o/c

Ashvin K. Yagnik & Co.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF
H.K.INFRACON PRIVATE LIMITED.

Report on the Financial Statements

We have audited the accompanying financial statements of **H.K.INFRACON PRIVATE LIMITED** ("the company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, 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 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 disclosures in the financial statements. The procedures selected depend on our 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, we considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

ASHVIN K. YAGNIK & CO. Chartered Accountants MEHSANA

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Highway, Mehsana - 384 002.
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E-mail : ashvin_k_yagnik@rediffmail.com

Branches At : Mumbai, Ahmedabad & Visnagar

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;

a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;

b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and

c) In the case of the Cash Flow Statement, of the cash flows 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, 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 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 appears from our examination of those books.

   c) The Balance Sheet, the 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 statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e) On the basis of written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, 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

ASHVIN K. YAGNIK & CO.
Chartered Accountants
MEHSANA

g) With respect to the other matters included in the Auditor's Report and to our 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 derivatives contracts for which there were any material foreseeable losses]
iii. There was no amount which required to be transferred, to the Investor Education and Protection Fund by the Company.

for **ASHVIN K. YAGNIK AND CO.**
Chartered Accountants
FRN100710W

Place : Mehsana
Date : 05/09/2016

Arpan Ashvin Yagnik
(Partner)
M.NO. 124129

ANNEXURE – A TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of H.K NFRACORPN PRIVATE LIMITED for the year ended 31st March, 2016.

On the basis of the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

   (b) These fixed assets have been physically verified by the management at reasonable intervals there was no Material discrepancies were noticed on such verification.

   (c) Total Assets of company includes Immovable property also and the title deeds of immovable properties are held in the name of the company.

2. Physical verification of inventory has been conducted at reasonable intervals by the management and there is no material discrepancies were noticed

3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act. Thus sub clauses (a), (b) & (c) are not applicable to the company.

4. According to the information and explanations given to us and on the basis of our examination of the books of account, In respect of loans, investments, guarantees, and security all mandatory provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.

5. The company has not accepted any deposits.

6. Maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

7. (a) The company is regular in depositing undisputed statutory dues including provident fund, Employee's state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.

   (b) Dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have been deposited on time there is no dispute is pending on the part of company.

8. The company hasn't made any default in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.

9. The company doesn't raise any money by way of initial public offer or further public offer (including debt instruments).

10. Neither company has done any fraud nor by its officers or employees so nothing to be disclosed separately.

ASHVIN K. YAGNIK & CO. Chartered Accountants MEHSANA

11. Managerial remuneration has been paid or provided in accordance with the requisite approvals Mandated by the provisions of section 197 read with Schedule V to the Companies Act.

12. Company is not a Nidhi Company hence nothing to be disclosed for any provisions applicable on Nidhi Company.

13. All transactions with the 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 etc. as required by the applicable accounting standards;

14. The company hasn't made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

15. The company hasn't entered into any non-cash transactions with directors or persons connected with him.

16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

for **ASHVIN K. YAGNIK AND CO.**
Chartered Accountants
FRN100710W

ASHVIN K. YAGNIK & CO. Chartered Accountants MEHSANA

Arpan Ashvin Yagnik
(Partner)
M.NO. 124129

Place : Mehsana
Date : 05/09/016

ANNEXURE - B TO THE AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of **H.K.INFRACON 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.

ASHVIN K. YAGNIK & CO. Chartered Accountants MEHSANA

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 **ASHVIN K. YAGNIK AND CO.**
Chartered Accountants
FRN100710W

