and Medium Enterprises**

The company has not received any information/ copy of registration certificate from its suppliers/Service Provider regarding their registration under MSMED Act 2006. Accordingly, there are no dues outstanding in respect of Micro, Small and Medium enterprises at the Balance Sheet date. The Auditors have relied upon the above information.

**NOTE- 7**  
**OTHER CURRENT LIABILITIES**

- Expenses & Statutory liabilities Payable
- Unclaimed Customer Interest-Court Order

31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
677,640	753,985
1,184,842	1,184,842
<b>1,862,482</b>	<b>1,938,827</b>

**NOTE- 9**  
**DEFERRED TAX ASSETS (NET)**

**Deferred Tax Liability**

Timing difference between tax depreciation and depreciation/amortization charged for financial reporting

**Gross deferred tax liability**

-	-
-	-

**Deferred Tax Assets**

Timing difference between tax depreciation and depreciation/amortization charged for financial reporting

**Gross deferred tax assets**

130,174	149,522
<b>130,174</b>	<b>149,522</b>

**Deferred Tax Assets (Net)**

<b>130,174</b>	<b>149,522</b>
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As per Accounting Standard - 22 on "Accounting for Taxes on Income" the Company has recognized Net Deferred tax assets of Rs. 1,30,174/- during the financial year 2015-16 arising out of the timing difference. The said determination has been done on prudence basis by the management.

**NOTE- 10**  
**LONG TERM LOANS & ADVANCES**

**Unsecured Considered Good**

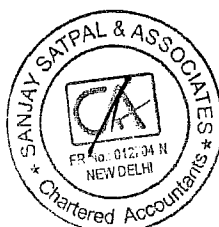
Advance Against Land

31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
56,736,447	58,151,317
<b>56,736,447</b>	<b>58,151,317</b>

**NOTE- 11**  
**Other Non-current Assets**

- Security Deposit
- Amount Recoverable in Cash or Kind

31st March 2016 (Amount in Rs.)	31st March 2015 (Amount in Rs.)
452,637	439,837
16,840,000	16,840,000
<b>17,292,637</b>	<b>17,279,837</b>



**Note-8 Fixed Assets**

**SCHEDULE OF FIXED**

Fixed Assets	Gross Block				Ba 3
	Balance as at 1st April 2015	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	
	Amount	Amount	Amount	Amount	
<b>(i) Tangible Assets</b>					
Air Conditioner	2,14,677	-	-	-	
Car	15,13,503	-	-	-	
Computers	4,23,416	-	-	-	
Furniture and Fixtures	5,46,184	-	-	-	
Inverter	13,400	-	-	-	
Refrigerator	8,400	-	-	-	
<b>Total</b>	<b>27,19,580</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Intangible Assets</b>					
Computer software	-	-	-	-	
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Capital Work In Progress</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Intangible assets under Development</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total</b>	<b>27,19,580</b>	<b>-</b>	<b>-</b>	<b>-</b>	



**NOTE- 12**  
**INVENTORIES**  
Valued at lower of cost or net realizable value

Project at Sonapat

31st March 2016  
(Amount in Rs.)

31st March 2015  
(Amount in Rs.)

98,64,83,947	97,97,56,404
<b>98,64,83,947</b>	<b>97,97,56,404</b>

**NOTE- 13**  
**Cash and Cash Equivalents**

Cash and Cash Equivalents

- Balances with banks
- Stamp Paper in hand
- Cash on hand
- Imprest Money

Bank deposits

Bank Deposits Pledged With DTCP

Interest Accrued on FDR Pledged With DTCP

Interest Accrued on FDR

**Total**

6,35,175  
1,41,640  
78,010

8,14,68,407.43  
1,41,640.00  
14,940.00

22,95,000  
3,13,09,000  
23,62,846  
97,731

35,05,000.00  
-  
-  
1,28,664.00

<b>3,69,19,402</b>	<b>8,52,58,651</b>
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**NOTE- 14**  
**Share Term Loan & Advances**  
Unsecured considered good

Balance with Government Authority

Registrar -NCDRC

Prepaid Expenses

**Total**

6,30,21,000  
12,49,264

4,20,44,000  
12,49,264  
2,330

<b>6,42,70,264</b>	<b>4,32,95,594</b>
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**NOTE- 15**  
**Other Current Assets**

TDS receivables

Income Tax Paid

Advance for Purchase of Investment

**Total**

10,70,524  
1,20,000  
2,00,00,000

7,03,773  
1,20,000

<b>2,11,90,524</b>	<b>8,23,773</b>
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**NOTE- 16**  
**REVENUE FROM OPERATION & OTHER INCOME**

