JPD DEVELOPERS LLP

AUDITED ACCOUNTS FOR YEAR 2015-16

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- *Balance Sheet*
- *Profit & Loss Account*
- *Notes on Accounts with Significant Accounting Policies*

Independent Auditors' Report

To the partners of
JPD DEVELOPERS LLP

Report on the Financial Statements

We have audited the accompanying financial statements of **JPD DEVELOPERS LLP**, which comprise the Balance Sheet as at 31st March 2016 and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The partners of the LLP are responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the LLP in accordance with the Accounting Standards issued by ICAI from time to time. 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.

Auditors' 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, but not for the purpose of expressing an opinion on the effectiveness of the LLP's internal control. 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.

M. T. RINDANI & ASSOC. *

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 Limited Liability Partnership Act, 2008 read with Rules thereunder 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 LLP as at March 31, 2016; and

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

1. Further we report that:

   a) 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;

   b) 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;

   c) The Statement of Assets and Liabilities and Statement of Income and Expenditure, dealt with by this Report are in agreement with the books of account.

For M.J. Rindani & Associates
Chartered Accountants
ICAI Firm Registration No. 108838W

M. J. RINDANI & ASSOC. ★

D. M. Rindani
(Partner)
Membership No. 33798

Place : Rajkot

Date :- 5 OCT 2016

JPD DEVELOPERS LLP

STATEMENT OF ASSETS AND LIABILITES AS ON 31ST MARCH 2016

(Amt ₹)

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2016	AS AT 31.03.2015
I. CONTRIBUTION AND LIABILITIES			
(1) Partners' Funds:			
(a) Contribution	(1)	29,505,500	22,505,500
(b) Reserves and Surplus (including profit/loss)	(2)	70,098	(99)
(2) Liabilities:			
(a) Secured Loans		-	-
(b) Unsecured Loans	(3)	6,300,000	4,200,000
(c) Short term borrowings		-	-
(d) Creditors / Trade Payables		462,078	-
(e) Other Liabilities	(4)	33,344	204,494
(f) Provisions	(5)	40,000	-
TOTAL		36,411,020	26,909,895
II. ASSETS:			
(a) Fixed Assets / Capital work-in-progress	(6)	15,607	-
(b) Investments		-	-
(c) Loans & Advances	(7)	-	20,204,494
(d) Inventories	(8)	34,403,891	1,082,900
(e) Debtors/Trade Receivables		-	-
(f) Cash and cash equivalents	(9)	1,535,725	5,616,923
(g) Other assets	(10)	455,797	5,578
TOTAL		36,411,020	26,909,895
Significant Accounting Policies & Other Explanatory Notes	(15)		

As per our report of even date,
For M. J. RINDANI & ASSOCIATES
Chartered Accountants
ICAI Firm Registration No. 108838W

For JPD developers LLP

Jashvant P Patel

(D. M. RINDANI)
Partner
Membership No. 33798

M. J. RINDANI & ASSOC.

Designated Partner

Designated Partner

Place : Rajkot
Date : - 5 OCT 2016

JPD DEVELOPERS LLP

STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED ON 31ST MARCH, 2016

(Amt ₹)

PARTICULARS	SCHEDULE NO.	THIS YEAR	LAST YEAR
INCOME:			
Turnover			
Other Income		-	-
Bank Interest		130,089	55,775
Increase / (Decrease) in Stocks	(11)	33,320,991	1,082,900
TOTAL		33,451,080	1,138,675
EXPENDITURE:			
Construction Cost & Materials	(12)	33,234,564	1,127,844
Administrative Expenses	(13)	29,097	10,930
Depreciation and amortization		952	-
Other Expenses	(14)	56,930	-
TOTAL		33,321,983	1,138,774
Profit before taxes		129,097	(99)
Less:			
Provision for taxes		40,000	-
Profit After tax		89,097	(99)
Profit/(Loss) transferred to Partners' account		-	-
Profit/(Loss) transferred to Reserves and Surplus		89,097	(99)

As per our report of even date,
For M. J. RINDANI & ASSOCIATES
Chartered Accountants
(CAI)Firm Registration No. 108838W

For JPD developers LLP

Jaswant P Patel

(D. M. RINDANI)
Partner
Membership No. 33798

Designated Partner

Designated Partner

Place : Rajkot
Date : - 5 OCT 2016

JPD DEVELOPERS LLP

SCHEDULE - 1 : PARTNERS' CAPITAL CONTRIBUTION FOR THE YEAR ENDED 31/03/2016

(Amt. ₹)

