



INDEPENDENT AUDITOR'S REPORT

To,

**THE MEMBERS OF SWARNSARITA REALTY PRIVATE LIMITED**  
Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **SWARNSARITA REALTY PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2016, the Statement of Profit and Loss, the cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the Standalone 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 standalone 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 maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 standalone 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.

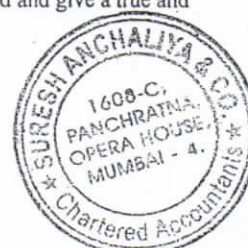
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and 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 controls 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 standalone 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 standalone financial statements.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 31<sup>st</sup> March 2016, and its Profit and its cash flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") as amended, issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the "Annexure A" a statements on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.
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 standalone 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 the written representations received from the directors as on 31<sup>st</sup> March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as 31<sup>st</sup> March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - (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 on its financial position in its financial statements.
    - ii. The Company does not have long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Date : 28<sup>th</sup> May, 2016  
Place: Mumbai

For Suresh Anchaliya & Co.  
Chartered Accountants  
Firm Regn. No. : 112492W

Suresh Anchaliya  
Partner  
M.No. : 044960





**"Annexure A" to the Independent Auditors' Report**

The annexure referred to Independent Auditor's Report to the members of the Company on the standalone financial statements for the year ended 31<sup>st</sup> March, 2016, we report that:

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management during the year in a phased periodical manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company
- (ii) (a) The physical verification of the inventories has been verified by the management at regular intervals during the year and no material discrepancies were noticed.
- (iii) During the year the company has not granted any loans, secured and unsecured loan to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Accordingly, paragraph 3 (iii) is not applicable
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.
- (v) The Company has not accepted any deposits from the public.
- (vi) The central government has not prescribed the maintenance of cost records under section 148(1) of the Act.
- (vii) (a) According to the information and explanations given by the management and based on 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, Income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities. As explained to us, the company did not have any dues on account of employee's state insurance and duty of excise.  
According to information and explanations given to us, no undisputed amounts payable in respect of provident funds, income tax, sales tax, value added tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrear as at 31<sup>st</sup> March 2016 for a period of more than six months from the date they become payable.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, government and banks.
- (ix) The company did not raise moneys by way of initial public offer or further public offer including debt instruments and term Loans during the year. Accordingly, paragraph 3 (ix) is not applicable.
- (x) According to information and explanations given to us, no material fraud by the Company or on the company by its officers or employees has been noticed or reported the course of our audit.
- (xi) According to the information and explanations given by the management and based on our examination of the records, the company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- (xiii) According to the information and explanations given by the management and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of



Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

- (xiv) According to the information and explanations given by the management and based on our examination of the records, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanations given by the management and based on our examination of the records, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the paragraph 3 (xv) of the Order is not applicable
- (xvi) Tthe company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

Date : 28<sup>th</sup> May, 2016  
Place: Mumbai

For Suresh Anchaliya & Co.  
Chartered Accountants  
Firm Regn. No. :112492W



Suresh Anchaliya  
Partner  
M.No. : 044960





**"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of  
Swarnsarita Realty Private limited.**

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**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 internal financial controls over financial reporting of Swarnsarita Realty Private Limited ("the Company") as of March 31, 2016 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 controls over financial reporting criteria established by the company considering the essential components of internal control stated in the guidance note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountant on India ('ICAI'). 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 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 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 at March 31, 2016, based on internal controls over financial reporting criteria established by the company considering the essential components of internal control stated in the guidance note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountant on India ('ICAI').