Revenue from Operation

Other Income

Interest Income

36,52,466

2,63,864

<b>36,52,466</b>	<b>2,63,864</b>
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**NOTE- 17**  
**Finance Cost**

Bank Charges

Interest on Other

20,776  
284

365  
0

<b>21,060</b>	<b>365</b>
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**Note- 18**  
**Direct Site Expenses**

Land & Compensation cost

Interest Paid to Customers

Electricity Expenses

Advertisement

Legal & Professional Expenses

Bank Guarantee Charges

Salary

Security Expenses

Travelling & Conveyance Expenses

Office Maintenance

Generator Running & Maintenance

Repair & Maintenance

Telephone Expenses

Staff Welfare Expenses

Interest Received

15,14,870

1,02,10,303

3,74,260

60,282

10,800

8,05,592

3,16,610

16,86,000

14,54,255

26,250

37,031

1,07,214

1,89,873

6,741

1,54,144

-16,379

**67,27,543**

1,66,130

5,500

10,39,228

0

13,93,620

14,90,412

17,460

55,100

1,07,150

26,171

11,208

1,44,050

-15,146

**1,46,51,186**



**Note- 19****Administrative & Other Expenses**

Audit Fees	28,750	28,090
Books & Periodicals	2,075	5,759
Conveyance Charges	7,471	9,114
Fee & Taxes	7,854	22,032
Donation	25,000	0
Legal & Professional Expenses	30,000	
Gratuity Payment		238,599
Rent	726,880	672,756
Insurance Expenses	2,330	8,766
Office Maintenance Charges	127,620	200,210
Postage & Courier	1,149	3,508
Printing & Stationery	11,092	15,608
Repair & Maintenance	8,970	5,130
Travelling Expenses	437,043	290,748
Telephone Expenses	65,020	40,231
Miscellaneous Expenses	34,318	5,828
	<b>1,515,572</b>	<b>1,546,379</b>

**Note- 20****Earning per Share (EPS)**

Profit after tax ( before earlier year adjustment)	1,449,377	(1,274,050)
Weighted average nos equity shares	5,000,000	5,000,000
Basic and diluted earning per share	0.29	-0.25

**NOTE-21****INTRODUCTION**

Rangoli Buildtech Private Limited a company registered under Indian companies Act 1956, incorporated on 20th Sept,2004. The company is primarily engaged in the business of promotion, development and construction sale of real estate related activities.

**NOTE-22****METHOD OF ACCOUNTING**

The Financial Statements have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on accrual basis. These Financial Statements have been prepared to comply 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. The accounting policy have been consistently applied by the company, except as otherwise stated.

All assets and liabilities have been classified as current or non-current, wherever applicable as per the operating cycle of the Company as per the guidance as set out in the Schedule III to the Companies Act, 2013.

**Summary of Significant Accounting Policies****A. Change in Accounting Policy**

There is no change in Accounting Policy during the Current Financial Year.

**B. Use of Estimates**

The preparation of financial statements requires estimates or assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statement and the reported amount of revenues and expense during the reporting period. These estimates are based up on management knowledge or current event and actions, actual results could differ from those estimates and revisions, if any recognized in the current and future period.

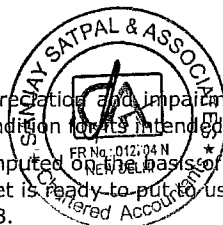
**C. Inventories**

Inventories comprise real estate project development Work In Progress. These are valued at cost or Net Realizable Value whichever is lower. Cost includes cost of land and/or cost of non refundable deposit paid under agreement, direct expenditure during project implementation period, borrowing costs and other indirect costs of the project directly attributable to the project.

**D. Fixed Assets and Depreciation**

Fixed assets are stated at historical cost less accumulated depreciation and impairment (if any). Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation on assets is provided on written down method, computed on the basis of useful life prescribed in Schedule II to the Companies Act, 2013, on a pro-rata basis from the date the asset is ready to put to use subject to adjustments arising out of transitional provisions of Schedule II to the Companies Act, 2013.



## E. Revenue Recognition

In terms of Accounting Standard 7 on "Construction Contracts" read with "Guidance Note on Recognition of Revenue by Real Estate Developers" issued by the Institute of Chartered Accountants of India, where revenue is recognized in relation to sold areas only on the basis of percentage completion method as and when the following conditions are met:

### on or before 31st March -2012

- i. The Buyer Agreement is signed.
- ii. The Buyer demonstrates adequate commitment to purchase the property.
- iii. The project has achieved at least 40% completion on the basis of actual Construction Cost incurred on the project under execution, as against total estimated cost of the project.