PARTNERS	PROFIT SHARING RATIO	OPENING BALANCE AS ON 01/04/2015	ADDITION/ (DEDUCTION)	INTEREST CREDITED	REMUNERATION CREDITED	TOTAL CREDITS	LESS: DEBITS	BALANCE AS ON 31/03/2016
Alpesh Harsodbhai koradiya	2.56%	100,000	-	-	-	100,000	-	100,000
Alpesh Jerajbhai Patel	2.56%	100,000	-	-	-	100,000	-	100,000
Bati Ashokbhai Khanpara	2.56%	100,000	-	-	-	100,000	-	100,000
Bipinkumar Bhagvanjibhai Kalaria	2.56%	100,000	-	-	-	100,000	-	100,000
Chandrakant Valjibhai Sirja	2.56%	100,000	-	-	-	100,000	-	100,000
Chandulal Shivabhai Khanpara	2.56%	100,000	-	-	-	100,000	-	100,000
Dhaval Rameshbhai Manvar	2.56%	100,000	-	-	-	100,000	-	100,000
Dilip Dhanrajbhai Faldu	2.56%	100,000	-	-	-	100,000	-	100,000
Dineshbhai A Amrutiya	2.56%	100,000	-	-	-	100,000	-	100,000
Dipen Ratilal Bhimani	2.56%	100,000	-	-	-	100,000	-	100,000
Girish Vallabhbhai Patel	2.56%	100,000	-	-	-	100,000	-	100,000
Hareshbhai Jivrajbhai Boda	2.56%	100,000	-	-	-	100,000	-	100,000
Jashvant Parsottam Thoriya	2.56%	100,000	-	-	-	100,000	-	100,000
Jaykumar R Dhamsaniya	2.56%	100,000	-	-	-	100,000	-	100,000
Jayshriben Rameshbhai Thoriya	2.56%	100,000	-	-	-	100,000	-	100,000
Jinabhai Devshibhai Kothadia	2.56%	100,000	-	-	-	100,000	-	100,000
Kishorbhai Shamjibhai Khant	2.56%	100,000	-	-	-	100,000	-	100,000
Kusumben Rasiklal Bhojani	2.56%	100,000	-	-	-	100,000	-	100,000
Labhuben Govindbhai Bhalodia	2.56%	100,000	-	-	-	100,000	-	100,000
Manojbhai Savajibhai Patel	2.56%	100,000	-	-	-	100,000	-	100,000
Natwarlal Bhanjibhai Bhalodia	2.56%	100,000	-	-	-	100,000	-	100,000
Niteshkumar M Bhut	2.56%	100,000	-	-	-	100,000	-	100,000
Parishesh Jayantilal Ranipa	2.56%	100,000	-	-	-	100,000	-	100,000
Parlelt Nagjibhai Kalaria	2.56%	100,000	-	-	-	100,000	-	100,000
Piyush Vallabhdas Dhingani	2.56%	100,000	-	-	-	100,000	-	100,000
Praful Maganbhai Khanpara	2.56%	100,000	-	-	-	100,000	-	100,000
Pratik R Makwana	2.56%	100,000	-	-	-	100,000	-	100,000
Rajesh Harilal Patel	2.56%	100,000	-	-	-	100,000	-	100,000
Rameshchandra Ravjibhai Makadia	2.56%	100,000	-	-	-	100,000	-	100,000
Rameshkumar Manjibhai Kaneriya	2.56%	100,000	-	-	-	100,000	-	100,000
Sandeep C Makodia	2.56%	100,000	-	-	-	100,000	-	100,000
Sanjay N. Padaliya	2.56%	100,000	-	-	-	100,000	-	100,000
Sarojben Divyeshbhai Detroja	2.56%	100,000	-	-	-	100,000	-	100,000
Savjibhai Karshanbhai Patel	2.56%	100,000	-	-	-	100,000	-	100,000
Shilpaben Nileshbhai Patel	2.56%	100,000	-	-	-	100,000	-	100,000
Usha A. Boda	2.56%	100,000	-	-	-	100,000	-	100,000
Vashram Harkhajibhai Fefar	2.56%	100,000	-	-	-	100,000	-	100,000
Vinodrai Odhavjibhai Patel	2.56%	100,000	-	-	-	100,000	-	100,000
Vivek shantilal Makwana	2.56%	100,000	-	-	-	100,000	-	100,000
TOTAL (A)	100%	3,900,000	-	-	-	3,900,000	-	3,900,000

