Annual Report of
AVADH INFRASTRUCTURE PVT. LTD.
For Financial Year 2016-17.

Auditor:

PARIKH SHAH CHOTALIA & ASSOCIATES
Chartered Accountants
4th Floor,
Sunshine Arcade,
Vidya Kunj Society Main Road,
Off Amin Marg,
Nr.King's Heights,
Rajkot-360001.
Ph. : +91- 281- 2451366, 2471367

DIRECTORS REPORT

To,
The Members of,
AVADH INFRASTRUCTURE PRIVATE LIMITED

Your Directors have pleasure in presenting their 13th Annual Report on the business and operations of the Company and the accounts for the Financial Year ended 31st March, 2017.

1. Financial summary or highlights/Performance of the Company:

Particulars	Financial Year 2016-2017 (Amt. in ₹)	Financial Year 2015-2016 (Amt. in ₹)
1. Revenue from Operations	8,45,05,952.42	17,23,11,912.47
TOTAL	8,45,05,952.42	17,23,11,912.47
2. Earnings before Depreciation, Interest, Extra ordinary item & Tax	90,89,674.07	1,26,07,402.00
3. Less : Depreciation	38,24,256.62	38,73,388.12
4. Earnings before Interest, Extra Ordinary Item & Tax	52,65,417.45	87,34,013.88
5. Less : Interest Expenses	13,43,992.35	31,19,913.59
6. Earnings Before Extra Ordinary Item & Tax	39,21,425.10	56,14,100.29
7. Less : Extra Ordinary Item	0.00	0.00
8. Earnings Before Tax	39,21,425.10	56,14,100.29
9. Less : Tax (Current Tax Provision)	7,71,680.00	0.00
10. Less : Income Tax (Prior Period)	0.00	0.00
11. Less : Deferred Tax	0.00	0.00
12. Earnings After Tax	31,49,745.10	56,14,100.29

The Board's Report shall be prepared based on the stand alone financial statements of the Company.

2. Dividend:

Keeping in view to conserve the resources, your directors do not recommend any dividend for the year ended on 31st march, 2017.

3. Reserves:

For the financial year ended 31st March, 2017 the after tax profit of ₹ 31,49,745.10 is transferred to the general reserve.

Avadh Infrastructure Private Limited
(CIN: U45201GJ2004PTC044120)
"Gurukrupa Chambers", Atkot Road,
Opp. New S.T. Depot, Jasdan Dist. Rajkot-360050
Phone No: +91 9924101175 Email Id: avadhinfra@rediffmail.com

4. Brief description of the Company's working during the year/State of Company's affair:

The Company's net sales have been decreased to the amount of ₹ 551 Lacs as compared to ₹ 1473.60 Lacs in the previous year. The Directors considers all the facts and they are ready to take more effective and efficient steps towards the progress of business in the upcoming years and increase the revenue of the company by grasping available opportunities. The Company is planning for the higher profitability as company is eligible for various benefits from state government & central government like concession in power tariff, interest subsidy. This benefit will be an additional advantage to the company. Further directors are continuously putting vigorous efforts to penetrate and tap the market for better financial position.

5. Change in the nature of business, if any

No Change in the nature of the business of the Company has been made during the year.

No Material change has occurred subsequent to the close of the financial year of the Company to which the balance sheet relates and the date of the report likes settlement of tax liabilities, operation of patents rights, depression in the market value of the investments, institution of cases by or against the company, sale or purchase of capital assets or destruction of any asset, etc has been found.

6. No significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operation in future.

7. The Company has not borrowed funds by way of unsecured loans and deposits to which provisions of section 73 of the Companies Act, 2013 are applicable.

8. Internal Control System And Adequacy:

The Company has appropriate Internal control system for the business process with regards to its operation, financial reporting and compliance with applicable laws and regulations. It has documented financial and operating functions and processes. These policies and procedures are updated from time to time and compliance is monitored by the internal audit function as per the audit plan. The Company continues its efforts to align all processes and controls with best practices.

Further, The Board has adopted procedures for ensuring the Orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, timely preparation of reliable financial information and prevention and detection of fraud and errors.

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9. Details of Subsidiary/Joint Ventures/Associate Companies:

AVADH INFRASTRUCTURE PRIVATE LIMITED does not have any Subsidiary/Joint Ventures/Associate Companies so this clause is not applicable to the Company.

10. Performance and financial position of each of the subsidiaries, associates and joint venture companies included in the consolidated financial statement:

AVADH INFRASTRUCTURE PRIVATE LIMITED does not have any Subsidiary/Joint Ventures/Associate Companies so this clause is not applicable to the Company.

11. Statutory Auditors:

M/s. Parikh Shah Chotalia and Associates, Chartered Accountants, Rajkot (FRN:118493W) were reappointed as statutory auditor for a period of one year in the Annual General Meeting held on Friday 30th September, 2016.Their continuous appointment and payment of remuneration are to be confirmed and approved in the ensuing Annual General Meeting. The Company has received a Certificate pursuant to the Section 141 (3) (g) of the Companies Act, 2013 that the auditors are eligible to be re-appointed as statutory auditor of the company.

The Auditor's Report is self explanatory and does not call for any comments.

12. Share Capital And Share Application Money Pending For Allotment

As at 31st March, 2017 The Paid up and issued Share Capital of the Company was ₹ 2,87,13,370/-. During the year Company has issued 9,67,600 Fully Paid Up Equity shares of Rs. 10/- each for Rs. 75/- per share (including premium of Rs. 65/- per share) aggregating to Rs. 7,25,70,000/-

13. Extract of the annual return

The extract of Annual Return as required under section 92 (3) of the Companies Act, 2013 in Form MGT-9 is annexed herewith for your kind perusal and information as per Annexure 1.

14. The details of conservation of energy, technology absorption and foreign exchange earnings and outgo are as follows:

(A) Conservation of energy:

The company has taken steps to conserve energy. The steps have been taken to identify the areas of excessive energy consumption. Checks have been made to strengthen these areas and timely preventive maintenance has also been carried out to conserve energy.

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Further the company has installed a windmill at Lalpar area near Jamnagar as a part of its measures for energy conservation and to take environment friendly initative.

(B) Technology Absorption:

The company aims at technology absorption efforts including research and development by adopting relevant measures like product improvement, cost reduction, product development or import substitution, benefits derived like product improvement, cost reduction, product development or import substitution, etc.

