

MEGHREJI BUILDCON PRIVATE LIMITED

2&3, CHINAR PARK
SARKHEJ ,AHMEDABAD - 380055
Phone : 9099577788

P A N

AAICM8187F

STATUS

Company

INDEPENDENT AUDIT REPORT

FINANCIAL YEAR

2019-2020

ASSESSMENT YEAR

2020-2021



AUDITORS

HIREN K SHAH AND CO

Chartered Accountants

803, Rembrandt Building, Opp. Associate Petrol Pump

C.G.Road, AHMEDABAD - 380009

Phone : 26406646,40097525 (M) 9824034865



INDEPENDENT AUDITOR'S REPORT

TO
THE MEMBERS OF MEGHREJI BUILDCON PRIVATE LIMITED

Report on the Financial Statements,

We have audited the accompanying financial statements of MEGHREJI BUILDCON PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss, and the Cash Flow Statement for the year then ended, and a summary of the 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 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, 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 31st March, 2020, and its profit & loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

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) There is nothing to disclose which is having adverse effect on the functioning of the company.
- f) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.

Date: 11-09-2020
Place: Ahmedabad

For, Hiren K Shah & CO
(Chartered Accountants)





(Hiren K Shah)
Proprietor
M No. 102820
FRN 117188W
UDIN: 20102820AAAAV4384

MEGHREJI BUILDCON PRIVATE LIMITED
ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members **MEGHREJI BUILDCON PRIVATE LIMITED** of for the year ended on March 31st, 2020

1 FIXED ASSETS:

- (a) The company has maintained generally proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the Management has physically verified the Company's fixed assets during the year and no material discrepancies were noticed on such verification.
- (c) Yes, the title deeds of immovable properties are held in the name of the company.

2 INVENTORY:

- (a) The inventory has been physically verified by the Management during the year. The frequency of such verification is reasonable.
- (b) In our opinion, the procedures of physical verification of stocks followed by the Management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The discrepancies noticed on such physically verification of stock as compared to books records was not material and the same have been properly dealt with in the books of accounts.

3 LOAN GIVEN BY COMPANY:

- (a) According to the information and explanations given to us, the company has taken loans and advances from parties listed in the registers maintained under section 189(Related Parties) but, has not granted any loans, secured and unsecured to companies, firms or other parties covered under register maintained u/s 189 of company Act- 2013.
- (b) In our opinion, the rate of interest and other terms and conditions on which loans have been taken from parties listed in the registers maintained under Section 189 are not, prima facie prejudicial to the company.
- (c) The loans granted are repayable on demand. As information acquired from company, there is no demand of such repayment of loan during the year. Thus there has been no default on the part of repayment of loan.
- (d) There is no overdue amount of loans taken from the other parties listed in the register maintained under Section of 189 of the Companies Act, 2013.



4 **LOAN TO DIRECTOR AND INVESTMENT BY THE COMPANY:**

In our opinion and according to the information and explanation given to us, the company is complied with provisions of section 185 and 186 of the Company Act, 2013.

5 **DEPOSITS:**

The company has not accepted deposit from public coming under the purview of clause (31) of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rule, 1975.

6 **COST RECORDS:**

-N.A.-

7 **STATUTORY DUES:**

According to the records of the Company, the company is regular in depositing with appropriate authorities statutory dues. There are no undisputed statutory dues as on the last day of the financial year which are outstanding for more than six months from the date they become payable.

8 **REPAYMENT OF LOAN:**

The company has not defaulted in repayment of dues to financial institutions, banking institutions, government or due to debenture holders.

9 **UTILISATION OF IPO AND FPO:**

The company has not raised any money by public issue during the year.

10 **REPORTING OF FRAUD:**

According to the information and explanation give to us, no fraud on or by the company has been noticed or reported during the course of our audit.

11 **APPROVAL OF MANEGARIAL REMUNERATION:**

According to the information and explanation given to us, managerial remuneration has been provided in accordance with section 197 read with schedule V to the Company Act, 2013.

12 **NIDHI COMPANY:**

-NA-

13 **RELATED PARTY TRANSACTION:**

According to information and explanation given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Company Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.



