

**STATEMENT OF ACCOUNTS**

**&**

**AUDIT REPORT**

**OF**

**Nisith Keshari Constructions (P) Ltd.**

FOR THE YEAR ENDED

31st MARCH 2016



**SUNIL B AGRAWAL & CO.**

Chartered Accountants

Near Goushala

Harmu Road

Ranchi

Telephone No.: + 91 651 228 1093

Mobile No.: + 91 94 315 88 422

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**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF  
NISITH KESHARI CONSTRUCTIONS PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of NISITH KESHARI CONSTRUCTIONS PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement 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 Board of Directors is responsible for the matters 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 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 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 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 our 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, we consider 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. 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.



### 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;

- i. In the case of the Balance Sheet, of the state of affairs of the Company as at March 31 2016;
- ii. In the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- iii. In the case of the 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, there is no requirement for any such particulars to be given in this case since in our opinion and according to the information and explanations given to us, the said Order 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 appears from our examination of those books (and proper returns adequate for the purposes of our audit have been received from the branches which is also audited by us).
  - c. The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.[and the returns received from the branches which are prepared by us.
  - 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, 2014.
  - e. On the basis of written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
  - f. With respect to the other matters included in the Auditor's Report and to our 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 derivatives contracts for which there were any material foreseeable losses.
    - iii. There has not been any occasion in case of the company during the year under report to transfer any sum to Investor Education & Protection Fund & hence any question of commenting under this clause does not arise.

Place: Ranchi  
Date: 02<sup>nd</sup> September 2016



For Sunil B Agrawal & Co.  
Chartered Accountants

*S. Agrawal*  
(CA Sunil Agrawal)  
Partner

**NISITH KESHARI CONSTRUCTIONS PRIVATE LIMITED**

Registered Office : 221, Tirath Mansion  
5, Main Road  
Ranchi - 834001  
CIN - U45200JH2010PTC013930

**Balance Sheet**  
(as at 31st March 2016)

		Amount in ₹	
Particulars	Note No.	2016	2015
<b>Equity &amp; Liabilities</b>			
<b>Shareholder's Fund</b>			
Share Capital	1	100000.00	100000.00
Reserves & Surplus	2	4980468.13	3353345.20
Money Received against Share Warrant			
<b>Share application money pending allotment</b>			
<b>Non Current Liabilities</b>			
Long Term Borrowings	3	3052673.00	2941369.00
Deferred Tax Liabilities			
Other Long Term Liabilities			
Long Term Provisions			
<b>Current Liabilities</b>			
Short Term Borrowings	4	221694.00	1225000.00
Trade Payables	5	7789490.62	14358659.80
Other Current Liabilities	6	260207336.00	170687742.00
Short Term Provisions	7	3341607.00	2356479.00
		<b>279693268.75</b>	<b>195022595.00</b>
<b>Assets</b>			
<b>Non Current Assets</b>			
Fixed Assets	8	6545481.00	6934383.00
Non Current Investments			
Long Term Loans & Advances			
Other Non Current Assets	9	60022517.00	36085166.00
Deffered Tax Assets		495120.00	276150.00
<b>Current Assets</b>			
Current Investments	10	2035991.00	0.00
Inventories	11	192050000.00	146350000.00
Trade Receivables			
Cash & Cash Equivalents	12	18544159.75	5376896.00
Short Term Loans & Advances			
Other Current Assets			
		<b>279693268.75</b>	<b>195022595.00</b>

In terms of our Report of even date annexed

**For Sunil B Agrawal & Co.**  
**Chartered Accountants**  
(CA Sunil Agrawal)**Partner**Membership No.: 400814  
Firm Registration No.: 010903C  
Date : 02nd September 2016  
Place: RanchiFor Nisith Keshari Constructions Pvt. Ltd.  
For Nisith Keshari Constructions Private Limited  
Director

(Nisith Kumar Keshari)

**DIN - 02212958**

For Nisith Keshari Constructions Pvt. Ltd.

