M/S. ADITYA CONSTRUCTIONS

AUDIT REPORT

FINANCIAL YEAR – 2014-15

PARTNERS

SAMEER B. MAHESHWARI
MANISH D. SHAH
TRUE VALUE NIRMAN PRIVATE LIMITED
NILESH S. PATEL

REGISTERED OFFICE

TRUE VALUE HOUSE.
OPP. SUNDARVAN BUS-STOP,
NR. ISRO, SATELLITE,
AHMEDABAD – 380 015.

AUDITORS

VKJD & ASSOCIATES
Chartered Accountants
808, SPAN TRADE CENTRE,
OPP. KOCHRAB ASHRAM,
PALDI, AHMEDABAD – 380007.

M/s. ADITYA CONSTRUCTIONS
BALANCE SHEET AS AT 31st MARCH, 2015

Particulars	Note No.	Amount (in Rs.)	Amount (in Rs.)
SOURCES OF FUNDS:			
(a) Partners' Capital A/C.	1		195956503
(b) Loan Funds	2		
(i) Secured Loans.			380452864
(ii) Unsecured Loans.			95564133
TOTAL...			**671973500**
APPLICATIONS OF FUNDS:			
(a) Tangible Asset			
Vehicles	3		22957496
(b) Current Asset, Loan & Advances			
(i) Inventory	4	653857155	
(iii) Cash & Bank Balance	5	9879892	
(iv) Receivable From Revenue Authority	6	11816127	
(v) Sundry Debtors	7	3013521	
(vi) Loans & Advances	8	120434794	
		799001489	
Less :Current Liabilities & Prov.			
(a) Sundry Creditors & Other Current Liab.	9	149985486	
		149985486	
Net Current Assets			649016004
Notes of Accounts			
			671973500

subject to our report of even date attached herewith

For, ADITYA CONSTRUCTIONS

(Partner) **(Partner)**

For, V K J D & Associates
Chartered Accountants

JIGNASHU K. SHAH
(Partner)
Membership No. 117481
Firm Reg. No.128985W

PLACE : AHMEDABAD
DATE : 18/08/2015

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M/s. ADITYA CONSTRUCTIONS

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31. 03. 2015

Particulars	Amount	Particulars	Amount
Opening Work-in Process	461361484	Sales	159736540
Construction Expenses	312974631	Closing Work-in-Process	653857155
Gross Profit	39257580		
Total	**813593695**	**Total**	**813593695**
Depreciation Expenses	4051323	Gross Profit	39257580
Advertisement,Selling & Other Expenses	10975665	Indirect Income	14835
Net Profit	24245427		
	39272415		**39272415**

Subject to our report of even date attached herewith

For, ADITYA CONSTRUCTIONS

(Partner) **(Partner)**

For, V K J D & Associates
Chartered Accountants

JIGNASHU K. SHAH
PARTNER
Membership No. 117481
FIRM REG. NO. 128985W

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Schedule Forming Part of Profit & Loss Account :

Construction Expenses :

Particulars	Note No.	Amount
Construction Material Expenses	10	86752136
Professional Fees for the Project	11	16271443
Direct Expenses (Construction)	12	209951052
Total Amount		**312974631**

Advertisement,Selling & Other Expenses :

Particulars	Note No.	Amount
Advertisement,Selling & Other Expenses	13	10975665
Total Amount		**10975665**

M/s. ADITYA CONSTRUCTIONS

NOTE NO : 1
PARTNER'S CAPITAL ACCOUNT

NAME	Share of Profit	Opening Balance 01.04.2014	Addition	Share of Profit	Withdrawal	Closing Balance 31.03.2015
1. Nileshkumar Savijbhai Patel	50.00%	83855538	0	12122714	0	95978252
2. Manish D. Shah	12.50%	4832942	0	3030678	0	7863620
3. Sameer B.Maheshwari	12.50%	4832942	0	3030678	0	7863620
4. True Value Nirman Pvt. Ltd.	25.00%	78189654	0	6061357	0	84251011
		171711076	**0**	**24245427**	**0**	**195956503**

AHMEDABAD

M/s. ADITYA CONSTRUCTIONS
F.Y. 2014-15

NOTE NO : 2
SECURED LOAN

(in Rs.)