14 **PRIVATE PLACEMENT OF PREFERENTIAL ISSUES:**

According to the information and explanation given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 189 of the Act and No debentures have been issued during the year.

15 **NON CASH TRANSACTION:**

According to information and explanation given to us, the company is not entered into any cash transactions with directors or persons connected with him.

16 **REGISTER UNDER RBI ACT,1934:**

According to information and explanation given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Date: 11-09-2020
Place: Ahmedabad

For, Hiren K Shah & CO
(Chartered Accountants)



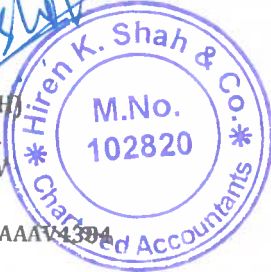

(Hiren K Shah)
Proprietor
M No. 102820
FRN 117188W
UDIN: 20102820AAAAAV4384

MEGHREJI BUILDCON PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2020

PARTICULARS	NOTE	31.03.2020	31.03.2019
<u>I. EQUITY AND LIABILITIES:</u>			
1. Shareholder's Funds:			
(a) Share Capital	1	49,100,000	49,100,000
(b) Reserves And Surplus	2	11,386,511	10,465,564
(c) Money Received Against Share Warrants		-	-
2. Share Application Money Pending Allotment		-	-
3. Non-Current Liabilities			
(a) Long-Term Borrowings	3	57,729,490	68,100,000
(b) Deferred Tax Liabilities (net)		-	7,167
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
(4) Current Liabilities			
(a) Short-Term Borrowings		-	-
(b) Trade Payables	4	7,012,527	162,262
(c) Other Current Liabilities	5	53,560,000	4,770,331
(d) Short Term Provisions	6	397,311	2,007,564
TOTAL		179,185,839	134,612,888
<u>II. ASSETS</u>			
1. Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	7	850,445	371,849
(ii) Intangible Assets		-	-
(iii) Capital WIP		-	-
(iv) Tangible Assets Under Development		-	-
(b) Non-Current Investments		-	-
(c) Deferred Tax Assets (net)		14,804	-
(d) Long Term Loans And Advances		-	-
(e) Other non-current assets		-	-
2. Current Assets			
(a) Current Investments		-	-
(b) Inventories	8	173,761,716	129,617,876
(c) Trade Receivables		-	-
(d) Cash And Cash Equivalents	9	3,388,874	2,158,115
(e) Short-Term Loans And Advances	10	1,170,000	2,465,048
(f) Other Current Assets		-	-
TOTAL		179,185,839	134,612,888

FOR HIREN K SHAH & CO.
(Chartered Accountants)

(HIREN K SHAH)
PROPRIETOR
Firm No: 117188W
M No.: 102820
UDIN: 20102820AAAAA14394
Date: 11/09/2020
Place : Ahmedabad



MEGHREJI BUILDCON PRIVATE LIMITED

Aijaz Meghreji
DIRECTOR
DIN: 06683500

Saif Meghreji
DIRECTOR
DIN: 06683491

MEGHREJI BUILDCON PRIVATE LIMITED
PROFIT AND LOSS STATEMENT FOR YEAR ENDED 31ST MARCH, 2020

PARTICULARS	NOTE	31.03.2020	31.03.2019
I. Revenue From Business Operations	11	7,800,000	59,250,000
II. Other Income	12	10,872	4,142
III. Total Revenue (I+II)		7,810,872	59,254,142
IV. Expenses:			
Cost Of Materials Consumed			
- Purchase Of Material and Direct Expenses	13	46,677,522	22,773,147
- Changes In Inventories	13	(44,143,840)	12,976,585
Employee Benefit Expenses	14	2,310,000	1,178,000
Financial Costs	15	1,526	920
Depreciation & Amortization Expense	7	212,508	144,211
Other Expenses	16	1,498,842	14,663,434
TOTAL EXPENSES		6,556,558	51,736,297
V. Profit Before Exceptional & Extra-Ordinary Items & Tax (III-IV)		1,254,314	7,517,845
VI. Exceptional Items		-	-
VII. Profit Before Extra-Ordinary Items & Tax (V-VI)		1,254,314	7,517,845
VIII. Extraordinary Items		-	-
IX. Profit Before Tax (VII-VIII)		1,254,314	7,517,845
X. Tax Expense:			
(1) Current Tax		351,780	2,098,924
(2) Deferred Tax		(21,971)	(5,388)
XI. Profit(Loss) From Continuing Operations (VII-VIII)		924,505	5,424,309
XII. Profit(Loss) From Discounting Operations		-	-
XIII. Tax Expense Of Discounting Operations		-	-
XIV. Profit(Loss) From Discounting Operations (XII-XIII)		-	-
XV. Profit(Loss) For The Period (XI+XIV)		924,505	5,424,309
Earnings Per Share -Basic		0.19	1.10

