SPLENDID INFRABUILD LLP

508, Abhijeet, Near Mithakhali Six Roads
Navrangpura, Ahmedabad, Gujarat.

AUDIT REPORT

F.Y. 2017-18
A.Y. 2018-19

M/s. ZINZUWADIA & CO.,
Chartered Accountants

301, Abhiraj Complex
68-B, Swastik Society, Swastik Cross Road,
Navrangpura, Ahmedabad – 380 009
Ph. No. 90999 68004/09

INDEPENDENT AUDITORS' REPORT

TO THE PARTNERS
SPLENDID INFRABUILD LLP

Report on the Financial Statements

We have audited the accompanying financial statements of SPLENDID INFRABUILD LLP which comprise the Balance Sheet as at March 31,2018, the statement of Profit & Loss for the year ended on March 31,2018 and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the LLP in accordance with the Accounting Standards. This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 LLP'S preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. 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 audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, 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:

- In the case of the Balance Sheet, of the state of affairs of the LLP as at March 31, 2018; and
- in the case of the statement of profit and loss, of the profit for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- We report that:
  - We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - In our opinion proper books of account as required by law have been kept by the LLP so far as appears from our examination of those books.
  - The Balance Sheet and the statement profit & loss dealt with by this Report is in agreement with the books of account.
  - In our opinion the Balance Sheet and the statement of profit & loss comply with the Accounting Standards to the extent applicable.

ZINZUWADIA & CO.,
Chartered Accountants

Nikhil H. Jani
Partner
M. No. 124684
Place: Ahmedabad
Date: 08/08/2018

ZINZUWADIA & CO.
KALOL
M. No:124684
FRN No: 116210W
CHARTERED ACCOUNTANTS

Splendid Infrabuild LLP

508, Abhijeet, Near Mithakhali Six Roads
Navrangpura, Ahmedabad, Gujarat.

Statements of Assets and Liabilities as at 31st March, 2018

Particulars	Note	31 March 2018	31 March 2017
A. CONTRIBUTION AND LIABILITIES			
1 Partners' Funds :			
a. Fixed Capital	1	100,000	12,000
b. Current Capital	1	14,617,295	-
		14,717,295	**12,000**
2 Non-Current Liabilities :			
a. Unsecured Loans	2	59,659,242	-
3 Current Liabilities :			
a. Sundry Creditors	3	268,189	(12,000)
b. Duties & Taxes	4	317,517	-
c. Other Current Liabilities	5	30,408	-
		616,114	**(12,000)**
TOTAL		**74,992,651**	**0**
B. ASSETS			
1 Non-Current Assets :			
a. Fixed Assests	6	435,312	-
b. Non Current Investments	7	2,650,000	
2 Current Assets :			
a. Cash & Bank Balances	8	2,569,211	-
b. Loans & Advances	9	5,453,600	-
c. Other Current Assets	10	388,295	-
d. Closing Stock of WIP	11	63,496,232	
		71,907,339	**0**
TOTAL		**74,992,651**	**0**
Significant Accounting Policies	16		
Notes on Financial Statements	1 to 11		

For, ZINZUWADIA & CO
Chartered Accountants
FRN : 116210W

Nikhil H. Jani
M. No: 124684
Date: 08/08/2018
Place: Ahmedabad

ZINZUWADIA & CO. KALOL M. NO:124684 FRN No: 116210W CHARTERED ACCOUNTANTS

For, Splendid Infrabuild LLP

Ketan S. Shah
Partner
Date: 08/08/2018
Place: Ahmedabad

Parimal A. Shah
Partner

Splendid Infrabuild LLP

508, Abhijeet, Near Mithakhali Six Roads
Navrangpura, Ahmedabad, Gujarat.

Statements of Income & Expenditure for the year ended 31st March, 2018

Particulars	Note No.	31 March, 2018	31 March, 2017
1. INCOME			
Revenue from Operations		0	-
Change in WIP	11	63,496,232	
Other Revenue	12	7,206	
Total Revenue		**63,503,438**	-
2. EXPENDITURE			
Purchases	13	48,764,541	-
Direct Expenses	14	14,731,691	-
Other Expenses	15	38,375	-
Depreciation and Ammortization	6	62,188	-
Total Expenses		**63,596,795**	-
Profit/(Loss) before Tax		**(93,357)**	-
Profit transferred to Partner's Current Account		**(93,357)**	-
Significant Accounting Policies	16		
Notes on Financial Statements	12 to 15		

For, ZINZUWADIA & CO
Chartered Accountants
FRN : 116210W

Nikhil H. Jani
M. No: 124684
Date: 08/08/2018
Place: Ahmedabad

For, Splendid Infrabuild LLP

Ketan S. Shah

Ketan S. Shah
Partner
Date: 08/08/2018
Place: Ahmedabad

Parimal A Shah

Parimal A. Shah
Partner

Note -1

Statement Of Partner's Fixed Capital Account				
Particulars	**Chetan Shah**	**Ketan Shah**	**Parimal Shah**	**Total**
Opening Balance	-	12,000	-	12,000
Add : Addition During Year	33,330	21,340	33,330	88,000
Balance Contribution at the end of the year	**33,330**	**33,340**	**33,330**	**100,000**

