



PANKAJ TAYAL & ASSOCIATES
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To,
The Members of
M/S PANCHWATI PROMOTERS PRIVATE LIMITED

Report On Financial Statements

We have audited the accompanying financial statement of M/S PANCHWATI PROMOTERS PRIVATE LIMITED which comprise the Balance Sheet as at 31st. March 2019 and the Statement of Profit and Loss account, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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 generally accepted in India:

- In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2019, and
- In the case of the Profit and Loss Account, of Profit for the year ended on that date
- In case of Cash Flow Statement, of the 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, report is being annexed thereto on matters specified in paragraphs of 3 and 4 of the said Order to the extent available.

- 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.
- 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.
- The Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
- 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, 2014.
- In our opinion there are no observations or comments on the financial transactions, which may have an adverse effect on the functioning of the Company.
- On the basis of written representations received from the directors as on March 31, 2019, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of Section 164(2) of the Act.
- Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")- is enclosed as annexure to this report.
- In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - The Company does not have any pending litigations which would impact its financial position
 - The Company did not have any long-term contracts including derivatives contracts for which there were any foreseeable losses



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

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 and presentation 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 thereunder.

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 financial control relevant to the Company's preparation of the financial statements that give 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 controls system over financial reporting and operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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.

PLACE : RANCHI
DATE : 28.06.2019



For PANKAJ TAYAL & ASSOCIATES
CHARTERED ACCOUNTANTS
Reg. No.-011377C

Pankaj Tayal

(CA. PANKAJ TAYAL)
Partner
M.No - 401725
PAN: AAKFP7287Q

ANNEXURE - Report under the Companies (Auditor's Report) Order, 2016

PANCHWATI PROMOTERS PRIVATE LIMITED

Referred to in of our report of even date

In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that: -

1. a. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
1. b. As explained to us, all the assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
1. c. The title deeds of immovable properties are held in the name of the company.
2. As explained to us, the inventory has been physically verified at reasonable intervals during the year by the management. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material.
3. As explained to us, the company had not granted any loans, secured or unsecured, to any companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act.
4. The company has not given any loans, investments guarantees, and security.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits in contravention of Directives issued by Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under, where applicable. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.
6. It has been explained to us that the maintenance of cost records has not been prescribed under section 148(1) of the Act.
7. a. According to the records of the company the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, Cess and other material statutory dues applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, Service Tax, sales tax, custom duty, excise duty and Cess were in arrears, as at 31.03.2019 for a period of more than six months from the date they became payable.
7. b. According to the information and explanations given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, excise duty and Cess which have not been deposited on account of any dispute.
8. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion, the company has not defaulted in repayment of dues to a financial institution, bank, Government or dues to debenture holders.
9. The company has not raised moneys by way of initial public offer or further public offer (including debt instrument). However the moneys were raised by way of term loans which were applied for the purposes for which those were raised.
10. Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit, that causes the financial statements to be materially misstated.
11. The Managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
12. The company is not a Nidhi Company hence this clause is not applicable.



**ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF
"PANCHWATI PROMOTERS 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 the internal financial controls over financial reporting of " PANCHWATI PROMOTERS PRIVATE LIMITED " as of 31st MARCH,2019 in conjunction with our audit of the standalone 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. 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 168 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 judgement, 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 l/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 on 31st March, 2019