Date : 28<sup>th</sup> May, 2016  
Place: Mumbai

For Suresh Anchaliya & Co.  
Chartered Accountants  
Firm Regn. No. : 112492W

Suresh Anchaliya  
Partner  
M.No. : 044960



# Swarnsarita Realty Private Limited

Balance Sheet as at 31st March, 2016

Particulars	Note	As at 31.03.2016	As at 31.03.2015
<b><u>EQUITY AND LIABILITIES</u></b>			
<b><u>Shareholder's Funds</u></b>			
Share Capital	1	100,000,000	100,000,000
Reserves and Surplus	2	800,987	587,805
Deffered Tax Liabilities	3	28,644	-
<b><u>Current Liabilities</u></b>			
Short Term Borrowing	4	111,444,906	121,581,019
Other Current Liabilities	5	9,215,697	2,064,313
Short-Term Provisions	6	1,230	653,000
<b>TOTAL</b>		<b>221,491,465</b>	<b>224,886,137</b>
<b><u>ASSETS</u></b>			
<b><u>Non-Current Assets</u></b>			
Fixed Assets			
(i) Tangible Assets	7	1,289,290	-
<b><u>Current Assets</u></b>			
Inventories	8	108,242,110	29,123,760
Trade Receivable	9	1,093,110	-
Short Term Loans And Advances	10	110,611,961	195,418,217
Cash And Cash Equivalents	11	91,134	16,440
Other Current Assets	12	163,860	327,720
<b>TOTAL</b>		<b>221,491,465</b>	<b>224,886,137</b>

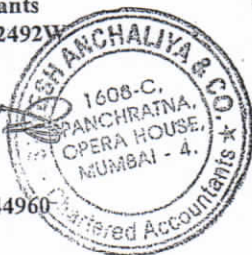
Significant Accounting Policies and Notes on  
Financial Statement  
As per our report of even date

1 to 21

For Suresh Anchaliya & Co.  
Chartered Accountants  
Firm Regn. No.- 112492V

Suresh Anchaliya  
Partner  
Membership No. 044960

Place: Mumbai  
Date: 28/05/2016



For Swarnsarita Realty Private Limited  
For **SWARN SARITA REALTY PVT. LTD.**

*Rajendra M. Chordia*

Rajendra M. Chordia  
Director  
Din : 00175646

Director

For **SWARN SARITA REALTY PVT. LTD.**

*Seema*

Seema Rajendra Chordia  
Director  
Din : 02685866

Director



# Swarnsarita Realty Private Limited

Statement of Profit and Loss for the period ended 31st March, 2016

Particulars	Note	2015-16	2014-15
<b>Income</b>			
Revenue from Operations	13	5,268,000	3,422,000
Other income	14	8,076,640	14,086,279
<b>Total Revenue</b>		<b>13,344,640</b>	<b>17,508,279</b>
<b>Expenditure:</b>			
Cost of Materials Consumed and Purchases	15	79,118,350	3,331,386
Changes in Inventories of Finished Goods and stock - in - trade	16	(79,118,350)	-
Employees Benefit Expenses	17	1,920,000	205,000
Finance Cost	18	10,610,656	11,241,034
Depreciation And Amortization Expenses	19	287,517	163,860
Other Administrative Expenses	20	520,010	801,534
<b>Total Expenses</b>		<b>13,338,183</b>	<b>15,742,814</b>
Profit Before Tax		6,458	1,765,465
<b>Tax Expense:</b>			
Current Tax		1,230	653,000
Tax for Earlier year		(236,599)	-
Deffered tax		28,644	-
<b>Profit/(Loss) for the period</b>		<b>213,182</b>	<b>1,112,465</b>
<b>Earning per Equity Share:</b>			
(1) Basic		0.02	0.11
(2) Diluted		0.02	0.11

Significant Accounting Policies and Notes on Financial Statement  
As per our report of even date

