SAFAL GOYAL REALTY LLP

Statement of Profit and Loss Account for the year ended 31st March, 2018

Particulars	Schedule	For the year ended 31st March, 2018 Amount (Rs.)	For the year ended 31st March, 2018 Amount (Rs.)	For the year ended 31/03/2017 Amount (Rs.)
INCOME				
Revenue from Operations	G		1 09 99 38 423	0
Other Income	H		0	1 20 000
Total Income			1 09 99 38 423	1 20 000
EXPENDITURE				
Opening Work In Progress		8 25 05 20 997		6 54 05 05 103
Project Expenses	I	1 56 96 07 422		1 57 01 18 104
Finance Cost	J	4 74 28 703		11 44 61 730
Administrative and Other Expenses	K	1 57 36 628		19 81 295
Selling and Distribution Expenses	L	5 51 67 923		2 40 44 836
Depreciation and amortisation		12 71 441		13 61 268
		9 93 97 33 114		8 25 24 72 336
Less				
Transfer to Closing Work In Progress		7 08 68 53 587		8 25 05 20 997
Transfer to Cost of Unsold Units		1 78 74 61 972		0
Total Expenses			1 06 54 17 555	19 51 339
Profit before tax			3 45 20 868	(18 31 339)
Less: Provision for tax			1 19 00 000	0
Net Profit / (Loss) Transferred to Partners' Capital A/c.			2 26 20 868	(18 31 339)

Notes forming part of accounts M

As per our attached report of even date

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

Rohit Choksi

ROHIT K. CHOKSI
Partner
Mem. No. 31103

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

Place: Ahmedabad
Date: 5 JUN 2018

FOR SAFAL GOYAL REALTY LLP

UDAY H. VORA

Designated Partner *Designated Partner*

Place: Ahmedabad
Date: 5 JUN 2018

SAFAL GOYAL REALTY LLP

Schedule - `G': Revenue from Operations

Particulars	For the year ended 31/03/2018		For the year ended 31/03/2017
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
Sale of Flats		41 18 49 938	0
Sale of Bunglows		68 71 15 194	0
Extra work Income		9 73 291	0
Total		1 09 99 38 423	0

Schedule - `H': Other Income

Members Cancellation income		0	1 20 000
Total		0	1 20 000

Schedule - `I': Project Expenses

Material		62 87 30 006	74 26 44 481
Labour Charges		50 39 51 155	49 48 98 153
Other Direct Cost		18 67 39 209	22 80 62 235
Indirect Expenses			
Duties & Taxes	22 44 57 342		8 43 95 733
Vehicle and Conveyance	26 27 226		22 36 771
Stationery and Printing	0		4 39 171
Employee Benefit Expenses	1 42 87 793		1 69 85 768
Insurance	13 84 941		4 27 292
Fees and Legal	74 29 750		28 500
		25 01 87 052	10 45 13 235
Total		1 56 96 07 422	1 57 01 18 104

Schedule - `J': Finance Cost

Interest On			
Unsecured Loans	3 93 29 018		5 55 84 612
Partners Capital	0		2 06 83 450
Housing Loan Member	42 75 882		21 78 683
Bank Overdraft	37 91 318		3 60 06 784
		4 73 96 218	11 44 53 529
Bank Charges		32 485	8 201
Total		4 74 28 703	11 44 61 730

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

SAFAL GOYAL REALTY LLP

Schedule - `K': Administration and Other Expenses

Particulars	For the year ended 31/03/2018		For the year ended 31/03/2017
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
Employee Benefit Expenses		97 36 077	0
Members Compensation Sahara		27 92 755	0
Audit Fees		6 00 000	5 00 000
Donation		5 60 000	0
Other Expenses		20 47 796	14 81 295
Total		1 57 36 628	19 81 295

Schedule - `L': Selling and Distribution Expenses

Particulars	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
Advertisement		34 42 353	1 13 11 715
Brochure Expense		11 80 231	28 52 868
Brokerage		5 05 45 339	89 82 653
Sales Promotion Expenses		0	8 97 600
Total		5 51 67 923	2 40 44 836

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

Schedule 'M': Notes Forming Part of the Accounts

1. Significant Accounting Policies

(a) Basis of preparation of Financial Statements

These financial statements have been prepared on the accrual basis of accounting, under the historical cost convention, in accordance with the accounting principles generally accepted in India and comply with the mandatory accounting standards issued by The Institute of Chartered Accountants of India.

(b) Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reported period. Differences between the actual result and estimates are recognize in the period in which the results are known/ determined.

(c) Revenue Recognition

Revenue is recognized upon transfer of risks and rewards of ownership without retaining effective control over real estate by the seller and existence of reasonable expectation of ultimate collection. Significant risks and rewards of ownership are considered as transferred when legal title passes on to the buyer by way of executing sale deed / conveyance deed and substantial amount of sale price is realized.

(d) Fixed Assets and Depreciation

(i) Fixed Assets are stated at cost less depreciation.

