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ALPA SHAH B.COM.,F.C.A.,DISA (ICAI)
PARTNER
BHAVESH SHAH B.COM.,F.C.A.,DISA (ICAI)
PARTNER

ALPA BHAVESH SHAH & CO.,
CHARTERED ACCOUNTANTS
102, FIRST FLOOR,
CHITRARATH COMPLEX,
HOTEL PRESIDENT LANE,
OPP. MUNICIPAL MARKET, C.G.ROAD,
AHMEDABAD-380009.
TEL.NO.: 26400754 / 40069337 / 26813398 ®

INDEPENDENT AUDITORS' REPORT

To,
The Members of
Sharnam Construction Pvt. Ltd.

Report on the Financial Statements

We have audited the accompanying financial statements of **SHARNAM CONSTRUCTION PRIVATE LIMITED** ("The Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, for the year ended March 31, 2018, Cash Flow Statement for the year ended March 31, 2018 and a summary of the significant accounting policies and other explanatory information for the year ended as on 31st March, 2018.

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 Flow 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 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.

ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

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 control 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 loss 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 report that the said section is not applicable to the company.

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, 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;

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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2013;

M/S. ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

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e) On the basis of the written representations received from the directors as on31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on on31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;

f) the company is having adequate internal financial controls and same is operating effectively;

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 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, ALPA BHAVESH SHAH & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 119716W

M/S. ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

BHAVESH SHAH
(PARTNER)
MEMEBERSHIP NO. : 048296

Place: Ahmedabad
Date: 01-09-2018

SHARANAM CONSTRUCTION PRIVATE LIMITED
Shivalik House, Nr.Aarjav Society Nr.Satelite Police Station, Jodhpur Ahmedabad 380015
CIN: U45201GJ2003PTC042748

BALANCE SHEET AS AT 31ST MARCH, 2018

PARTICULARS	NOTE NO.	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	A	1,00,000	1,00,000
(b) Reserves and Surplus	B	(56,03,254)	(56,11,361)
(c) Money received against share warrants		-	-
(2) Share application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-term borrowings	C	8,27,95,191	7,41,30,857
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long term provisions		-	-
(4) Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables	D	1,57,630	1,89,679
(c) Other current liabilities	E	9,29,932	9,07,590
(d) Short-term provisions		-	-
TOTAL		**7,83,79,499**	**6,97,16,764**
II.Assets			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)	F	52,081	54,716
(d) Long term loans and advances		-	-
(e) Other non-current assets	G	1,19,709	42,358
(2) Current assets			
(a) Current investments		-	-
(b) Inventories	H	7,64,60,167	6,83,44,655
(c) Trade receivables	I	2,89,670	3,45,558
(d) Cash and cash equivalents	J	4,64,546	81,624
(e) Short-term loans and advances		-	-
(f) Other current assets	K	9,93,325	8,47,853
TOTAL		**7,83,79,499**	**6,97,16,764**

Significant Accounting Policies and Notes to Accounts S

As per our Audit Report of even date attach herewith

FOR, ALPA BHAVESH SHAH & CO
CHARTERED ACCOUNTANT
FIRM REG NO. 119716W

BHAVESH SHAH
PARTNER
MEM. NO. : 048296

PLACE : AHMEDABAD
DATE :01/09/2018

FOR, SHARNAM CONSTRUCTION PVT. LTD.

[DIRECTOR] [DIRECTOR]
TARAL SHAH CHITRAK SHAH
DIN : 00005375 00005446

PLACE AHMEDABAD
DATE :01/09/2018

SHARANAM CONSTRUCTION PRIVATE LIMITED
Shivalik House, Nr.Aarjav Society Nr.Satelite Police Station, Jodhpur Ahmedabad 380015
CIN: U45201GJ2003PTC042748

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2018

PARTICULARS	NOTE NO.	2017-18 AMT. (RS.)	2016-17 AMT. (RS.)
I. Revenue from operations	L	-	1,111,228
II. Other Income	M	763,552	458,468
III. Total Revenue (I + II)		**763,552**	**1,569,696**
IV. Expenses:			
Cost of materials and labour consumed	N	-	989,636
Purchase of stock in trade		-	-
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	O	(8,115,512)	(7,476,400)
Direct Exp		-	-
Financial costs	P	7,444,705	8,423,939
Depreciation and amortization expense	Q		810
Other expenses	R	1,423,617	389,854
Total Expenses		**752,810**	**2,327,839**
V. Profit before exceptional and extraordinary items and tax (III-IV)		10,742	(758,143)
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		10,742	(758,143)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII - VIII)		10,742	(758,143)
X. Tax expense:			
(1) Current tax		-	-
(2) (Excess)/Short Provision of Incometax relating to Prior Years		-	79,291
(3) Deferred tax		(2,635)	(3,470)
XI. Profit(Loss) for the period from continuing operations (IX-X)		**8,107**	**(840,904)**
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		**8,107**	**(840,904)**
XVI. Earning per equity share:			
(1) Basic		**0.81**	-
(2) Diluted		-	-