Statement Of Partner's Current Account				
Particulars	**Chetan Shah**	**Ketan Shah**	**Parimal Shah**	**Total**
Opening Balance	-	-	-	-
Transfer	11,066,670	703,660	2,081,670	13,852,000
Interest on Contribution	667,562	40,128	150,963	858,653
Less:-Loss During the Year	(30,808)	(31,742)	(30,808)	(93,358)
Closing Balance	**11,703,424**	**712,046**	**2,201,825**	**14,617,295**

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Notes to Accounts for the year ended on 31st March 2018

2	Unsecured Loans	31 March , 2018	31 March , 2017
1	Ajay N Gandhi	400,000	-
2	Bhaviniben P Shah	2,090,207	-
3	Bhavin S. Shah	1,821,729	-
4	Dashrat A Patel	1,513,019	-
5	Delux Enterprise	2,013,019	-
6	Dharmisthaben S Shah	964,711	-
7	Dipak K Vora HUF	4,019,630	-
8	Harsha Ketan Shah	2,307,692	-
9	Jay Dipakbhai Vora HUF	535,950	-
10	Jayesh R Parikh HUF	1,006,510	-
11	Kalaben A Shah	2,076,273	-
12	Kalpan A Gandhi	1,500,000	-
13	Ketan Maneklal Shah	3,214,816	-
14	Ketan S Shah HUF	310,851	-
15	Kishoriben M Shah	1,008,877	-
16	Krupa Dipak Vora	2,711,184	-
17	Krutik Ketan Shah	2,430,536	-
18	Manoharsinh Vaghela	1,500,000	-
19	Maya C Shah	3,215,704	-
20	Navnit S. Gandhi	1,600,000	-
21	Nirali Jay Vora	3,644,464	-
22	Parimal A Shah HUF	4,449,862	-
23	Pari Sureshchandra Shantilal	5,358,027	-
24	Pinika K Shah	1,419,803	-
25	Prakash C Shah	1,715,090	-
26	Rasiklal M Shah	2,518,968	-
27	Savitriben Maneklal Shah	3,240,714	-
28	Sureshchandra Jayantilal Shah	1,071,606	-
Total		**59,659,242**	-

ZINZUWADIA & CO.
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M. NO:124834
FRN No: 116210W
CHARTERED ACCOUNTANTS

3	Sundry Creditors	31 March , 2018	31 March , 2017
1	Ahmedabad Tubes And Sanitary	23,396	-
2	Ambica Bricks Factory	97,461	-
3	Daemon Information Systems	1,696	-
4	Kohinoor Paints	11,135	-
5	Maheshvari Carting Contractor	5,574	-
6	Manisha S Jadhav	8,000	-
7	Romil Ceramics	95,411	-
8	Shreeji Traders	8,361	-
9	Shreenath Traders	7,896	-
10	Varun Marketing	2,760	-
11	Varun Transport	6,498	-
12	CS Sangeeta Goyal	-	(12,000)
	Total	**268,189**	**(12,000)**

4	Duties & Taxes	31 March , 2018	31 March , 2017
1	TDS Payable	316,597	-
2	GST Payable	920	-
	Total	**317,517**	-

5	Other Current Liabilities	31 March , 2018	31 March , 2017
	Provisions		
1	Provision for Audit fees	5,000	-
2	Electricity Expense Payable	23,408	-
3	Professional Tax Payable	2,000	-
	Total	**30,408**	-

ZINZUWADIA & CO.
KALOL
M. NO: 124891
FRN No: 116215W
CHARTERED ACCOUNTANTS

Note-6 Fixed Assets									
Sr. No.	Name of Asset	Rate of Dep.	Opening Balance 01/04/2017	Addition More than 180 Days	Addition Less than 180 Days	Sold During The Year/ Written Off	Sub Total	Depriciation	Closing Balance 31/03/18
1	Computer Software	25%	-	-	497,500	-	497,500	62,188	435,313
Total			**-**	**-**	**497,500**	**-**	**497,500**	**62,188**	**435,312**

ZINZUWADIA & CO.
KALOL
M. NO:124664
FRN No: 116210W
CHARTERED ACCOUNTANTS

7	Non-Current Investments	31 March 2018	31 March 2017
1	Kotak Bank Fixed Deposit	2,650,000	-
	Total	**2,650,000**	-

8	Cash and Bank Balance	31 March , 2018	31 March , 2017
1	Cash On Hand	55,321	-
2	Bank	2,513,890	-
	Total	**2,569,211**	-

9	Loans and Advances	31 March 2018	31 March 2017
1	Ambalal Jobanji Thakor	300,000	-
2	Mahotji Jobanji Thakor	300,000	-
3	Ramtuji Jobanji Thakor	4,853,600	-
	Total	**5,453,600**	-