(ii) Intangible assets are recognized at the consideration paid for acquisition of such assets is carried at cost less accumulated amortization and impairment

(iii) Depreciation and amortization on Fixed Assets has been provided on Written Down Value Method at the rates prescribed by the Income-tax Act, 1961.

(e) Work-in-progress

Work in Progress is valued at Cost.

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.

(f) Investments

Current investments are carried at lower of Cost or Fair Value, computed category wise.

Long term investments are stated at cost. Provision for diminution in the value of long term investment is made only if such a decline is other than of temporary nature.

(g) Taxation

(i) Current year tax is provided based on the taxable income computed in accordance with the provisions of the Income-tax Act, 1961.

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

(ii) Deferred income taxes are recognized 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 realization. Other deferred tax assets are recognized and carried forward to the extent that there is reasonable certainty of realization.

(h) Provisions, 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.

2. Balances of Unsecured Loans, Sundry Creditors and Loans and Advances are subject to confirmation by the parties concerned.

3. Contingent Liability Rs. NIL.

4. 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	Mukesh R agarwal	Key Managerial Personnel
1 2 3 4 5	Sandeep R. Agarwal Tanmay T Agarwal Trilokchand Agarwal Manan T Agarwal Shivshanker G. Agarwal	Relative of Key Managerial Personnel
1. 2. 3. 4. 5. 6. 7. 8. 9.	Goyal & Co.Cosnt.Pvt.Ltd. Nova Properties Pvt.Ltd. Orchid Plaza Desing & Devlopers Pvt.Ltd HN Safal Infra Developers Private Ltd. (*) Galaxy Real Estate Developers Guj.P.Ltd. Gajanand Infracon Private Ltd. (**) Teracon Projects Pvt.Ltd Dhiren Hasmukhlal Vora. Uday Hasmukhlal Vora.	Partner
1.	Galaxy Global Private Limited	Enterprise in which Director of a company which is Partner of this firm having Significant Influence.
2.	Asia Perfect Multilink Private Limiited	Enterprise in which relative of KMP has significant influence.

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

Schedule 'M': Notes Forming Part of the Accounts

(*) being Safal Realty Private Limited, a company demerged with HN Safal Infra Developers Private Limited pursuant to the order dated 21.02.2018 of Hon'ble National Company Law Tribunal, Ahmedabad Bench.

(**) Including Vipul Forms and Graphics Private Limited, being amalgamating company having merged with and into Gajanand Infracon Private Limited pursuant to the order dated 21.02.2018 of Hon'ble National Company Law Tribunal, Ahmedabad Bench.

(b) Transactions with related parties

[Amount in Rs.]

Sr. No.	Nature of transaction	Relationship	2017-2018	2016-2017
(i)	**Interest Paid**			
	- Orchid Plaza Design & Developers Pvt. Ltd.	Partner	0	64 33 450
	- Asia Perfect Multilink Private Limiited	Enterprise in which relative of KMP has significant influence	1 01 900	0
	- Galaxy Real Estate Developers Guj. Pvt .Ltd.	Partner	0	1 42 50 000
(ii)	**Salary Paid**			
	- Mukesh R. Agarwal	Key Managerial Personnel	5 00 000	5 00 000
	- Sandeep R. Agarwal	Relative of Key Managerial Personnel	5 00 000	0
	- Tanmay T. Agarwal	Relative of Key Managerial Personnel	5 00 000	0
	- Trilokchand Agarwal	Relative of Key Managerial Personnel	5 00 000	0
	- Manan T. Agarwal	Relative of Key Managerial Personnel	5 00 000	0
	- Shivshanker G. Agarwal	Relative of Key Managerial Personnel	5 00 000	5 00 000
(iii)	**Purchase of Goods**			
	- Galaxy Global Private Limited	Enterprise in which Director of a company which is Partner of this firm having Significant Influence.	1 95 69 911	1 62 54 404
(iv)	**Loan taken during the year**			
	- Asia Perfect Multilink Private Limiited	Enterprise in which relative of KMP has significant influence	50 00 000	0
	- Sandeep R. Agarwal	Relative of Key Managerial Personnel	0	65 00 000

... Continued..

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

Schedule 'M': Notes Forming Part of the Accounts

(b) Transactions with related parties... *Continued..*

[Amount in Rs.]

