SERVASHANTI PROPERTIES PVT LTD

A-114,

SIDDHI VINAYAK TOWER,

MAKARBA, ,AHMEDABAD - 380051

Phone : 9909944361

PAN

AAICS1693J

STATUS

Company

INDEPENDENT AUDIT REPORT

FINANCIAL YEAR	ASSESSMENT YEAR
2017-2018	**2018-2019**

AUDITORS

HIREN K SHAH AND CO

Chartered Accountants

803, Rembrandt Building, Opp. Associate Petrol Pump

C.G.Road, AHMEDABAD - 380009

Phone : 26406646,40097525 (M) 9824034865

INDEPENDENT AUDITOR'S REPORT

TO
THE MEMBERS OF **SERVASHANTI PROPERTIES PRIVATE LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **SERVASHANTI PROPERTIES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the 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 provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

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, of the state of affairs of the Company as at 31st March, 2018, and its profit/loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by Section 143 (3) of the Act, we report that :

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books [and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.]

c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account [and with the returns received from the branches not visited by us].

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

Date: 27-08-2018
Place: Ahmedabad

For, Hiren K Shah & CO
(Chartered Accountants)

(Hiren K Shah)
Proprietor
M No. 102820
FRN 117188W

SCHEDULE

A/C Year 2017-18

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS

SIGNIFICANT ACCOUNTING POLICIES

1. **Basis of Preparation of Accounts:**
   The accounts are prepared on historical cost convention in accordance with applicable mandatory accounting standards and other generally accepted accounting principles in conformity with the statutory requirements.

2. **Fixed Assets:**
   Fixed assets are stated at historical cost where cost includes all expenses directly attributable to make the asset ready for use.

3. **Depreciation:**
   Depreciation on fixed assets has been provided on written down value method under Schedule II to the Companies Act, 2013.

4. **Leases:**
   Operating Lease:
   Lease payments under an operating lease are recognized as an expense in the statement of Profit and Loss on a straight line basis over the lease term.

5. **Borrowing Costs:**
   Borrowing costs directly attributable to the production, acquisition or construction of a qualifying asset are capitalized as part of the cost of that asset till the asset is ready for use. Other borrowing costs are charged to the statement of profit and loss as and when incurred. None of the borrowing cost have been capitalized during the year.

6. **Earnings per Share:**
   The company calculates and discloses Earnings per share in accordance with the provisions of Accounting Standard (AS) 20, "Earnings per Share" issued by the Institute of Chartered Accountants of India.

7. **Taxes on Income:**
   Taxes on Income comprise of Current Tax and Deferred Tax in accordance with Accounting Standard (AS) 22, "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

   Current tax is being measured at the estimated amount payable to the taxation authorities. Deferred tax is measured at rates substantively enacted by the balance sheet date.

NOTES FORMING PART OF ACCOUNTS

1. Payment to Auditors:

	2017-18	2016-17
As auditors	29000	29000
TOTAL	**29000**	**29000**

2. Accounting Standard 19 on Leases is not applicable to the company as the lease is a cancelable lease.

3. The company is not required to disclose Diluted Earnings per Share as it falls under level 3 as per the notification by the Institute of Chartered Accountants of India regarding Applicability of Accounting Standards to SMEs.

4. Balances of Sundry Debtors, Sundry Creditors, Loans and Advances are subject to confirmation.

For **Hiren K. Shah & Co.**

(Chartered Accountants)

(HIREN K.SHAH)

PROPRIETOR

Firm No: 117188W

Place: Ahmedabad
Date: 27.08.2018

For, **Servashanti Properties Pvt. Ltd.**

1.

(Director)

2.

(Director)