DEVNANDAN BUILDERS PRIVATE LIMITED

ANNUAL REPORT

2014-2015

G. K. Choksi & Co.
Chartered Accountants

'Madhuban', Nr. Madalpur Underbridge, Ellisbridge, Ahmedabad - 380 006.
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INDEPENDENT AUDITOR'S REPORT

To,
The Members,
DEVNANDAN BUILDERS PRIVATE LIMITED,
Ahmedabad.

Report on the Financial Statements

We have audited the accompanying financial statements of **Devnandan Builders Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2015, and the Statement of Profit and Loss and 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 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 provision 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 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 there under.

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 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 control 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 qualified audit opinion.

Basis of Qualification

The company has not provided for Gratuity payable to the employees as per the requirements of the Accounting Standard 15 (Revised) "Accounting for Employee Benefits" issued by the Institute of The Chartered Accountants of India. The extent of non compliance in value terms is not ascertained.

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Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, *except for the matter described in the basis for Qualified Opinion paragraph,* the 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, 2015 and its profit and its 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 2015 ("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 statement of the matters specified in paragraphs 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, *subject to paragraph above* 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) *Except for the matter described in the basis for Qualified Opinion paragraph* in our opinion, the Balance Sheet and Statement of Profit and Loss comply 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, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015 from being appointed as a director in terms of Section 164(2) of the Act.

   (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) Rules, 2014 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 No. 25 to the financial statements.

      (ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

      (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Manan

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : - 4 SEP 2015

M/s. G.K. CHOKSI & CO. * CHARTERED ACCOUNTANTS *

Annexure to the Auditors' Report

(Referred to in our Report of even date to the members of Devnandan Builders Private Limited)

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

(b) The Management has physically verified the fixed assets and no material discrepancy was noticed on such physical verification.

(ii) Company's nature of operation does not require it to hold inventories. Accordingly, clause 3(ii) of the Companies (Auditor's Report) Order, 2015 is not applicable.

(iii) As per the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013; Accordingly, the provisions of Clause 3(iii) of the Order are not applicable to the Company.

(iv) In our opinion and according to information and explanation given to us; there is adequate internal control system commensurate with the size of the Company and the nature of its business, with regard to purchase of inventory, fixed assets and with regard to sale of goods and services. Further on the basis of our examination of books and records of the Company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control system.

(v) The Company has not accepted any deposits as defined in The Companies (Acceptance of Deposits) Rules 2014. Accordingly, the provisions of Clause 3(v) of the Order are not applicable to the Company.

(vi) According to information and explanation given to us, the central government has not prescribed maintenance of cost records under section 148 of the Companies Act, 2013 in respect of services carried out by the company.

(vii) (a) According to the information given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues and the Company had no arrears of such outstanding statutory dues as at 31st March, 2015 for a period more than six months from the date they became payable.

(b) According to the information and explanations given to us, the Company had no disputed outstanding statutory dues as at 31st March, 2015, *except as under:*

Name of the Statute	Nature of Dues	Amount ₹	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	6,37,250	2010-2011	Commissioner (Appeal) Ahmedabad
Finance Act, 1994	Service Tax	32,35,533	01.07.2010 to 30.04.2013	CESTAT, Ahmedabad

(c) According to the information and explanations given to us, there are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

(viii) The Company does not have any accumulated losses as at 31st March, 2015, and has not incurred any cash loss during the year under review or in the immediately preceding financial year.

(ix) As per the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, banks or debenture holders during the year. The company has so far not issued any debentures.

(x) According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.

M/S. G.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

(xi) According to the information and explanation given to us, the Company has not obtained any term loans during the year.

(xii) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year under review.