(C) Foreign Exchange Earnings and Outgo:

No foreign exchange earnings or outgo during the year has been made

15. **Directors:**

The Board of Directors is constituted by Mr. Arvindbhai Jasmat Ramani, Mr. Rasikbhai Kesubhai Bodar, Mr. Rameshbhai Virjibhai Patel, Mrs. Hansaben Rameshbhai Tilara & Mrs. Kashmiraben Arvindbhai Ramani.

16. **Number of meetings of the Board of Directors:**

The Board of Directors has hold 12 meetings during the financial year 2016-2017. Details of same are as under.

Sr. No.	Date	Sr. No.	Date
1	14.04.2016	7	02.12.2016
2	30.06.2016	8	18.01.2017
3	20.08.2016	9	25.01.2017
4	05.10.2016	10	15.03.2017
5	07.10.2016	11	18.03.2017
6	17.10.2016	12	24.03.2017

One Extra-Ordinary General Meeting held on 04.04.2016 and Annual General Meeting of the company is to be held on 30.09.2016 within the time specified in the Act.

17. **Particulars of loans, guarantees or investments under section 186:**
(Details for Loans and Investments by Company)

The Company has not guaranteed or given any security or Loans, any investments pursuant to the provisions of section 186 of Companies Act, 2013 during the under review.

18. **Related Party Disclosures:**

No transactions were occurred during the Year.

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(e) The directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

(f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Acknowledgements

The Board of Directors would like to thank all Officers and Employees of the Company for the exemplary services rendered and their support to the Board in the functioning of the Company.

The relations with the officers and staff of the Company were cordial and the Directors are thankful for their continued co-operation and support.

The Board of Directors is also thankful to its Bankers for the support rendered to the Company during the year.

For and on behalf of the Board of Directors,
AVADH INFRASTRUCTURE PRIVATE LIMITED

Ramani A.T. Bodar R.K.

Arvindbhai Jasmatbhai Ramani	**Rasikbhai Keshubhai Bodar**
Director	**Director**
DIN: 00208554	**DIN: 00220424**

Place: Rajkot
Date: 27.06.2017

AVADH INFRASTRUCTURE PVT. LTD. RAJKOT

Avadh Infrastructure Private Limited

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19. **Managerial Remuneration:**

During the year the following amounts have been paid as Directors Remuneration.

Name of Director	Amount in Rs.
Rasikbhai K. Bodar	6,00,000

20. **Risk Management Policy:**

Risks are events, situations or circumstances which may lead to negative consequences on the Company's businesses. Risk management is a structured approach to manage uncertainty. A formal enterprise wide approach to Risk Management is being adopted by the Company and key risks will now be managed within a unitary framework. As a formal roll-out, all business divisions and corporate functions will embrace Risk Management Policy and Guidelines, and make use of these in their decision making. Key business risks and their mitigation are considered in the annual/ strategic business plans and in periodic management reviews. The Company has not documented the risks as identified by the management and the steps taken by the management to mitigate the same although the management of the Company is well aware of the risks associated with its operations.

Directors' Responsibility Statement

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

(a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The directors had prepared the annual accounts on a going concern basis; and

Form No. MGT-9

EXTRACT OF ANNUAL RETURN as on the financial year ended on 31/03/2017

[Pursuant to section 92(3) of the *Companies Act, 2013* and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

Sr. No.	Particulars	Particulars
i)	CIN	U45201GJ2004PTC044120
ii)	Registration Date	11/05/2004
iii)	Name of the Company	AVADH INFRASTRUCTURE PRIVATE LIMITED
iv)	Category/Sub Category of the Company	COMPANY LIMITED BY SHARES/INDIAN NONGOVERNMENT COMPANY
v)	Address of the Registered office and Contact Details	GURU KRUPA OPP NEW STDEPOT, JASDAN-360050 Gujarat 360050 INDIA E mail ID: avadhinfra@rediffmail.com
vi)	Whether Listed Company: Yes/No	NO
vii)	Name, Address and Contact Details of Registrar and Transfer Agent ,if any	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Construction of Residential Buildings	4100	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

Sr. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
	NIL				

IV. SHAREHOLDING PATTERN

(Equity Share Capital Breakup as Percentage of total Equity)Category –Wise Share Holding

i) Category-wise Share Holding

Category of Shareholders	No. of shares at the beginning of the year				No. of Shares at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	0	1531727	1531727	80.459	0	2499327	2499327	87.044	6.585
b) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
c) State Govt(s).	0	0	0	0.00	0	0	0	0.00	0.00
d) Bodies Corporate	0	0	0	0.00	0	0	0	0.00	0.00
e)Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
f)Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub-Total (A)(1):-	**0**	**1531727**	**1531727**	**80.459**	**0**	**2499327**	**2499327**	**87.044**	**6.585**
(2) Foreign									
a) NRIs-Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) other Individuals	0	0	0	0.00	0	0	0	0.00	0.00

	No. of shares at the beginning of the year				No. of Shares at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) Bodies Corporate	0	0	0	0.00	0	0	0	0.00	0.00
d)Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
e) Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub-Total (A)(2):-	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
Total Shareholding of Promoter (A)= (A)(1) + (A)(2)	**0**	**1531727**	**1531727**	**80.459**	**0**	**2499327**	**2499327**	**87.044**	**6.585**
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
d) State Govt(s).	0	0	0	0.00	0	0	0	0.00	0.00
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f)Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) FIIs	0	0	0	0.00	0	0	0	0.00	0.00
h)Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
i) Others (Specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (B)(1):-	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
2. Non-Institutions									
a) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
i) Indian	0	0	0	0.00	0	0	0	0.00	0.00
ii)Overseas									
b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
i) Individual Shareholders holding nominal share Capital upto Rs. 1.00 Lacs	0	3400	3400	0.179	0	3400	3400	0.118	-0.061