Particulars	Amount
Bank Of India Term Loan	346272000
Bank Of India Term Loan	12564254
Kotak Mahindra Bank Limited -Car Loan	5337140
Kotak Mahindra Bank Limited -Car Loan	10109138
Kotak Mahindra Bank Limited -Car Loan	6170332
TOTAL...	**380452864**

UNSECURED LOAN

(in Rs.)

Particulars	Amount
Infinity International	1000000
Manish D. Shah	7500000
True Value Nirman Private Limited	62064133
U.V.Impex	25000000
TOTAL...	**95564133**

NOTE NO : 4
INVENTORY

(in Rs.)

Particulars	Amount
Closing Work-In-Process	653857155
TOTAL...	**653857155**

NOTE NO : 5
CASH & BANK BALANCE

(in Rs.)

Particulars	Amount
Cash In Hand	1172922
Balance With Bank In Current Account :	
Bank Of India	5318970
Bank Of India - Escrow Account	3388000
TOTAL...	**9879892**

NOTE NO : 6
RECEIVABLE FROM REVENUE AUTHORITY (in Rs.)

Particulars	Amount
Receivable From Revenue Authority	11816127
TOTAL...	**11816127**

VKJD & Associates Chartered Accountants AHMEDABAD

M/S. ADITYA CONSTRUCTIONS

NOTE NO:- 3

FIXED ASSETS

(Amt in Rs.)

SR.	PARTICULARS	RATE OF DEPRECIATION	BLOCK 01/04/2014	ADDITION DURING THE YEAR	DEDUCTION DURING THE YEAR	TOTAL	DEPRECIATION OF CURRENT YEAR	NET AS ON 31/03/2015
1	Vehicles	15%	17,180,252	9,828,567		27,008,819	4,051,323	22957496
	TOTAL		**17180252**	**9828567**	**0**	**27008819**	**4051323**	**22957496**

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www.835westgate.com
WESTGATE

NOTE NO : 7

SUNDRY DEBTORS **(in Rs.)**

Particulars	Amount
Sundry Debtors	3013521
TOTAL...	**3013521**

NOTE NO : 8

LOANS & ADVANCES **(in Rs.)**

Particulars	Amount
Advanced to Suppliers	47225429
Loans & Advances	72204725
Security Deposit	1004640
TOTAL...	**120434794**

NOTE NO : 9

SUNDRY CREDITORS & OTHER CURRENT LIABILITIES **(in Rs.)**

Particulars	Amount
Sundry Creditors	33760715
Other Current Liabilities	
TDS Payable	7360
Service Tax Payable	25775
Advance Received From Customers	62768717
Advance Received From Debtors	52540576
CBI A/C No. (Due To Reconciliation)	882343
TOTAL...	**149985486**

& Associates AHMEDABAD

Schedule Forming Part of Profit and Loss Account:

NOTE NO : 10

Construction Material Expenses

Particulars	Amount
Bricks Purchase	207200
Cement Expenses	1405157
Electrical Goods	2484124
Cctv System	1617848
Flooring Materials	11902608
Glass Material	716439
Helmet,Shoes & Other safety equipment	101095
Material Expenses	17274794
JCB Work	216919
Labour Charges	13363487
Plywood Material	1463301
Pump Set	113925
Sand Expenses	117670
Scaffolding Material	1805625
Air Conditioning -VRV System	3560600
Aluminium Composite Sheet	2322144
Aluminium Structural Glazing Material	18323133
M.S.Steel,Pipe,Angle,Flate Bars	3512761
Fire & Safety System	6243306
Total...	**86752136**

NOTE NO : 11

Professional Fees

Particulars	Amount
Project Professional Fees	16271443
Total...	**16271443**

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NOTE NO : 12

Direct Expenses (Construction)

Particulars	Amount
Block Work -A Block	2236788
Block Work -B Block	17879289
Bank Charges	5291173
Colour Work	55000
Construction of RCC Frame	130448820
Financial Charges	38182125
Erection & Commissioning Charges	1038061
Electricity EXP.	2698345
Insurance Expenses	1172353
Other Expenses	1403034
Salary Expenses	3778039
Site Office Fixed Expenses	179165
Security Chargs	810238
Testing, Inspection & Certification	12900
Transport Exp.	801585
Waterproofing Work	382243
Business Promotion Expenses	1596253
Water Tank	61000
Expense At Site Office	650000
Petty Expenses	816022
Office Expenses	402439
Membership Fees	56180
Total...	**209951052**