Significant Accounting Policies and Notes to Accounts S

As per our Audit Report of even date attach herewith

FOR, ALPA BHAVESH SHAH & CO
CHARTERED ACCOUNTANT
FIRM REG NO. 119716W

ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

BHAVESH SHAH
PARTNER
MEM. NO. : 048296

PLACE : AHMEDABAD
DATE :01/09/2018

FOR, SHARNAM CONSTRUCTION PVT. LTD.

[DIRECTOR] TARAL SHAH DIN : 00005375

[DIRECTOR] CHITRAK SHAH 00005446

PLACE AHMEDABAD
DATE :01/09/2018

SHARANAM CONSTRUCTION PRIVATE LIMITED
Shivalik House, Nr.Aarjav Society Nr.Satelite Police Station, Jodhpur Ahmedabad 380015
CIN: U45201GJ2003PTC042748

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO.- A- SHARE CAPITAL

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
AUTHORISED SHARE CAPITAL	100,000	100,000
10,000 EQUITY SHARES of Rs. 10 EACH		
TOTAL AUTHORISED CAPITAL	100,000	100,000
ISSUED & PAID UP CAPITAL	100,000	100,000
10,000 EQUITY SHARES OF RS.10 EACH FULLY PAIDUP		
WITH VOTING RIGHT		
TOTAL ISSUED AND PAID UP CAPITAL	100,000	100,000

NOTE NO.- A(a) DETAILS OF SHARES HELD BY EACH SHAREHOLDERS HOLDING MORE THAN 5% IN THE COMPANY

PARTICULARS	AS AT 31ST MARCH, 2018		AS AT 31ST MARCH, 2017	
	No. Of Shares	% Holding	No. Of Shares	% Holding
EQUITY SHARES WITH VOTING RIGHTS				
BHAVNABEN S. SHAH	6,950	70%	6,950	70%
DIPALIBEN C. SHAH	2,450	25%	2,450	25%

NOTE NO.- A(b) Rights,prefrences and restrictions attached to shares

Equity Shares: The company has only one class of shares reffered to as equity share having per share value of Rs.10 each.
Holders of Equity Shares is entitled to one vote per share.

NOTE NO.- A(c) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

PARTICULARS	AS AT 31ST MARCH, 2018		AS AT 31ST MARCH, 2017	
	No. of Shares	AMT. (RS.)	No. of Shares	AMT. (RS.)
Equity Share of Rs. 10/- each fully Paid-Up				
AT THE BEGINNING OF THE YEAR	10,000	100,000	10,000	100,000
ISSUED DURING THE YEAR	-	-	-	-
OTHER CHANGES	-	-	-	-
OUTSTANDING AT THE END OF THE YEAR	10,000	100,000	10,000	100,000

NOTE NO.- B- RESERVES & SURPLUS

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
(1)GENERAL RESERVE	144,501	144,501
TOTAL (1)	144,501	144,501
(2)PROFIT & LOSS ACCOUNT		
OPENING BALANCE	(5,755,862)	(4,914,958)
ADD: PROFIT / (LOSS) FOR THE YEAR	8,107	(840,904)
TOTAL (2)	(5,747,755)	(5,755,862)
TOTAL	(5,603,254)	(5,611,361)

NOTE NO.- C- LONG TERM BORROWINGS

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
FROM DIRECTORS & SHAREHOLDERS		
TARAL S SHAH	82,795,191	74,130,857
TOTAL	82,795,191	74,130,857

NOTE NO.- D- TRADE PAYABLES

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
ALPA BHAVESH SHAH & CO	81,000	87,750
BAHADURBHAI JAMALBHAI SAMA	-	3,071
BAHADURBHAI JAMALBHAI SAMA (LAB)	-	8,360
BHIKHABHAI G PATEL	-	3,568
DHIREN SHAH & CO	45,003	46,303
FARID HABIB	13,190	13,190
MEHTA & ASSOCIATES	-	9,000
MOTIJI DEVAJI VANZARA	18,437	18,437
TOTAL	157,630	189,679

