DEVNANDAN BUILDERS PRIVATE LIMITED

ANNUAL REPORT

2015-2016

G. K. Choksi & Co.
Chartered Accountants

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

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

Report on the Financial Statements

We have audited the accompanying financial statements of **Devnandan Builders Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis of Qualification

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

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, *except for the matter described in the basis for Qualified Opinion paragraph,* the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at 31st March, 2016 and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order 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 of the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.

2. As required by section 143(3) of the Act, we report that:

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

   (b) in our opinion, *subject to paragraph above* proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

   (c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

   (d) *Except for the matter described in the basis for Qualified Opinion paragraph* in our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   (e) On the basis of written representations received from the directors as on 31 March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016 from being appointed as a director in terms of Section 164(2) of the Act.

   (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and

   (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 and to our best of our information and according to the explanations given to us :

      (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note No. 26 to the financial statements.

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

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

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

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : 26th August, 2016

Annexure - A to the Independent Auditors' Report of even date on financial statements of DEVNANDAN BUILDERS PRIVATE LIMITED

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

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

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company does not possess any immovable property accordingly, clause 3 (i) (c) of the Companies (Auditor's Report) Order, 2016 is not applicable.

(ii) Company's nature of operation does not require it to hold inventories. Accordingly, clause 3(ii) of the Companies (Auditor's Report) Order, 2016 is not applicable.

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

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantees and securities.

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

(vi) We have broadly reviewed the cost records maintained by the Company pursuant to rules made by the Central Government. We are of the opinion that prima facie the prescribed accounts and records have been maintained and being made. We have not, however, made a detailed examination of these records with a view to determine whether they are accurate or complete.

(vii) (a) According to the information given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues and the Company had no arrears of such outstanding statutory dues as at 31st March, 2016 for a period more than six months from the date they became payable.

(b) According to the information and explanations given to us, the Company had no disputed outstanding statutory dues as at 31st March, 2016, *except as under:*

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

(viii) According to the information and explanations given to us, the Company has not defaulted in the repayment of loans and borrowings to financial institutions, banks, government or dues to debenture holders during the year.

(ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. However money raised by way of term loans have been applied for the purposes for which they have been obtained.

(x) According to the information and explanations given to us, no fraud by company or any fraud on the company by its officers and employees have been noticed or reported during the year.

(xi) The company being private limited company, the provisions of Section 197 of the Companies Act, 2013 are not applicable. Accordingly, the clause 3(xi) of the order is not applicable.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, clause 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us, the company is not falling under ambit of provisions contained in section 177 of the Companies Act, 2013, the relevant clause is not applicable. Further transactions with the related parties are in compliance with section 188 of the Act and details of transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations give to us, the Company has not made preferential allotment shares. Accordingly, the clause 3(xiv) of the order is not applicable.

(xv) According to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable.

(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

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

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : 26th August, 2016

Annexure - B to the Independent Auditors' Report of even date on the Financial Statements of DEVNANDAN BUILDERS PRIVATE LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting **DEVNANDAN BUILDERS PRIVATE LIMITED** ("the Company") as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

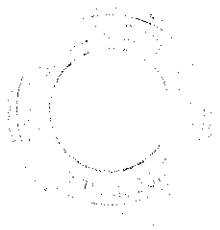
Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : 26th August, 2016



DEVNANDAN BUILDERS PRIVATE LIMITED

Balance Sheet as at 31st March, 2016

[Amount in ₹]