FOR HIREN K SHAH & CO.
(Chartered Accountants)

MEGHREJI BUILDCON PRIVATE LIMITED

(HIREN K SHAH)
PROPRIETOR

Firm No; 117188W

M No.: 102820

UDIN: 20102820AAAAAV4384

Date: 11/09/2020

Place : Ahmedabad



Aijaz Meghreji
DIRECTOR

DIN: 06683500

Saif Meghreji
DIRECTOR

DIN: 06683491

MEGHREJI BUILDCON PRIVATE LIMITED
NOTES FORMING PART OF ACCOUNTS AS AT 31.03.2020

NOTE 1: Share Capital

PARTICULARS	31.03.2020	31.03.2019
Authorised :		
60,00,000 Equity Shares of Rs.10/- Each	6,00,00,000	6,00,00,000
Issued, Subscribed & Paid up Capital		
49,10,000 Equity Shares of Rs.10/- Each	4,91,00,000	4,91,00,000
TOTAL	4,91,00,000	4,91,00,000

NOTE 2: Reserves & Surplus

PARTICULARS	31.03.2020	31.03.2019
Opening Balance	10,465,564	5,041,255
Add: Addition During Year	-	-
Less: Deduction During Year	(3,558)	-
Add: Net Profit For The Year	924,505	5,424,309
TOTAL	11,386,511	10,465,564

NOTE 3: Long Term Borrowings

PARTICULARS	31.03.2020	31.03.2019
Directors and Shareholders :		
MohamedAijaz Meghreji	20,314,953	28,500,000
MohamedSaifullah Meghreji	19,914,537	22,100,000
MohamedIqbal Meghreji	17,500,000	17,500,000
TOTAL	57,729,490	68,100,000

NOTE 4: Trade Payables

PARTICULARS	31.03.2020	31.03.2019
Sundry Creditors	7,012,527	162,262
TOTAL	7,012,527	162,262

NOTE 5: Other Current Liabilities

PARTICULARS	31.03.2020	31.03.2019
Members Bookings	53,560,000	4,710,000
TDS Payable	-	60,331
TOTAL	53,560,000	4,770,331

NOTE 6: Short Term Provisions

PARTICULARS	31.03.2020	31.03.2019
TDS Payable	15,531	-
GST Payable	30,000	-
Unpaid ROC Fees	-	15,000
Provisions for Income Tax	351,780	1,992,564
TOTAL	397,311	2,007,564



NOTE 7: Depreciation Account

Sr. No.	Description of Assets	Opening Balance 1.4.2019	Addition during the year	Deduction during the year	Total as at 31.03.2020	Depreciation			Net Block	
						Total as at 1.4.2019	Provide for the year	Total as at 31.03.2020	Total As On 31.03.2019	Total As On 31.03.2020
1	Air Condition	302,867	-	-	302,867	25,609	71,782	97,391	277,258	205,476
2	CCTV	34,827	-	-	34,827	22,320	3,238	25,558	12,507	9,269
3	CCTV Camera	-	62,219	-	62,219	-	8,054	8,054	-	54,165
4	Computer	196,611	-	-	196,611	114,527	51,844	166,371	82,084	30,240
5	Furniture	-	481,510	-	481,510	-	62,331	62,331	-	419,179
6	Refrigerator	-	18,559	-	18,559	-	1,602	1,602	-	16,957
7	Telephone	-	25,020	-	25,020	-	4,699	4,699	-	20,321
8	Television	-	10,593	-	10,593	-	914	914	-	9,679
9	Television 2	-	93,203	-	93,203	-	8,043	8,043	-	85,160
	Total : ---->	534,305	691,104	-	1,225,409	162,456	212,508	374,964	371,849	850,445