1 to 21

For Suresh Anchaliya & Co.  
Chartered Accountants  
Firm Regn. No.- 112492W

Suresh Anchaliya  
Partner  
Membership No. 044960

Place: Mumbai  
Date: 28/05/2016



For Swarnsarita Realty Private Limited  
For **SWARN SARITA REALTY PVT. LTD.**

Rajendra M. Chordia  
Director  
Din : 00175646

Director

For **SWARN SARITA REALTY PVT. LTD.**

Seema Rajendra Chordia  
Director  
Din : 02685866

Director



**SWARN SARITA REALTY PRIVATE LIMITED**  
Cash Flow Statement for the year ended 31st March, 2016

PARTICULARS	For the year ended 31st March, 2016	For the year ended 31st March, 2015
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax And Extraordinary Items	6,458	1,765,465
Adjustment for :		
Depreciation	123,657	-
Provision for Income Tax	(416,402)	-
Interest (Net)	(18,687,296)	(25,327,313)
<b>Operating Profit Before Working Capital And Receivables</b>	<b>(18,973,584)</b>	<b>(23,561,848)</b>
Adjustment for :		
(Increase) / Decrease in Trade and Other Receivables	(1,093,110)	-
(Increase) / Decrease in Inventories	(79,118,350)	-
(Increase) / Decrease in Short Term Loans and Advances	84,806,256	(35,284,275)
(Increase)/Decrease in Other Current Assets	163,860	163,860
Increase / (Decrease) in Trade Payables and other liabilities	7,152,614	1,930,603
<b>Cash Generated From Operations</b>	<b>(7,062,313)</b>	<b>(56,751,659)</b>
Income Tax Paid	1,230	653,000
<b>Cash Flow Before Extra-Ordinary Items</b>	<b>(7,063,544)</b>	<b>(57,404,660)</b>
Extra-Ordinary Items	-	-
<b>Net Cash From Operating Activities</b>	<b>(a) (7,063,544)</b>	<b>(57,404,660)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase/Sale of Assets	(1,412,947)	-
Interest Received	8,076,640	14,086,279
<b>Net Cash Used In Investment Activities</b>	<b>(b) 6,663,693</b>	<b>14,086,279</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest Paid	10,610,656	11,241,034
Short Term Borrowing and others	(10,136,113)	32,093,431
<b>Net Cash Used In Financing Activities</b>	<b>(c) 474,543</b>	<b>43,334,465</b>
<b>Net Increase In Cash And Cash Equivalents (a) + (b) + (c)</b>	<b>74,693</b>	<b>16,085</b>
Cash And Cash Equivalents As At The Commencement of the Year (Opening Balance)	16,440	356
Cash And Cash Equivalents As At The End of the Year	91,134	16,440
<b>Net Increase / (Decrease) As Disclosed Above</b>	<b>74,693</b>	<b>16,085</b>

Note : All figures in brackets are outflows  
As per our report of even date

For Suresh Anchaliya & Co.  
Chartered Accountants  
Firm Regn. No.- 112492W

*Suresh Anchaliya*

Suresh Anchaliya  
Partner  
Membership No. 044960

Place: Mumbai  
Date: 28/05/2016



For Swarnsarita Realty Private Limited  
For **SWARN SARITA REALTY PVT. LTD.**  
*Rajendra M. Chordia*

Rajendra M. Chordia  
Director  
Din : 00175646

For **SWARN SARITA REALTY PVT. LTD.**

*Seema Rajendra Chordia*

Seema Rajendra Chordia Director  
Director  
Din : 02685866

# Swarnsarita Realty Private Limited

Notes to Financial Statement for the period Ended 31st March, 2016

## Note No. 1

### SHAREHOLDER'S FUND

#### 1 EQUITY SHARE CAPITAL

	As at 31.03.2016	As at 31.03.2015
a) Authorised Share: 1,00,00,000 Equity Shares of Rs. 10/- each	100,00,000	100,00,000
b) Issued, Subscribed and Paid up: 1,00,00,000 Equity Shares of Rs. 10/- each Fully paid-up	100,00,000	100,00,000
Total	100,00,000	100,00,000

#### c) Reconciliation of the Number of Shares Outstanding at the beginning and at the end of the reporting period

Particulars	As at 31.03.2016	As at 31.03.2015
Outstanding at the Beginning of the Reporting Year	10,00,000	10,00,000
Add: Issued During the Period	-	-
Outstanding at the End of the Reporting Year	10,00,000	10,00,000

#### d) Terms / Right Attached to Equity Shares

In the event of liquidation of the company, the holder of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in the number of equity shares held by the shareholders on the date of Liquidation.