	No. of shares at the beginning of the year				No. of Shares at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
ii) Individual Shareholders holding nominal share Capital in excess of Rs. 1.00 Lacs	0	368610	368610	19.362	0	368610	368610	12.838	-6.524
c) Others (Specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (B)(2):-	0	372010	372010	19.541	0	468770	468770	12.956	-6.585
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	372010	372010	19.841	0	468770	468770	12.956	-6.585
C. Shares Held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
GrandTotal (A+B+C)	0	1903737	1903737	100.00	0	2871337	2871337	100.00	0.00

ii) **Shareholding of Promoters**

Sr. No.	Shareholders Name	Shareholding at the beginning of the year			No. of Shares at the end of the year			% Change in Shareholding during the year
		No. of Shares	% of Total Shares of the Company	% of Shares Pledged/ Encumbered to Total Shares	No. of Shares	% of Total Shares of the Company	% of Shares Pledged/ Encumbered to Total Shares	
1	Arvindbhai J.Ramani	330925	17.354	0	741605	25.828	0	8.474
2	Arvindbhia J. Ramani (Huf)	550	0.029	0	550	0.019	0	-0.010
3	Ashwinbhai G. Dhaduk	81000	4.255	0	81000	2.821	0	-1.434
4	Bhanuben Rasikbhai Bodar	45650	2.398	0	45650	1.590	0	-0.808
5	Chamanbhai Bhurabhai Ramani	40000	2.101	0	40000	1.393	0	-0.708
6	Champaben K. Bodar	85892	4.512	0	85892	2.991	0	-1.520
7	Hemiben Vitthalbhai Dholariya	122334	6.426	0	122334	4.261	0	-2.165
8	Jagabhai Khimjibhai Dhaduk	98060	5.151	0	98060	3.415	0	-1.736
9	Jasmatbhai K. Ramani (HUF)	250	0.013	0	250	0.009	0	-0.004
10	Jasmatbhai K. Ramani	119550	6.280	0	167930	5.848	0	-0.431
11	Jayantibhai J. Dhaduk	38970	2.047	0	38970	1.357	0	-0.690
12	Kashmiraben A Ramani	363090	19.072	0	725940	25.282	0	6.210
13	Keshubhai Haribhai Bodar	25024	1.314	0	25024	0.872	0	-0.443
14	Rasikbhai K Bodar.	180982	9.507	0	180982	6.303	0	-3.204
15	Diwaliben Ramani	0	0.000	0	48380	1.685	0	1.685
16	Hansaben Rameshbhai Tilara	0	0.000	0	96760	3.370	0	3.370

percentage of Cumulative shareholding has been calculated on Total Paidup Capital of the Company as on respective date.

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr.No.	Name of Promoter	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Arvindbhai Jasmatbhai Ramani				
	At the Beginning of the year	330925	17.383	330925	17.354
	Allotement of shares as on 15.04.2016	411230	--	742155	25.847
	At the End of the year	--	--	742155	25.847
2	Kashmiraben Arvind Ramani				
	At the Beginning of the year	363090	19.072	363090	19.072
	Allotement of shares as on 15.04.2016	362850	--	725940	25.282
	At the End of the year	--	--	725940	25.282
3	Jasmatbhai K. Ramani				
	At the Beginning of the year	119550	6.280	119550	6.280
	Purchase of shares as on 18.03.2017	48380	--	167930	5.848
	At the End of the year	--	--	167930	5.848
4	Hansaben Rameshbhai Tilara				
	At the Beginning of the year	0	0.000	0	0.000
	Allotement of shares as on 15.04.2016	96760	--	96760	3.370
	At the End of the year	--	--	96760	3.370

percentage of Cumulative shareholding has been calculated on Total Paidup Capital of the Company as on respective date.

(iv) ***Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):***

Sr.No.	Name of Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Vasantbhai Laljibhai Ramani				
	At the Beginning of the year	88910	4.670	88910	4.670
	Changes during the year	--	--	88910	3.096
	At the End of the year	--	--	88910	3.096
2	Vasantbhai Tapubhai Ramani				
	At the Beginning of the year	46600	2.448	46600	2.448
	Changes during the year	--	--	46600	1.623
	At the End of the year	--	--	46600	1.623
3	Mohanbhai Rudobhai Boghara				
	At the Beginning of the year	44850	2.356	44850	2.356
	Changes during the year	--	--	44850	1.562
	At the End of the year	--	--	44850	1.562
4	Kamleshbhai J. Lakkod				
	At the Beginning of the year	37545	1.972	37545	1.972
	Changes during the year	--	--	37545	1.308
	At the End of the year	--	--	37545	1.308
5	Pravinbhai Popatbhai Ramani				
	At the Beginning of the year	34250	1.799	34250	1.799
	Changes during the year	--	--	34250	1.193
	At the End of the year	--	--	34250	1.193
6	Rameshbhai L. Hirpara				
	At the Beginning of the year	34230	1.798	34230	1.798
	Changes during the year	--	--	34230	1.192
	At the End of the year	--	--	34230	1.192
7	Pravinbhai Mithabhai Domadiya				
	At the Beginning of the year	31430	1.651	31430	1.651
	Changes during the year	--	--	31430	1.095
	At the End of the year	--	--	31430	1.095
8	Mansukhbhai M. Ramani				
	At the Beginning of the year	17890	0.940	17890	0.940
	Changes during the year	--	--	17890	0.623
	At the End of the year	--	--	17890	0.623
9	Rameshbhai Gandubhai Bodar				
	At the Beginning of the year	14500	0.762	14500	0.762
	Changes during the year	--	--	14500	0.505
	At the End of the year	--	--	14500	0.505
10	Nandlal G Bodar				
	At the Beginning of the year	12995	0.683	12995	0.683
	Changes during the year	--	--	12995	0.453
	At the End of the year	--	--	12995	0.453

percentage of Cumulative shareholding has been calculated on Total Paidup Capital of the Company as on respective date.

(v) ***Shareholding of Directors and Key Managerial Personnel:***

Sr.No.	Name of Director	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Arvindbhai Jasmatbhai Ramani				
	At the Beginning of the year	330925	17.383	330925	17.354
	Allotement of shares as on 15.04.2016	411230	--	742155	25.847
	At the End of the year	--	--	742155	25.847
2	Rasikbhai Keshubhai Bodar				
	At the Beginning of the year	180982	9.507	180982	9.507
	Change during the year	--	--	180982	6.303
	At the End of the year	--	--	180982	6.303
3	Rameshbhai Virjibhai Patel				
	At the Beginning of the year	--	--	--	--
	Change during the year	--	--	--	--
	At the End of the year	--	--	--	--
4	Hansaben Rameshbhai Tilara				
	At the Beginning of the year	0	0.000	0	0.000
	Allotement of shares as on 15.04.2016	96760	--	96760	3.370
	At the End of the year	--	--	96760	3.370
5	Kashmiraben Arvind Ramani				
	At the Beginning of the year	363090	19.072	363090	19.072
	Allotement of shares as on 15.04.2016	362850	--	725940	25.282
	At the End of the year	--	--	725940	25.282

percentage of Cumulative shareholding has been calculated on Total Paidup Capital of the Company as on respective date.