For PANKAJ TAYAL & ASSOCIATES
CHARTERED ACCOUNTANTS

Pankaj Tayal

CA. PANKAJ TAYAL
Partner

Place: Ranchi
Date: 28.06.2019

PANCHWATI PROMOTERS (P) LTD

Balance Sheet as at 31st March, 2019

Particulars		Note No.	As at 31st March, 2019	As at 31st March, 2018
			₹	₹
A	EQUITY AND LIABILITIES			
1	Shareholder's Funds			
	(a) Share Capital	1	108,147,000	108,147,000
	(b) Reserves and Surplus	2	144,623,643	135,639,189
2	Share Application Money Pending Allotment		-	-
3	Non-Current Liabilities			
	(a) Long-term borrowings	3	72,440,065	51,218,516
	(b) Deferred Tax liabilities		-	-
	(c) Other long-term liabilities		-	-
	(d) Long-term provisions		-	-
4	Current Liabilities			
	(a) Short-term borrowings	4	46,848,440	8,348,554
	(b) Trade Payables	5	8,604,962	21,451,193
	(c) Other current liabilities	6	85,303,399	145,973,104
	(d) Short-term provisions	7	1,928,968	1,978,893
	TOTAL		467,696,477	472,756,449
B	ASSETS			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	8	5,971,946	4,828,554
	(b) Non-current investments		1,977,597	6,977,581
	(c) Deferred tax assets (net)		580,215	522,268
	(d) Long term loans and advances		-	-
	(e) Other non-current assets		-	-
2	Current assets			
	(a) Current investments		-	-
	(b) Inventories	9	354,667,137	330,456,636
	(c) Trade receivables	10	8,844,647	13,539,936
	(d) Cash and cash equivalents	11	4,940,079	16,528,183
	(e) Short-term loans and advances	12	82,051,962	95,977,780
	(f) Other current assets		8,662,893	3,925,511
	TOTAL		467,696,477	472,756,449
	See accompanying notes forming part of the financial statements			

In terms of our report attached.

For Pankaj Tayal & Associates
Chartered Accountants

Pankaj Tayal

(CA. Pankaj Tayal)
Partner



Place: Ranchi
Date: 28.06.2019

For and on behalf of the Board of Directors
Panchwati Promoters Pvt Ltd

अल्पक जगवजा

Director

DIN - 00466899

P. S. D. S.

Director

DIN - 00466907

PANCHWATI PROMOTERS (P) LTD

Statement of Profit and Loss for the year ended 31st March, 2019

Particulars		Note No.	For the year ended 31st March, 2019	For the year ended 31st March, 2018
			₹	₹
A	CONTINUING OPERATIONS			
1	Revenue from operations (gross)	13	72,380,475	1,85,187,402
	Less: Excise duty			-
	Revenue from operations (net)		72,380,475	1,85,187,402
2	Other Income	14	23,240,299	14,535,530
3	Total Revenue (1+2)		95,620,774	1,99,722,932
4	Expenses			
	Cost of materials consumed & changes in inventory	15	63,341,387	1,66,368,909
	Employee benefits expense	16	3,826,148	5,795,262
	Finance costs	17	10,226,022	7,853,398
	Depreciation and amortisation expense	8	1,642,192	1,181,765
	Other expenses	18	6,695,379	9,050,297
	Total Expenses		85,731,128	1,90,249,632
5	Profit before exceptional and extraordinary items and tax (3-4)		9,889,647	9,473,301
6	Exceptional Items			
7	Profit before extraordinary items and tax (5+6)		9,889,647	9,473,301
8	Extraordinary Items		-	-
9	Profit/ (Loss) before tax (7+8)		9,889,647	9,473,301
10	Tax expense:			
	(a) Current tax for current year		1,902,768	1,952,693
	(b) Current tax expense relating to prior years		-	-
	(c) Net Current tax expense		1,902,768	1,952,693
	(d) Deferred tax		(57,947)	158,059
	(d) Mat		939,629	
11	Profit/(Loss) from continuing operations (9+10)		8,984,455	7,362,549
B	DISCONTINUING OPERATIONS			
12	Profit/(Loss) from discontinuing operations		-	-
13	Profit/(Loss) from Discontinuing operations		-	-
C	TOTAL OPERATIONS		8,984,455	7,362,549
14	Profit/(Loss) for the year (11+13)		8,984,455	7,362,549
15	Earnings per share (of ₹ 1/-each)			
	(a) Basic		0.83	0.68
	(b) Diluted		0.83	0.68

See accompanying notes forming part of the financial statements
in terms of our report attached.

For Pankaj Tayal & Associates
Chartered Accountants

Pankaj Tayal

(CA. Pankaj Tayal)
Partner
Place: Ranchi
Date: 28.06.2019



For and on behalf of the Board of Directors
Panchwati Promoters Pvt Ltd

अलोक मरावती

Director
DIN - 00466899

Savi

Director
DIN - 00466907

PANCHWATI PROMOTERS (P) LTD
Notes forming part of the financial statements

Note 1 : Share Capital

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	No. of shares	₹	No. of shares	₹
(a) Authorised				
1,40,00,000 Equity shares of ₹ 10 each with voting rights	14,000,000	140,000,000	14,000,000	140,000,000
(b) Issued, Subscribed & fully paid up				
108,14,700 Equity shares of ₹ 10 each with voting rights	10,814,700	108,147,000	10,814,700	108,147,000
Total	10,814,700	108,147,000	10,814,700	108,147,000