NOTE NO : 13

Advertisement, Selling & Other Expenses :

Particulars	Amount
Advertisement Expenses	776665
Brokerage for Project	9500000
Diwali Exp.& Sales Promotion Expenses	281257
Audit fees	33790
Travelling Exp.	383953
Total...	**10975665**

M/s. ADITYA CONSTRUCTIONS
(F.Y.2014-15)

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS:

(1.1) Basis of Preparation of financial statements:

- The financial statements have been prepared under the historical cost convention, on an accrual basis and in accordance with the generally accepted accounting principles in India, the applicable mandatory Accounting standards.

(1.2) REVENUE RECOGNITION

(i) Recognition of Revenue from real estate projects

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Income from operations is net of adjustment on account of cancellation/returns if any.

Revenue from sale of developed property is recognized upon transfer of all significant risks and rewards of ownership of such property, as per the terms of the contracts entered into with buyers, which generally coincides with the firming of the allotment letter/agreements, except for contracts where the Firm still has obligations to perform substantial acts even after the transfer of all significant risks and rewards. In such cases, the revenue is recognized on percentage of completion method, when the stage of completion of each project reaches a significant level which is estimated to be at least 25% of the total estimated construction cost of the project. Revenue is recognized in proportion that the costs incurred for work performed up to the reporting date bear to the estimated total project costs including land / land development right.

Revenue from projects is recognized when it is reasonably certain that the ultimate collection will be made and that there is buyers' commitment to make the complete payment.

(ii) Interest Income

Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

(1.3) FIXED ASSETS AND DEPRECIATION

(i) Fixed Assets, if any are stated at cost less depreciation. Cost includes all identifiable expenditure incurred to bring the assets to its present condition and location.

(i) Depreciation is provided on Written down Value Method at the rates specified under the Income Tax Act, 1961.

(1.4) TAXATION

(i) Taxes on Income are recognized in the books of accounts as and when paid to the credit of Government.

(1.5) INVENTORIES

(i) Work-in-progress - Real Estate Projects:

Represents cost incurred in respect of unsold area of the real estate development projects or cost incurred on projects where the revenue is yet to be recognized.

(ii) Related to Construction and Real Estate Projects:

Direct expenditure relating to construction activity is inventoried. Indirect expenditure (including borrowing costs) during the period of construction is inventoried to the extent the expenditure is directly related to construction or is incidental thereto. Other indirect expenditure (including borrowing costs) incurred during the construction period which is neither related to the construction activity nor is incidental thereto is charged to the profit and loss account. Cost incurred/items purchased specifically for projects are taken as consumed as and when incurred/received.

(1.6) TRANSACTIONS IN FOREIGN CURRENCY

Foreign Currency transactions are accounted at the exchange rates prevailing on the date of the relevant transactions. Foreign currency transactions are translated at exchange rates prevailing on the balance sheet date and gain or loss arising on such translation is adjusted to the profit and loss account.

(1.7) USE OF ESTIMATES

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reported period. Differences between the actual result and estimates are recognized in the period in which the results are known/determined.

In the opinion of the Partners, The current Assets, Loans and Advances are of the approximate value as stated in the Balance Sheet. If realized in the ordinary course of business and the provisions for all known liabilities are adequate and not in excess of amount reasonably necessary.

The closing work-in-process has been taken, valued, verified and certified by the partners of the Firm.

The Auditors have verified the transaction as recorded in the books with such documentary evidences as were available and produced before them. Where the documentary evidences were not available, the vouchers / entries as certified by the partners have been relied upon.

The Balances of Bank, Unsecured Loans, Loans & Advances, Sundry Debtors and Sundry Creditors are subject to confirmation.

As per our report of even dated attached herewith

FOR VKJD & ASSOCIATES
CHARTERED ACCOUNTANTS

JIGNASHU K SHAH
PARTNER
M No. 117481
Firm Reg. No. 128985W

PLACE : AHMEDABAD
DATE : 18/08/2015

For and on behalf of the firm
Aditya Construction

(Partner) **(Partner)**

PLACE : AHMEDABAD
DATE : 18/08/2015