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Manan

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : - 4 SEP 2015

G.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

DEVNANDAN BUILDERS PRIVATE LIMITED

Balance Sheet as at 31st March, 2015

[Amount in ₹]

Particulars	Notes	As at 31st March, 2015		As at 31st March, 2014
EQUITIES AND LIABILITIES				
Shareholders' Funds				
Share Capital	2	1 00 000		1 00 000
Reserves and Surplus	3	19 31 48 529		19 29 15 562
			19 32 48 529	19 30 15 562
Current Liabilities				
Long Term Borrowings	4	0		8 40 00 000
Short Term Borrowings	5	42 52 000		42 52 000
Trade Payable	6	1 11 70 966		75 54 379
Other Current Liabilities	7	41 50 28 101		13 02 65 127
			43 04 51 067	22 60 71 506
			62 36 99 596	41 90 87 068
ASSETS				
Non-Current assets				
Fixed assets				
Tangible assets	8	3 93 000		5 03 972
Non Current Investments	9	1 00 000		1 00 000
Deferred tax assets (Net)	10	44 514		9 094
Long-term Loan & Advances	11	12 92 932		12 49 962
Other Non Current Assets	12	91 41 776		40 94 820
			1 09 72 222	59 57 848
Current Assets				
Current Investement	13	43 15 62 711		32 24 46 353
Inventories	14	15 51 11 046		6 94 59 865
Trade Receivables	15	1 94 54 321		1 94 57 436
Cash & cash equivalents	16	7 61 500		13 28 400
Short term - Loans & advances	17	58 37 796		4 37 166
			61 27 27 374	41 31 29 220
			62 36 99 596	41 90 87 068
Significant Accounting Policies	1			

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date

FOR G. K. CHOKSI & Co.
[Firm Registration No. 101895W]
Chartered Accountants

Manan

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : 4 SEP 2015

M/S. G.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD

Director *Director*

Place : Ahmedabad
Date : 4 SEP 2015

DEVNANDAN BUILDERS PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31st March, 2015

[Amount in ₹]

Particulars	Notes	2014-2015		2013-2014
INCOME				
Revenue from Operations	18	70 00 000		7 75 000
Other Income	19	1 20 81 302		1 29 52 498
Total Revenue			1 90 81 302	1 37 27 498
EXPENDITURE				
Opening work in Progress/Unsold Units		6 94 59 865		0
Project & Direct Expense	20	6 70 63 881		6 77 61 610
Employees Benefit Expense	21	48 26 466		9 44 226
Finance Cost	22	2 33 49,346		36 48 490
Depreciation and Amortisation Expenses	-	1 65 978		84 965
Administration & Other Expenses	23	90 34 002		79 04 705
		17 38 99 538		8 03 43 996
Less: Closing Work in Progress		15 51 11 046		6 94 59 865
Total Expenses			1 87 88 492	1 08 84 131
Profit/(Loss) Before Tax			2 92 810	28 43 367
Tax Expenses				
Current Tax (Inclusive of Tax expense for earlier years ` Nil, P.Y. ` 3,59,790		51 000		14 59 790
Deferred Tax Asset		(35 420)		3 480
			15 580	14 63 270
Profit for the year			2 77 230	13 80 097
Basic and Diluted Earnings per Equity Share	24		27.72	138.01

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date

FOR G. K. CHOKSI & Co.
[Firm Registration No. 101895W]
Chartered Accountants

Manan

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : 4 SEP 2015

FOR AND ON BEHALF OF THE BOARD

Director *Director*

Place : Ahmedabad
Date : 4 SEP 2015

DEVNANDAN BUILDERS PRIVATE LIMITED

Cash Flow Statement for the year ended 31st March, 2015

[Amount in ₹]