### From 1st April-2012

- i. The Buyer Agreement is signed.
- ii. The Buyer demonstrates adequate commitment to purchase the property.
- iii. The project has achieved at least 25% completion on the basis of actual Construction Cost (without Land) incurred on the project under execution, as against total estimated cost of the project without land.

The estimates of the project revenue, project profits, project cost, cost of completion and forcible loss are reviewed periodically by the management and any effect of changes is recognized during the period in which such changes are determined

## F. Cost of Sales

Cost of construction or development expenses incurred, including cost of land, are charged to the profit and loss account proportionate to the revenue recognized as per the accounting policy of revenue recognition mentioned above.

## G. Borrowing Cost

Borrowing Costs that are directly attributable to the acquisition of qualifying assets are considered as part of the cost of the assets. Other borrowing costs are treated as period cost and charged to the Profit and Loss account as and when they are incurred.

## H. Impairment of Assets

The Carrying amounts of Assets are reviewed at each Balance Sheet date and if there is any indication of impairment based on internal or external factors, an impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. After impairment, depreciation is provided on the revised carrying amount of the assets as per the depreciation policy.

## I. Investment

Investments which are readily realizable and intended to be held for not more than a period are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost or fair market value determined on an individual investment 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 values of investments.

## J. Taxes on Income

Income Tax is computed in accordance with **Accounting Standard 22 - "Accounting for Taxes on Income"** issued by Institute of Chartered Accountants of India.

Income Tax comprises the current tax provision and the net change in the deferred tax asset or liability during the period. Deferred tax assets and liabilities are recognized for the future tax consequences arising out of temporary differences between the carrying values of the assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates applicable on the Balance Sheet date. Deferred tax assets are recognized and carried forward to the extent that there is a reasonable / virtual certainty (as applicable) that sufficient future taxable income will be available against which such deferred tax asset can be realized. The effect on deferred tax assets and liabilities resulting from change in tax rates is recognized in the income statement in the period of enactment of the change.

## K. Provisions

Provision are recognized when the Company has a present obligation as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are not discounted to its present value and are determined based on best 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 best estimates.

## L. Contingent Liabilities

There is a Contingent Liability of Rs. 63,34,617/- on account of income tax demands for various assessment years which are pending before various income tax authorities.

## M. Foreign Currency Transaction

### Initial Recognition





Foreign Currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction.

#### Exchange Difference

Exchange difference arising on settlement of monetary items or on reporting company's monetary items at the date different from those at which they are initially recorded during the period, or reported in previous financial statement, are recognized as income or as expense in the period in which they arise.

#### N. Employee Benefits

##### Gratuity

The company has the policy to pay Gratuity as per the Payment of Gratuity Act 1972. The company accounts for the net present value of its obligations for Gratuity Benefits based on and independent external actuarial valuation determined on the basis of the projected unit credit method carried out annually. Actuarial gains and losses are immediately recognized in the Profit and Loss of the each financial period.

##### Leave Encashment

The company has a scheme for leave encashment for the employees, the liability for which is determined on the basis of actual payout for the period.

#### O. Earning per Share

Earning per Share is calculated by dividing net profit for the year attributable to equity share holders by weighted average numbers of equity share outstanding during the year.

#### P. Cash and Cash Equivalent

Cash and Cash equivalent in the cash flow statement comprises of cash in bank and cash in hand.

#### NOTE-23 SEGMENT REPORTING

The company is in the business of development, Sale, Advisory and other real estate development related activities. The same represent a single business segment and no separate segmentation or reporting is required as per the Accounting Standard - 17 "Segment Reporting".

#### NOTE-24 RELATED PARTY DISCLOSURE

##### a) Names of Related Parties and related party relationship

Key management personnel

Mr. R.M Dahiya- Director  
Mr. Vijay Pal Bhati- Additional Director  
Mrs. Suman Bhandari-Director

##### b) No transactions have been entered into with related parties during the year.

#### NOTE-25 LIABILITIES & ASSETS

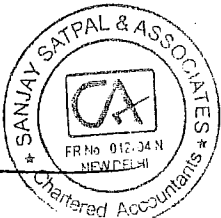
Balances under the head Sundry Creditors and Advances Recoverable in cash or in kind are subject to confirmation from the respective parties.

#### NOTE-26

The figures of the previous year have been regrouped/reclassified, where necessary, to confirm with the current year classification.

As per our report of even date attached  
For **SANJAY SATPAL & ASSOCIATES**  
Chartered Accountants

Pradeep Jha  
Partner  
Membership No.: 500992  
Firm Registration No.: 012704N



For and on behalf of the Board

Vijay Pal Bhati  
(Director)  
DIN-00024454

Ram Meher Dahiya  
(Director)  
DIN-06973497

Place : New Delhi  
Date : 02 SEP 2016