CA

Pankaj Patel & Associates
(Chartered Accountants)
Mail: capatel151@gmail.com (M) 94292 12432

AUDITOR'S REPORT

To,

The Members of B. N. PROJECTS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of B. N. Projects Private Limited ("the Company"), which comprise the Balance Sheet as at March 31st, 2015, 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 Company's Management is responsible for the matter 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 and financial performance of the Company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standard specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

We have taken into account the provision of the Act, the accounting and auditing standard and matter which are require 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, but not for the purpose of expressing an opinion on the effectiveness of the Company'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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31st, 2015; and

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 issued by the Central Government of India in terms of Section 143(11) of the Act, We give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the said order.

2. As required by Section 143 (3) of the Act, 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 Accounts, as required by law, have been kept by the Company so far as appears from our examination of those books.

c) The Balance Sheet and Statement of Profit and Loss, dealt with by this Report, are in agreement with the Books of Accounts maintained by the Company.

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d) In our opinion, the Balance Sheet and the Statement of Profit & Loss comply with the Accounting Standards notified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of the written representations received from the directors of the company as at 31st March, 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 31ST March, 2015 from being appointed as a director in terms of Section 164(2) of the Companies Act, 2013.

For PANKAJ PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 136657W

CA PANKAJKUMAR B. PATEL
(Proprietor)
M. No.: 154073

Place: **Ahmedabad**
Date: 01/09/2015

Pankaj Patel & Associates
(Chartered Accountants)
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Annexure to the Independent Auditors' Report

Referred to in our report of even date for the year ended 31st March, 2015

1. In respect of its fixed Assets:

   a) The company has maintained proper records showing full particulars including Quantitative details and situation of fixed assets.

   b) The Company has a regular program of physical verification of its fixed assets by which all fixed assets are verified in phased manner. In our opinion, the periodicity of physical verification is reasonable having regard to the size of Company and nature of its assets. In accordance with this program, the company has physically verified certain fixed assets and is in the process of reconciliation with the books of accounts. Management represents that discrepancies, if any are not expected to be material.

   c) During the year, the company has not disposed off substantial part of fixed assets.

2. In respect of its inventories:

   a) We have been informed that the inventory has been physically verified at reasonable intervals by the Management.

   b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

   c) The records of inventory were not produced before us for our verification.

3. In respect of the loans, secured or unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013:

   a) The company has granted loans to directors, firms or other parties covered in the register maintained under Section 301 of the Act. The amount involved at the end of the year of such loans aggregates to 26,18,540/- (23,99,426/-)

   b) The company has taken unsecured loan from the directors & relatives / covered in the register maintained under Section 301 of the Act. The amount involved at the end of the year of such loans aggregates to 33,55,000/- (1,17,53,458/-)

c) In our opinion no interest is earned from the advances given to parties listed in the register maintained u/s 189 of the Companies Act, 2013 and other terms and conditions on which loans have been granted to companies, firms or other parties listed in the registers maintained under Section 189 are not, prima facie, prejudicial to the interest of the company.

d) As informed, the loans taken are re-payable on demand. There has been no default in repayment on the part of the company.

4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and services. We have not observed any major weakness in the internal controls during the course of the audit.

5. According to the information and explanations given to us, the Company has not accepted any deposits from the public. However, deposits have been accepted from customers against booking.

6. The Central Government of India has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013 for services rendered by the Company.

7. In respect of Statutory dues:

a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service tax, Customs duty, Wealth tax and any other material statutory dues have not been regularly deposited during the period by the Company with the appropriate authorities, and there has been delay in a few cases. According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth tax, Customs duty and other material statutory dues were in arrears as at 31st March, 2015 for a period of more than six months from the date they became payable, except Service Tax Rs. 11,69,323/- , TDS Rs. 1,33,050/- and Advance tax which are not paid on or before respective due dates.

b) According to the information and explanations given to us, there are no dues in respect of Wealth tax, Service Tax, Excise duty and Cess, which have not been deposited with the appropriate authorities on account of any dispute.

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8. The Company has accumulated losses to the tune of 6, 44,829/- as on 31st March, 2015 and has not incurred any cash loss during the financial year covered by our audit and in the immediately preceding financial year.

9. In our opinion and according to the information and explanation given to us, the Company has not defaulted in repayment of dues to its bankers. The Company did not have any outstanding dues to debenture holders during the period.

10. In our opinion and according to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from Bank or Financial Institution as at the close of the year.

11. In our opinion and according to the information and explanation given to us, the Company has not taken any term loans during the year.

12. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For PANKAJ PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 136657W

PANKAJ PATEL & ASSOCIATES CHARTERED ACCOUNTANTS

CA PANKAJKUAMR B. PATEL
(Proprietor)
M. No.: 154073

Place: **Ahmedabad - GUJARAT**
Date: 01/09/2015