(i) Details of shares held by each shareholder holding more than 5% shares

Class of shares / Name of shareholder	As at 31st March, 2019		As at 31st March, 2018	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Gobind Ram Sarawgi	773,900	7	773,900	7
Jagran Dealers Pvt Ltd	3,137,500	29	3,137,500	29
Priyanka Sarawgi	605,000	6	605,000	6

Note 2 : Reserve & Surplus

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
(a) General reserve		
Opening balance		
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised/transferred during the year	-	-
Closing balance	-	-
(b) State Capital Subsidy		
Opening balance		
Add: Additions/transfers during the year	-	-
Less: Utilised/transferred during the year	-	-
Closing balance	-	-
(c) Surplus/(Deficit) in Statement of Profit/Loss		
Opening balance		
Add: Profit/(Loss) for the year	52,059,189	42,724,366
Amounts transferred from:	8,984,455	7,362,549
General reserve		
MAT Credit (Prior period)		1,972,274
Less: Dividends proposed to be distributed to equity shareholders (₹ 10 per share)	-	-
Tax on dividend	-	-
Transferred to:		
General reserve	-	-
Other	-	-
Closing balance	61,043,643	52,059,189
Security Premium	83,580,000	83,580,000
Total	144,623,643	135,639,189



PANCHWATI PROMOTERS (P) LTD
Notes forming part of the financial statements

Note 3: Long Term Borrowings

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	₹		₹	
(a) Term loans				
From banks				
Secured	64,880,614		44,136,683	
Unsecured	-		-	
(b) Deposits				
Secured	-		-	
Unsecured	-		-	
(c) Loans and advances from related parties				
Secured				
Unsecured	2,043,234		2,043,234	
(d) Other loans and advances				
Secured	-		-	
Unsecured	5,516,217		5,038,599	
Total	72,440,065		51,218,516	

Notes:

(i) Details of terms of repayment for the other long-term borrowings and security provided in respect of the secured other long-term borrowings:

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Secured	Unsecured	Secured	Unsecured
	₹	₹	₹	₹
<u>Term loans from banks</u>				
Car Ritz Loan				
LIC Housing Finance Ltd. Loan A/c	42,695,562		44,054,928	
innova car loan	1,533,543		-	
			81,755	
pnb housing	20,651,509			
Car Terrano Loan	-			
Car I20 Loan (New)				
Car Winger loan				
ICICI BANK LTD. LALPUR	-		-	
Total	64,880,614	-	44,136,683	-
<u>Deposits</u>				
Total				
<u>Loans and advances from related parties:</u>				
Om Prakash Khemka (HUF)		944,312		944,312
Shakuntala Khemka		1,098,922		1,098,922
Total		2,043,234		2,043,234
<u>Other loans and advances:</u>				
L.R. Ferro Alloys Pvt. Ltd.				3,834,509
Oversure Vinimay Pvt Ltd		-		-
Pawanshiv vintrade Pvt Ltd		-		-
Madhurashi Shopper's Pvt. Ltd.		-		-
Eilar Commercial Pvt. Ltd.		1,254,847		1,204,090
Rangoli Plaza Pvt Ltd.		-		-
Neelgagan Suppliers Pvt Ltd.		-		-
Nector Business Solution Pvt. Ltd.		-		-
Nagarjun Textiles		4,261,370		-
Total		5,516,217		5,038,599



PANCHWATI PROMOTERS (P) LTD
Notes forming part of the financial statements

Note 4 : Short Term Borrowings

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
(a) Loans repayable on demand		
From banks		
Secured		
Unsecured	46,648,441	8,348,555
(b) Deposits		
Secured	-	-
Unsecured	-	-
(c) Loans and advances from related parties		
Secured	-	-
Unsecured	-	-
(d) Other loans and advances		
Secured	-	-
Unsecured	-	-
Total	46,648,441	8,348,555

Notes:

(i) Details of security for the secured short-term

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Secured	Unsecured		
	₹	₹		
<u>Loans repayable on demand from banks:</u>				
Commercial loans from banks (SBI)	46,648,441		86,355	
IDBI Bank Ltd Loan a/c			8,262,199	
Total	46,648,441	-	8,348,555	-
<u>Deposits:</u>				
	-	-	-	-
Total	-	-	-	-
<u>Loans and advances from related parties:</u>				
	-	-	-	-
Total	-	-	-	-
(ii) Details of short-term borrowings guaranteed by some				
	-	-	-	-

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	
Loans repayable on demand from banks		
Deposits		
Interest		

