Jayavardhini Land Developers Private Limited, Rajkot

Financial Report 2014-15

K S D & Associates

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To,

The Members of **Jayavardhini Land Developers Private Limited**

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **JAYAVARDHINI LAND DEVELOPERS PRIVATE LIMITED - RAJKOT,** which comprises of Balance Sheet as at March 31, 2015, the Statement of Profit and Loss for the year then ended, Cash Flow Statement for the year and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The company's management is responsible for the matters stated in the section 134(5) of the Companies Act, 2013 with respect to preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the company in accordance with the Accounting Standards referred to in Section 133 read with Rule 7 of the Companies (Accounts) Rule, 2014 and in accordance with the accounting principles generally accepted in India. This responsibility includes the maintenance of adequate accounting records in accordance with 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 maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. 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 the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedure to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal controls relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, 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.

KSD & ASSOCIATES Chartered Accountants RAJKOT

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 Companies Act, 2013, 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, 2015;

b) In the case of the Statement of Profit and Loss, of the ***"Profit"*** of the company for the year ended on that date.

c) In the case of the Cash Flow Statement, of the Cash Flow of the company for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2015 issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013, we give in the annexure a statement on the matters specified in paragraph 3 and 4 of the order.

2. As required by section 143(3) of the Companies Act, 2013, we report that:
   A. We have 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 financial statements comply with the accounting standards referred to in Section 133 read with Rule 7 of the Companies (Accounts) Rule, 2014.
   E. On the basis of the written representations received from the directors and the information and explanations given to us, none of the directors are prima-facie disqualified as on March 31, 2015 from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
   F. 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) Rule 2014, in our opinion and to the best of our information and according to the explanation given to us:
      a. The company has disclosed the impact of pending litigation on its financial position in its financial statement. Refer Note No. 13.
      b. The company does not have any long term contract including derivative contracts for which there were any material foreseeable losses.
      c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For, **K S D & Associates**
Chartered Accountants

KSD & ASSOCIATES Chartered Accountants RAJKOT

CA. Abhishek P. Doshi
(Partner)
M. No. 130042
F. R. No. 129625W

Rajkot.

Dated : 07/09/2015

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in our Report of even date for the year ended 31st March, 2015)

i. In respect of its fixed assets:

a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

b) As explained to us, all the fixed assets have been physically verified by the management during the year as per the regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

ii. In respect of its inventories:

a) The management has conducted physical verification of inventory at reasonable intervals.

b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

c) In our opinion, the Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification

iii. The company has not granted any loans during the year under consideration to the parties covered in the register maintained under section 189 of the Companies Act, 2013.

iv. In our opinion and according to the information and explanations given to us, the company has adequate internal control system commensurate with its size and the nature of its business, for the purchase of inventories and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in such internal controls system.

v. As per the information and explanation provided to us, the company has not accepted any deposit from public. Therefore, the provisions of clause (v) of paragraph 3 of the CARO 2015 are not applicable to the company.

vi. As per the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under Section 148(1) of the Companies Act, 2013, for any of the products of the Company.

vii. In respect of statutory dues:

a) According to the information and explanation given to us and according to the records, the company has generally been regular in depositing the undisputed statutory dues including Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues applicable to it with the appropriate authorities during the year. According to the information and

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explanations given to us, [illegible] disputed amounts payable in respect of the aforesaid dues were outstanding as [illegible] March 2015 for a period of more than six months from the date [illegible] became [illegible] payable.

b) According to the information [illegible] explanations given to us, the dues mentioned in Note No. 13 [illegible] contingent [illegible] liabilities, have not been deposited by the company on account of disputes.

c) According to the information [illegible] and explanation given to us, there are no amounts required to be transferred [illegible] investor education and protection fund in accordance with relevant provisions of [illegible] Companies Act and the rules made there under.

viii. The Company has [illegible] accumulated losses at the end of the year and it has not incurred any cash losses during the current financial year or preceding financial year.

ix. On the basis of [illegible] examination and according to the information and explanations given to us, the company has [illegible] defaulted in repayment of the dues to banks/financial institutions with respect to its [illegible] borrowings.

x. According to information and [illegible] explanations given to us, the company has not given any guarantee for loans taken by [illegible] from banks or financial institution.

xi. On the basis of the records examined by us and relying on the information complied by the Company for co-relating [illegible] funds raised to the end use of term loans, we have to state that, the Company has, [illegible] prima-facie, applied the term loans for the purposes for which they were obtained.

xii. In our opinion and according [illegible] the information and explanation given to us, no fraud by the Company and no material [illegible] on the company has been noticed or reported during the year.

For, K S D & Associates
Chartered Accountants

CA. Abhishek P. Doshi
(Partner)
M. No. 130042
F. R. No. 129625 W

Rajkot.

Dated: 07/09/2015