Sr. No.	Nature of transaction	Relationship	2017-2018	2016-2017
(v)	**Loan repaid during the year**			
	- Sandeep R. Agarwal	Relative of Key Managerial Personnel	1 56 50 000	74 00 000
	- Asia Perfect Multilink Private Limiited	Enterprise in which Director of a company which is Partner of this firm having Significant Influence.	10 190	0
(vi)	**Capital introduced by Partner during the year**			
	- Goyal & Co. Cosnt. Pvt. Ltd.	Partner	41 04 04 912	90 26 00 000
	- Nova Properties Pvt. Ltd.	Partner	7 74 00 000	10 16 50 000
	- Orchid Plaza Design & Developers Pvt. Ltd	Partner	11 54 00 000	8 05 00 000
	- HN Safal Infra Developers Private Limited	Partner	99 68 25 000	1 73 91 70 000
	- Galaxy Real Estate Developers Guj. Pvt. Ltd.	Partner	22 10 00 000	22 80 00 000
	- Teracon Projects Pvt. Ltd.	Partner	8 14 787	19 96 00 000
	- Dhiren Hasmukhlal Vora	Partner	14 00 000	35 00 05 000
	- Uday Hasmukhlal Vora	Partner	14 00 000	32 50 95 000
(vii)	**Capital Withdrawn by Partner during the year**			
	- Goyal & Co. Cosnt. Pvt. Ltd.	Partner	1 56 35 12 744	39 05 00 000
	- Nova Properties Pvt. Ltd.	Partner	12 88 00 000	10 22 00 000
	- Orchid Plaza Design & Developers Pvt. Ltd	Partner	7 08 00 000	19 65 00 000
	- HN Safal Infra Developers Private Limited	Partner	2 22 08 95 000	1 11 27 50 000
	- Galaxy Real Estate Developers Guj. Pvt. Ltd.	Partner	22 15 00 000	48 40 00 000
	- Gajanand Infracon Private Ltd.	Partner	20 00 45 000	43 000
	- Teracon Projects Pvt. Ltd.	Partner	0	72 37 70 000
	- Dhiren Hasmukhlal Vora	Partner	47 02 500	34 67 05 000
	- Uday Hasmukhlal Vora	Partner	47 02 500	32 17 95 000

The particulars given above have been identified on the basis of information available with the LLP.

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

Schedule 'M': Notes Forming Part of the Accounts

(c) Outstanding Balances as at the year end

[Amount in Rs.]

Sr. No.	Nature of transaction	Relationship	2017-2018	2016-2017
(i)	**Balance Payable**			
	Towards Partners Fixed Capital Account			
	- Goyal & Co. Cosnt. Pvt. Ltd.	Partner	35 000	35 000
	- Nova Properties Pvt. Ltd.	Partner	5 000	5 000
	- Orchid Plaza Design & Developers Pvt. Ltd.	Partner	5 000	5 000
	- HN Safal Infra Developers Private Limited	Partner	5 000	5 000
	- Galaxy Real Estate Developers Guj. Pvt. Ltd.	Partner	5 000	5 000
	- Gajanand Infracon Private Ltd.	Partner	5 000	5 000
	- Teracon Projects Pvt. Ltd.	Partner	0	5 000
	- Dhiren Hasmukhlal Vora	Partner	20 000	17 500
	- Uday Hasmukhlal Vora	Partner	20 000	17 500
	Towards Partners Current Capital Account			
	- Goyal & Co. Cosnt. Pvt. Ltd.	Partner	1 00 04 84 173	2 14 56 74 700
	- Nova Properties Pvt. Ltd.	Partner	0	4 21 61 213
	- Orchid Plaza Design & Developers Pvt. Ltd.	Partner	5 39 98 706	82 67 663
	- HN Safal Infra Developers Private Limited	Partner	52 16 66 256	1 74 46 05 213
	- Galaxy Real Estate Developers Guj. Pvt. Ltd.	Partner	17 47 22 053	17 40 91 010
	- Gajanand Infracon Private Ltd.	Partner	63 30 27 257	83 19 41 214
	- Dhiren Hasmukhlal Vora	Partner	38 57 423	26 35 749
	- Uday Hasmukhlal Vora	Partner	38 57 423	26 35 749
	Towards Loan and Advances			
	- Asia Perfect Multilink Private Limiited	Enterprise in which relative of KMP has significant influence	50 91 710	0
	- Sandeep R. Agarwal	Relative of Key Managerial Personnel	0	1 56 50 000

... Continued..

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

Schedule 'M': Notes Forming Part of the Accounts

(c) Outstanding Balances as at the year end... *Continued...*

[Amount in Rs.]

Sr. No.	Nature of transaction	Relationship	2017-2018	2016-2017
	Towards Trade Payable			
	- Galaxy Global Pvt. Ltd.	Enterprise in which Director of a company which is Partner of this firm having Significant Influence	46 350	0
(ii)	**Balance Receivable Towards Partners Current Capital Account**			
	- Nova Properties Pvt. Ltd.	Partner	81 07 744	0
	- Teracon Projects Pvt. Ltd.	Partner	0	8 14 787
	Advance For Goods			
	- Galaxy Global Pvt. Ltd.	Enterprise in which Director of a company which is Partner of this firm having Significant Influence	0	44 41 771

5. The LLP has initiated the process of obtaining the confirmation from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006). However, 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.

As per our attached report of even date

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

Rohit Choksi

ROHIT K. CHOKSI
Partner
Mem. No,. 31103

Place : Ahmedabad
Date : - 5 JUN 2018

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

FOR SAFAL GOYAL REALTY LLP

Designated Partner

UDAY H. VORA

Designated Partner

Place : Ahmedabad
Date - 5 JUN 2018