Arpan Ashvin Yagnik
(Partner)
M.NO.124129

Place : Mehsana
Date : 05/09/2016

H. K. INFRACON PVT. LTD

BALANCE SHEET AS AT 31ST MARCH, 2016

	Particulars	Note No.	31ST March 2016	31ST March 2015
I.	**EQUITY AND LIABILITIES**			
(1)	**Shareholders' funds**			
	(a) Share capital	1	7500000	2500000
	(b) Reserves and Surplus	2	2680025	1563624
	(c) Money received against share warrants		0	0
(2)	**Share application money pending allotment**		0	0
(3)	**Non-current liabilities**			
	(a) Long-term borrowings	3	0	0
	(b) Deferred tax liabilities (Net)	4	0	128034
	(c) Other Long term liabilities		0	0
	(d) Long-term provisions		0	0
(4)	**Current Liabilities**			
	(a) Short-term borrowings	5	53205552	45385435
	(b) Trade payables	6	12224053	3594765
	(c) Other current liabilities	7	17790695	6115000
	(d) Short-term provisions	8	1254637	738067
	TOTAL		**94654962**	**60024925**
II.	**ASSETS**			
	Non-current assets			
(1)	(a) Fixed assets	9	2646710	1442450
	(i) Tangible assets		0	0
	(ii) Intangible assets		0	0
	(iii) Capital work-in-progress		0	0
	(iv) Intangible assets under development		0	0
	(b) Non-current investments	10	2561025	1311025
	(c) Deferred tax assets (net)		182694	0
	(d) Long-term loans and advances	11	5792405	13127478
	(e) Other non-current assets		0	0
(2)	**Current assets**			
	(a) Current investments		0	0
	(b) Inventories	12	70519300	29200000
	(c) Trade receivables	13	6637309	1976394
	(d) Cash and cash equivalents	14	741230	120979
	(e) Short-term loans and advances	15	5574289	12846599
	(f) Other current assets		0	0
	TOTAL		**94654962**	**60024925**

See accompanying notes to the financial statements
In terms of our report attached.

For Ashvin K Yagnik & Co.
Chartered Accountants,
FRN 100710W

(Arpan.A.Yagnik)
Partner.
M.No.124129.
Place : Mehsana.
Date : 05/09/2016

ASHVIN K. YAGNIK & CO. Chartered Accountants MEHSANA

For, H.K.INFRACON PVT. LTD.

DIRECTOR.

DIRECTOR.

H. K. INFRACON PVT. LTD

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2016

	Particulars	Note No.	31ST March 201	31ST March 201
I.	Revenue from operations	16	19751671	9225000
II.	Other income	17	96758	57424
III.	**Total Revenue (I+II)**		**19848429**	**9282424**
IV.	Expenses :			
	Cost of materials consumed	18	18987827	7804949
	Changes in inventories of finished goods work-in-progress and stock-in-trade	19	-41319300	-12010000
	Employee benefits expense	20	590010	620765
	Finance costs	21	6369425	3493129
	Depreciation and amortization expense	22	654240	507919
	Other expenses	23	33270554	7737911
	Total expenses		**18552756**	**8154673**
V.	Profit before exceptional and extraordinary items and tax (III-IV)		1295673	1127751
VI.	Exceptional Items		0	0
VII.	Profit before extraordinary items and tax (V - VI)		1295673	1127751
VIII.	Extraordinary Items		0	0
IX.	Profit before tax (VII-VIII)		1295673	1127751
X.	Tax expense :			
	Less : (1) Current tax	24	490000	250000
	Less :(2) Deferred tax (Liability)		310728	68034
XI.	Profit (Loss) for the period from continuing operations (IX-X)		1116401	809717
XII.	Profit/(Loss) from discontinuing operations		0	0
XIII.	Tax expense of discontinuing operations		0	0
XIV.	Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)			0
XV.	Profit (Loss) for the period (XI + XIV)		1116401	809717
XVI.	Earnings per equity share :			
	(1) Basic		1.49	3.24
	(2) Diluted		1.49	3.24

See accompanying notes to the financial statements
In terms of our report attached.

For Ashvin K Yagnik & Co.
Chartered Accountants,
FRN 100710W

(Arpan.A.Yagnik)
Partner.
M.No.124129.
Place : Mehsana.
Date : 05/09/2016

ASHVIN K. YAGNIK & CO. Chartered Accountants MEHSANA

For, H.K.INFRACON PVT. LTD.

DIRECTOR.

DIRECTOR.

H. K. INFRACON PVT. LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2016

		31 st March 2016		31 st March 2015
NOTE : 1 : SHARE CAPITAL				
Authorised Share Capital				
7,50,000 Equity Shares of Rs. 10/- each		7500000		2500000
		7500000		**2500000**
Issued				
7,50,000 Equity Shares of Rs. 10/- each		7500000		2500000
		7500000		**2500000**
Subscribed				
7,50,000 Equity Shares of Rs. 10/- each		7500000		2500000
		7500000		**2500000**
Paidup				
7,50,000 Equity Shares of Rs. 10/- each		7500000		2500000
		7500000		**2500000**
Holding More Than 5 %				

Name	3/31/2016	% Held	3/31/2015	% Held
Amitkumar Patel	272500.00	36.33%	72500.00	29.00%
Hiteshkumar Patel	272500.00	36.33%	72500.00	29.00%
Kantilal Patel	72500.00	10.00%	72500.00	29.00%
Kaushikbhai Patel	0.00	0.00%	25000.00	10.00%
Nitaben H Patel	52500.00	7.00%	0.00	0.00%
Poonamben A Patel	52500.00	7.00%	0.00	0.00%

Note2.1: the company has issued 500000 of eqity shares of Rs.10 each

Reconcilliation of the number of Equity shares outstanding is set out below.