(Rajeev Kumar Keshri)

**DIN - 02215753**  
Director

**NISITH KESHARI CONSTRUCTIONS PRIVATE LIMITED**

Registered Office : 221, Tirath Mansion  
5, Main Road  
Ranchi - 834001  
CIN - U45200JH2010PTC013930

**Statement of Profit & Loss**  
(for the Year ended 31st March 2016)

Particulars	Note No.	2016	2015
<b>Revenue From Operations</b>			
Sale of Products	13	48932012.00	29223426.00
Sale of Services			
Other Operating Revenue			
<b>Other Income</b>	14	266854.00	6209.00
		49198866.00	29229635.00
<b>Expenditure</b>			
Construction Expenses	15	76909541.42	46002112.40
Changes in Inventory	16	(45700000.00)	(30509200.00)
Employee Benefit Cost	17	6024807.00	4736168.00
Finance Cost	18	325167.00	342782.00
Depreciation & Amortisation Cost	19	2164684.00	2319046.00
Other expenses	20	7119926.65	4378262.00
		46844126.07	27269170.40
<b>Profit before exceptional items &amp; extraordinary</b>		<b>2354739.93</b>	<b>1960464.60</b>
Exceptional items		0.00	0.00
<b>Profit before extraordinary items</b>		<b>2354739.93</b>	<b>1960464.60</b>
Extra ordinary items		0.00	0.00
<b>Profit before tax</b>		<b>2354739.93</b>	<b>1960464.60</b>
<b>Tax expense</b>			
Current Tax		(946587.00)	(907520.00)
Deferred Tax		218970.00	301736.00
<b>Profit after Tax</b>		<b>1627122.93</b>	<b>1354680.60</b>

**Earning per share**

Basic	162.71	135.47
Diluted	162.71	135.47

In terms of our Report of even date annexed

**For Sunil B Agrawal & Co.**  
**Chartered Accountants**

(CA Sunil Agrawal)

**Partner**

Membership No.: 400814  
Firm Registration No.: 010903C  
Date : 02nd September 2016  
Place: Ranchi



For Nisith Keshari Constructions Private Limited.

**Director**  
(Nisith Kumar Keshari)**DIN - 02212958**  
For Nisith Keshari Constructions Pvt. Ltd.**Director**  
(Rajeev Kumar Keshari)**DIN - 02215753** Director

**NISITH KESHARI CONSTRUCTIONS PRIVATE LIMITED**  
CIN - U45200JH2010PTC013930

**Cash Flow Statement**  
(for the Year ended 31st March 2016)

S No	Particulars	Amount (₹)
<b>A</b>	<b>Cash flow from operating activity</b>	
	Net Profit before extra ordinary items & Tax	2354739.93
	<i>Adjustments to Profit &amp; Loss</i>	
	Depreciation & Amortizations	2164684.00
	Finance Cost	325167.00
	Profit or Loss on sale of Fixed Assets	
	Other Adjustments for which cash effects are for Investing or Financing Cash Flow	
		4844590.93
	<i>Working Capital Adjustments</i>	
	Changes in Inventories	-45700000.00
	Changes in Current Investments	-2035991.00
	Changes in other current & non-current assets	-23937351.00
	Changes in Trade Payables	-6569169.18
	Changes in other current & non-current liabilities	89519594.00
	Changes in provisions	985128.00
	<i>Changes in Working Capital</i>	12262210.82
	<i>Cash generated from Operating activities</i>	17106801.75
	Income Tax paid / Refund	-946587.00
	Other Inflows / Outflows of Cash	
	Cash Flow from Operations	16160214.75
	Proceeds / Payments from extra ordinary activities	
	<b>Net Cash Flow from Operating Activities</b>	<b>16160214.75</b>
<b>B</b>	<b>Cash flow from Investing activity</b>	
	Cash Receipts from sale of equity or debt instruments of other entity	
	Proceed / Purchase of long term trade & non trade investments	
	Cash inflow / outflow from loosing / obtaining control of subsidiaries or other business	
	Proceeds / Purchase of Tangible assets	-1775782.00
	Proceeds from sale of Intangible assets	
	Cash advance & loans received / re-paid to other parties	
	Dividend / Interest received	
	Proceeds / Payment of extra ordinary items	
	Other cash inflow / outflow	
	<b>Net Cash flow from Investing Activities</b>	<b>-1775782.00</b>
<b>C</b>	<b>Cash flow from Financing Activities</b>	
	Proceeds from issuing equity shares	
	Proceeds from issuing Debentures Notes, Bonds, etc.	
	Proceeds from borrowings	
	Dividends paid	
	Interest paid	-325167.00
	Repayment of Debentures Notes, Bonds, etc.	
	Repayment of borrowings	-892002.00
	Proceeds / Payment from extra ordinary items	
	Other cash inflow / outflow	
	<b>Net Cash flow from Financing Activities</b>	<b>-1217169.00</b>
<b>D</b>	<b>CASH GENERATED DURING THE YEAR (A + B + C)</b>	<b>13167263.75</b>
<b>E</b>	Cash & Cash Equivalents at the beginning	5376896.00
<b>F</b>	Cash & Cash Equivalents at the end (D - E)	18544159.75