Particulars	Notes	As at 31st March, 2016		As at 31st March, 2015
EQUITIES AND LIABILITIES				
Shareholders' Funds				
Share Capital	2	**1 00 000**		1 00 000
Reserves and Surplus	3	**19 17 46 031**		19 31 48 529
			19 18 46 031	19 32 48 529
Current Liabilities				
Long Term Borrowings	4	**27 00 26 077**		0
Short Term Borrowings	5	**0**		42 52 000
Trade Payable				
Due to Small, Micro & Medium Enterprises		**0**		0
Due to Others	6	**1 51 52 763**		1 11 70 966
Other Current Liabilities	7	**27 89 05 880**		41 52 16 650
			56 40 84 720	43 06 39 616
			75 59 30 751	62 38 88 145
ASSETS				
Non-Current assets				
Fixed assets				
Tangible assets	8	**1 74 606**		3 93 000
Non Current Investments	9	**1 00 000**		1 00 000
Deferred tax assets (Net)	10	**87 017**		44 514
Long-term Loan & Advances	11	**2 87 381**		12 92 932
Other Non Current Assets	12	**0**		91 41 776
			6 49 004	1 09 72 222
Current Assets				
Current Investement	13	**44 91 28 019**		43 15 62 711
Inventories	14	**27 69 27 740**		15 51 11 046
Trade Receivables	15	**2 19 54 321**		1 94 54 321
Cash & cash equivalents	16	**66 67 423**		7 61 500
Short term - Loans & advances	17	**6 04 244**		60 26 345
			75 52 81 747	61 29 15 923
			75 59 30 751	62 38 88 145
Significant Accounting Policies	1			

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

As per our attached report of even date

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

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : 26th August, 2016

FOR AND ON BEHALF OF THE BOARD

PARESH C. THAKKAR
Director
DIN : 01936010

RAJESH C. THAKKAR
Director
DIN : 01936131

Place : Ahmedabad
Date : 26th August, 2016

DEVNANDAN BUILDERS PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31st March, 2016

[Amount in ₹]

Particulars	Notes	2015-16		2014-15
INCOME				
Revenue from Operations	18	0		70 00 000
Other Income	19	1 27 79 303		1 20 81 302
Total Revenue			1 27 79 303	1 90 81 302
EXPENDITURE				
Project & Direct Expense	20	6 41 07 297		6 70 63 881
Changes in Work in Progress	21	(12 18 16 694)		(8 56 51 181)
Employees Benefit Expense	22	50 99 196		62 06 975
Finance Cost	23	5 78 68 304		2 33 49 346
Depreciation and Amortisation Expenses	-	2 18 394		1 65 978
Administration & Other Expenses	24	76 95 686		76 53 493
Total Expenses			1 31 72 183	1 87 88 492
Profit/(Loss) Before Tax			(3 92 880)	2 92 810
Tax Expenses				
Current Tax		0		51 000
Deferred Tax		(42 503)		(35 420)
Tax in respect of earlier years		10 52 121		0
			10 09 618	15 580
Profit for the year			(14 02 498)	2 77 230
Basic and Diluted Earnings per Equity Share	25		(140.25)	27.72

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

As per our attached report of even date

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

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : 26th August, 2016

FOR AND ON BEHALF OF THE BOARD

PARESH C. THAKKAR
Director
DIN : 01936010

RAJESH C. THAKKAR
Director
DIN : 01936131

Place : Ahmedabad
Date : 26th August, 2016

DEVNANDAN BUILDERS PRIVATE LIMITED

Cash Flow Statement for the year ended 31st March, 2016

[Amount in ₹]