		No.of.share		
Equity share at the beginning of the year		250000		
Add: issued during the year		500000		
Equity share at the end of ther year		**750000**		
		+		
NOTE : 2 : RESERVE & SURPLUS				
Amount Transferred from Statement of P & L	1563624		753907	
Add: Transfer	0		0	
Add: Current year Profit	1116401		809717	
Total Rs.		**2680025**		**1563624**
NOTE : 3 : LONG TERM BORROWINGS				
Total Rs.		**0**		**0**
NOTE : 4 : DEFERRED TAX Liabilities				
Diffrence of WDV		-182694		60000
Total Rs.		**-182694**		**60000**

Deferred tax is recognised on timing difference being the difference between taxabal income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. The Component of deferred tax assets as at 31st March, 2016 arising out of timing differences are as under :

Deferred Tax Assets		**As on 3/31/2016**	**Current Year**	**As on 3/31/2015**
Difference between carrying amount of fixed assets in the financial statement and the income tax computation deferred Tax Assets				
NOTE : 5 : SHORT TERM BORROWINGS				
(a) Loans repayable on demand				
From Banks :				
Secured				
The Co.Op Bank of Mehsana	340157		789584	
The mehsana Urban Co-Op. Bank Ltd-888	0		37306611	
S.B.I. car Loan	1443525		0	
The mehsana Urban Co-Op. Bank Ltd0005	8693978		0	
The Mehsana Urban co Bank A/c 22	40946370		0	
		51424030		**38096195.00**
(b) Loans & advances from related parties				
Unsecured				
Amitkumar Kantilal Patel	289331		168571	
Hiteshkumar Kantilal Patel	1492191		7120669	
		1781522		**7289240.00**
Total Rs.		**53205552**		**45385435.00**

Chartered Accountants MEHSANA

		31 st March 2016		31 st March 2015
NOTE : 6 : TRADE PAYABLES				
Trade Creditors		12224053		3594765
Total Rs.		12224053		3594765
NOTE : 7 : OTHER CURENT LIABILITIES				
Current Maturities on long term debt				
Other Payable				
Income Tax TDS				
Other Current Liabilities	82452.00		15000.00	
Somabhai patel & Associates				
Advance Booking	0.00		0.00	
Advance Booking Comm	12075000.00		1000000.00	
AV-2	4857000.00		3900000.00	
Unpaid Service Tax	700000.00		1200000.00	
Total Rs.	76243.00	17790695.00	0.00	6115000.00
NOTE : 8 : SHORT TERM PROVISIONS				
(a) Provision for				
Income tax				
VAT	1205000		715000	
Audit & Consulting Fees	49637		23067	
Total Rs.	0	1254637	0	738067
NOTE : 10 : Current Investment				
Investments in Government bank	2500000		1250000	
Investment in Equity Instruments	51025		51025	
Investments in Government or trust securities	10000		10000	
Total Rs.		2561025		61025
NOTE : 11 : Loans & Advance				
Dhermendrakumar B Patel	2043572		2557945	
Naynaben G Patel	0		460430	
Ravikumar n patel	944657		818542	
Poonamben R Patel	0		972019	
Dhirajbhai P Patel	1255574		0	
Sahkar Gun House	603945		0	
Sahkar Engineers Works	0		7500000	
Yogeshbhai H Patel	944657		818542	
Total Rs.		5792405		13127478
NOTE : 12 : INVENTORIES				
Stock in Trades		70519300		29200000
Total Rs.		70519300		29200000
The value of inventories is as certified by the management of company				
NOTE : 13 : TRADE RECEIVABLES				
Sundry Debtors				
(Unsecured considered good,less than six months)		6637309		1976394
Total Rs.		6637309		1976394
NOTE : 14 : CASH & CASH EQUIVALENTS				
Cash on hand	444553			
Cash on hand Govt .Diviion	45750		67076	
Bank Balances				
IDBI Bank Ltd	116934		3260	
State bank of india	110590		8780	
The Mehsana Urban Co.Op Bank Ltd-864	23403		41863	
Total Rs.		741230		120979
Note : 15 : OTHER CURRENT ASSETS				
Advance land Purchase	0		11712500	
Advance Tax	512370		512370	
Advance tax & TDS 2014-15	294080		96900	
Advance Tax & Tds 2015-16	634875			
Nagarpalika Mehsana	218360		218360	
Service Tax Receivable	966878		306469	
T.D.S. Govt Division	40613			
Satyam Construction co B.G. Deposit	475409			
Satyam Construction co R.M. Deposit	54000			
Satyam Construction co S.D	2377704			
Total Rs.		5574289		12846599
NOTE : 16 : REVENUE FROM OPERATIONS				
Sale of Products				
Other Goods				
Extra Work Income				
Finish Goods Income	17878360		0	
Kherancha work (Govt .Division)	1873311		9225000	
Total Rs.		19751671		9225000
NOTE : 17 : OTHER INCOME				
Kasar	9029		1174	
Dividend	56250		56250	
Kasar (Govt .Division)	20			
Interest income	31459			
Total Rs.		96758		57424
NOTE : 18 : COST OF MATERIALS CONSUMED				
Raw material Purchase		16721205		7804949
Purchas (Govt .division)		2266622		0
Total Rs.		18987827		7804949