Note 5 : Trade payables

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
(a) Trade payables:		
Acceptances		
Micro, Small and Medium Enterprises	-	-
Others	-	-
Other than acceptances		
Micro, Small and Medium Enterprises	8,604,962	21,451,193
Others	-	-
Total	8,604,962	21,451,193



PANCHWATI PROMOTERS (P) LTD
Notes forming part of the financial statements

Note 6 : Other current liabilities

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
(a) Interest accrued but not due on borrowings:		
(b) Interest accrued and due on borrowings:		
(a) Other payables:		
(i) Statutory remittances		
Service Tax to Deposit		
TDS to Deposit	298,406	294,281
VAT to Deposit		
PF & ESIC to Deposit	9,749	17,431
(ii) Other Advances	76,464,000	97,595,300
(iii) Others	6,340,836	
Advance for registry	151,000	1,566,800
Advance for GST		132,000
Ganesh Ji Maharaj	11	11
Advance Against Expenses		138,746
Suresh Modi	1,986,897	1,986,897
Chanchal Mukherjee		9,600
Tata Teleservices Limited	52,500	
Bharti Airtel		3,908
Reliance Web Store Ltd.		
Reliance JIO		358
Other Current Liabilities		41,931,672
Pankaj Tayal & Associates		23,600
Security Deposit accepted		2,272,500
Total	85,303,399	145,973,104

Note 7 : Short-term provisions

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
(a) Provision for employee benefits:		
(i) Provision for gratuity	-	-
(ii) Provision for other employee benefits	-	-
(b) Provision- Others:		
(i) Provision for tax	-	-
Fy 2016-17		
Fy 2017-18	1,902,768	1,952,693
(ii) Provision for proposed equity dividends	-	-
(iii) Provision- others		
Audit Fee	20,000	20,000
ROC & Filing Fees	1,200	1,200
C.S.Report Fee	5,000	5,000
Total	1,928,968	1,978,893



Note 9: Inventories (At cost price)

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
(a) Raw Materials Goods in transit	-	-
(b) Work-in-progress Goods in transit	117,488,747	61,072,310
(c) Finished goods Goods in transit	237,178,390	269,384,326
Total	354,667,137	330,456,636

Notes: Details of inventory of work-in-progress

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
Items	-	-
Kalyan Project	45,001,896	2,528,112
Waxpole Land Project	67,169,086	39,782,800
Chutia Land Project	100,100	100,100
BOOTY MORE LAND PROJECT	268,677	268,677
Vikash Land Project	451,241	451,241
Panchwati Ivy Project	-	15,046,765
BIT Mesra Project	4,497,746	2,894,616
	117,488,747	61,072,310

Notes: Details of inventory of finished goods

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
Items	-	-
Ordely Bazar Project (Varanasi)	260,000	260,000
Krishna Apartment	13,000	13,000
Panchwati Plaza	1,739,816	1,739,816
Sambhu Complex	389,025	389,025
Rainawali Apartment	74,688	74,688
Sri Ram Neotia Arcade	96,129	96,129
Panchwati Residency	29,765,519	52,771,460
Panchwati Garden	366,145	366,145
Girdhar Plaza	4,195,860	4,195,860
Ram Jyoti Apartment	877,605	1,824,465
Prasad Complex	6,441,132	6,441,132
Harit Bhawan	-	189,147,759
Mangalam Apartment	73,333	73,333
Anuska Project	3,897,629	11,991,514
Panchwati tower	188,988,509	-
	237,178,390	269,384,326

Note 10 : Trade receivables

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	-	-
Secured, considered good	-	-
Unsecured, considered good	8,844,647	4,018,856
Doubtful	-	-
Less: Provision for doubtful advances	-	-
	8,844,647	4,018,856
Trade receivables outstanding for a period of less than six months from the date they were due for payment	-	-
Secured, considered good	-	-
Unsecured, considered good	-	9,521,080



Doubtful			
Less: Provision for doubtful advances		-	-
		-	9,521,080
Total		8,844,647	13,539,936