Particulars		For the year ended 31st March, 2016	For the year ended 31st March, 2015
A. Cash flow from operating activities			
Profit/(Loss) for the year before taxation and prior period adjustmen		**(3 92 880)**	2 92 810
Adjustments for :			
Depreciation		**2 18 394**	1 65 978
Interest Income		**(1 27 79 303)**	0
Interest Expenses		**5 78 68 304**	2 33 49 346
Operating profit before working capital changes		**4 49 14 515**	2 38 08 133
Adjustments for :			
Long Term Loans & Advances		**(23 956)**	(41 251)
Other Non-current Assets		**91 41 776**	(50 46 956)
Inventories		**(12 18 16 694)**	(8 56 51 181)
Trade and other receivables		**(25 00 000)**	3 115
Short Term Loans & Advances		**54 22 101**	(54 00 630)
Trade payables		**39 81 797**	36 16 587
Other Current liabilities		**(13 63 10 770)**	28 56 07 529
		(24 21 05 746)	19 30 87 213
Cash generated from operations		**(19 71 91 231)**	21 68 95 346
Direct taxes Refund/(paid)		**(22 614)**	(52 719)
Net cash from operating activities	**[A]**	**(19 72 13 845)**	21 68 42 627
B. Cash flow from investing activities			
Purchase / Adjustment of fixed assets		**0**	(99 268)
Purchase of Investments		**(1 75 65 308)**	(10 91 16 358)
Interest received		**1 27 79 303**	0
Net cash used in investing activities	**[B]**	**(47 86 005)**	(10 92 15 626)
C. Cash flow from financing activities			
Procurement/(Repayment) of long/ short term borrowings		**26 57 74 077**	(8 40 00 000)
Interest paid		**(5 78 68 304)**	(2 41 93 900)
Net cash flow from financial activities	**[C]**	**20 79 05 773**	(10 81 93 900)
Net Increase/(Decrease) in cash and cash equivalents	**[A+B+C]**	**59 05 923**	(5 66 900)
Cash and cash equivalents opening		**7 61 500**	13 28 400
Cash and cash equivalents closing		**66 67 423**	7 61 500
Components of Cash and cash Equivalents			
Balances with Banks		**51 91 215**	84 852
Cash in hand		**14 76 208**	6 76 648
		66 67 423	7 61 500

Explanatory Notes to Cash Flow Statement

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

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

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

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

MANAN G. CHOKSI
Partner
Mem. No. 116846
Place : Ahmedabad
Date : 26th August, 2016

FOR AND ON BEHALF OF THE BOARD

PARESH C. THAKKAR *Director* DIN : 01936010
RAJESH C. THAKKAR *Director* DIN : 01936131
Place : Ahmedabad
Date : 26th August, 2016

Notes forming part of accounts

2 Share Capital

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
(a) Authorised		
10,000 (P.Y. 10,000) Equity Shares of ₹ 10/- each	1 00 000	1 00 000
(b) Issued, Subscribed and fully paidup		
10,000 (P.Y. 10,000) Equity Shares of ₹ 10/- each fully paidup	1 00 000	1 00 000
	1 00 000	1 00 000

Note :

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

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

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

(iii) bought back any equity shares

(c) Reconciliation of number of shares

Particulars	Number of Equity Shares 2015-16	2014-2015
At the beginning of the year	10 000	10 000
Add		
Shares issued for Cash or Right Issue or Bonus	0	0
Exercise of Share Option under ESOS / ESOP	0	0
Shares issued in Business Combination	0	0
	10 000	10 000
Less : Shares bought back / Redemption etc.	0	0
At the end of the year	10 000	10 000

(d) Rights, Preferences and Restrictions

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

(e) Details of Shareholdings

Shareholders holding more than 5% shares

Particulars	Number of Equity Shares 2015-16	2014-2015	% of Holding 2015-16	2014-2015
Paresh C. Thakkar	940	940	9.40	9.40
Paresh C. Thakkar (HUF)	900	900	9.00	9.00
Rajesh C. Thakkar	940	940	9.40	9.40
Rajesh C. Thakkar (HUF)	900	900	9.00	9.00
Parul P. Thakkar	900	900	9.00	9.00
Shailesh C. Thakkar	900	900	9.00	9.00
Nirali P. Thakkar	900	900	9.00	9.00
Dipali R.Thakkar	900	900	9.00	9.00
Dipu S. Thakkar	900	900	9.00	9.00
Madhu C. Thakkar	900	900	9.00	9.00
Shailesh C. Thakkar (HUF)	900	900	9.00	9.00

Notes forming part of accounts

3 Reserves and surplus

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Surplus		
Opening Balance as per previous financial statements	19 31 48 529	19 29 15 562
Less : Adjustment due to change in useful lives of fixed assets	0	(44 263)
Add : Profit/(Loss) for the year	(14 02 498)	2 77 230
Balance available for appropriation	19 17 46 031	19 31 48 529
Less : Appropriations	0	0
Net Surplus / (Deficit)	19 17 46 031	19 31 48 529

4 Long Term Borrowings

[Amount in ₹]

