AUDIT REPORT

OF

K K RESIDENCY PRIVATE LIMITED

FOR THE ASSESSMENT YEAR

2018-2019

AUDITOR

A.D.BRAHMBHATT & COMPANY

CHARTERED ACCOUNTANTS

27/A, C.P.NAGAR, GHATLODIYA,AHMEDABAD- 380061

A.D.BRAHMBHATT & COMPANY

CHARTERED ACCOUNTANTS

27/A, C.P.NAGAR, GHATLODIYA,AHMEDABAD

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF
K.K.RESIDENCY PRIVATE LIMITED.

Report on the Financial Statements
We have audited the accompanying financial statements of K.K.RESIDENCY PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2018, 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.
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

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, 2018;

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 (and proper returns adequate for the purposes of our audit have been received from the branches not visited by us)

   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.[and the returns received from the branches not visited by us]

   d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e) On the basis of written representations received from the directors as on 31 March, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2018, from being appointed as a director in terms of Section 164(2) of the Act.

   f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in **"Annexure B"**; and

   g) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:

      i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note XX to the financial statements; [or the Company does not have any pending litigations which would impact its financial position]

      ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts – Refer Note XX to the financial statements; [or the Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses]

      iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company [or, following are the instances of delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company or there were no amounts which required to be transferred]

for **A.D. BRAHMBHATT & COMPANY.**
Chartered Accountants
FIRM REG.NO - 136873W

A. D. BRAHMBHATT & CO. M.R. 43302 AHMEDABAD Chartered Accountants

e : AHMEDABAD
: 21/09/2018

K K RESIDENCY PRIVATE LIMITED
SHOP NO 1,2,3,4 SAIDHAM TENAMENT,MAHADEV NAGAR TEKRA ,VASTRAL,
AHMEDABAD ,GUJARAT-382418
CIN :U70101GJ2010PTC061305

BALANCE SHEET AS ON 31 March 2018

PARTICULARS	SCH	CURRENT YEAR (IN RS.)	PREVIOUS YEAR (IN RS.)
SOURCES OF FUNDS			
(1) SHAREHOLDER'S FUNDS :			
SHARE CAPITAL	1	1000000	1000000
RESERVES AND SURPLUS	2	(5356033)	(4830117)
(2) LOAN FUNDS :			
SECURED LOANS	3	0	0
UNSECURED LOANS	4	205702307	203745777
(3) DEFERRED TAX LIABILITY	5	0	0
TOTAL		**201346274**	**199915660**
APPLICATION OF FUNDS			
(1) FIXED ASSETS :	6	85932	149966
(2) CURRENT ASSETS, LOANS AND ADVANCES :			
SUNDRY DEBTORS	7	0	0
CASH AND BANK BALANCES	8	26949	746802
OTHER ASSETS	9	20233393	199033392
LOANS AND ADVANCES		0	0
TOTAL [A]		201346274	199930160
LESS :CURRENT LIABILITIES AND PROVISIONS :			
LIABILITIES	10-11	0	14500
TOTAL [B]		0	14500
NET CURRENT ASSETS [A - B] :		201346274	199915660
TOTAL		**201346274**	**199915660**

The schedules referred to above form an integral part of the financial statements.

For K K RECIDENCY PRIVATE LIMITED

(Director)

K K RESIDENCY PVT. LTD

DIRE

As Per Audit Report of Even Date

For A.D BRAHMBHATT & CO
(Chartered Accountants)

ASHOK BRAHMBHATT
(Proprietor)
Membership No : 043362

Place : AHMEDABAD
Date : 21/09/2018

A. D. BRAHMBHATT & CO. M.No. 43362 AHMEDABAD Chartered Accountants

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K K RESIDENCY PRIVATE LIMITED
SHOP NO 1,2,3,4 SAIDHAM TENAMENT,MAHADEV NAGAR TEKRA ,VASTRAL,
AHMEDABAD ,GUJARAT-382418
CIN :U70101GJ2010PTC061305

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 March 2018

PARTICULARS	SCH		CURRENT YEAR (IN RS.)	PREVIOUS YEAR (IN RS.)
[A] INCOME:				
SALES	12		0	0
OTHER INCOME	13		0	250000
INCREASE/(DECREASE) IN STOCK			0	0
TOTAL [A]			0	250000
[B] EXPENDITURE:				
PURCHASE	14		0	0
ADMINISTRATIVE EXPENSES	15		124467	156081
TDS EXPENSES/ INCOME TAX	16		337416	0
DEPRECIATION	17		64033	114177
TOTAL [B]			525916	270257
NET PROFIT/(LOSS)			(-)525916	(-)20258
C/F LOSS LAST YEAR			(-)5356033	(-)4809859
PROFIT/(LOSS) CARRIED TO BALANCE SHEET			(-)5356033	(-)4830117

The schedules referred to above form an integral part of the financial statements.