V. INDEBTEDNESS : Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	1,55,93,408.93	1,09,90,400	--	2,65,83,808.93
ii) Interest due but not paid	--	--	--	--
iii) Interest accrued but not due	--	--	--	--
Total (i+ii+iii)	1,55,93,408.93	1,09,90,400	--	2,65,83,808.93
Change in Indebtedness during the financial year				
• Addition	--	--	--	--
• Reduction	(91,96,844.65)	--	--	--
Net Change	(91,96,844.65)	---	--	(91,96,844.65)
Indebtedness at the end of the financial year				
i) Principal Amount	63,96,564.28	1,09,90,400	--	1,73,86,964.28
ii) Interest due but not paid	--	--	--	--
iii) Interest accrued but not due	--	--	--	--
Total (i+ii+iii)	63,96,564.28	1,09,90,400	--	1,73,86,964.28

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager				Total
		NOT APPLICABLE				
1.	Gross Salary					
	(a) Salary as per Provisions contained in Section 17(1) of the Income Tax Act,1961	0	0	0	0	0
	(b) Value of perquisites u/s 17(2) of Income Tax Act, 1961	0	0	0	0	0
	(c)Profits in lieu of salary under section 17(3) of Income Tax Act, 1961	0	0	0	0	0
2.	Stock Option	0	0	0	0	0
3.	Sweat Equity	0	0	0	0	0
4.	Commission					
	- As % of Profit	0	0	0	0	0
	- Others, Specify	0	0	0	0	0
5.	Others,Please Specify	0	0	0	0	0
	Total (A)	0	0	0	0	0
	Ceiling as Per the ACT	0	0	0	0	0

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors					Total Amount
		Arvindbhai Jasmatbhai Ramani	Rasikbhai Keshubhai Bodar	Rameshbhai Virjibhai Patel	Kashmiraben Arvind Ramani	Hansaben Rameshbhai Tilara	
1.	Independent Directors	NOT APPLICABLE					
	• Fee for attending board committee meetings	0	0	0	0	0	0
	• Commission	0	0	0	0	0	0
	• Others, please specify	0	0	0	0	0	0
	Total (1)	0	0	0	0	0	0
2.	Other Non-Executive Directors	0	0	0	0	0	0
	• Fee for attending board committee meetings	0	0	0	0	0	0
	• Commission	0	0	0	0	0	0
	• Others, please specify	0	6,00,000	0	0	0	6,00,000
	Total(2)	0	6,00,000	0	0	0	6,00,000
	Total (B)= (1)+(2)	0	6,00,000	0	0	0	6,00,000
	Total Managerial Remuneration	0	6,00,000	0	0	0	6,00,000
	Overall Ceiling as per the Act						

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD :NA

Sl. no.	Particulars of Remuneration	Key Managerial Personnel NOT APPLICABLE			
		CEO	Company Secretary	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0	0	0
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0	0
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0	0
2.	Stock Option	0	0	0	0
3.	Sweat Equity	0	0	0	0
4.	Commission	0	0	0	0
	- As % of Profit	0	0	0	0
	- Others, Specify	0	0	0	0
5.	Others,Please Specify	0	0	0	0
	Total	0	0	0	0

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

There were no penalties / punishment / compounding of offences for the year ending March 31, 2017

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT/COURT]	Appeal made, if any (Give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of
AVADH INFRASTRUCTURE PRIVATE LIMITED

Arvindbhai J. Ramani
Director – DIN 00208554

Rasikbhai K Bodar
Director- DIN 00220424

AVADH INFRASTRUCTURE PVT. LTD. RAJKOT

Date: 27-06-2017
Place: Rajkot

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 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 control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of 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.

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:

(a) In the case of the Balance Sheet, of the state of affairs of the Company as **at March 31, 2017;**

(b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date;

(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"** statement on the matters specified in paragraphs 3 and 4 of the Order.

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 purpose 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.

Parikh Shah Chotalia & Associates Chartered Accountants RAJKOT

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 applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014

e. On the basis of the written representations received from the directors as on **March 31, 2017,** and taken on record by the Board of Directors, none of the directors is disqualified **as on March 31, 2017,** from being appointed as a director in terms of Section 164(2) of the Act.

f. In our opinion, the company has, in all material respects, an adequate internal financial controls, system over financial reporting and such **internal financial control** over financial reporting were operating effectively **as at March 31, 2017,** based on the internal control over financial reporting criteria established by the company.

g. 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, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position

ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise

iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise

iv. Company had provided requisites disclosed in financial statements as to holding as well as dealing in specified Bank Notes during the period from 8th November 2016 to 30th December 2016.These are in accordance with the books of accounts maintained by the company.

- Details of the Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 as provided in the Table below;

Parikh Shah Chotalia & Associates Chartered Accountants RAJKOT

	SBNs	Other Denomination Notes	Total
Closing Cash in Hand as on 08/11/2016	3,92,366.00	10,94,147.50	14,86,513.50
(+) Permitted Receipts Including income offered under PMGKY	1,47,90,000.00	-	1,47,90,000.00
(-) Permitted Payments	1,18,82,366.00	1,21,323.00	1,20,03,689.00
(-) Amount Deposited in Bank	30,00,000.00	0.00	30,00,000.00
Closing Cash in Hand as on 30/12/2016	-	0.00	12,72,824.50

For Parikh Shah Chotalia& Associates
Chartered Accountants

Parikh Shah Chotalia & Associates Chartered Accountants RAJKOT

CA. Meera R. Patel
Partner
Membership No: 141047
F.R.N: 118493W
PAN: AADFR8971L

Place: Rajkot
Date: 27.06.2017

Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2017:

1. Fixed Assets - Clause 3(i)

A. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

B. The Fixed Assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.

C. According to the Information and explanation given to us, the title deeds of immovable properties of the company are held in the name of the company.

2. Inventories - Clause 3(ii)

A. The management has conducted the physical verification of inventory at reasonable intervals.

B. No discrepancies were noticed on physical verification of the inventory as compared to books records.

3. Loans to Parties Covered Under Register Maintained u/s 189 of the Companies Act, 2013 - Clause 3(iii)

The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.