NOTE NO.- E- OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
STATUTORY LIABILITY		
TDS PAYABLE ON INTEREST	744,471	842,394
TDS PAYABLE ON PROFESSIONAL	5,500	4,500
GST PAYABLE	40,311	-
SERVICE TAX 14%	-	60,696
CUSTOMER DEPOSITS		
GRUH FINANCE LTD SECURITY DEPOSIT	139,650	842,394
TOTAL	929,932	907,590

M/S. ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

SHARANAM CONSTRUCTION PRIVATE LIMITED
Shivalik House, Nr.Aarjav Society Nr.Satelite Police Station, Jodhpur Ahmedabad 380015
CIN: U45201GJ2003PTC042748

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO.- F- DEFERRED TAX ASSET

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
OPENING BALANCE OF DEFERRED TAX ASSET	54,716	58,186
LESS : ADJUSTED AGAINST DEFERRED TAX LIABILITY	2,635	3,470
TOTAL	52,081	54,716

NOTE NO.- G- OTHER NON-CURRENT ASSET

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
ELECTRIC DEPOSIT	109,709	32,358
VAT DEPOSIT	10,000	10,000
TOTAL	119,709	42,358

NOTE NO.- H- INVENTORIES

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
STOCK IN TRADE - AHMEDABAD		
SWAGAT SHOP	2,596,732	2,344,846
SATYA SHOP	8,703,973	7,561,697
TOTAL	11,300,705	9,906,543
CONSTRUCTION WORK IN PROGRESS - BHAT	19,398,081	17,634,619
CONSTRUCTION WORK IN PROGRESS - AMBLI	45,761,381	40,803,493
TOTAL	65,159,462	58,438,112
TOTAL	76,460,167	68,344,655

NOTE NO.- I- TRADE RECEIVABLES

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
NIMISH S HANSOTI HUF	259,320	259,320
RELIANCE INFRATEL LTD	-	86,238
RELIANCE JIO INFOCOM	30,350	-
TOTAL	289,670	345,558

NOTE NO.- J- CASH & CASH EQUIVALENTS

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
(1) BALANCES WITH BANKS		
DENA BANK	373,476	58,625
TOTAL (1)	373,476	58,625
(2) CASH ON HAND		
CASH ON HAND	91,070	22,999
TOTAL (2)	91,070	22,999
TOTAL (1) + (2)	464,546	81,624

NOTE NO.- K- OTHER CURRENT ASSETS

PARTICULARS	AS AT 31ST MARCH, 2018 AMT. (RS.)	AS AT 31ST MARCH, 2017 AMT. (RS.)
REFUND RECEIVABLE A.Y. 2012-13	22,098	22,098
REFUND RECEIVABLE A.Y. 2015-16	31,859	31,859
REFUND RECEIVABLE A.Y. 2016-17	169,780	169,780
TAX DEDUCTED AT SOURCE	73,952	63,248
GST CREDIT	139,118	-
INPUT SERVICE TAX	-	4,200
INPUT SERVICE TAX (KKC)	-	150
VAT @0.6% (WCT)	556,518	556,518
TOTAL	993,325	847,853

M/S. ALPA BHAVESH SHAH & CO.
AHMEDABAD
CHARTERED ACCOUNTANTS

SHARANAM CONSTRUCTION PRIVATE LIMITED
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CIN: U45201GJ2003PTC042748

NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO : L- REVENUE FROM OPERATIONS

PARTICULARS	2017-18 AMT. (RS.)	2016-17 AMT. (RS.)
CONTRACT RECEIPT	-	1,111,228
TOTAL	-	**1,111,228**

NOTE NO : M- OTHER INCOME

PARTICULARS	2017-18 AMT. (RS.)	2016-17 AMT. (RS.)
INTEREST ON INCOME TAX REFUND	2,842	37,800
RENT INCOME	722,430	404,640
SCRAP SALE	1,568	-
SUNDRY BALANCE W/OFF	19,655	10,433
INTEREST ON ELECTRICITY DEPOSIT	17,057	5,595
TOTAL	**763,552**	**458,468**

NOTE NO : N- COST OF MATERIAL & LABOUR CONSUMED

PARTICULARS	2017-18 AMT. (RS.)	2016-17 AMT. (RS.)
FOR GSS ORGANISERS LLP WORKS CONTRACT		
ITDC LABOUR EXP	-	989,636
TOTAL	-	**989,636**