For K K RECIDENCY PRIVATE LIMITED

(Director)

K K RESIDENCY PVT. LT.

DIRECTOR

As Per Audit Report of Even Date

For A.D BRAHMBHATT & CO
(Chartered Accountants)

ASHOK BRAHMBHATT
(Proprietor)
Membership No : 043362

A. D. BRAHMBHATT & CO.
M.No. 43362
AHMEDABAD
Chartered Accountants

Place : AHMEDABAD
Date 21/09/2018

ZenBal - A KDK Software Product

K K RESIDENCY PRIVATE LIMITED
SHOP NO 1,2,3,4 SAIDHAM TENAMENT,MAHADEV NAGAR TEKRA ,VASTRAL, AHMEDABAD ,GUJARAT-382418

Schedules for the Year Ending 31 March, 2018

Schedule :1

SHARE CAPITAL

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
SHARE CAPITAL	10,00,000	10,00,000
Total	10,00,000	10,00,000

Schedule :2

RESERVES AND SURPLUS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
BALANCE BROUGHT FORWARD	-4830117	-4809859
RESEVES & SURPLUS	0	0
Profit And Loss A/c	-525916	-20258
Total	-5356033	-4830117

Schedule :3

SECURED LOANS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
	0	0
Total	0	0

Schedule :4

UNSECURED LOANS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
KAMLESH G RAJPUT	59749184	59749184
RAMSINGH G RAJPUT	28859657	28859657
VASANT R RAJPUT	24279529	24279529
JITENDRA R RAJPUT	36586157	36586157
KAILASH G RAJPUT	30700000	30700000
LOAN FROM COMPANY	23571250	23571250
KAMLA D RAJPUT	1956530	0
Total	205702307	203745777

Schedule :5

DEFERRED TAX LIABILITIES

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
DEFFERED TAX LIABILITIES	0	0
Total	0	0

K. D. BRAHMBHATT & CO. M.No. 43362 AHMEDABAD Chartered Accountants

Schedule :6

FIXED ASSETS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
AIR CONDITIONER A/C	28745	47357
COMPUTER A/C	1707	4365
XEROX MACHINE	6204	8651
FURNITURE & FITTINGS A/C	49276	89592
Total	85932	149965

Schedule :7

SUNDRY DEBTORS

DEBTORS		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
	0	0
Total	0	0

Schedule :8

CASH AND BANK BALANCE

CASH AND BANK		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
KOTAK MAHINDRA BANK	12999	732852
Total	12999	732852
CASH IN HAND		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
CASH ON HAND	13950	13950
Total	13950	13950
Total	26949	746802

Schedule:9

CURRENT ASSETS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
LAND	67156988	67156988
LAND ODHAV 455	131393046	131393046
PRE PRELIMARY EXP	257500	257500
TUBEWELL	225859	225859
LOAN AND ADVANCE	2200000	0
Total	201233393	199033393

Schedule :10

CURRENT LIABILITIES

CURRENT LIABILITIES		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
PROVISION	0	14500
Total	0	14500

SUNDRY CREDITORS		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Total	0	0

Schedule :11

PROVISIONS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
TDS	0	0
UN EXPENSES	0	0
Total	0	0

Schedule :12

SALES/GROSS RECEIPTS

SALES		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
	0	0
Total	0	0

Schedule :13

OTHER INCOME

INDIRECT INCOME		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
OTHER INCOME	0	250000
Total	0	250000

Schedule :14

PURCHASE

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
	0	0
Total	0	0

A. D. BRAHMBHATT & CO. M. No. 1362 AHMEDABAD Chartered Accountants

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ADMINISTRATIVE EXPENSES

Schedule :15

...ARS	CURRENT YEAR	PREVIOUS YEAR
	0	8500
...S EXP.	207	0
...RGES	9000	6000
	0	0
...CHARGES	0	0
...E EXP.	8000	20000
...S A/C	0	0
...P.	107260	121580
	0	0
...EE	0	0
	124467	156080

OTHER EXPENSES

Schedule :16

INDIRECT EXPENSES

...ARS	CURRENT YEAR	PREVIOUS YEAR
...T EXP.	337416	0
	337416	0

DEPRECIATION

Schedule :17

...ARS	CURRENT YEAR	PREVIOUS YEAR
...ON EXP.	64033	114177
	64033	114177

...ENCY PRIVATE LIMITED

(Director)

...ENCY PVT. LTD.