4. Compliance if Sec.185 & 186 of Companies Act 2013 -Clause 3(iv)

The company has not granted any loan, guarantee or provided any guarantee covered under section 185 and 186 of Companies Act 2013.

Parikh Shah Chotalia & Associates Chartered Accountants RAJKOT

5. Deposits from Public -Clause 3(v)

The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

6. Cost Records u/s 148 of the Companies Act - Clause 3(vi)

As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

7. Statutory Dues- Clause 3(vii)

A. According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on when they become payable.

B. According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

8. Repayment of Dues- Clause 3(viii)

In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks, financial institutions or from the government and has not issued any debentures.

9. End use of Borrowings- Clause 3(ix)

Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

10. Fraud- Clause 3(x)

Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

Parikh Shah Chotalia & Associates Chartered Accountants RAJKOT

11. Managerial Remuneration- Clause 3(xi)

The company being a private company; provisions of section 197 are not applicable.

12. Nidhi Company- Clause 3(xii)

In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

13. Related Party Transactions- Clause 3(xiii)

In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

14. Preferential Allotment or Private Placement- Clause 3(xiv)

Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

15. Non Cash Transaction- Clause 3(xv)

Based upon the audit procedures performed and the information and explanations given by the management, the company has issued shares on acquisition of Land from the directors with requisites compliances as per companies act.

16. Registration u/s 45-IA- Clause 3(xvi)

In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For Parikh Shah Chotalia& Associates
Chartered Accountants

Parikh Shah Chotalia & Associates Chartered Accountants RAJKOT

CA. Meera R. Patel
Partner
M. No. 141047
F.R.N: 118493W
PAN : AADFR8971L
Place: Rajkot
Date: 27.06.2017

AVADH INFRASTRUCTURE PRIVATE LIMITED
PROFIT AND LOSS STATEMENT FOR THE PERIOD ENDED 31 MARCH, 2017

I	Revenue from operations:					
	Sale of Products	18	55,100,000.00		147,360,000.00	
	Other Operating Revenues		29,405,952.42		24,951,912.47	
	Less: Excise Duty		0.00	84,505,952.42	0.00	172,311,912.47
II	Other Income	19		1,971,661.77		4,163,790.00
III	Total Revenue (I + II)			86,477,614.19		176,475,702.47
IV	Expenses					
	Cost of Materials Consumed (Purchases of Stock in Trade, Changes in inventories of finished goods, work in progress and Stock-in-trade)	20	17,338,185.24		83,195,256.75	
	Employee benefits expense	21	7,227,250.00		11,849,326.00	
	Finance Costs	22	1,541,212.30		3,148,918.30	
	Depreciation and Amortization Expense	9	3,874,256.62		3,873,388.12	
	Other Expenses	23	52,575,284.93		68,794,713.08	
	Total Expense			82,556,189.09		170,861,602.25
V	Profit before exceptional and extraordinary items and tax (III-IV)			3,921,425.10		5,614,100.22
VI	Prior Period Items					
VI	Profit before tax (V-VI)			3,921,425.10		5,614,100.22
VII	Tax expense:					
	(1) Current tax - Provision		7,71,680.00		0.00	
	(2) Deferred Tax		0.00	771,680.00	0.00	0.00
	Add: Previous Year's Income Tax Adjustments					
VIII	Profit/(Loss) for the period 2016-17			3,149,745.10		5,614,100.22
X	Profit/(Loss) for the Previous Years			68,862,858.53		63,248,758.31
	Carried forward to Balance Sheet			72,012,603.63		68,862,858.53
XI	Earnings per equity share: (1) Basic (2) Diluted			1.65		2.95
	Notes to accounts	24				

For and on behalf of the Board
Avadh Infrastructure Pvt. Ltd.

As per our report of even date
For, Parikh Shah Chotalia & Associates

Avinashbhai J. Ramani
DIN 00206554
Place : Rajkot
Date : 27.06.2017

Rasikbhai K. Bodar
DIN 00220424

CA Meera R. Patel
Partner
M. No. 141047
FRN : 118493W
PAN : AADFR8971L
Place : Rajkot

AVADH INFRASTRUCTURE PVT. LTD. RAJKOT

Parikh Shah Chotalia & Associates Chartered Accountants RAJKOT

AVADH INFRASTRUCTURE PRIVATE LIMITED
NOTES FORMING PART OF ACCOUNTS AS AT 31ST MARCH 2017

	NOTE '1'				
	SHARE CAPITAL				
1	-Authorised				
	30,00,000 Equity Shares of Rs. 10/- each [Previous Year : 30,00,000 Equity Shares of Rs. 10/- each]	30,000,000.00	30,000,000.00	30,000,000.00	30,000,000.00
2	-Issued, Subscribed and Paid up				
	28,71,337 Equity Shares of Rs. 10/- each fully paid-up. [Previous Year : 19,03,737 Equity Shares of Rs. 10/- each fully paid Up]	28,713,370.00	28,713,370.00	19,037,370.00	19,037,370.00
	TOTAL		28,713,370.00		19,037,370.00
3	- Reconciliation of Shares			Nos	Amt(Rs)
	Opening Share Capital	1,903,737.00	19,037,370.00	1,903,737.00	19,037,370.00
	Add: Shares Issued During the year	967,600.00	9,676,000.00	0.00	0.00
	Add: Rights/Bonus Shares Issued	0.00	0.00	0.00	0.00
	Total	2,871,337.00	28,713,370.00	1,903,737.00	19,037,370.00
	Less: Buy back of Shares	0.00	0.00	0.00	0.00
	Less Reduction in Capital	0.00	0.00	0.00	0.00
	Closing Share Capital	2,871,337.00	28,713,370.00	1,903,737.00	19,037,370.00

-List of Share holders having 5% or more Shares (In Nos)

	Name Of Shareholders	In Nos	In %	In Nos	In %
1	Arvindbhai J Ramani	741,605.00	25.83%	330,375.00	17.35%
2	Heeraben Vithalbhai Dholariya	-	-	122,334.00	6.43%
3	Jagabhai Khimjibhai Dhaduk	-	-	98,060.00	5.15%
4	Jasmatbhai K Ramani	167,930.00	5.85%	119,560.00	6.28%
5	Kashmiraben A Ramani	725,940.00	25.28%	363,090.00	19.07%
6	Rasikbhai K Bodar	180,982.00	6.30%	180,982.00	9.51%