MEGHREJI BUILDCON PRIVATE LIMITED
NOTES FORMING PART OF ACCOUNTS AS AT 31.03.2020

NOTE 8: Tangible Assets under development & Inventories

PARTICULARS	31.03.2020	31.03.2019
Tangible Assets under Development:		
Land: Zainab Avenue	18,709,643	
Land: ZR-2	59,447,100	
	<u>78,156,743</u>	
Closing Stock (WIP)	95,604,973	51,461,133
TOTAL	173,761,716	129,617,876

NOTE 9: Cash and Cash Equivalent

PARTICULARS	31.03.2020	31.03.2019
Bank Balance :		
HDFC BANK 962958	1,045,516	505,853
HDFC BANK 701334	779,073	-
Cash Balance:	1,564,285	1,652,262
TOTAL	3,388,874	2,158,115

NOTE 10 : Short Term Loan And Advances

PARTICULARS	31.03.2020	31.03.2019
Advance Tax	1,150,000	1,500,000
VAT Deposits	20,000	20,000
Advance to Creditors	-	13,100
GST Receivable	-	931,948
TOTAL	1,170,000	2,465,048

NOTE 11 : Revenue From Operations

PARTICULARS	31.03.2020	31.03.2019
Sales	7,800,000	59,250,000
TOTAL	7,800,000	59,250,000

NOTE 12: Other Incomes

PARTICULARS	31.03.2020	31.03.2019
Kasar / Discount	9,962	-
TDS Refund	910	-
Other Income	-	4,142
TOTAL	10,872	4,142



NOTE 13: Purchase Of Stock In Trade

PARTICULARS	31.03.2020	31.03.2019
Purchase Of Material and Direct Expenses	46,677,522	22,773,147
Change in Inventory	(44,143,840)	12,976,585
TOTAL	2,533,682	35,749,732

NOTE 14: Employee Benefit Expense

PARTICULARS	31.03.2020	31.03.2019
Director Remuneration	1,200,000	-
Salary Exp	1,110,000	1,178,000
TOTAL	2,310,000	1,178,000

NOTE 15: Financial Charges

PARTICULARS	31.03.2020	31.03.2019
Bank Charges	-	236
Interest on TDS	1,526	684
TOTAL	1,526	920

NOTE 16: Other Expenses

PARTICULARS	31.03.2020	31.03.2019
Administration Charges Expense	-	160,000
Audit and Consulting Expense	-	51,000
Architect Professional Fees	500,000	100,000
Carting Expense	-	23,080
Conveyance Expense	-	25,405
Electrical Expense	-	148,480
Electrical Meter Expense	-	1,140,255
Engineer Professional Fees	270,000	393,000
Freight Expense	2,710	4,648
Gas Line Expense	-	83,000
GST Paid Expense	-	17,875
Insurance Exp	153,127	99,598
Internet Exp	5,000	-
Labour Expense	-	11,670,087
Mehsul Tax	30,271	-
Membership Expense	35,400	30,000
Miscellaneous Expense	-	175,700
Municipal Tax	163,858	-
Office Expense	5,460	-
Plan Pass Expense	-	445,456
Rera Registration Fees	56,016	-
Repair & Maintenance Expense	10,000	-
ROC Fees Expense	-	15,000
Salary Expense	-	-
Soil Testing expense	-	13,120
Stationery & Printing & Xerox	105,000	31,450
Tea & Coffee Refreshment Expense	-	36,280
Vakil Fees	162,000	-
TOTAL	1,498,842	14,663,434



MEGHREJI BUILDCON PRIVATE LIMITED
Cash Flow Statement for the year ended 31st march,2020