In terms of our Report of even date annexed

**For Sunil B Agrawal & Co.**  
**Chartered Accountants**

*S. Agrawal*  
(CA Sunil Agrawal)

**Partner**  
Membership No.: 400814  
Firm Registration No.: 010903C  
Date : 02nd September 2016  
Place: Ranchi



**For Nisith Keshari Constructions Pvt. Ltd.**  
For Nisith Keshari Constructions Private Limited

*Nisith Kumar Keshari*

(Nisith Kumar Keshari) Director

**DIN - 02212958**

**For Nisith Keshari Constructions Pvt. Ltd.**

*Rajeev Kumar Keshari*

(Rajeev Kumar Keshari)

**DIN - 02215753**

Director

## SIGNIFICANT ACCOUNTING POLICY & NOTES TO ACCOUNTS

### A.) Significant Accounting Policies

#### 1. Basic of Accounting

##### Method of Accounting

a.) The financial statements have been prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles (GAAP) and commercial practice applicable in India.

b.) The company generally follows mercantile system of accounting and recognizes significant items of income and Expenditure on accrual basis except some expenses which is accounted for on cash basis.

#### 2. Fixed assets

Fixed Assets are stated at their original cost of acquisition less accumulated depreciation.

#### 3. Depreciation

Depreciation has been charged in the Accounts as per rates prescribed in Companies Act, 1956.

#### 4. Contingent Liabilities

Contingent Liabilities are not provided for and disclosed by way of Notes on Accounts.

### B.) Notes On Accounts

#### Note 1

##### A)

##### Share Capital

Particulars	as at 31st March 2016		as at 31st March 2015	
	Number	₹	Number	₹
<b>Authorized Capital</b>	50000.00	500000.00	50000.00	500000.00
<b>Issued, Subscribed &amp; Paid up Capital</b>				
Fully paid up equity shares	10000.00	100000.00	10000.00	100000.00
	10000.00	100000.00	10000.00	100000.00

##### B)

##### Equity Shares

Particulars	as at 31st March 2016		as at 31st March 2015	
	Number	₹	Number	₹
Shares Outstanding at the beginning of the	10000.00	100000.00	10000.00	100000.00
Shares issued during the year				
Shares bought back during the year				
Any other movement				
Shares Outstanding at the end of the year	10000.00	100000.00	10000.00	100000.00

##### C)

##### Equity Share Holding (if more than 5%)

Particulars	as at 31st March 2016		as at 31st March 2015	
	Number	%	Number	%
Nisith Kumar Keshari	5000.00	50	4800.00	48
Paritosh Kumar Keshari	5000.00	50	5000.00	50

For Nisith Keshari Constructions Pvt. Ltd.

*Nisith Kumar Keshari*

Director



For Nisith Keshari Constructions Pvt. Ltd.

*Rajeev Kumar Keshari*

Director

**Note 2****Reserves & Surplus**

Particulars	2016	2015
<b>Profit &amp; Loss Account</b>		
Opening Balance	3353345.20	1998664.60
Add: Profit	1627122.93	1354680.60
	4980468.13	3353345.20
	4980468.13	3353345.20

**Note 3****Long Term Borrowings**

Particulars	2016	2015
Axis Audi Loan	2029722.00	2682400.00
Axis Creta Loan	948419.00	0.00
Karnataka Dio Loan	2088.00	25334.00
Karnataka i10 Loan	72444.00	233635.00
<b>(subject to their confirmation)</b>		
	3052673.00	2941369.00

**Note 4****Short Term Borrowings**

Particulars	2016	2015
Nisith Kumar Keshari	221694.00	1225000.00
<b>(subject to their confirmation)</b>		
	221694.00	1225000.00

**Note 5****Trade Payables**

Particulars	2016	2015
Sundry Creditors	7789490.62	14358659.80
<b>(subject to their confirmation)</b>		
	7789490.62	14358659.80

For Nisith Keshari Constructions Pvt. Ltd.