Particulars		For the year ended 31st March, 2015	For the year ended 31st March, 2014
A. Cash flow from operating activities			
Profit/(Loss) for the year before taxation and prior period adjustment		2 92 810	28 43 367
Adjustments for :			
Depreciation		1 65 978	84 965
Interest Income		0	(1 27 28 417)
Interest Expenses		2 33 49 346	9 51 850
Operating profit before working capital changes		2 38 08 133	(88 48 235)
Adjustments for :			
Long Term Loans & Advances		(41 251)	(25 000)
Other Non-current Assets		(50 46 956)	(40 65 000)
Inventories		(8 56 51 181)	(6 94 59 865)
Trade and other receivables		3 115	(1 94 57 436)
Short Term Loans & Advances		(54 00 630)	19 80 88 134
Trade payables		36 16 587	68 76 941
Other Current liabilities		28 56 07 529	11 64 75 094
		19 30 87 213	22 84 32 868
Cash generated from operations		21 68 95 346	21 95 84 633
Direct taxes Refund/(paid)		(52 719)	(21 32 631)
Net cash from operating activities	**[A]**	21 68 42 627	21 74 52 002
B. Cash flow from investing activities			
Purchase / Adjustment of fixed assets		(99 268)	0
Purchase of Investments		(10 91 16 358)	(32 25 46 353)
Interest received		0	2 22 44 204
Net cash used in investing activities	**[B]**	(10 92 15 626)	(30 03 02 149)
C. Cash flow from financing activities			
Procurement/(Repayment) of long/ short term borrowings		(8 40 00 000)	8 40 00 000
Interest paid		(2 41 93 901)	(1 07 295)
Net cash flow from financial activities	**[C]**	(10 81 93 901)	8 38 92 705
Net Increase/(Decrease) in cash and cash equivalents	**[A+B+C]**	(5 66 899)	10 42 558
Cash and cash equivalents opening		13 28 400	2 85 842
Cash and cash equivalents closing		7 61 500	13 28 400
Components of Cash and cash Equivalents			
Balances with Banks		84 852	8 00 113
Cash in hand		6 76 648	5 28 287
		7 61 500	13 28 400

Explanatory Notes to Cash Flow Statement

1 The Cash Flow Statement is prepared by using indirect method in accordance with the format prescribed by Accounting Standard 3 as prescribed by the Institute of Chartered Accountants of India.

2 In Part A of the Cash Flow Statements, figures in brackets indicates deductions made from the net profit for deriving the cash flow from operating activities. In part B & part C, figures in brackets indicates cash outflows.

3 Figures of the previous year have been regrouped whereever necesarry, to confirm to current years presentation.

FOR G. K. CHOKSI & Co.
[Firm Registration No. 101895W]
Chartered Accountants

Manan

MANAN G. CHOKSI
Partner
Mem. No. 116846
Place : Ahmedabad
Date : 4 SEP 2015

FOR AND ON BEHALF OF THE BOARD

Director *Director*

Place : Ahmedabad
Date : 4 SEP 2015

Notes forming part of accounts

1. **Significant Accounting Policies**

(a) **Basis Preparation of Financial Statements**

(i) The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention, on the accrual basis of accounting, unless otherwise stated, and comply with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) rules, 2014.

(ii) The accounting policies adopted in the preparation of the financial statements are consistent with those of previous year.

(b) **Use of Estimates**

The presentation of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reportable amount of assets and liabilities on the date of financial statement and the reportable amount of revenue and expenses during the reporting period. Differences between the actual results and estimates are recognised in the year in which the results are known/ materialised.

Significant estimates made by the management in the preparation of these financial statements include computation of percentage completion for projects in progress, project cost, revenue and saleable area.

(c) **Fixed Assets**

Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation and impairment losses, if any. Cost comprises of the purchase price and any other attributable cost of bringing the assets to its working condition for its intended use.

Depreciation on Fixed Assets is provided on Written down Value Method based on useful life of the assets as prescribed and in the manner specified in Schedule II to the Companies Act, 2013.

(d) **Inventories**

Direct expenditure relating to development of project is inventorised. Indirect expenditure (including borrowing costs) during the period of project is inventorised to the extent the expenditure is indirectly related to construction or is incidental thereto. Other indirect expenditure (including borrowing costs) incurred during the construction period which is neither related to the construction activity nor is incidental thereto is charged to the profit and loss account. Cost incurred/ items purchased specifically for projects are taken as consumed as and when incurred/ received.

Work-in-progress

Work in Progress represents the cost incurred in respect of unsold area of the Real Estate Development Projects and cost incurred on Projects where the revenue is yet to be recognized.

Finished Goods

Valued at lower of cost and net realizable.