ASHVIN K. YAGNIK & CO.
Chartered Accountants
MEHSANA

		31 st March 2016		31 st March 2015
NOTE : 19 : Change in Inventories & Finished Goods WIP and Stock in Trade				
Opening Stock	29200000		17190000	
Less : Closing Stock	69250000		29200000	
Less : Closing Stock (Govt.division)	1269300			
Total Rs.		-41319300		-12010000
NOTE : 20 : EMPLOYEE BENEFIT EXP.				
Salary Exp For Site	410410		546465	
Salary Exp	89600		74300	
Salary Exp (Govt.division)	90000		0	
Total Rs.		590010		620765
NOTE : 21 : FINANCE COSTS				
Interst Exp.				
Bank Charges	6718		4527	
Interest A/c	444816		1113600	
LOAN PRO.CHARGES	183050		0	
Interest of Bank	5648590		2375002	
Bank charges (Govt .division)	86251			
Total Rs.		6369425		3493129
NOTE : 22 : Depriciation and Amortisation Exp.				
Depriciation Tangible Assets				
Depriciation A/c		0		507919
Total Rs.		0		507919
NOTE : 23 : OTHER EXPENSES				
Manufacturing Service Costs Exp				
Power & Fuel	10298		56015	
Repairs Maintenance Charges of other Assets	12160		4578	
Insurance	69071		69170	
Cost of Taxes and Others Levies By Government	0		0	
Administrative and General Exp.				
Telephone Postage	77301		28882	
Rent Rates and taxes	240000		240000	
Audit Fees	10000		0	
Tax Consultancy Fees	0		0	
Other Consaltancy Fees	0		26000	
Electricity Exp	165978		111780	
Legal and Professional Charges	13588		0	
Donation Subscriptions	18200		50500	
Registration and Filling Fees	196909		12600	
Other Administrative & General Exp	72271		45403	
Contract Cost	31605333		6707383	
Contract cost (Govt.division)	632027			
Advertisement Exp	10000		0	
Income Tax	0		286870	
stationery Exp	18908		9235	
Vat	107270		89495	
Vat (Govt.division)	11240			
Total Rs.		33270554		7737911
NOTE : 24 : TAX EXPENSES				
Current Tax		490000		250000
Deferred Tax		310728		-68034
Total Rs.		800728		181966
NOTE : 25 : Earning per Equity Share				
Earning Per Equity Share				
Basic				
Basic EPS Before Extra Ordinary Item		1.49		3.24
Number of Shares used in Computing EPS				
Basic		750000		250000

FOR ASHVIN K. YAGNIK & CO.
CHARTERED ACCOUNTANTS
FRN 100710W

(ARPAN . A. YAGNIK)
PARTNER
M.NO.124129.
Place : Mehsana.
Date : 05/09/2016

ASHVIN K. YAGNIK & CO. Chartered Accountants MEHSANA

FOR H.K.INFRACON PVT. LTD.