Particulars		2019-20	2018-19
A.	Cash flow from operating activities		
	Profit before tax and exceptional Items	1,254,314	7,517,845
	Adjustments for:		
	(+) Depreciation Expenses	212,508	144,212
	(+) Interest Expense	-	107,044
	Cash generated from operations	1,466,822	7,769,101
	Trade Payable	6,850,265	(2,665,149)
	Other Current Liabilities	48,789,669	(16,187,406)
	Other Current Assets	-	175,700
	Short Term Provisions	(1,610,253)	234,314
	Short Term Loans and Advances	1,295,048	(2,122,081)
	Inventory	(44,143,840)	12,976,585
	Less: Taxes paid	(351,780)	(2,098,924)
	Net cash flow from operating activities (A)	12,295,931	(1,917,860)
B.	Cash flow from investing activities		
	Purchase of Tangible Assets	(691,104)	(329,986)
	Net cash used in investing activities (B)	(691,104)	(329,986)
C.	Cash flow from financing activities		
	Reduction in Reserve and Surplus	(3,558)	-
	Repayment of Loans and Borrowings	(10,370,510)	(2,500,000)
	Interest Expense	-	(107,044)
	Net cash from financing activities (C)	(10,374,068)	(2,607,044)
	Net increase / (decrease) in cash and cash equivalents (A+B+C)	1,230,759	(4,854,890)
	Cash and cash equivalents at the beginning of the year	2,158,115	7,013,005
	Cash and cash equivalents at the end of the year	3,388,874	2,158,115

FOR HIREN K SHAH & CO.
(Chartered Accountants)

MEGHREJI BUILDCON PRIVATE LIMITED

(HIREN K SHAH)
PROPRIETOR
Firm No: 117188W
M No.: 102820
UDIN: 20102820AAAAAV4264
Date: 11/09/2020
Place : Ahmedabad



Aijaz Meghreji
DIRECTOR
DIN: 06683500

Saif Meghreji
DIRECTOR
DIN: 06683491

SCHEDULE: NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2020 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

(1) ACCOUNTING POLICIES:

A. Accounting Conversions:

The financial statement of company has been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The accounts have been prepared under historical cost convention and on the basis of going concern. All income and expenses to the extent considered receivable and payable respectively are accounted for on mercantile basis unless otherwise stated. The company is small and medium size company (SMC) as defined in the clause (f) of rule 2 of companies (Accounting Standards) Rule, 2006.

B. Fixed Assets:

Fixed assets are stated at Cost less Depreciation, all expenses related with Fixed Assets are charged to Fixed Assets.

C. Investments:

Company has not made any investment during the year.

D. Depreciation:

Depreciation on the fixed assets has been provided on written down value method. Company has provided current year depreciation at the rate prescribed in schedule II to The Company Act, 2013.

E. Inventories:

Raw material and Work in progress valued at the cost.

F. TIMING OF REVENUE RECOGNISATION:

The Company has policy of recognizing revenue on dispatch of Goods.

1. Accounting Policies not specifically referred to are consistent with generally accepted accounting practices.
2. The Company has policy of stating Contingent Liability as foot Note to Balance Sheet, but No contingent Liability is reported by Management.



Hiren K Shah & Co
(Chartered Accountants)

3. Balance of Sundry Creditors, Loans and Liabilities, etc. are subject to Confirmation from the respective directors.
4. Management has valued Stock (Finished Goods) at Market value OR Cost whichever is lower.
5. Sales are shown net of discount.
6. Salary (Remuneration) paid to Directors is Rs 12,00,000/-.
7. Closing Stock and cash balance are not verified by us and the same is stated as appears from Books of Accounts prepared by the Company and certified by the Management.

FOR, HIREN K SHAH & CO.
(CHARTERED ACCOUNTANTS),

(HIREN K. SHAH)
PROPRIETOR

M No: 102820
UDIN: 20102820AAAAAV4384

Date: 11/09/2020
Place: Ahmedabad



FOR, ANILISHWAR IMPACT PVT LTD
For, MEGHREJI BUILDCON PVT LTD.

1.

Aijaz Meghreji
DIRECTOR

2.

Saif Meghreji
DIRECTOR