10	Other Current Assets	31 March 2018	31 March 2017
1	Electricity Deposit	150,000	-
2	GST Receivable	238,295	-
	Total	**388,295**	-

11	Change in WIP	31 March 2018	31 March 2017
1	Closing Stock of WIP	63,496,232	
2	Opeing Stock of WIP	-	-
	Total	**63,496,232**	-

12	Other Revenues	31 March 2018	31 March 2017
1	Interest on FD	7,206	-
	Total	**7,206**	-

13	Purchases	31 March 2018	31 March 2017
1	Bricks Material	103,530	-
2	Cement Material	98,000	-
3	Colour Material	8,839	-
4	Greet & Kapchi	16,081	-
5	Hardware Material	244,705	-
6	Plot Purchase	48,184,500	-
7	Sand Material	2,629	-
8	Steel Material	106,258	-
	Total	**48,764,541**	-

14	Direct Cost	31 March 2018	31 March 2017
1	Carting Expense	30,717	-
1	Electricity Connection Expense	400	-
2	Electricity Expense	64,854	-
3	Interest On Capital	858,653	-
4	Interest On Loan	2,818,051	-
5	Labour Expense	250,080	-
6	Misc Site Expense	3,500	-
7	Municipal Tax	74,342	-
8	Plan Passing Expense	10,256,594	-
9	Professional Services	365,000	-
10	Software Expense	9,500	-
	Total	**14,731,691**	-

15	Other Expenses	31 March 2018	31 March 2017
1	Audit Fees	5,000	-
2	Bank Charges	3,625	-
3	Interest On Statutory Dues	750	-
4	Professional Fee	27,000	-
5	Professional Tax - Employer	2,000	-
	Total	**38,375**	-

Schedule – 16

Splendid Infrabuild LLP
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Navrangpura, Ahmedabad, Gujarat.

Significant Accounting Policies and Notes on accounts:

A. Significant Accounting Policies.

- **Basic of preparation of financial statements**

The Financial Statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles (GAAP) and comply with the mandatory accounting standards and statement issued by the Institute of Chartered Accountants of India.

- **Use of Estimates**

The preparation of Financial Statements in conformity with Generally Accepted Accounting Principals (GAAP), requires management to make estimates and assumptions to be made that affect the reported amounts of assets and liabilities, disclosure of contingent amount as at the date of Financial Statements and reported amounts of revenues and expenses during the reporting period. Actual results could be different from these estimates. Any revision to the accounting estimates is recognized in the period in which the results are known / materialized.

- **Fixed Assets**: -

Fixed Assets are stated at cost less depreciation in the books of accounts. Cost includes all cost incurred to bring the assets to their present location and conditions. All costs including financing costs, upto the date of commissioning and attributable to the fixed assets are capitalized.

- **Depreciation**: -

Depreciation is provided on Written down Valuation Method on as per provisions of Income Tax Act,1961.

- **Revenue Recognition**

Sales income is recognized as per AS 9 i.e. "Revenue Recognition" when the ownership of goods and all risk and rewards associated with ownership have been transferred to buyer and there exists no reasonable uncertainty regarding collection of debts.

- **<u>Provisions, Contingent Liabilities and Contingent Assets</u>**

  Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past event and it is probable that there will be an outflow of Resources. Contingent Liabilities are not recognized in the financial statements. Contingent Assets are neither recognized nor disclosed in the financial statements.

- **<u>Inventories :</u>**

  Inventories are valued after considering all purchases and direct expenses related to construction under Project Completion Method.

Accounting policies not specifically referred above are consistent with the generally accepted accounting policies.

ZINZUWADIA & CO.
KALOL
M. NO:124504
FRN No: 116210W
CHARTERED ACCOUNTANTS

B. Notes on Accounts: -

1. Previous years figures have been regrouped, rearranged and reclassified wherever necessary.

2. Balance of Creditors, Loans & Advances and other current liabilities are subject to confirmation from the parties.

3. The debit and credit balances shown in the Balance Sheet are subject to the confirmation by the parties concerned.

4. Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.

5. All unsecured loans are subject to confirmation from the lenders concerned and also all the lenders having no transaction during the year are subject to confirmation from lenders.

6. All loans from members are also subject to confirmation from members concerned.

7. All information related to any litigations, proceedings or demand pending against the firm under any other Act except Income Tax Act is provided to us by the partner of the firm. As informed to us there is no such proceeding pending against the firm under any Act.

8. Statutory Liabilities of Direct Tax and Indirect Taxes are verified to the extent provided in Books of Accounts. Figures of Final Payable/Refundable are subject to assessment by respected Tax authority.

For, ZINZUWADIA & CO.,
Chartered Accountants

Nikhil H. Jani
Partner
Mem. No.: 124684

Date: 08/08/2018
Place: Ahmedabad

ZINZUWADIA & CO. CHARTERED ACCOUNTANTS

For, Splendid Infrabuild LLP

Ketan S. Shah — **Partner**

Parimal A. Shah — **Partner**

Date: 08/08/2018
Place: Ahmedabad