#### e) Details of Shareholders holding more than 5% share in the company

Equity Shares Fully Paid at Rs. 10/- each

S.No.	Name	As at 31.03.2016		As at 31.03.2015	
		No. of Shares	% of Holding	No. of Shares	% of Holding
1	Swarnsarita Gems Limited	10000000	100%	10000000	100%

## Note No. 2

### RESERVE AND SURPLUS

#### Particulars

	As at 31.03.2016	As at 31.03.2015
a) Surplus / (deficit) in the Statement of Profit / Loss		
Balance as per Last Financial Statement	587,804.90	(524,660.00)
Add: Profit/(Loss) for the Year	213,182.04	1,112,464.90
Net Surplus / (Deficit) in the Statement of Profit / Loss	800,986.94	587,804.90
Total Reserve and Surplus	800,986.94	587,804.90

## Note No. 3

### Deffered Tax

Deffered Tax Liabilities

28,644.08	-
28,644.08	-

## Note No. 4

### Short Term Borrowings

(Unsecured, But Considered Good)

Holding Company ( Swarnsarita Gems Ltd)

111,444,906.00	121,581,019.00
111,444,906.00	121,581,019.00



# Swarnsarita Realty Private Limited

Notes to Financial Statement and Statement of Profit and Loss for the period Ended 31st March, 2016

Note No. 5	As at 31.03.2016	As at 31.03.2015
<b>Other Current Liabilities</b>		
Auditor's Remuneration Payable	85,215.00	56,590.00
Deposit From Hollywood Optician	1,442,000.00	250,000.00
TDS Payable A.Y. 14-15	-	508,620.00
TDS Payable A.Y. 15-16	-	1,124,103.00
Aditya Enterprises V N building No. 50	5,593,500.00	-
TDS Payable	1,451,362.00	-
TDS on Salary	192,000.00	-
Service Tax	254,620.00	-
Director Remuneration Payable	197,000.00	125,000.00
	<u>9,215,697.00</u>	<u>2,064,313.00</u>

Note No. 6		
<b>Short - Term Provision</b>		
Provision for Income Tax	1,230	653,000
	<u>1,230</u>	<u>653,000</u>

Note No.8		
<b>Inventories</b>		
Shop No.15 at Kalyan	14,561,880.00	14,561,880.00
Shop No.16 at Kalyan	14,561,880.00	14,561,880.00
<b>Nehru Nagar Kurla</b>		
Flat No 104	7,323,000.00	-
Flat No 205	7,654,500.00	-
Flat No 305	7,654,500.00	-
Flat No 504	7,709,750.00	-
Flat No 605	8,041,250.00	-
<b>Deepmal Vartak Nagar</b>		
Flat No 1703	9,348,050.00	-
Flat No 1803	9,451,550.00	-
<b>Sai Krupa Chs Ltd</b>		
Flat No 205	7,476,000.00	-
Flat No 302	6,600,000.00	-
Flat No 905	7,859,750.00	-
	<u>108,242,110</u>	<u>29,123,760</u>

Note No.9		
<b>Trade Receivables</b>		
Hollywood Optician Pvt Ltd	1,093,110.00	-
	<u>1,093,110</u>	<u>-</u>

Note No.10		
<b>Short Term Loans And Advances</b>		
(Unsecured, But Considered Good)		
Advance Against Property	109,042,315.00	195,369,968.00
TDS Receivables (AY 15-16)	-	48,249.00
TDS Receivables (AY 16-17)	1,569,646.00	-
	<u>110,611,961.00</u>	<u>195,418,217.00</u>

Note No.11		
<b>Cash And Cash Equivalent</b>		
Bank Balance	91,133.50	16,440.33
	<u>91,133.50</u>	<u>16,440.33</u>

Note No.12		
<b>Other Current Asset</b>		
Preliminary Expenses	327,720.00	491,580.00
Less: Written Off During the Year	(163,860.00)	(163,860.00)
	<u>163,860.00</u>	<u>327,720.00</u>