M/S. G.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

Notes forming part of accounts

(e) Revenue Recognition

(i) Recognition of Revenue from real estate projects

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Income from operations is net of adjustment on account of cancellation/returns if any.

Revenue from sale of developed property is recognized upon transfer of all significant risks and rewards of ownership of such property, as per the terms of the contracts entered into with buyers, which generally coincides with the firming of the allotment letter/agreements, except for contracts where the Company still has obligations to perform substantial acts even after the transfer of all significant risks and rewards. In such cases, the revenue is recognized on percentage of completion method, when the stage of completion of each project reaches a significant level which is estimated to be at least 50% of the total estimated construction cost of the project. Revenue is recognized in proportion that the costs incurred for work performed up to the reporting date bear to the estimated total project costs including land / land development right.

Revenue from projects is recognized when it is reasonably certain that the ultimate collection will be made and that there is buyers' commitment to make the complete payment.

(ii) Share in profits of partnership firm investments

The Company's share in profits from a firm where the Company is a partner is recognized on the basis of such firm's annual accounts, as per terms of the partnership deed

(f) Taxation

Provision for income-tax is based on the taxable income computed in accordance with the provision of the Income-tax Act, 1961.

Deferred income taxes are recognised for the future tax consequences attributable to timing differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. The effect on deferred tax assets and liabilities of a change in the tax rates is recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising from unabsorbed depreciation or carry forward losses under tax laws are recognized only to the extent that there is virtual certainty of realisation. Other deferred tax assets are recognized and carried forward to the extent that there is reasonable certainty of realisation.

(g) Earnings Per Share

In determining the earnings per share, the Company considers the net profit after tax and extraordinary items and includes post-tax effect of any extraordinary items. The number of shares used in computing the earnings per share is the weighted average number of shares outstanding during the period. For computing diluted earnings per share, potential equity is added to the above weighted average number of shares.

(h) Provision, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements.

Notes forming part of accounts

2 Share Capital

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
(a) Authorised		
10,000 (P.Y. 10,000) Equity Shares of ₹ 10/- each	1 00 000	1 00 000
(b) Issued, Subscribed and fully paidup		
10,000 (P.Y. 10,000) Equity Shares of ₹ 10/- each fully paidup	1 00 000	1 00 000
	1 00 000	1 00 000

Note :

During the period of five financial years immediately preceeding the Balance Sheet date, the company has not:

(i) allotted any fully paidup equity shares by way of bonus shares;

(ii) allotted any equity shares pursuant to any contract without payment being received in cash;

(iii) bought back any equity shares

(c) Reconciliation of number of shares

Particulars	Number of Equity Shares 2014-2015	2013-2014
At the beginning of the year	10 000	10 000
Add		
Shares issued for Cash or Right Issue or Bonus	0	0
Exercise of Share Option under ESOS / ESOP	0	0
Shares issued in Business Combination	0	0
	10 000	10 000
Less : Shares bought back / Redemption etc.	0	0
At the end of the year	10 000	10 000

(d) Rights, Preferences and Restrictions

Equity Shares : The Company has only class of equity shares having a par value of ₹ 10/- per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholdres are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, if any, in proportion to their shareholding.

(e) Details of Shareholdings

Shareholders holding more than 5% shares

Particulars	Number of Equity Shares 2014-2015	Number of Equity Shares 2013-2014	% of Holding 2014-2015	% of Holding 2013-2014
Paresh C. Thakkar	940	940	9.40	9.40
Paresh C. Thakkar (HUF)	900	900	9.00	9.00
Rajesh C. Thakkar	940	940	9.40	9.40
Rajesh C. Thakkar (HUF)	900	900	9.00	9.00
Parul P. Thakkar	900	900	9.00	9.00
Shailesh C. Thakkar	900	900	9.00	9.00
Nirali P. Thakkar	900	900	9.00	18.00
Dipali R.Thakkar	900	900	9.00	9.00
Dipu S. Thakkar	900	900	9.00	9.00
Madhu C. Thakkar	900	900	9.00	9.00
Shailesh C. Thakkar (HUF)	900	900	9.00	0.00