*Nisith Kumar Keshari*  
Director



For Nisith Keshari Constructions Pvt. Ltd.

*Rajeev Kumar Keshari*  
Director



**Note 6**Other Current Liabilities

Particulars	2016	2015
Advance from Flat owners (subject to their confirmation)	260207336.00	170687742.00
	260207336.00	170687742.00

**Note 7**Short Term Provisions

Particulars	2016	2015
Audit Fee Payable	10000.00	10000.00
EPF Payable	12848.00	17816.00
ESIC Payable	3674.00	
Directors Remunration Payable	645000.00	648000.00
Expenses Payable	300425.00	278843.00
Provision for Taxes	946587.00	907520.00
Rent Payable	0.00	12000.00
Service Tax Payable	1037531.00	282266.00
TDS Payable (subject to their confirmation)	385542.00	200034.00
	3341607.00	2356479.00

**Note 8**Fixed Assets

Particulars	2016	2015
Tangible Fixed Assets (as per Sch A)	6545481.00	6934383.00
	6545481.00	6934383.00

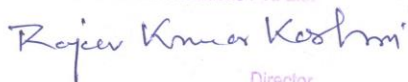
For Nisith Keshari Constructions Pvt. Ltd.



Director



For Nisith Keshari Constructions Pvt. Ltd.



Director

**Note 9***Other Non Current Assets*

Particulars	2016	2015
Advance Income Tax	400000.00	0.00
Advance to Land Owner	45435830.00	22796666.00
Capital WIP	12610000.00	12610000.00
Deposit with Financial Institution	150000.00	150000.00
TDS FY 2015-16	26687.00	0.00
Springdel Educare (P) Limited	400000.00	400000.00
Advance to Vedic Interiors <i>(subject to their confirmation)</i>	1000000.00	128500.00
	<b>60022517.00</b>	<b>36085166.00</b>

**Note 10***Current Investments*

Particulars	2016	2015
UBI FDR <i>(as certified by the management)</i>	2035991.00	0.00
	<b>2035991.00</b>	<b>0.00</b>

**Note 11***Inventories*

Particulars	2016	2015
Closing Work in Progress <i>(valued at net realisable price as certified by the management)</i>	192050000.00	146350000.00
	<b>192050000.00</b>	<b>146350000.00</b>

**Note 12***Cash & Cash Equivalents*

Particulars	2016	2015
Bank Balance	15120644.75	3590530.00
Cash in Hand <i>(as certified by the management)</i>	3423515.00	1786366.00
	<b>18544159.75</b>	<b>5376896.00</b>

For Nisith Keshari Constructions Pvt. Ltd.



Director



For Nisith Keshari Constructions Pvt. Ltd.



Director

**Note 13***Sale of Products*

Particulars	2016	2015
Sale of Flats	48575643.00	28867241.00
Receipt from extra work	356369.00	356185.00
	48932012.00	29223426.00

**Note 14***Other Income*

Particulars	2016	2015
Interest Income	186854.00	
Rental Income	80000.00	
Other Receipts		6209.00
	266854.00	6209.00

**Note 15***Construction Expenses*

Particulars	2016	2015
Cost of Construction	76909541.42	46002112.40
	76909541.42	46002112.40

**Note 16***Changes in Inventory*

Particulars	2016	2015
Opening work in progress	146350000.00	115840800.00
Closing work in progress	192050000.00	146350000.00
	-45700000.00	-30509200.00

**Note 17***Employee Benefit Cost*

Particulars	2016	2015
Salary to Staff	4104807.00	3025168.00
Salary to Directors	1920000.00	1711000.00
	6024807.00	4736168.00

**Note 18***Finance Cost*

Particulars	2016	2015
Interest	325167.00	342782.00
	325167.00	342782.00

For Nisith Keshari Constructions Pvt. Ltd.

Nisith Keshari

Director

For Nisith Keshari Constructions Pvt. Ltd.