M/S. ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

SHARANAM CONSTRUCTION PRIVATE LIMITED
Shivalik House, Nr.Aarjav Society Nr.Satelite Police Station, Jodhpur Ahmedabad 380015
CIN: U45201GJ2003PTC042748

NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO : O- CHANGE IN INVENTORIES OF STOCK IN TRADE / CONSTRUCTION WORK IN PROGRESS

PARTICULARS	2017-18 (Rs.)					2016-17 (Rs.)				
	STOCK IN TRADE AHMEDABAD (1)		CONSTRUCTION WORK IN PROGRESS BHAT (2)	CONSTRUCTION WORK IN PROGRESS AMBLI (3)	TOTAL	STOCK IN TRADE AHMEDABAD (1)		CONSTRUCTION WORK IN PROGRESS BHAT (2)	CONSTRUCTION WORK IN PROGRESS AMBLI (3)	TOTAL
	SWAGAT SHOP	SATYA SHOP				SWAGAT SHOP	SATYA SHOP			
CLOSING STOCK IN TRADE AS PER NOTE - Q(i) (A)	2,596,732	8,703,973	19,398,081	45,761,381	76,460,167	2,344,846	7,561,697	17,634,619	40,803,493	68,344,655
OPENING STOCK IN TRADE (B)	2,344,846	7,561,697	17,634,619	40,803,493	68,344,655	2,093,613	6,696,933	15,738,312	36,339,397	60,868,255
CHANGE IN INVENTORY/ CWIP [(A)-(B)]	(251,886)	(1,142,276)	(1,763,462)	(4,957,888)	(8,115,512)	(251,233)	(864,764)	(1,896,307)	(4,464,096)	(7,476,400)

NOTE NO : O(i)- CHANGES IN VALUE OF CLOSING WORK IN PROGRESS

PARTICULARS	2017-18 (Rs.)					2016-17 (Rs.)				
	STOCK IN TRADE AHMEDABAD (1)		CONSTRUCTION WORK IN PROGRESS BHAT (2)	CONSTRUCTION WORK IN PROGRESS AMBLI (3)	TOTAL	STOCK IN TRADE AHMEDABAD (1)		CONSTRUCTION WORK IN PROGRESS BHAT (2)	CONSTRUCTION WORK IN PROGRESS AMBLI (3)	TOTAL
	SWAGAT SHOP	SATYA SHOP				SWAGAT SHOP	SATYA SHOP			
OPENING CONSTRUCTION WORK IN PROGRESS	2,344,846	7,561,697	17,634,619	40,803,493	68,344,655	2,093,613	6,696,933	15,738,312	36,339,397	60,868,255
					-	-				
FINANCE COST AS PER NOTE NO. (S)	234,485	756,170	1,763,462	4,080,349	6,834,466	251,233	803,632	1,888,597	4,350,728	7,304,190
OTHER EXPENSES (T)	17,401	386,106	-	877,539	1,281,046	-	61,132	7710	103,368	172,210
TOTAL	2,596,732	8,703,973	19,398,081	45,761,381	76,460,167	2,344,846	7,561,697	17,634,619	40,803,493	68,344,655

ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

SHARANAM CONSTRUCTION PRIVATE LIMITED
Shivalik House, Nr.Aarjav Society Nr.Satelite Police Station, Jodhpur Ahmedabad 380015
CIN: U45201GJ2003PTC042748

NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO :- P- FINANCE COST

PARTICULARS	2017-18 AMT. (RS.)	2016-17 AMT. (RS.)
INTEREST EXPENSE		
CAPITALISED	6,834,466	7,304,190
CHARGED TO P&L	610,239	1,119,749
TOTAL	**7,444,705**	**8,423,939**