M/s. G.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

DEVNANDAN BUILDERS PRIVATE LIMITED

Notes forming part of accounts

3 Reserves and surplus

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Surplus / (Deficit) in Statement of Profit & Loss		
Balance as per previous financial statements	19 29 15 562	19 15 35 465
Less : Adjustment due to change in useful lives of fixed assets	(44 263)	0
Add : Profit/(Loss) for the year	2 77 230	13 80 097
Balance available for appropriation	19 31 48 529	19 29 15 562
Less : Appropriations	0	0
Net Surplus / (Deficit)	19 31 48 529	19 29 15 562

4 Long Term Borrowings

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Secured		
Kotak Mahendra Investment Ltd.	0	8 40 00 000.00
	0	8 40 00 000

Kotak Mahindra Investmenst Ltd.

Nature of security

Registeres mortgage of land (admeasuring approx, 30609 sq. ft.) along with building constructed / to be constructed thereon (popularly known as Devnandan Horizon) situated at Chandkheda, Ahmedabad and all the receivables from sold and unsold units.

Registered mortgage of land (admeasuring approx. 115380 sq. ft.) along with building constructed/ to be constructed thereon (Popularly known as Devnandan Parisar 2) situated at Adalaj, Ahmedabad and all the receivables from sold and unsold units.

Pari Passu charge by way of registered mortgage of Land (Admeasuring approx 108306 sq. ft.) and building constructed/ to be constructed thereon (known as Devnandan Summit), located at Pramukhnagar Gandhinagar, Ahmedabad.

5 Short Term Borrowings

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Unsecured		
From Related Parties - Repayable on demand		
Directors	42 52 000	42 52 000
	42 52 000	42 52 000

M/s. G.K. Choksi & Co. Chartered Accountants

Notes forming part of accounts

6 Trade Payables

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
For Goods and Services		
Related Party	0	0
Others	1 11 70 966	75 54 379
	1 11 70 966	75 54 379

The company has initiated the process of obtaining the confirmation from suppliers who have registered them selves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006). In the absence of relevant information relating to the suppliers registered under the Micro, Small and Medium Enterprises (Development) Act, 2006, the balance due to Micro, Small and Medium Enterprises at year end and interest paid or payable under MSMED Act, 2006 during the year could not be compiled and disclosed.

7 Other Current Liabilities

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Current maturity of long term borrowings (Refer Note Below)	20 73 53 070	0
Interest Accrued and Due	0	8 44 555
Book Overdraft	13 21 379	1 81 932
Statutory Dues	19 68 159	10 04 352
Members Collection	20 15 21 617	12 74 81 063
Other Payables	28 63 876	7 53 225
	41 50 28 101	13 02 65 127

Note : Subsequent to the year end date, the company has repaid its entire long term borrowings & therefore the same has been considered and classified as current liabilities and accordingly disclosed

Notes forming part of accounts

8 Tangible Assets

[Amount in ₹]

Sr. No.	Name of Assets	Gross Block (At cost) As at 01/04/2014	Additions	Adjustment / Deductions	As at 31/03/2015	Depreciation Upto 31/03/2014	For the year	Adjustment / Deductions	Upto 31/03/2015	Net Block As at 31/03/2015	As at 31/03/2014
1	Office Equipment	1 17 132	99 268	0	2 16 400	67 188	34 464	44 088	1 45 740	70 660	49 944
2	Plant & Machinary	10 81 455	0	0	10 81 455	6 34 424	1 31 514	0	7 65 938	3 15 517	4 47 030
3	Computers & Software	1 54 613	0	0	1 54 613	1 47 615	0	175	1 47 790	6 823	6 998
	Total	13 53 200	99 268	0	14 52 468	8 49 227	1 65 978	44 263	10 59 468	3 93 000	5 03 972
	Previous Year	13 53 200	0	0	13 53 200	7 64 263	84 965	0	8 49 228	5 03 972	

Note: As per the requirement of the Companies Act, 2013, the Company has evaluated the useful lives of its fixed assets and has computed depreciation according to the provisions of Schedule II of the Act. Consequently, in the Statement of profit and loss of the Company, the depreciation charge for the year ended 31 March 2015 is higher by ₹ 80,242/-.