Rajeev Kumar Keshari

Director




**Note 19***Depreciation & Amortisation Cost*

Particulars	2016	2015
Depreciation	2164684.00	2319046.00
	2164684.00	2319046.00

**Note 20***Other Expenses*

Particulars	2016	2015
Advertisement	256980.00	471958.00
Audit Fee	10000.00	10000.00
Bank Charges	15416.25	9472.00
Brokerage	3575000.00	1176500.00
Donations	57201.00	50601.00
Electric Expenses	401196.00	375563.00
Fuel Expenses	71959.00	123024.00
General Expenses	125661.89	120380.00
Insurance	109495.00	87732.00
Legal Expenses	91040.00	68567.00
Office Expenses	182684.00	121981.00
Office Maintenance	0.00	15030.00
Other Interest	110605.00	51754.00
Postage & Courier	2974.00	3358.00
Printing & Stationery	61387.00	47165.00
Rent	267000.00	321000.00
Repair & Maintenance	503018.40	171093.00
Registration Expenses	0.00	50000.00
Rounded Off	72.00	0.00
Security & Maintenance	1041533.00	911397.00
Telephone Expenses	232704.11	164769.00
EPF Admin & Other Charges	0.00	5238.00
Tour & Travel Expenses	4000.00	21680.00
	7119926.65	4378262.00


For Nisith Keshari Constructions Pvt. Ltd.



Director



For Nisith Keshari Constructions Pvt. Ltd.



Director

Sch A  
Tangible Fixed Assets

S No	Particulars	Rate	GROSS BLOCK			DEPRECIATION		NET BLOCK As at 31-Mar-2015	NET BLOCK As at 31-Mar-2016		
			As at 31-Mar-2015	Additions	Disposal	As at 31-Mar-2016	For The Year Up To 31-Mar-2015			Up To 31-Mar-2016	
1	AC	18.10%		295000.00			0.00	4447.00	0.00	25053.00	
2	Attendance Machine	18.10%	165000.00				990.00	2807.00	15510.00	12703.00	
3	Computer 1	63.16%	27000.00				25496.00	950.00	1504.00	554.00	
4	Computer 2	63.16%	41500.00				30651.00	6852.00	10849.00	3997.00	
5	Computer 3	63.16%	23800.00				3418.00	12873.00	20382.00	7509.00	
6	Computer 4	63.16%	35490.00				10440.00	15822.00	25050.00	9228.00	
7	Computer 5	63.16%	0.00	209000.00			0.00	2532.00	0.00	18368.00	
8	Computer 6	63.16%	0.00	46000.00			0.00	5890.00	0.00	40110.00	
9	Concrete Machine 1	22.09%	463125.00				135443.00	72385.00	327682.00	255297.00	
10	Concrete Machine 2	22.09%	369338.00				98365.00	59838.00	270973.00	211115.00	
11	Concrete Machine 3	22.09%	2315137.00				656453.00	366403.00	1658684.00	1292281.00	
12	DG Set 1	18.10%	36000.00				10213.00	4667.00	14880.00	21120.00	
13	DG Set 2	18.10%	620000.00				124605.00	89666.00	214271.00	405729.00	
14	Electronic Security Syst	18.10%	7858.00				2455.00	978.00	3433.00	4425.00	
15	Furniture	25.89%	46950.00				13538.00	8650.00	33412.00	24762.00	
16	Inventor	18.10%	32200.00				8492.00	4291.00	12783.00	19417.00	
17	Laptop	63.16%	35500.00				32109.00	2142.00	3391.00	1249.00	
18	Laptop 2	63.16%	24400.00				1182.00	14664.00	23218.00	8554.00	
19	Lifting Pump & Machir	22.09%		131545.00			0.00	9792.00	0.00	121753.00	
20	Lifting Pump & Machir	22.09%		131545.00			0.00	3344.00	0.00	128201.00	
21	Vehicle - Creta	25.89%		1378292.00			0.00	232679.00	0.00	1145613.00	
22	Vehicle - Creta	25.89%		38000.00			0.00	189.00	0.00	37811.00	
23	Vehicle - Hero Pleasure	25.89%	58940.00				20991.00	9825.00	37949.00	28124.00	
24	Vehicle - Audi	31.23%	4812127.00				1866665.00	919868.00	2945462.00	2025594.00	
25	Vehicle - Honda Amaze	31.23%	676200.00				25457.00	203227.00	650743.00	447516.00	
26	Vehicle - Honda Dio	25.89%	57371.00				13917.00	11250.00	43454.00	32204.00	
27	Vehicle - i10 Magma	31.23%	431345.00				115518.00	98633.00	315827.00	217194.00	
			10130781.00	1775782.00	0.00	11906563.00	3196398.00	2164684.00	5361082.00	6934383.00	6545481.00

For Nisith Keshari Constructions Pvt. Ltd.

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*Nisith Keshari*  
Director

Director

Director