M. J. RINDANI & ASSOC. *

JPD DEVELOPERS LLP

SCHEDULE - 1 : PARTNERS' CAPITAL CONTRIBUTION FOR THE YEAR ENDED 31/03/2016

(Amt. ₹)

PARTNERS	PROFIT SHARING RATIO	OPENING BALANCE AS ON 01/04/2015	ADDITION/ (DEDUCTION)	INTEREST CREDITED	REMUNERATION CREDITED	TOTAL CREDITS	LESS: DEBITS	BALANCE AS ON 31/03/2016
Alpesh Harsadbhai koradiya	2.56%	500,000	100,000	-	-	600,000	-	600,000
Alpesh Jerajbhai Patel	2.56%	400,000	200,000	-	-	600,000	-	600,000
Bal Ashokbhai Khanpara	2.56%	500,000	200,000	-	-	700,000	-	700,000
Bipinkumar Bhagvanjibhai Kalaria	2.56%	500,000	100,000	-	-	600,000	-	600,000
Chandrakant Valjibhai Sirja	2.56%	500,000	200,000	-	-	700,000	-	700,000
Chandulal Shivabhai Khanpara	2.56%	500,000	-	-	-	500,000	-	500,000
Dhaval Rameshbhai Manvar	2.56%	500,000	100,000	-	-	600,000	-	600,000
Dilip Dhanrajbhai Faldu	2.56%	500,000	100,000	-	-	600,000	-	600,000
Dineshbhai A Amrutiya	2.56%	500,000	200,000	-	-	700,000	-	700,000
Dineshbhai A Amrutiya	2.56%	400,000	100,000	-	-	500,000	-	500,000
Girish Vallabhbhai Patel	2.56%	500,000	300,000	-	-	800,000	-	800,000
Hareshbhai Jivrajbhai Boda	2.56%	500,000	100,000	-	-	600,000	-	600,000
Jashvant Parsottam Thoriya	2.56%	305,500	400,000	-	-	705,500	-	705,500
Jaykumar R Dhamsaniya	2.56%	500,000	200,000	-	-	700,000	-	700,000
Jayshriben Rameshbhai Thoriya	2.56%	400,000	200,000	-	-	600,000	-	600,000
Jinabhai Devshibhai Kothadia	2.56%	400,000	300,000	-	-	700,000	-	700,000
Kishorbhai Shamjibhai Khant	2.56%	500,000	-	-	-	500,000	-	500,000
Kusumben Rasiklal Bhojani	2.56%	500,000	100,000	-	-	600,000	-	600,000
Labhuben Govindbhai Bhalodia	2.56%	500,000	100,000	-	-	600,000	-	600,000
Manojbhai Savajibhai Patel	2.56%	500,000	200,000	-	-	700,000	-	700,000
Natwarlal Bhanjibhai Bhalodia	2.56%	500,000	200,000	-	-	700,000	-	700,000
Niteshkumar M Bhut	2.56%	500,000	100,000	-	-	600,000	-	600,000
Parishesh Jayantilal Renipa	2.56%	500,000	200,000	-	-	700,000	-	700,000
Parixit Nagjibhai Kalaria	2.56%	500,000	200,000	-	-	700,000	-	700,000
Piyush Vallabhdas Dhingani	2.56%	400,000	700,000	-	-	1,100,000	-	1,100,000
Praful Maganbhai Khanpara	2.56%	500,000	-	-	-	500,000	-	500,000
Pratik R Makwana	2.56%	500,000	200,000	-	-	700,000	-	700,000
Rajesh Harilal Patel	2.56%	500,000	200,000	-	-	700,000	-	700,000
Rameshchandra Ravjibhai Makadia	2.56%	500,000	200,000	-	-	700,000	-	700,000
Rameshkumar Manjibhai Kaneriya	2.56%	500,000	200,000	-	-	700,000	-	700,000
Sandeep C Makadia	2.56%	400,000	200,000	-	-	600,000	-	600,000
Sanjay N. Padaliya	2.56%	500,000	200,000	-	-	700,000	-	700,000
Sarojben Divyeshbhai Detroja	2.56%	500,000	100,000	-	-	600,000	-	600,000
Savjibhai Karshanbhai Patel	2.56%	500,000	200,000	-	-	700,000	-	700,000
Shilpaben Nileshbhai Patel	2.56%	500,000	200,000	-	-	700,000	-	700,000
Usha A. Boda	2.56%	500,000	200,000	-	-	700,000	-	700,000
Vashram Harkhajibhai Fefar	2.56%	400,000	200,000	-	-	600,000	-	600,000
Vinodrai Odhavjibhai Patel	2.56%	500,000	200,000	-	-	700,000	-	700,000
Vivek shantilal Makwana	2.56%	500,000	100,000	-	-	600,000	-	600,000
TOTAL (B)	100%	18,605,500	7,000,000	-	-	25,605,500	-	25,605,500
TOTAL (A+B)		22,505,500				29,505,500	-	29,505,500