Particulars	Non-current portion		Current maturities	
	As at		As at	
	31st March, 2016	31st March, 2015	31st March, 2016	31st March, 2015
Secured				
Term Loan				
Dewan Housing Finance	**27 00 26 077**	**0**	0	0
	27 00 26 077	**0**	0	0

Dewan Housing Finance Corporation Limited

Term Loan from Dewan Hsg. Fin.Corp. Ltd is Secured by exclusive charge by way of mortgage of land bearing survey no. 673/2 being final plots no.230/2 of TPS No.22 admeasuring 2844 sq.mtr. situated at Mouje Chandkheda, Taluka - Ahmedabad City,District Ahmedabad and containing project known as "Devnandan Horizon" and alongwith present and future unsold construction thereon and exclusive charge by way of mortgage of land bearing block No.1361 palki being Final Plot No. 32/1/1 of TPS No. 10 admeasuring 10,719 Sq. Mtrs. situated at Mouje Adalaj , Taluka Gandhinagar and containing the project "Devnandan Parisar 2" and alongwith present and future unsold construction thereon. Further secured by hypothication on the present and future receivable arising out of the booked / sold / unsold units on the land mentioned above and pledge of all shares of the company.

Terms of Repayment of Loans

Dewan Housing Finance Corporation Limited	It is repayable in 24 equal monthly installments after 36 months from the date of first disbursement i.e. 21.07.2015. Accordingly, first installment due on 22nd July, 2018. The last installment falls due in July, 2020.

Notes forming part of accounts

5 Short Term Borrowings

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Unsecured		
From Related Parties - Repayable on demand		
Directors	0	42 52 000
	0	42 52 000

6 Trade Payables

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
For Goods and Services	1 51 52 763	1 11 70 966
	1 51 52 763	1 11 70 966

7 Other Current Liabilities

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Current maturity of long term borrowings (Refer Note Below)	0	20 73 53 070
Book Overdraft	5 10 227	13 21 379
Statutory Dues	43 13 127	19 68 159
Members Collection	27 40 82 526	20 35 33 617
Other Payables	0	10 40 425
	27 89 05 880	41 52 16 650

DEVNANDAN BUILDERS PRIVATE LIMITED

Notes forming part of accounts

8 Tangible Assets

[Amount in ₹]

Sr. No.	Name of Assets	Gross Block (At cost)				Depreciation				Net Block	
		As at 01/04/2015	Additions	Adjustment / Deductions	As at 31/03/2016	Upto 31/03/2015	For the year	Adjustment / Deductions	Upto 31/03/2016	As at 31/03/2016	As at 31/03/2015
1	Office Equipment	2 16 400	0	0	2 16 400	1 45 740	35 878	0	1 81 618	34 782	70 660
2	Plant & Machinary	10 81 455	0	0	10 81 455	7 65 938	1 82 516	0	9 48 454	1 33 001	3 15 517
3	Computers & Software	1 54 613	0	0	1 54 613	1 47 790	0	0	1 47 790	6 823	6 823
	Total	14 52 468	0	0	14 52 468	10 59 468	2 18 394	0	12 77 862	1 74 606	3 93 000
	Previous Year	13 53 200	99 268	0	14 52 468	8 49 227	1 65 978	44 263	10 59 468	3 93 000	

Notes forming part of accounts

9 Non Current Investments

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Fixed capital with Partnership firm	1 00 000	1 00 000
	1 00 000	1 00 000

Note:-

Particulars	2015-16 Total Capital	2015-16 Profit Sharing Ratio in %
Devnandan Real Estate Private Limited	1 00 000	5
Devnandan Infracon Private Limited	1 00 000	5
Devnandan Realty private Limited	1 00 000	5
Devnandan Infrastruvture Private Limited	1 00 000	5
Devnandan Builders Private Limited	1 00 000	5
Pareshbhai C. Thakkar (Huf)	1 00 000	5
Rajeshbhai C. Thakkar (Huf)	1 00 000	5
Shaileshbhai C. Thakkar (Huf)	1 00 000	5
Shobhanaben Dineshbhai Halani	1 00 000	20
Dineshbhai H. Halani	1 00 000	20
Nirali Pareshbhai Thakkar	1 00 000	20
	11 00 000	100