Note 11 : Cash and cash equivalents

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
(a) Cash on hand		
Cash with Income Tax Department, Ranchi	103,137	103,137
Panchwati Builders	451,717	287,432
Panchwati Promoters (P) Ltd.	33,938	34,188
(b) Cheques, drafts on hand	1,621,500	1,168,244
(c) Balances with banks		
(i) In current accounts		
Kotak Mahindra Bank (Promoters)		51,427
SBI Commercial Bank, Ranchi (Promoters)	87,643	188,646
HDFC Bank, Ranchi (Promoters)		207,877
Kotak Mahindra Bank (Panchwati Builders)	296,829	886,061
HDFC Bank, Ranchi (Panchwati Builders)	2,345,315	13,601,170
Bank of India, Ramgarh (Panchwati Builders)		
(ii) In EEFC accounts		
(iii) In deposit accounts		
Total	4,940,079	16,528,183

Note 12 : Short-term loans and advances

Particulars	As at 31st March, 2019	As at 31st March, 2018
	₹	₹
(a) Security deposits:		
Secured, considered good		
Telephone Security Deposit		13,425
Electric Security Deposit		6,306
Mobile Phone Security Deposit		35,031
Other Security Deposit		60,000
Unsecured, considered good	-	-
Doubtful		
Less: Provision for doubtful advances		
	-	114,762
(b) Loans and advances to related parties:		
Secured, considered good	-	-
Unsecured, considered good	2,010,000	
Doubtful		
Less: Provision for doubtful advances		
	2,010,000	-
(c) Loans and advances to employees:		
Secured, considered good	-	-
Unsecured, considered good		
Doubtful		
Less: Provision for doubtful advances		
	-	-
(d) Prepaid expenses- Unsecured, considered good	40,907	63,954
	40,907	63,954
(e) Balances with government authorities		
Unsecured, considered good		
MAT Credit		1,972,274
GST	29,938,412	20,095,673
Income Tax Appeal		315,820
TDS		4,123,064
	29,938,412	26,506,831
(f) Others - Advance to creditors & others		
Secured, considered good		
Unsecured, considered good	50,062,643	69,292,232
Doubtful		
Less: Provision for doubtful advances		
	50,062,643	69,292,232
Total	82,051,962	1,07,977,780



PANCHWATI PROMOTERS (P) LTD
Notes forming part of the financial statements

Note 13: Revenue from operations

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
(a) Sale of products (Refer Note (i))	72,380,475	185,187,402
(b) Other operating revenues (Refer Note (ii))	-	-
Total	72,380,475	185,187,402

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
(i) Sale of products comprises: <u>Manufactured goods (residential and commercial projects)</u>	72,380,475	185,187,402
Total-Sale of products	72,380,475	185,187,402
(ii) Other operating revenues Commodity Profit	-	-
Total-other operating revenues	-	-

Note 14: Other Income

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
(a) Interest income (Refer Note (i))	135,000	1,497,277
(b) Dividend income:		
(c) Net gain on sale of:		
(d) Other non-operating income (net of expenses directly attributable to such income) (Refer Note (ii))	23,105,299	13,038,253
Total	23,240,299	14,535,530

Notes:

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
(i) Interest income Interest received Interest on IT Refund	135,000	1,497,277
Total-Interest income	135,000	1,497,277
(ii) Other non-operating income comprises: Rental income Profit on Sale of Asset Sale of land	23,105,299	11,775,274 279,306 983,673
Total-other operating revenues	23,105,299	13,038,253
(iii) Details of prior period items (net)	-	-
Total	23,240,299	14,535,530



PANCHWATI PROMOTERS (P) LTD
Notes forming part of the financial statements

Note 15: Cost of Materials Consumed

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
Opening stock	-	-
Add: Purchases (including depreciation on site Fixed Assets)	87,551,888	139,585,913
Less: Closing stock	87,551,888	139,585,913
Cost of material consumed	87,551,888	139,585,913
Material consumed comprises: Building Material and related items	87,551,888	139,585,913
Total	87,551,888	139,585,913

Note 15: Changes in Inventories of finished goods, work-in-progress and stock-in-trade

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
Inventories at the end of the year:		
Finished goods	237,178,390	269,384,326
Work-in-progress	117,488,747	61,072,310
Stock-in-trade	-	-
	354,667,137	330,456,636
Inventories at the beginning of the year:		
Finished goods	269,384,326	285,891,198
Work-in-progress	61,072,310	71,348,434
Stock-in-trade	-	-
	330,456,636	357,239,632
Net (increase)/decrease	24,210,501	26,782,996

Note 17: Employee Benefits Expense

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
(a) Salaries, Wages and other allowances	3,484,503	5,529,444
(b) Contribution to provident and other funds	341,645	265,818
(c) Staff welfare expenses	-	-
Total	3,826,148	5,795,262