DIRECTOR

DIRECTOR

H.K.INFRACON PVT LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2016

NOTE NO. 1 SIGNIFICANT ACCOUNTING POLICIES

i) Basis of preparation of Financial Statements

These financial statements have been prepared to comply with the Generally accepted Accounting Principles in India, including the Accounting Standards notified under the relevant provisions of the companies Act, 2013.

ii) Revenue Recognition

The company follows the accural method of accounting for its income. The company is in construction line and recognises the income on certainty of receipt and based on handing over of possession & receipt of sale consideration.

iii) Fixed Assets & Depreciation

Depreciation on fixed assets have been provided on WDV Method as per the rate specified under schedule XIV of the Companies Act, 2013

Depreciation

Depreciation on fixed assets is provided to the extent of depreciable amount on written down value(WDV) method. Depreciation is provided on useful life of assets as prescibed in Schedule II of the Companies Act, 2013. The Company has revised its policy of providing depreciation on fixed assets effective from 1st April, 2014. The carrying amount as on 1st April, 2014 is depreciated over the revised remaining useful life.

iv) Valuation of Inventories

Inventories are valued at lower of cost or net realisable value. The valuation is made as per the FIFO method & it is certified by the Managemnet

The preparation of financial statement requires the management of company to make estimates and assumption that affects the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the financial statement and reported income and expense Example of such estmates includes provision of income tax,useful lives of assets etc.

vi) Earning Per Share

The earning considered in ascertaining the company's EPS comprise the profit available for shareholders i.e profit after tax and statutory/regulatory appropriations. The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year as per the guidelines of AS-20

vii) Provision for current tax

a) Provision for Current Tax is made in the books of accounts after taking into consideration benefits admissible under provisions of the Income tax act , 1961.

FOR ASHVIN K. YAGNIK & CO. **CHARTERED ACCOUNTANTS** **FRN 100710W**	**For H.K Infracon Pvt Ltd**
(ARPAN . A. YAGNIK) **PARTNER** **M.NO.124129**	**DIRECTOR**
MEHSANA **Date : 05/09/2016**	**DIRECTOR**

h) Taxes on Income

The provision for current taxation is computed in accordance with the relevant tax regulations. Deferred tax is recognized on timing differences between the accounting and taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as at the Balance Sheet date. Deferred tax assets in respect of unabsorbed depreciation and carry forward losses under tax laws are recognized and carried forward to the extent there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised in future. Other deferred tax assets are recognized only to the extent there is a reasonable certainty of realisation in future. Such assets are reviewed at each Balance Sheet date to reassess realisation.

i) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equityshareholders by the weighted average numbers of equity shares outstanding during the period.

j) Provision and contingent liabilities

A provision is recognized when the Company has a present obligation as a result of past events 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 not discounted to its present value and 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. Provisions are recognized in the financial statements in respect of present probable obligations, for amounts which can be reliably estimated. Contingent Liabilities are disclosed in respect of possible obligations that arise from past events, whose existence would be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company.

k) Segmental Information

The primary reporting of the Company has been performed on the basis of business segments. The Company has only one business segment, which is Construction of Roads. Accordingly, the amounts appearing in these financial statements relate of this primary business segment. Further, the Company generates its income mainly in India and, accordingly, no disclosure are required under secondary segment reporting.

l) Transaction with related Parties

The disclosure of transactions with related parties as described in AS-18 issued by Institute of Chartered Accountants of India are given below :

Name	**Relation Ship**	**Nature of Transaction**	**Amount(Rs.)**
Nitaben H Pat	Relative	Rent	120000
Poonamben A Patel	Relative	Rent	120000
Amitkumar K Patel	Director	Interest	78622
Hiteshkumar K Patel	Director	Interest	367247

ASHVIN K. YAGNIK & CO.
Chartered Accountants
MEHSANA

m) Managerial Remuneration

	Amt. (₹) Year Ended 31.03.2016	Amt. (₹) Year Ended 31.03.2015
Director Remuneration	0	0
	0	0

n) Remuneration to Auditors

	Amt. (₹) Year Ended 31.03.2016	Amt. (₹) Year Ended 31.03.2015
Audit Fees	10000	0
Other Matters	0	0
	10000	**0**

o) Imports & Transactions in Foreign Currency

CIF value of imported material stores etc. is Rs. NIL
Expenditure in Foreign currency Rs. NIL
Earning in Foreign Exchange Rs. NIL

p) The figures of previous years have been rearranged or regrouped wherever required with a view to provide better presentation of Financial Statements.

FOR ASHVIN K. YAGNIK & CO.
CHARTERED ACCOUNTANTS
FRN 100710W

(ARPAN . A. YAGNIK)
PARTNER
M.NO.124129
MEHSANA
Date : 05/09/2016

For H.K. Infracon Pvt Ltd

DIRECTOR

DIRECTOR