10 Deferred Tax Assets

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Deferred Tax Assets		
Difference of book depreciation and tax depreciation	87 017	44 514
	87 017	44 514

11 Long Term Loan & Advances

(Unsecured, Considered good unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Advance Tax (Net of Provision)	1 97 174	12 26 681
Deposits	90 207	66 251
	2 87 381	12 92 932
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL

Notes forming part of accounts

12 Other Non-Current Assets

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Other Bank Balances		
Term Deposits		
With Maturity of more than 12 months	0	86 37 500
Interest accrued but not due on fixed deposits	0	5 04 276
	0	91 41 776

13 Current Investments

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Current Capital in Partnership firm	44 91 28 019	43 15 62 711
	44 91 28 019	43 15 62 711

14 Inventories

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Closing Stock of Work in Progress	27 69 27 740	15 51 11 046
	27 69 27 740	15 51 11 046

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

15 Trade receivable

(Unsecured, Considered good unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
For the period exceeding six months	0	0
Other	2 19 54 321	1 94 54 321
	2 19 54 321	1 94 54 321
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL

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

Notes forming part of accounts

16 Cash and Bank Balances

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Balances with scheduled banks		
Current / Cash Credit accounts	41 54 027	84 852
Cash in hand	14 76 208	6 76 648
Other Bank Balances		
Term Deposits		
With Maturity of less than 12 months	10 37 188	0
	66 67 423	7 61 500

17 Short-term loans and advances

(Unsecured,Considered good unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Advance against property	0	44 00 000
Advances recoverable in cash or in kind	3 02 051	2 50 943
Service Tax Credit Receivable	3 02 193	5 53 309
Othere Recoverables	0	8 22 093
	6 04 244	60 26 345
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL

18 Revenue from Operations

[Amount in ₹]

Particulars	2015-16	2014-2015
Income from Development & Construction of Housing Project	0	70 00 000
	0	70 00 000

19 Other Income

[Amount in ₹]

Particulars	2015-16	2014-2015
Interest Income		
On Capital with Partnership Firm	1 26 17 416	1 11 60 577
On Fixed Deposit	2 26 137	5 27 175
Share from profit of partnership firm	64 250)	2 15 892
Sundry Balance Written back	0	1 77 658
	1 27 79 303	1 20 81 302

Notes forming part of accounts

20 Project & Direct Expense

[Amount in ₹]

Particulars	2015-16	2014-2015
Material Cost	3 96 46 526	3 84 04 255
Labour Cost	1 37 45 432	92 63 258
Other Direct Cost	92 68 522	1 76 71 752
Maintenance Expense	14 46 817	17 24 616
	6 41 07 297	6 70 63 881

21 Changes In Work-in-progress

[Amount in ₹]

Particulars	2015-2016	2014-2015
Closing Work-in Progress	27 69 27 740	15 51 11 046
Opening Work-in-progress	15 51 11 046	6 94 59 865
	(12 18 16 694)	(8 56 51 181)

22 Employee Benefit Expense

[Amount in ₹]

Particulars	2015-16	2014-2015
Salaries & Bonus	36 20 281	48 26 466
Director's Remuneration	13 80 000	13 80 000
Staff Welfare Expenses	98 915	509
	50 99 196	62 06 975

23 Finance Cost

[Amount in ₹]

Particulars	2015-16	2014-2015
Interest on		
Bank Loans	4 67 68 304	2 33 49 346
Financial / Incidental Charges	1 11 00 000	0
	5 78 68 304	2 33 49 346

Notes forming part of accounts

24 Administrative and other Expenses

[Amount in ₹]

Particulars	2015-16	2014-2015
Advertisement & Sales Promotion	59 46 028	44 19 538
Donation	7 50 000	18 47 424
Auditors Remuneration	1 25 000	2 00 000
Professional & Technical Expenses	96 198	1 53 750
Consulting Expenses	3 26 190	4 54 320
Petrol and Conveyance	1 06 486	2 23 325
Others Expenses	3 45 784	3 55 136
	76 95 686	76 53 493
Auditor Remuneration is made up of		
Statutory Audit Fees	1 25 000	2 00 000