Note No.13		
<b>Revenue From operation</b>		
Rent Income	5,268,000.00	-
Sale of Flat at Lok Dhara	-	3,422,000.00
	<u>5,268,000.00</u>	<u>3,422,000.00</u>

Note No. 14		
<b>Other Income</b>		
Income Tax Interest	-	2,050.00
Balance W/Off	5,000.00	-
Interest Received on Unsecured Loan	8,071,640.00	14,084,229.00
	<u>8,076,640.00</u>	<u>14,086,279.00</u>





# Swarnsarita Realty Private Limited

Notes to Financial Statement for the Year Ended 31st March, 2016

## Note No. 7 - FIXED ASSETS

(Amount in 'Rs.)											
Sr. No.	Name of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As On 01.04.2015	Addition during the year	Deduction/ Writtenoff During the Year	As On 31.03.2016	As On 01.04.2015	Depreciation during the year	Depreciation Adjustments	Total As On 31.03.2016	As On 31.03.2016	As On 01.04.2015
1	<u>Tangible Assets</u> Motor Cars	-	1,412,947	-	1,412,947	-	123,657	-	123,657	1,289,290	-
	Sub-Total	-	1,412,947	-	1,412,947	-	123,657	-	123,657	1,289,290	-
	Previous year total	-	-	-	-	-	-	-	-	-	-



Note No. 15

Cost of Material Consumed and Purchase

Purchase of Goods

Purchase of Goods (Lok Dhara)

79,118,350.00	
	3,331,386.00
<u>79,118,350.00</u>	<u>3,331,386.00</u>

Note No. 16

(Increase)/Decrease in Inventory

Opening Balance of Inventory

Less: Closing Balance of inventory

29,123,760.00	(29,123,760.00)
(108,242,110.00)	29,123,760.00
<u>(79,118,350.00)</u>	<u>-</u>

Note No. 17

Employees Benefit Expenses

Salaries and Wages

Director Remuneration

	80,000.00
1,920,000.00	125,000.00
<u>1,920,000.00</u>	<u>205,000.00</u>

Note No. 18

Finance Cost

Interest on Unsecured Loan

10,610,656.00	11,241,034.00
<u>10,610,656.00</u>	<u>11,241,034.00</u>

Note No. 19

Depreciation And Amortization Expenses

Preliminary Expenses Written off

Depreciation

163,860.00	163,860.00
123,657.00	-
<u>287,517.00</u>	<u>163,860.00</u>

Note No. 20

Other Administrative Expenses

Audit Fees

Bank Charges

Prior Period Expenses

Stamp Duty

Brokerage & Commission

Roc Fees

28,625.00	28,500.00
684.50	1,769.67
-	38,464.00
50,700.00	731,000.00
440,000.00	-
-	1,800.00
<u>520,009.50</u>	<u>801,533.67</u>