	NOTE '7'				
	OTHER CURRENT LIABILITIES				
I	Deposits and other payables				
1	Electricity Bill - PGVCL	38,675.00		0.00	
2	Maruti Enterprise	0.00		2,077,900.00	
3	Mayurdhvajsinh M Jadeja	8,064,697.50		10,672,150.00	
4	Non Payment of Extra-Liability-BSNL	508,929.00		508,929.00	
5	Other Deposit Deducted from Sub Contractors	0.00		20,000.00	
6	Retention Money Deposit	0.00		56,675.09	
7	Security Deposit Deducted (Sub Contract)	222,361.00		356,076.00	
8	Telephone Bill - BSNL	1,141.00	8,835,803.50	0.00	13,691,730.09
II	For Statutory Dues				
1	P.F. Payable	32,559.00		6,488.00	
2	S. Tax Payable on Comm. On sale of Car	54,562.00		48,420.00	
3	TDS From Contractors and Professional Fees	393.00		7,282.00	
4	TDS From Salary/Remuneration	32,645.00		0.00	
5	Professional Tax on Salary	200.00		0.00	
6	TDS Deduction Sub Contractors New	7,218.00	127,577.00	0.00	62,190.00
III	Advances received from Customers				
	The Millenium				
1	TM-6F-4 Vijay Vinodbhai Thumar	700,000.00	700,000.00	0.00	0.00
IV	Director's Remuneration				
1	Rasikbhai K Bodar	567,155.00	567,155.00	0.00	0.00
	TOTAL		10,230,535.50		13,753,920.09

	NOTE '8'				
	SHORT TERM PROVISIONS				
I	Provisions for Expenses				
1	For Audit Fees	69,000.00		34,350.00	
2	For Gas Bill Exp	182.00		0.00	
3	For Telephone bill	0.00	69,182.00	4,401.04	38,751.04
II	Provision for Taxation				
1	For Income Tax	771,660.00	771,660.00	0.00	0.00
	TOTAL		840,842.00		38,751.04

	NOTE '2'				
	RESERVES AND SURPLUS				
1	(A) Profit and Loss Account				
	Opening Balance	64,758,375.39		59,144,275.17	
	Add : Profit for current year	3,149,745.10		5,614,100.22	
	Less: Proposed Dividend	0.00		0.00	
	TDS Receivable	29,569.00		0.00	
	Income tax	1,152,767.00		0.00	
	Closing Balance		66,725,784.49		64,758,375.39
	(B) Profit from other concerns-Avadh NIPL JV				
	Opening Balance	20,560,216.30		24,853,500.35	
	Add: Current Year's Profit	0.00		0.00	
	Less: Adjustment For Income Tax	0.00		4,750.00	
	Less: Adjustment For Charges	142,500.00		4,282,804.05	
	Less: Appeal Fees	2,375.00		950.00	
	Less : VAT E - Filing	533,534.00		4,750.00	
	Closing Balance		19,881,807.30		20,560,216.30
2	Securities Premium Account				
	Opening Balance	28,986,480.00		28,986,480.00	
	Add : Securities premium credited	62,894,000.00		0.00	
		91,880,480.00		28,986,480.00	
	Less: Premium on Redemption of Debentures	0.00		0.00	
	For Issuing Bonus Shares	0.00		0.00	
	Closing Balance		91,880,480.00		28,986,480.00
3	Other Reserves				
	Income Declared on 10.12.2016	14,490,000.00		0.00	
	Less: Payment under Taxation and Investigation Regime PMGKY	-7,230,510.00		0.00	
	Closing Balance		7,259,490.00		0.00
	TOTAL		185,747,561.79		114,305,071.69

	NOTE '10'				
	NON-CURRENT INVESTMENTS				
I	Investments in Partnership Firms				
1	Avadh NIPL JV (Partnership Firm)	809,786.30	809,786.30	1,335,695.30	1,335,695.30
II	Other Non-Current Investments				
1	Investment under Pradhan Mantri Garib Kalyan Yojna Scheme	3,622,500.00	3,622,500.00	0.00	0.00
	TOTAL		4,432,286.30		1,335,695.30

	NOTE '11'				
	OTHER NON CURRENT ASSETS	0.00	0.00	0.00	0.00
	TOTAL		0.00		0.00

	NOTE '12'				
	Currents Investments				
I	Mutual Funds				
1	Reliance Liquid Fund-Direct Growth Plan	673,094.10		0.00	
2	Reliance Medium Term Fund-Direct Growth Plan	7,563,856.27	8,236,950.37	0.00	0.00
			8,236,950.37		0.00

	NOTE '13'				
	INVENTORIES				
	Raw Material				
1	Stock at Shapar R. S. No. 29/P1-5 (Land)	953,290.00		953,290.00	
2	Stock at Motamava R.S. No. 158,159,160/1-2 Plot No. 37 (Land)	423,750.00		0.00	
3	Stock at Kothariya R.S. No. 159/1 Plot No. 52,54,64 (Land)	6,786,740.00	8,163,780.00	0.00	953,290.00
	Finished Goods				
1	Bilipatra (Nana Mava - 21)	0.00		20,436,926.00	
2	Shantivan	0.00		12,933,465.00	
3	Shantivan Flats	518,909.00		1,807,471.00	
4	Shantivan Param	0.00	518,909.00	9,122,283.00	44,300,145.00
	Work in Progress				
1	The Millenium	127,392,762.00	127,392,762.00	0.00	0.00
			136,075,451.00		45,253,435.00