Note 18: Finance Cost

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
(a) Interest expense on:		
(i) Borrowings		
On Unsecured Loans	511,963	3,395,706
Bank Secured Loan Interest	9,713,619	4,439,563
SBI Commercial Interest	-	-
(ii) Trade Payables	-	-
(iii) Others		
Interest on VAT	-	17,758.00
Interest on Late Payment of TDS	90.00	339.00
Interest on GST	350.00	32.00
Total	10,226,022	7,853,398



PANCHWATI PROMOTERS (P) LTD
Notes forming part of the financial statements

Note 19: Other Expenses

Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
Electricity and Power	123,248	142,388
Repairs & Maintenance		784,459
Office Repair & Maintenance Expenses	796,888	
Computer Repair & Maintenance Expenses	162,432	13,322
Vehicle Running Repair & Maintenance Expenses	1,097,554	1,081,487
Advertisement Charges	54,303	16,971
Bank Charges	230,117	26,307
Rates & Taxes		6,957
Telephone Charges	154,648	164,729
Insurance charges	173,215	92,515
Books & Periodicals	2,825	2,854
CREDAI membership expense		45,000
Printing & Stationery	146,168	146,123
Postage & Courier Charges	9,908	13,214
Conveyance, Tour & Travels	27,160	26,920
Prior Period Expenses (Refer Note (ii))		
Payment to auditors (Refer Note (i))	23,850	20,000
Legal & Consultancy Charges	150,079	151,891
Brokerage and Commission	2,064,737	2,002,806
Director's Remuneration	720,000	900,000
Office and general expenses	151,084	620,900
Loss on sale of shares of efficient hotel		1,891,241
Service Tax		360,863
Penalty on Service tax		1,295
GST Expenses		708
VAT Expenses	246,300	264,000
Total	6,695,379	9,050,297
Notes:		
Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
(i) Payment to the auditors comprises (net of service tax, input credit, where applicable)		
As auditors, statutory audit	20,000	12,500
For taxation matters		7,500
For company law matters	3,850	-
For management services	-	-
For other services	-	-
Reimbursement of expenses	-	-
Total	23,850	20,000
Particulars	Figures for the Year Ending 31st March 2019	Figures for the Year Ending 31st March 2018
(ii) Details of prior period items (net)		
Prior period expenses	-	-
FBT paid	-	-
Prior period income	-	-
Total	-	-



M/S PANCHWATI PROMOTERS PRIVATE LIMITED

NOTES ON ACCOUNT & STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES

(Annexed to and forming part of Balance Sheet as at 31st March, 2019 and Profit & Loss Statement for the year ended on that date)

1. **Basis of Accounting:**
The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the Accounting Standards prescribed by Companies (Accounting Standards) Rules, 2006 as amended, other pronouncements of the Institute of Chartered Accountants of India ('ICAI').
2. **Use of Estimates:**
The preparation of the financial statements is in conformity with Generally Accepted Accounting Principles (GAAP) in India and requires management to make estimates and assumptions that affect the reported amounts of income and expenses of the period, assets and liabilities and disclosures relating to contingent liabilities as on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in future periods.
3. **Revenue Recognition:**
Income and expenditure are accounted for on accrual basis.
4. **Investments:**
Long-term/ Non-Current investments are stated at cost. Provision is made for diminution in the value of the investments, if the same is considered to be other than temporary in nature, in the opinion of the management. Current investments are carried at lower of cost and fair value determined on an individual basis.
5. **Earning Per Share:**
The earnings in ascertaining the company's EPS comprises the net profit after tax and includes the post tax effect of any extraordinary items. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.
6. **Taxation:**
Tax expenses for the year comprising current tax & deferred tax are considered in determining the net profit for the year. A provision is made for current tax based on tax liability computed in accordance with relevant tax rates & tax laws. Deferred tax assets and liabilities arising on account of timing differences, which are capable of reversal in subsequent periods, are recognised using tax rates and tax laws, which have been enacted or substantively enacted. Deferred tax assets are recognized only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.
7. **Provisions:**
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 probable that there will be an outflow of economic resources and a reliable estimate can be made of the amount of the obligation. These are reviewed at each balance sheet date and adjusted to reflect the current best estimate.
8. Depreciation is provided on written down value method (WDV), considering residual value of 5% of cost of the assets, over the useful life of the assets, as specified in Schedule II of the Companies Act, 2013.
9. Expenditure in foreign currency - NIL
10. Contingent Liability - NIL