Adjustments under the head "Depreciation" includes ₹ 44,263/- being the amount adjusted against Retained Earning (Refer Note No. 3) due to change in estimate with respect of useful leif of the fixed assets.

C.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

DEVNANDAN BUILDERS PRIVATE LIMITED

Notes forming part of accounts

9 Non Current Investments

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Fixed capital with Partnership firm	1 00 000	1 00 000
	1 00 000	1 00 000

Note:-

Particulars	2014-2015 Total Capital	Profit Sharing Ratio in %
Devnandan Real Estate Private Limited	1 00 000	5
Devnandan Infracon Private Limited	1 00 000	5
Devnandan Realty private Limited	1 00 000	5
Devnandan Infrastruvture Private Limited	1 00 000	5
Devnandan Builders Private Limited	1 00 000	5
Pareshbhai C. Thakkar (Huf)	1 00 000	5
Rajeshbhai C. Thakkar (Huf)	1 00 000	5
Shaileshbhai C. Thakkar (Huf)	1 00 000	5
Shobhanaben Dineshbhai Halani	1 00 000	20
Dineshbhai H. Halani	1 00 000	20
Nirali Pareshbhai Thakkar	1 00 000	20
	11 00 000	100

10 Deferred Tax Assets

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Deferred Tax Assets		
Difference of book depreciation and tax depreciation	44 514	9 094
	44 514	9 094

11 Long Term Loan & Advances

(Unsecured, Considered good unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Advance Tax (Net of Provision)	12 26 681	12 24 962
Deposits	66 251	25 000
	12 92 932	12 49 962
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL

M/S. G.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

DEVNANDAN BUILDERS PRIVATE LIMITED

Notes forming part of accounts

12 Other Non-Current Assets

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Other Bank Balances		
Term Deposits		
With Maturity of more than 12 months	86 37 500	40 65 000
Interest accrued but not due on fixed deposits	5 04 276	29 820
	91 41 776	40 94 820

13 Current Investments

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Current Capital in Partnership firm	43 15 62 711	32 24 46 353
	43 15 62 711	32 24 46 353

14 Inventories

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Closing Stock of Work in Progress	15 51 11 046	6 94 59 865
	15 51 11 046	6 94 59 865

Inventory items have been valued considering the significant accounting policy no 1(d) disclosed in note no. 1 in these financial statement.

15 Trade receivable

(Unsecured, Considered good unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
For the period exceeding six months	0	0
Other	1 94 54 321	1 94 57 436
	1 94 54 321	1 94 57 436
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL

Note: The above amount is Inclusive of Service Tax receivable from Buyers

M/s. G.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

DEVNANDAN BUILDERS PRIVATE LIMITED

Notes forming part of accounts

16 Cash and Bank Balances

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Balances with scheduled banks		
Current / Cash Credit accounts	84 852	8 00 113
Cash in hand	6 76 648	5 28 287
	7 61 500	13 28 400

17 Short-term loans and advances
(Unsecured,Considered good unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
Advance against property	44 00 000	0
Staff Advances	32 000	0
Advances for Expenses/Prepaid Expense	2 18 943	1 23 812
Service Tax Credit Receivable	5 53 309	2 84 213
Othere Recoverables	6 33 544	29 141
	58 37 796	4 37 166
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL

18 Revenue from Operations

[Amount in ₹]

Particulars	2014-2015	2013-2014
Income from Development & Construction of Housing Project	70 00 000	7 75 000
	70 00 000	7 75 000

19 Other Income

[Amount in ₹]

Particulars	2014-2015	2013-2014
Interest Income		
On Capital with Partnership Firm	1 11 60 577	1 26 95 285
On Fixed Deposit	5 27 175	33 132
Share from profit of partnership firm	2 15 892	2 09 000
Sundry Balance Written back	1 77 658	0
Miscelleneous Income	0	15 081
	1 20 81 302	1 29 52 498