M. J. RINDANI & ASSOC.

JPD DEVELOPERS LLP

SCHEDULES FORMING PART OF ACCOUNTS AS ON 31ST MARCH, 2015

(Amt. ₹)

PARTICULARS		THIS YEAR	LAST YEAR
SCHEDULE - 2 : RESERVES & SURPLUS			
Surplus / (Deficit)			
Opening Balance		(99)	-
Add: Net Profit/(Loss) for the current year		89,097	(99)
Less: Transfer to Reserves			
Short Provision of Income Tax A.Y. 2015-16		18,900	-
Closing Balnce	TOTAL	70,098	(99)
SCHEDULE-3 : UNSECURED LOANS			
From Relatives of partners (without interest) :			
Pragjibhai Dayabhai Kariya		700,000	600,000
Prashant J. Thoriya		400,000	-
Anjuben Hirendrabhai Patel		700,000	600,000
From Others (without interest) :			
Lavleshbhai Padipbhai Suji		100,000	-
Pradeepbhai Suji		600,000	500,000
Sarojben Mansukhbhai Bhalodia		800,000	600,000
Dhanjibhai Thuchanbhai Ghodasara		700,000	600,000
Ghanshyambhai Kadivar		-	200,000
Rasilaben G. Kadivar		800,000	-
Amishbhai Manvar		800,000	500,000
Pravinbhai Bhagvanjibhai Vidja		700,000	600,000
	TOTAL	6,300,000	4,200,000
SCHEDULE-4: OTHER LIABILITIES			
Duties and Taxes			
TDS Payable		33,344	204,494
	TOTAL	33,344	204,494
SCHEDULE-5: PROVISIONS			
Income Tax Provision		40,000	-
	TOTAL	40,000	-
SCHEDULE - 7: LOANS AND ADVANCES			
Advances for Land Purchase		-	20,204,494
	TOTAL	-	20,204,494
SCHEDULE - 8: INVENTORIES			
Closing Stock of Residential Project Construction Work-in-Progress		34,403,891	1,082,900
	TOTAL	34,403,891	1,082,900

M. T. RINDANI & ASSOC. *

JPD DEVELOPERS LLP

SCHEDULE -6 FIXED ASSETS AS ON 31.03.2016

(Amt. ₹)

ASSETS	DEPRECIATION RATE (IN %)	W.D.V. AS ON 01.04.2015	ADDITION		DEDUCTION/ TRANSFER	BALANCE AS ON 31.03.16	DEPRECIATION	W.D.V. AS ON 31.03.2016
			Before Oct.	After Sept.				
Furniture	10%	-	3,243	13,356	-	16,599	992	15,607
TOTAL			3,243	13,356	-	16,599	992	15,607

M. J. RINDANI & ASSOC.

JPD DEVELOPERS LLP

SCHEDULES FORMING PART OF ACCOUNTS AS ON 31ST MARCH, 2015

(Amt ₹)

PARTICULARS		THIS YEAR	LAST YEAR
SCHEDULE- 9: CASH AND CASH EQUIVALENTS			
Cash on Hand		91,507	210,400
Bank Balance			
Bank Of India Current Account	465,100		
Bank Of India Fixed Deposit Account	979,119	1,444,218	5,406,523
TOTAL		1,535,725	5,616,923
SCHEDULE - 10: OTHER ASSTES			
Advance Receivable		5,578	-
Deposits			
PGVCL Deposit		80,000	-
Rajkot City Development		357,184	-
TDS Receivable		13,035	5,578
TOTAL		455,797	5,578

SCHEDULE - 11: INCREASE/(DECREASE) IN STOCK

(Amt ₹)

Particulars	THIS YEAR	LAST YEAR	(Increase)/ Decrease
(a) Inventory at the end of the year			
Residential Project Construction Work-in-Progress	34,403,891	1,082,900	33,320,991
Total (a)	34,403,891	1,082,900	33,320,991
(b) Inventory at the beginning of the year			
Residential Project Construction Work-in-Progress	1,082,900	-	1,082,900
Total (B)	1,082,900	-	1,082,900
Total (a-b) Increase/(decrease)	33,320,991	1,082,900	32,238,091