**SWARNSARITA REALTY PRIVATE LIMITED**

**NOTE No. '21'**

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON FINANCIAL STATEMENT**

**A. SIGNIFICANT ACCOUNTING POLICIES**

1. **Basis of Preparation of Financial Statement :-**  
The financial statements are prepared on going concern assumption and under the historical cost convention on accrual basis in accordance with the generally accepted accounting principles and provision of the Companies Act, 2013.
2. **Use of Estimates:-**  
The preparation of financial statement requires the management of the Company to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statement of and reported amounts of income and expenses during the period. Examples of such estimate includes provision for doubtful debts, future obligation, employees retirement benefit plans, provision for income taxes, useful lives of fixed assets and intangible assets. Contingencies are recorded when it is probable that a liability will be incurred and the amount can be reasonably estimated. Actual results may differ from such estimates.
3. **Fixed Assets:-**  
All fixed assets are valued at cost (including adjustment on revaluation) less accumulated depreciation. Cost of acquisition is inclusive of freight, duties and other incidental expenses incurred during construction period and exclusive of cenvat credit availed thereon.
4. **Depreciation:-**  
Depreciation is systematically allocated over the useful life of an asset as specified in part C of schedule II of Companies Act, 2013.
5. **Inventories:-**  
a. Finished Goods : - The finished goods are valued at cost.
6. **Provision for Current and Deferred Tax:-**  
Provision for current tax made after taking into consideration benefits admissible under the provisions of the Income-Tax Act, 1961. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is virtual certainty that the asset will be realized in future.
7. **Revenue Recognition:-**  
In appropriate circumstance, revenue is recognized when no significant uncertainty as to determination or realization exists.
8. **Investment:-**  
Current Investment is valued at Cost or Market value whichever lower, computed category wise. Long Term Investment are stated at cost. Provision of diminution in the value of long term investment is made only if the such a decline is other than temporary.
9. **Contingent Liability:-**  
These are disclosed by way of notes on the Balance Sheet date. Provision is made wherever applicable for those contingencies which are likely to materialize into liabilities after the year end till the finalization of accounts and have material effect on the position stated in Balance Sheet.
10. **Impairment:-**  
At each Balance Sheet date, the Company reviews the carrying amounts of its assets to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of assets net selling price and value in use. In assessing value in use, the estimated future cash flow expected from the continuing use of the assets and from its disposal is discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and risks specific to the assets. Reversal of impairment loss is recognized immediately as income in the Profit and Loss Statement.
11. **Earning Per Share:-**  
The earning considered in ascertaining EPS comprise the Net Profit after Tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.





(B) NOTES ON ACCOUNTS: -

1.	Previous year figures have been regrouped, reworked, rearranged and reclassified whenever necessary.		
	Particulars	As at 31 <sup>st</sup> March, 2016	As at 31 <sup>st</sup> March, 2015
2.	Contingent Liabilities	Nil	Nil
3.	Payment to Auditors:		
	Statutory Audit Fees	25000	25000
	Tax Audit Fees	Nil	Nil
	Certification and Taxation Matters	Nil	Nil
	Service Tax	3625	3500
	Total	28625	28500

4. There are no delays in payments to Micro, Small and Medium Enterprises as required to be disclosed under "The Micro, Small and Medium Enterprises Development Act, 2006."
5. During the year the company has not been made any new investment.
6. Related Party Disclosure as per AS 18 (As identified by the Management):

Nature of Relationship	Name of Party
Key Management Personnel	
Whole Time Director	Rajendra M. Chordia
	Seema Rajendra Chordia
Related parties to Key Management Personnel (Where transactions have been made)	Swarnsarita Gems Limited

Related Party Transactions as per AS 18 (As identified by the management) (Amount in Rs.)

Nature of Relationship	Transaction Details	For the Year Ended on March 31, 2016	For the Year Ended on March 31, 2015
Key Management Personnel	Director's Remuneration	19,20,000/-	1,25,000/-
Related parties to Key Management Personnel	Loan Received/Paid (Net)	11,14,44,906/-	12,15,81,019/-

7. Earning Per Share:-

The Earning per Share has been computed by dividing the profit after tax by number of Equity Shares outstanding.

Particulars	For the Year Ended on March 31, 2016	For the Year Ended on March 31, 2015
Net profit available for equity shareholders	2,13,182/-	11,12,465/-
Weighted average number of equity shares	1,00,00,000/-	1,00,00,000/-
Basic and Diluted EPS	0.02	0.11

8. Outstanding Balance of Debtors, Creditors and Others are subject to confirmation.

As per our Attached Report of even date.

For Suresh Anchaliya & Co.  
Chartered Accountants  
Firm Reg. No. - 112492W

(Suresh Anchaliya)  
Partner  
Place: Mumbai  
Date : 28<sup>th</sup> May 2016



For Swarnsarita Realty Private Limited

SWARN SARITA REALTY PVT. LTD.

(Seema Chordia)  
Director

Director

For SWARN SARITA REALTY PVT. LTD.

(Rajendra Chordia)  
Director

Director