	NOTE '16'				
	SHORT TERM LOANS AND ADVANCES				
	Balances with Statutory Authorities				
1	Advance Tax (2015-16)	0.00		300,000.00	
2	Advance Tax (2017-18)	4,966,830.00		0.00	
3	Service Tax Receivable	922,668.03		0.00	
4	TDS Receivable (2016-17)	732,871.00		0.00	
5	TDS Receivable (2015-16)	0.00		976,838.00	
6	TDS Receivable (2007-08)	0.00		1,530.00	
7	TDS Receivable (2008-09)	0.00		28,039.00	
8	IT Refund Receivable(2013-14)	0.00	6,622,369.03	1,045,289.00	2,351,746.00
	TOTAL		6,622,369.03		2,351,746.00
	NOTE '17'				
	OTHER CURRENT ASSETS				
I	Deposits and other Receivable				
1	Electric Deposit R.S. No 349 Mavdi	0.00		20,000.00	
2	Electric Deposit, Bilipatra Project	0.00		11,954.00	
3	Electric Deposit, The Millenium	100,000.00		0.00	
4	Excess Deposit - SSNL	4,000.00		100,200.00	
5	Interest Rec. on PGVCL Deposit	0.00		37,312.00	
6	Neel A Ramani	0.00		107,500.00	
7	Non Payment of Excess Items-SSNL	508,929.00		508,929.00	
8	Other Deposit	0.00		20,000.00	
9	Performance Guarantee	1,420,160.00		980,639.00	
10	PGVCL Security Deposit - CNG	490,354.00		490,354.00	
11	Retention Money Deposit	0.00		56,673.09	
12	Sardar Sarovar - Interest Receivable	80,455.00		81,991.00	
13	Sardar Sarovar Narmada NL FDR 1278535	1,000,000.00		1,000,000.00	
14	Security Deposit	224,423.00		296,256.00	
15	Security Deposit (FD)	213,941.00		750,332.00	
16	SSNL Bond No. 1279254	2,000,000.00		2,000,000.00	
17	SSNL Electronic E-1 Class FDR No. 1284587	14,000.00		14,000.00	
18	SSNL - Security Deposit	49,464.00		0.00	
19	SSNL FDR Electric Licence (SSNL Dep. No. 1,81293)	6,000.00		6,000.00	
20	Time Limit Deposit	60,000.00	6,171,726.00	60,000.00	6,522,541.09
II	Prepaid Expenses				
1	Annual Maintenance Cont. Charges	0.00		5,470.00	
2	Insurance	182,917.00	182,917.00	265,354.00	270,824.00
III	Advances given against Land Purchase				
1	Arvind J. Ramani	0.00		42,500.00	
2	Hansaben R. Tilara	0.00		10,000.00	
3	Kashmiraben A. Ramani	0.00		37,500.00	
4	Nirali B. Ramani	0.00	0.00	10,000.00	100,000.00
IV	Trade Deposits				
1	Pannaba Mahendrasinh Jadeja	135,302.50	135,302.50	4,527,850.00	4,527,850.00

39	Stationery & Printing Expenses	42,922.00		25,863.00	
40	Telephone Expenses	82,025.96		83,511.04	
41	Tender Fees Expenses	900.00		16,875.00	
42	Testing Charges	375.00		0.00	
43	Transmission Expenses (Windmill)	830,780.00		815,448.00	
44	Transportation/Freight Expenses	38,805.00		177,420.00	
45	Traveling Expenses	57,134.58		401,844.76	
46	VAT Audit Fees	14,000.00		0.00	
47	Vehicle Expenses	168,801.89		185,579.51	
48	Vehicle Repairing Charges	61,809.20		0.00	
49	Water Expenses	45,550.00		97,850.00	
50	Windmill Maintenance Charges	0.00		182,700.00	
51	Windmill Operation Charges	0.00	48,066,659.41	416,698.00	65,609,392.73
	TOTAL		52,575,284.93		68,794,713.08

	NOTE '20'				
	COST OF MATERIAL CONSUMED				
	Consumption of Building Materials & Land				
	Stock at Commencement (FG+WIP)	45,253,435.00		111,360,760.00	
	Add: Purchase of Building Materials	108,160,201.24		17,183,264.05	
		153,413,636.24		128,544,024.05	
	Less : Purchase Return	0.00		95,332.30	
		153,413,636.24		128,448,691.75	
	Less : Stock at Close (FG+WIP)	136,075,451.00	17,338,185.24	45,253,435.00	83,195,256.75
	TOTAL		17,338,185.24		83,195,256.75
	Change in Stocks				
	Stock at Commencement				
1	Stock of Finished Goods	45,253,435.00		66,489,678.00	
2	Stock of WIP	0.00	45,253,435.00	44,871,082.00	111,360,760.00
	Less: Stock at Close				
1	Raw Material (Land)	8,163,780.00		45,253,435.00	
2	Work In Progress (The Millenium)	127,392,762.00			
3	Finished Goods	518,909.00	136,075,451.00	0.00	45,253,435.00
	Stock Decreased / (Increased)by		-90,822,016.00		66,107,325.00
	NOTE '21'				
	EMPLOYEE BENEFITS EXPS.				
1	Conveyance\Transport Allowance	138,000.00		127,200.00	
2	House Rent Allowance	22,000.00		72,500.00	
3	P.F. Expense	202,384.00		83,802.00	
4	Remunaration to Directors	600,000.00		6,282,000.00	
5	Salaries, Wages, Bonus etc.	6,307,366.00		5,238,824.00	
6	Telephone Allowance	7,500.00		19,500.00	
7	Uniform Allowance	0.00	7,277,250.00	25,500.00	11,849,326.00
	TOTAL		7,277,250.00		11,849,326.00
	NOTE '22'				
I	FINANCE COSTS				
	Interest Expenses				
1	Interest on Vehicle Loan	212,218.35		333,784.59	
2	Interest on Term Loan	1,098,981.00		2,268,160.00	
3	Interest on Unsecured Loan	0.00	1,311,199.35	489,582.00	3,091,526.59
II	Other Borrowing Costs				
1	Bank Commission and other Charges	15,359.95		12,172.71	
2	Bank Guarantee Charges	185,903.00		0.00	
3	Inspection charges	28,750.00		29,625.00	
4	Property Valuation Charges	0.00	230,012.95	16,594.00	57,391.71
	TOTAL		1,541,212.30		3,148,918.30

AVADH INFRASTRUCTURE PVT. LTD.

Note - 24

Significant Accounting Policies, Notes on Accounts for the Year Ended on 31st March, 2017

SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation of Financial Statement:

The financial statements are prepared under the historical cost convention in accordance with applicable accounting standards and relevant requirements of the Companies Act, 2013.

System of Accounting

The Company is following accrual basis system of Accounting. Accounts are prepared on historical cost concept. Further company has adopted percentage completion method for accounting the revenue as per the basic principal of Accounting as per Indian Accounting Standard (Ind AS) 11 Accounting for Construction contract and Revenue recognition - As per Indian Accounting Standard (Ind AS) 18.

Revenue Recognition

During the period covered under audit, Revenue is recognized on the basis of percentage completion Method for "true and fair" view of financial statements. The company accounts for revenues from sale of commercial and residential units on the basis of percentage completion of work.