As Per Audit Report of Even Date

For A.D BRAHMBHATT & CO
(Chartered Accountants)

ASHOK BRAHMBHATT
(Proprietor)
Membership No : 043362

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K.K.RESIDENCY PVT LTD FIX ASSETS

BLOCK OF ASSETS/ ASSET GROUP	GROSS BLOCK				DEPRECIATION					Net Block	
	04/01/2017	ADDITIONS	SALE/ADJ	31/03/2018	04/01/2017	FOR YEAR	SALE/ADJ	RESI V ADJ	31/03/2018	31/03/2018	31/03/2017
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
FURNITURE AND FITTINGS	976049	0	0	976049	886457	40316			926773	49276	89592
COMPUTER	334050			334050	329685	2658			332343	1707	4365
XEROX MACHINE	38,000			38000	29349	2447			31796	6204	8651
AIR CONDITION	346500			346500	299142	18612			317754	28746	47358
	1694599			1694599	1544633	64033			1608666	85933	149966

Significant Accounting Policies And Notes forming part of Financial Statement

Note 1: COMPANY'S OVERVIEW:

K.K Residency Private Limited ('The Company') was incorporated on 25-06-2010 vide certificate of incorporation No.U70102GJ2010PTC661305 under the Companies Act,1956. The Company is engaged in the business of running hotels in India.

Note 2(1): SIGNIFICANT ACCOUNTING POLICIES:

(A) Basis of Preparation of Financial Statement :

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statement have been prepared to comply in all material aspects with the accounting standards notified under section 133 and other relevant provisions of the Companies Act,2013 read with Rule 7 of Companies(Accounts)Rules,2014.

(B) Revenue Recognition:

a. Revenues from services are recognized on completion of rendering of services.

b. Other incomes are recognized on accrual basis.

(C) Fixed Assets :

Fixed assets are stated at cost acquisition or construction less accumulated depreciation. All coats relating to the acquisition and installation of fixed assets are capitalized.

A. J. SHAH & CO.
AHMEDABAD
Chartered Accountants

(D) Depreciation:

The comp[any is providing depreciation on fixed assets on Straight Line on the years as prescribed under Schedule || to the Companies Act 2013.on additions/deletions, pro rate depreciation has been provided

(E) Investments in unquoted shares are valued and shown at cost.

(F) Provisions:

The company recognizes provisions when there is a present obligation of the enterprise arising from past events, the settlement of which is expected to result in an outflow from the enterprise of resources embodying economics benefits which can be measured only by using a substantial degree of estimation.

Provision for contractual obligation has been provided for in accounts based on management's assessment of the probable outcome with reference to the available information supplemented by experience of Similar transactions.

Significant Accounting Policies And Notes forming part of Financial Statement

(G) Contingent Liabilities:

The company recognizes contingent liability for disclosure in notes to accounts, if any of the following conditions are fulfilled:

(1) a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of enterprise; or

(2) a present obligation that arises from past events but is not recognized Because:

a. it is not probable that an outflow of resources embodying Economics benefits will be required to settle the obligation; or
b. a reliable estimate of the amount of the obligation cannot be made.

(H) **Taxes on income:**

Taxes on income is computed using the tax effect accounting method whereby such taxes are accrued in the same period as the revenue and expenses to which they relate.

Current tax liability is measured using the applicable tax rate laws and the necessary provisions are made annually. Deferred tax asset / liability arising out of the tax effect of timing difference is measured using the tax rates and the tax laws that have been enacted / substantially enacted at the balance sheet date.

(I) **impairment of assets :**

At every balance sheet date, the company determines whether the provisions Should be made for the impairment loss on fixed assets by considering the Indications that the carrying amount of fixed asset exceeds the recoverable Amount as per AS-28 impairment of Assets. Considering this, the management is of opinion that there is no impairment of assets during the year under audit; hence no provision is required to be made.

(II) **OTHER NOTES FORMING PART OF THE ACCOUNTS :**

1. **RELATED PARTY TRANSACTIONS:-**

As per accounting Standard 18,the disclosures of transactions with the Related parties are given below:-

(A) **List of related party and their nature of relationship:**

K K RESIDENCY PVT. LTD

DIRECTOR

Sr. No.	Nature of Relationship	Name of the Parties
1.	Key Managerial Personnel	1. Kailash Gangaram Rajput 2. Jitendra Rameshbhai Rajput

K K RESIDENCY PVT. LTD

DIRECTOR

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Significant Accounting Policies And Notes forming part of Financial statement

(B) Transaction with Related parties:

Sr.No.	Nature of Transactions	Name of Related Party	Amount in Rs.
1.	Directors' Remuneration	:	NIL

2. Reporting under Micro,Small and Medium Enterprise Development Act,2006

The Company has not received information from vendors regarding their status under the Micro, Small & Medium Enterprise Development Act,2006 and hence disclosure relating to the amount unpaid at the year-end together with interest paid / payable under this Act has not been given.

3. Estimated amount of contracts remaining to be executed on capital account and not provided for :- NIL
4. Expenses are accounted for on Mercantile Basis but some expenses due to their peculiar nature are accounted for on cash basis.
5. There are no prior period or extra ordinary expenses debited to Profit & Loss account.
6. Balances of Debtors, Creditors and Unsecured Loans are subject to confirmation.

A. D. BRAHMBHATT & CO. M.NO. 43302 AHMEDABAD Chartered Accountants