25 Earning per Share

[Amount in ₹]

Particulars	2015-16	2014-2015
Net Profit/(Loss) for the year ₹	(14 02 498)	2 77 230
Number of equity shares (Weighted Average)	10 000	10 000
Nominal value of the share	10	10
Basic and diluted Earning per Share ₹	(140.25)	27.72

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

Notes forming part of accounts

26 Contingent Liabilities and Capital Commitments

[Amount in ₹]

Particulars		As at 31st March 2016	As at 31st March 2015
(A)	Contingent Liabilities		
	- Income Tax Demand A.Y. 2010-2011	6 37 250	6 37 250
	- Service Tax (See Note Below)	32 35 533	NIL
(B)	Capital and Other Commitments	NIL	NIL

The company had received on order bearing no. STC/04-88/AZU/36-288/2014-15 dated 13th March 2016 from Commissioner Service Tax Ahmedabad imposing penalty of Rs. 32 35 533/- under the provisions of Section 78 of the Act. Aggrieved by the Order the company has preferred an appeal before CESTAT (Appellate Tribunal) which is pending for final disposal. The company does not expect any liability in pursuance of the aforesaid order and accordingly no provision in respect thereof has been made in the books of accounts.

27 Related Party disclosures

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

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

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

(b) Transactions with related parties

[Amount in ₹]

Sr. No.	Particulars	Relationship	2015-2016	2014-2015
(i)	Remuneration to Directors			
	- Rajeshbhai Thakkar	Key Management Personnel	6 00 000	–
	- Pareshbhai Thakkar	Key Management Personnel	7 80 000	–
(ii)	Salary			
	- Shailesh C. Thakkar	Relatives of Key Management Personnel	1 80 000	
(iii)	Interest on Partner's Capital			
	- Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	1 26 17 416	1 11 60 577

Notes forming part of accounts

(b) Transactions with related parties

[Amount in ₹]

Sr. No.	Particulars	Relationship	2015-2016	2014-2015
(iv)	Share of Profit/ (Loss) From Partnership Firm			
	- Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	(64 250)	2 15 892
(v)	Capital Introduced			
	- Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	22 22 46 509	19 16 26 500
(vi)	Capital Withdrawn			
	- Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	21 72 34 367	8 86 98 900
(vii)	Loan Repaid			
	- Rajeshbhai Thakkar	Key Management Personnel	35 52 000	--
	- Parul P. Thakkar	Relatives of Key Management Personnel	7 00 000	--

(c) Outstanding Balance as at March 31 2016

[Amount in ₹]

Sr. No.	Particulars	Relationship	2015-2016	2014-2015
(i)	Balance Payable			
	- Rajeshbhai C. Thakkar	Key Management Personnel	0	35 52 000
	- Parulben P. Thakkar	Relatives of Key Management Personnel	0	7 00 000
(ii)	Balance Receivable			
	- Dev Finance	Enterprise over which Key Management personnel and their relatives exercise significant influence	--	
	- Fixed Capital		1 00 000	1 00 000
	- Current Capital		44 91 28 019	43 15 62 711

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

Notes forming part of accounts

29. Due to Micro, Small and Medium Enterprise

[Amount in `]

Sr. No.	Particulars	2015-2016	2014-2015
1	Principal amount and interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	NIL	NIL
2	The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	NIL	NIL
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	NIL	NIL
4	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	NIL	NIL
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	NIL	NIL

The company has initiated the process of obtaining confirmation from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006). The above mentioned information has been compiled to the extent of responses received by the company from its suppliers with regard to their registration under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)

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

31. Statement of Management

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

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

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

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

MANAN G. CHOKSI
Partner
Mem. No. 116846

Place : Ahmedabad
Date : 26th August, 2016

FOR AND ON BEHALF OF THE BOARD

PARESH C. THAKKAR
Director
DIN : 01936010

RAJESH C. THAKKAR
Director
DIN : 01936131

Place : Ahmedabad
Date : 26th August, 2016