NOTE NO :-Q- DEPRECIATION

PARTICULARS	2017-18 AMT. (RS.)	2016-17 AMT. (RS.)
DEPRECIATION	-	810
TOTAL	**-**	**810**

NOTE NO :- R- OTHER EXPENSES

PARTICULARS	2017-18 AMT. (RS.)	2016-17 AMT. (RS.)
OTHER EXPENSES CAPITALISED TO CWIP		
MUNICIPAL TAX	49,401	20,473
RENOVATION EXP	20,166	-
SITE EXP	122,639	-
VALUATION CHARGE	10,000	-
AHMEDABAD MUNICIPAL CORPORATION	-	91,495
SECURITY EXP	27,200	-
PLAN PASSING EXP	-	11,189
TRANSFER FEES	279,300	-
JAMIN MEHSUL	-	11,724
PROFESSIONAL CHARGES	720,000	-
ELECTRIC EXP	52,340	37,329
SUB TOTAL	**1,281,046**	**172,210**
OTHER EXPENSES CHARGED TO P & L		
INTEREST ON KKC	126	94
INTEREST ON SBC	126	935
INTEREST ON SERVICE TAX	3,539	37,351
INTEREST ON VAT	-	10,015
JAMIN MEHSUL	7,000	-
BANK CHARGES	301	406
PROFESSIONAL TAX (AMC)	2,000	2,014
PAYMENT TO AUDITOR (NOTE R(a))	45,000	45,000
PROFESSIONAL CHARGES	40,000	81,000
SERVICE TAX (SWACHH BHARAT)	-	2,128
STATIONERY EXP	-	3,551
TDS RETURN FILING CHARGES	89	88
ROC EXPENSES	7,000	4,200
STAMPING EXPENSE	37,390	-
VAT 0.6%	-	24,812
FOR GSS ORGANISERS LLP WORKS CONTRACT		
SITE EXP	-	6,050
SUB TOTAL	142,571	217,644
TOTAL	1,423,617	389,854

NOTE NO :- R (a)- PAYMENT TO AUDITOR

PARTICULARS	2017-18 AMT. (RS.)	2016-17 AMT. (RS.)
PAYMENT TO AUDITOR		
FOR STATUTORY AUDIT	45,000	45,000
TOTAL	45,000	45,000

SHARANAM CONSTRUCTION PRIVATE LIMITED
CIN : U45201GJ2003PTC042748
NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO. "S"

1. COMPANY OVERVIEW :

SHARNAM CONSTRUCTION PRIVATE LIMITED ("THE COMPANY") was incorporated on 11th August, 2003 under the Companies Act, 1956 vide certificate of incorporation No.U45201GJ2003PTC42748. The Company had been incorporated with the object to carry on the business of Infrastructure Development, Real Estate Development, Land Development, Builders, Contractors and other Property Development.

2. SIGNIFICANT ACCOUNTING POLICIES :

2.1. BASIS OF ACCOUNTING AND PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) under the historical cost convention on accrual basis. These financial statements have been prepared to comply with all the material aspects with accounting standards notified under section 133 and other relevant provisions of the Companies Act, 2013 read with rule 7 of the Companies Accounting rules, 2014

2.2. USE OF ESTIMATES

The preparation of the financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Estimates and underlying assumptions are reviewed on ongoing basis. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.3. VALUATION OF INVENTORIES

The Company's project is in progress, all expenses are capitalized except the administrative expenses like audit fees, bank charges etc. which don't form part of construction. Inventory includes cost of work in progress. Inventories held as construction Work in Progress as well as Stock in trade is valued at Cost.

2.4. CASH AND CASH EQUIVALENTS

Cash Comprises of cash on hand. Cash equivalents are short term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.5. DEPRECIATION AND AMORTISATION

The company has followed the method of straight line basis for providing depreciation on fixed assets based on the years as prescribed under Schedule II to the Companies Act, 2013.

M/S. ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

SHARANAM CONSTRUCTION PRIVATE LIMITED
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NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO. "S"

2.6. REVENUE RECOGNITION

All administrative and other expenses, which cannot be allocated to any specific project, are charged to the statement of Profit & Loss.

Rent income is recognized as per the terms & conditions of Rent Agreement.

2.7. FIXED ASSETS

All Fixed assets are carried at cost less accumulated depreciation. Cost includes purchase price and all other attributable costs of bringing the assets to working condition for intended use. Borrowing costs attributable to acquisition or construction of qualifying fixed assets, which takes substantial period of time to get ready for its intended use, are also included, up to the date the asset is ready for its intended use. Subsequent expenditure relating to fixed assets is capitalized only if such expenditure results in an increase in the future benefits from such assets beyond its previously assessed standard of performance.

2.8. CONSTRUCTION WORK-IN-PROGRESS

The expenses for different projects have been capitalized and transferred to Construction Work in Progress of the respective projects during the year.

2.9. FOREIGN CURRENCY TRANSACTIONS AND TRANSALATIONS

There are no transactions in foreign currency during the year.

2.10. BORROWING COST

Borrowing costs that are 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 substantial period of time to get ready for the intended use. All other borrowing costs are charged to Statement of Profit and Loss.