DEVNANDAN BUILDERS PRIVATE LIMITED

Notes forming part of accounts

20 Project & Direct Expense

[Amount in ₹]

Particulars	2014-2015	2013-2014
Land	0	4 52 02 400
Material Cost	3 84 04 255	77 10 609
Labour Cost	92 63 258	9 96 605
Other Direct Cost	1 76 71 752	1 22 31 975
Maintenance Expense	17 24 616	16 20 021
	6 70 63 881	6 77 61 610

21 Employee Benefit Expense

[Amount in ₹]

Particulars	2014-2015	2013-2014
Salaries & Bonus	48 26 466	9 44 226
	48 26 466	9 44 226

22 Finance Cost

[Amount in ₹]

Particulars	2014-2015	2013-2014
Interest on		
Bank Loans	2 33 49 346	9 51 850
Other Borrowing Cost		
Processing Fees	0	26 96 640
	2 33 49 346	36 48 490

23 Administrative and other Expenses

[Amount in ₹]

Particulars	2014-2015	2013-2014
Advertisement & Sales Promotion	44 19 538	69 56 628
Donation	18 47 424	2 94 650
Auditors Remuneration	2 00 000	28 090
Director's Remuneration	13 80 000	0
Professional & Technical Expenses	1 53 750	35 663
Bank Charges	32 279	37 966
Consulting Expenses	4 54 320	0
Rent Expenses	0	3 60 000
Petrol and Conveyance	2 23 325	72 100
Others Expenses	3 23 366	1 19 608
	90 34 002	79 04 705

Auditor Remuneration is made up of

Statutory Audit Fees	2 00 000	28 090

DEVNANDAN BUILDERS PRIVATE LIMITED

Notes forming part of accounts

20 Project & Direct Expense

[Amount in ₹]

Particulars	2014-2015	2013-2014
Land	0	4 52 02 400
Material Cost	3 84 04 255	77 10 609
Labour Cost	92 63 258	9 96 605
Other Direct Cost	1 76 71 752	1 22 31 975
Maintenance Expense	17 24 616	16 20 021
	6 70 63 881	6 77 61 610

21 Employee Benefit Expense

[Amount in ₹]

Particulars	2014-2015	2013-2014
Salaries & Bonus	48 26 466	9 44 226
	48 26 466	9 44 226

22 Finance Cost

[Amount in ₹]

Particulars	2014-2015	2013-2014
Interest on		
Bank Loans	2 33 49 346	9 51 850
Other Borrowing Cost		
Processing Fees	0	26 96 640
	2 33 49 346	36 48 490

23 Administrative and other Expenses

[Amount in ₹]

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Rent Expenses	0	3 60 000
Petrol and Conveyance	2 23 325	72 100
Others Expenses	3 23 366	1 19 608
	90 34 002	79 04 705

Auditor Remuneration is made up of		
Statutory Audit Fees	2 00 000	28 090

Notes forming part of accounts

24 Earning per Share

[Amount in ₹]

Particulars	2014-2015	2013-2014
Net Profit/(Loss) for the year ₹	2 77 230	13 80 097
Number of equity shares (Weighted Average)	10 000	10 000
Nominal value of the share	10	10
Basic and diluted Earning per Share ₹	27.72	138.01

Note: There is no change in the number of equity shares during the year.

Notes forming part of accounts

25 Contingent Liabilities and Capital Commitments

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
(A) Contingent Liabilities		
- Income Tax Demand A.Y. 2010-2011	6,37,250	6,37,250
- Service Tax (See Note Below)	32,35,533	NIL
(B) Capital and Other Commitments	NIL	NIL

During the current financial year, the company has received on order bearing no. STC/04-88/AZU/36-288/2014-15, dated 13th March, 2015 from Commissioner, Service Tax, Ahmedabad, imposing penalty of Rs. 32,35,533/- under the provisions of Section 78 of the Act. Aggrieved by the Order, the company has preferred an appeal before CESTAT (Appellate Tribunal) which is pending for final disposal. The company does not expect any liability in pursuance of the aforesaid order and accordingly no provision in respect thereof has been made in the books of accounts.