M.J. RINDANI & ASSOC. *

JPD DEVELOPERS LLP

SCHEDULES FORMING PART OF ACCOUNTS AS ON 31ST MARCH, 2015

(Amt ₹)

PARTICULARS	THIS YEAR	LAST YEAR
SCHEDULE - 12: CONSTRUCTION COST AND MATERIAL		
Bricks and Stone		
Construction Permission Charges	147,020	-
Cement Purchase	5,337,492	-
Concrete with mineral	688,391	-
Electric Fitting	401,126	-
Furniture and Glass	32,270	-
Labour Work Charges	7,050	-
Borwell	766,900	-
Steel	569,940	-
Sand	2,242,615	-
Plumbing Material	33,197	-
Tiles, Marble and Flooring	259,199	-
Electricity Expense	7,400	-
Cost of Land Purchase	9,970	-
Transportation Expense	22,321,200	1,082,500
Consultancy Fees (Architect)	26,686	-
Legal and Professional fees	343,500	-
Miscellaneous Expense	29,000	44,944
	12,008	-
TOTAL	33,234,964	1,127,444
SCHEDULE - 13: ADMINISTRATIVE EXPENSES		
Bank Commission		
Stationery and Printing Expense	-	330
Stamp paper	4,097	-
Accounting Charges	400	10,600
	24,000	-
TOTAL	29,097	10,930
SCHEDULE - 14: OTHER EXPENSES		
Advertisement Expense		
Payment to Auditors	11,880	-
Interest on TDS	31,350	-
	13,700	-
TOTAL	56,930	-

M. T. RINDANI & ASSOC. *

JPD DEVELOPERS LLP

NOTE –15: Significant Accounting Policies Forming Part of Financial Statements for the Year Ended on 31st March, 2016:

1. **Significant Accounting Policies:**

(i) Basis of Accounting:

These financial statements have been prepared under the historical cost convention from the books of account maintained on an accrual basis in conformity with accounting principals generally accepted in India and comply with the Accounting Standards issued by The Institute of Chartered Accountants of India.

The preparation of financial statements in conformity with GAAP requires that the management of the company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosure relating to contingent liabilities as of the date of the financial statements.

(ii) Fixed Assets:

Fixed assets are shown at historical cost less accumulated depreciation and impairment losses, if any. Expenditure for additions and improvements are capitalized as and when incurred.

(iii) Depreciation:

Depreciation on fixed assets is provided on W.D.V. method at rates indicated in the schedule of assets.

(iv) Taxes on Income:

Provision for current tax is made in terms of the provisions of the Income Tax Act, 1961. Provision for Deferred Tax Liability or Deferred Tax Asset is not made as there is no timing difference.

(v) Provision, Contingent liabilities, Contingent Assets and Commitments:

A Provision is recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Contingent liabilities are not recognized; but disclosed unless the probability of an outflow of resources is remote.

(vi) Revenue Recognition:

Revenue on sale of constructed units of real estate is recognized in the year of transfer of rights with completed possession and registered conveyance deed. The LLP is not a contractor. Hence project completion method is adopted.

M. J. RINDANI & ASSOC.

(vii) Impairment of Assets :

The carrying values of assets/cash generating units at each balance sheet date are reviewed for impairment in accordance with Accounting Standard 25 "Impairment of Assets". If any indication of impairment exists, the recoverable amount (i.e. the higher of the asset's net selling price and value in use) of such assets is estimated and impairment is recognized if the carrying amount of these assets exceeds their recoverable amount. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount but limited to the carrying amount that would have been determined (net of depreciation/amortization) had no impairment loss been recognized in prior accounting periods.

(viii) Use of Estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the application of accounting policies and the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each Balance Sheet date. Revisions in the estimates are recognized in the periods in which the results are known/materialize. Estimates of useful lives of fixed assets added during the year.

2. The LLP is engaged in developing and constructing a residential apartment project, which is incomplete. Hence, all costs and expenses incurred are included in value of unfinished inventory.

3. Contingent Liabilities :
   (i) Unexecuted labour work : amount is not ascertainable

4. There are no items relating to discontinuing operations requiring separate disclosure in Profit & Loss Statement.

5. There are no items of extra-ordinary or exceptional nature requiring separate disclosure.

6. Figures of previous are regrouped or rearranged wherever necessary.

7. The Firm has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31st March, 2016 as micro, small or medium enterprises. Consequently the amount paid/payable to these parties could not be ascertained.

M. J. RINDANI & ASSOC. *