2.11. REALTED PARTY TRANSACTIONS

Disclosure of transactions with Related Parties, as required by Accounting Standard 18 "Related Party disclosures" has been given hereunder. Related Parties as defined under clause 3 of the Accounting Standard 18 have been identified on the basis of representation made by the management and information available with the Company.

M/S. ALPA BHAVESH SHAH & CO.
AHMEDABAD
CHARTERED ACCOUNTANTS

SHARANAM CONSTRUCTION PRIVATE LIMITED
CIN : U45201GJ2003PTC042748
NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO. "S"

PART A
KEY MANAGERIAL PERSON

NAME OF RELATED PARTY	NATURE OF RELATIONSHP
TARAL S.SHAH	DIRECTOR
CHITRAK S.SHAH	DIRECTOR
SATISH N.SHAH	DIRECTOR

PART-B

SR. NO.	PARTICULARS	NATURE OF TRANSACTION	OPENING BAL	DEBIT AMOUNT	CREDIT AMOUNT	CLOSING BAL
1	TARAL SHAH	UNSECURED LOAN	7,41,30,857/-	11,25,900/-	97,90,234/-	8,27,95,191/-
		INTEREST EXP	-	74,44,705/-	-	-
2	SHIVALIK PROJECT CONSULANT (PROP. TARAL SHAH)	PROFESSIONAL FEES	-	30,000/-	-	-

2.12. EARNINGS PER SHARE

In view of current year losses, Basic and Diluted E.P.S. for the current year have not been provided.

2.13. TAXES ON INCOME

i) Deferred Taxation

In accordance with the Accounting Standard 22 – Accounting for Taxes on Income, prescribed under The Companies Accounting Standards Rules, 2006(as amended), the deferred tax for timing differences between the book and tax profits for the year is accounted for by using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet Date.

Deferred tax liability of Rs 2,635/- has been created as per Accounting Standard 22 "Accounting of Tax on Income" arising from timing differences are as follow:-

Depreciation Provided in the Books	Rs. Nil
Depreciation Provided in the I.T. Act	Rs. 10,234/-
Timing Difference	Rs. (10,234)/-

M/S. ALPA BHAVESH SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

NOTE NO. "S"

ii) Current Taxation

Provision for taxation has been made in accordance with the direct tax laws prevailing for the relevant assessment years.

2.14. PROVISIONS AND CONTINGENCIES

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is possible that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.

2.15. APPLICABILTY OF OTHER ACCOUNTING STANDARS

Though other Accounting Standards also apply to the company by virtue of the Accounting Standards Rules 2006 (as amended), no disclosure for the same is being made as the company has not done any transaction to which the said Accounting Standards apply.

3. OTHER DISCLOSURES

3.1. CURRENT AND NON CURRENT CLASSIFICATION

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Revised Schedule III to the Companies Act, 2013. Based on the nature of activities and time between the activities performed and their subsequent realisation in cash or cash equivalents, the company has ascertained its operating cycle as 48 months for the purpose of current / non-current classification of assets and liabilities.

In the opinion of the Management and to the best of their knowledge and belief the value under the head of Current and Non Current Assets (other than fixed assets and non current investments) are approximately of the value stated, if realised in ordinary course of business, except unless stated otherwise. The provision for all the known liabilities is adequate and not in excess of amount considered reasonably necessary.

3.2. DISCLOSURES UNDER MSMED ACT

There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 to whom the Company owes dues on account of principle amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises have been determined to the extent such parties have been identified on the

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NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2018

NOTE NO. "S"

basis of information available with the Company. This has been relied upon by the auditors.

3.3. PREVIOUS YEAR COMPARATIVES

Previous year's figure have been recast, regrouped and rearranged, wherever necessary to confirm to this year's classification. Further the figures have been rounded off to the nearest rupee.

3.4. The balances of Trade payable, Trade Receivables and Loans and advances as appearing in the Balance Sheet are subject to confirmation of respective parties.

SIGNATURE TO NOTES FROM "A" TO "S"

FOR,ALPA BHAVESH SHAH & CO CHARTERED ACCOUNTANTS FIRM REGI NO 119716W	FOR, SHARNAM CONSTRUCTION PVT. LTD.
[BHAVESH SHAH]	[DIRECTOR] [DIRECTOR]
PARTNER MEM NO. 048296	TARAL SHAH CHITRAK SHAH DIN:00005375 00005446
PLACE :- AHMEDABAD DATE :- 01-09-2018	PLACE :- AHMEDABAD DATE :- 01-09-2018