26 Related Party disclosures

As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

(a) List of related parties with whom transactions have taken place during the year and relationship:

Sr. No.	Name of related party	Relationship
1	Paresh C. Thakkar	Key Management Personnel
2	Rajesh C.Thakkar	
3	Parul P. Thakkar	Relatives of Key Management Personnel
4	Shailesh C. Thakkar	
5	Pareshbhai C Thakkar (HUF)	Enterprise over which Key Management personnel their relatives exercise significant influence
6	Rajeshbhai C. Thakkar (HUF)	
7	Devnandan Real Estate Pvt. Ltd.	
8	Devnandan Realty Pvt. Ltd.	
9	Devnandan Infrastructure Pvt. Ltd	
10	Dev Finance	
11	Devnandan Infrastructure	
12	Nilkanth Corporation	
13	Devnandan Buildcon	

(b) Transactions with related parties

[Amount in ₹]

Sr. No.	Particulars	Relationship	2014-2015	2013-2014
(i)	Remuneration to Directors			
	- Rajeshbhai Thakkar	Key Management Personnel	6,00,000	--
	- Pareshbhai Thakkar	Key Management Personnel	7,80,000	--
(ii)	Purchase of Land			
	- Devnandan Infrastructure Pvt. Ltd	Enterprise over which Key Management personnel and their relatives exercise significant influence	--	1,78,15,900
(iii)	Interest on Partner's Capital			
	- Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	1,11,60,577	1,31,36,330

(b) Transactions with related parties

[Amount in ₹]

Sr. No.	Particulars	Relationship	2014-2015	2013-2014
(iv)	Share of Profit From Partnership Firm - Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	2,15,892	2,09,000
(v)	Capital Introduced - Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	22,04,21,000	19,16,26,500
(vi)	Capital Withdrawn - Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	12,26,81,111	8,86,98,900

(c) Outstanding Balance as at March, 31, 2015

[Amount in ₹]

Sr. No.	Particulars	Relationship	2014-2015	2013-2014
(i)	Balance Payable			
	- Rajeshbhai C. Thakkar	Key Management Personnel	35,52,000	35,52,000
	- Parulben P. Thakkar	Relatives of Key Management Personnel	7,00,000	7,00,000
(ii)	Balance Receivable			
	- Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	--	
	- Fixed Capital		1,00,000	1,00,000
	- Current Capital		43,15,62,711	32,24,46,353

27. The other additional information in pursuance of para 5(viii)(c) of general instructions for preparation of the Statement of Profit and Loss as per Schedule III to the Companies Act, 2013 are not applicable hence not given.

28. In the opinion of the Directors, Current Assets, Loans and Advances have a value on realisation in the ordinary course of business equal to the amount at which they are stated in the Balance Sheet.

29. Balances of creditors, loans and advances are subject to confirmation by the parties concerned.

30. Statement of Management

(a) The current assets, loans and advances are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated other wise in the Accounts. Provision for all known liabilities is adequate and not in excess of amount reasonably necessary. There are no contingent liabilities except those stated in the notes.

(b) Balance Sheet and Profit & Loss Account read together with the schedules to the accounts and notes thereon, are drawn up so as to disclose the information required under the Companies Act, 1956 as well as give a true and fair view of the statement of affairs of the Company as at the end of the year and results of the Company for the year under review.

31. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

FOR G. K. CHOKSI & CO
[Firm Registration No. 101895W]
Chartered Accountants

Manan

MANAN G. CHOKSI
Partner
Mem. No. 116846

M/S. G.K. CHOKSI & CO. CHARTERED ACCOUNTANTS

Place : Ahmedabad
Date : 4 SEP 2015

FOR AND ON BEHALF OF THE BOARD

Director *Director*

Place : Ahmedabad
Date : 4 SEP 2015