Incomes from Maintenance Contracts, is recognized at percentage of completion method based on percentage of actual cost incurred to total estimated cost of contract. The revenue for the Franchisee Commission is recognized at a prescribed percentage of Sales at the end of stipulated Billing cycle.

AVADH INFRASTRUCTURE PVT. LTD.

Note – 24

Significant Accounting Policies, Notes on Accounts for the Year Ended on 31st March, 2017

For real estate business company is following percentage completion method for recognizing the revenue. As per the percentage completion method revenue has recognized on actual completion percentage after considering its probability of future inflow reliably.

Company have recognized revenue for the financial year 2016-17 subject to its measured at the fair value of the consideration received or receivable. Following criteria are taken into consideration while recognizing revenues of the company.

(a) The entity has transferred to the buyer the significant risks and rewards of ownership of the goods;

(b) The entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;

(c) The amount of revenue can be measured reliably;

(d) It is probable that the economic benefits associated with the transaction will flow to the entity; and

(e) The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Further according to Guidance Note on Accounting for Real Estate Transactions-GN(A) 23 (Revised 2012) company has taken into consideration, while recognition of revenue, we have ensured that all the conditions specified in paragraphs 10 and 11 of Accounting Standard (AS) 9, Revenue Recognition, are satisfied. Accordingly, we have recognized cost and revenues at the point of time at which all

AVADH INFRASTRUCTURE PVT. LTD.

Note – 24

Significant Accounting Policies, Notes on Accounts for the Year Ended on 31st March, 2017

Borrowing Costs

Borrowing cost attributable to the acquisition or construction of qualifying assets, are capitalized as part of the cost of such Assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

Provisions

As explained to us Company has made all necessary Provisions and the amount is reasonably adequate.

Provision and Contingent Liabilities

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.

Loans & Advances

In the opinion of the board the value on Realization of loans & advances, if realized in the ordinary course of the business, shall not be less than the amount, which is stated, in the current year's Balance Sheet. The Provision for all known liabilities is reasonable and not in excess of the amount considered reasonable necessary.

AVADH INFRASTRUCTURE PVT. LTD.

Note – 24

Significant Accounting Policies, Notes on Accounts for the Year Ended on 31st March, 2017

However, some of the expenses due to their peculiar nature are accounted only on cash basis.

Directors Remuneration

Details of Directors Remuneration paid to Directors are as follows:

Particulars	Current year	Previous year
Basic Pay	6,00,000	62,82,000
H. R. A. & Other allowances	0.00	48,000

Deferred Tax Liability/ (Assets)

As per AS 22, Deferred Tax Assets, subject to consideration of prudence, are recognized only if there is reasonable certainty that sufficient future taxable income is available against which they can be realized. Considering conservative principle, and considering the materiality concept, no deferred tax is required and made in the accounts.

Employee Retirement Benefits

Contributions payable to the recognized provident fund, which is a defined contribution scheme, are charged to the Profit and Loss Account.

Extra Ordinary items

The Survey was conducted by Income Tax Department at office Premises of the Company on 10.12.2016. During the survey proceedings the company has declared Rs. 1,44,90,000/- as undisclosed income. Subsequently the same has been offered under PMGKY scheme. The same has been duly honored in the books of account along with requisite payment of taxes.

AVADH INFRASTRUCTURE PVT. LTD.

Note – 24

Significant Accounting Policies, Notes on Accounts for the Year Ended on 31st March, 2017

Amount Due to Micro, Small & Medium Enterprise

The company has requested the suppliers to give information about their status as Micro, Small & Medium Enterprises as defined under the MSMED Act, 2006. In the absence of this information company is unable to provide the details under "Current Liabilities" regarding the overdue to such enterprise.

General

Balances of Debtor's, bank balance and creditor's as shown in Balance Sheet are subject to confirmation and Reconciliation by the respective parties.

The Previous year's figures have been regrouped, reclassified and rearranged wherever considered necessary.

For, Avadh Infrastructure Pvt Ltd

Arvindbhai J. Ramani
Director

Rasikbhai K. Bodar
Director

Place: Rajkot
Date: 27.06.2017

For, Parikh Shah Chotalia & Associates
Chartered Accountants

CA Meera R. Patel
Partner
M. No. 141047
FRN. 118493W
PAN : AADFR8971L

To,
Parikh Shah Chotalia & Associates
4th Floor, Sunshine Arcade,
Off. Amin Marg, Nr. King's Heights,
Rajkot – 360001

Date : 27.06.2017

Sub: Management Letter for Audit Representation

Respected Sir,

This representation letter is provided in connection with your audit of the financial statements of **Avadh Infrastructure Pvt. Ltd.** for the year ended, **31st March, 2017** for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of (present fairly, in all material respects) the financial position of Company **31st March ,2017** and of the results of its operations and its cash flows for the year then ended in accordance with applicable financial reporting framework and the Income Tax Act,1961.

We acknowledge our responsibility for the fair presentation of the financial statements in accordance with Accounting Standard and applicable laws.

We confirm, to the best of our knowledge and belief, the following representations:

- There have been no irregularities involving management or employees who have a significant role in internal control or that could have a material effect on the financial statements.
- We had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of applicable laws, for safeguarding the assets of the company, for detecting and preventing fraud and other regularities.
- We confirm the completeness of the information provided regarding the identification of related parties.
- The firm has prepared the accounts on a going concern basis.
- The financial statements are free of material misstatements, including omissions.
- There has been no non compliance with requirements of regulatory authorities that could have a material effect on the financial statements in the event of non compliance.
- We have no plans or intentions that may materially alter the carrying value or classification of assets and liabilities reflected in the financial statements.
- The cash on hand was physically verified and agreeing as shown in the financial statements. Further, we declare that payment made exceeding Rs. 20,000 have not been through cash.
- During the year, no unsecured loans or deposits exceeding Rs. 20,000/- have been accepted or repaid in cash.
- The firm has not violated any provision related to Tax Deduction at Source as prescribed the Income Tax Act,1961.

To the best of our Knowledge and belief, no events occurred subsequent to the balance sheet date and through the date of this letter that would require adjustment or the disclosure in the financial statements.

Kamani A.J. Bodar R.K.

Director **Director**

Place: Rajkot

AVADH INFRASTRUCTURE PVT. LTD. RAJKOT