

**S.P.PIMPALWAR & CO.**  
CHARTERED ACCOUNTANTS  
OPP CHILDREN TRAFFIC PARK, DHARAMPETH,  
NAGPUR-10.

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**INDEPENDENT AUDITOR'S REPORT**

**To the Members of,  
Murgnayani Infrastructure Private Limited,**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Murgnayani Infrastructure Private Limited('the Company')**, which comprise the Balance Sheet as at 31<sup>st</sup> March, 2018, the Statement of Profit & Loss and 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**

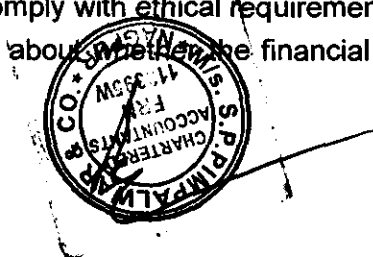
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow 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 and the Companies(Accounting Standards) Amendment Rules 2016.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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.



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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. 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 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.

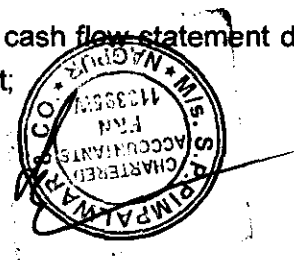
**Opinion**

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

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2018;
- (b) In the case of the Statement of Profit & Loss Account, of the profit for the year ended on that date.
- (c) 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, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order.
- 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 cash flow statement dealt with by this Report are in agreement with the books of account;



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- (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 and the Companies (Accounting Standards) Amendment Rules 2016.
- (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2018 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"; and
- (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 which would impact its financial position,
  - ii. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses,
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



**For S.P. Pimpalwar & Co.**  
Chartered Accountants  
Firm Reg. No.: 113395 W

  
**CA S.P. Pimpalwar**  
Partner

Membership No. 41078

Nagpur, May 22, 2018

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**“Annexure A” to the Independent Auditors’ Report Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2018:**

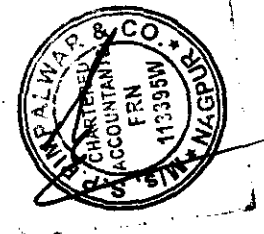
- i.
  - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b. In our opinion, these fixed assets have been physically verified by the management at reasonable intervals, having regard to the size of the company and the nature of its assets. No material discrepancies between the book records and the physical inventory were noticed.
  - c. The company does not hold any immovable properties. Therefore, reporting requirement under Para 3 (i)(c) of the Order is not applicable to the Company.
- ii. In respect of its Inventories:
  - a. As explained to us, the Inventories have been physically verified by the management at reasonable intervals. The Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification of inventories as compared to the book records.
- iii. The Company has not granted loans, secured or unsecured, to the companies, firm, LLP and other parties covered in the register maintained under Section 189 of the Act. Therefore, reporting requirement under Para 3 (iii) (a) to (c) of the Order is not applicable to the Company.
- 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 Act, with respect to the loans and investments made and/or guarantee and security provided, to that extent applicable.
- v. The Company has not accepted any deposits from the public. Therefore reporting requirement under Para 3 (v) of the Order is not applicable to the Company.
- vi. To the best of our knowledge, the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act, 2013 prescribed by the Central Government is not required for the Company.



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- vii.
- a. According to the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including income-tax, service tax, provident fund and other statutory dues as applicable to it. There are no outstanding statutory dues at 31<sup>st</sup> March 2018 for a period of more than 6 months from the date they became payable.
  - b. According to the Information and explanation given to us, there are no dues of income tax, service tax and other statutory dues which have not been deposited on account of any dispute.
- viii. Based upon the audit procedures performed and information and explanations given by the management, the Company has not defaulted in repayment of dues to a financial Institution, bank or debenture holders.
- ix. According to the information and explanations given to us and based on our examination of the records of the Company, the company has raised no funds by way of term loans and the term loans were applied for the purpose for which it was raised. Therefore, reporting requirement under Para 3 (ix) of the Order is not applicable to the Company.
- x. According to the 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 during the course of our audit. Therefore, reporting requirement under Para 3 (x) of the Order is not applicable to the Company.
- xi. The company has not given managerial remuneration during the year, therefore, reporting requirement under Para 3 (xi) of the Order is not applicable to the Company.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, reporting requirement under Para 3 (xii) of the Order is not applicable to the Company.
- xiii. Since the Company is neither a listed Company nor such other class of Company, as may be prescribed, compliances under Section 177 of the Act is not applicable. Further, the Company has entered into transaction with its related party during the year and the details have been disclosed in the Financial Statements as per the requirements of Section 188 of the Act and applicable accounting standards.

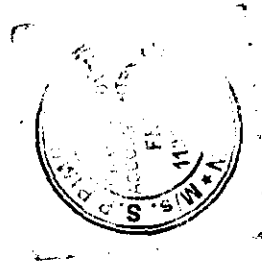


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- xiv. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Therefore, reporting requirement under Para 3 (xiv) of the order is not applicable to the Company.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with it. Therefore, reporting requirement under Para 3 (xv) of the Order is not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

Nagpur, May 22, 2018



**For S.P. Pimpalwar & Co.**  
*Chartered Accountants*  
Firm Reg. No.: 113395 W

  
**CA S.P. Pimpalwar**  
*Partner*  
Membership No. 41078

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**Annexure - B to the Independent Auditors' Report**  
**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 Murgnayani Infrastructure Private Limited, ('the Company') as of 31<sup>st</sup> March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

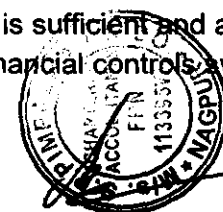
**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control 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 Accountants of 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 the 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 Control 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 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 judgment, 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.



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**Meaning of Internal Financial Controls over Financial Reporting**

The 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. The 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 31<sup>st</sup> March 2018, based on the internal control 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 Accountants of India.



For S.P. Pimpalwar & Co.  
Chartered Accountants  
Firm Reg. No.: 113395 W

  
CA S.P. Pimpalwar

Partner

Membership No. 41078

Nagpur, May 22, 2018



**MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED**

Balance Sheet as at 31st March, 2018

Particulars	Note No.	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
<b>A EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	3	24,600,000	24,600,000
(b) Reserves and surplus	4	3,442,700	878,929
		<b>28,042,700</b>	<b>25,478,929</b>
<b>2 Non-current liabilities</b>			
(a) Deferred tax liability/ (asset) (net)	5	11,690	(278)
<b>3 Current liabilities</b>			
(a) Short term borrowings	6	20,400,000	88,880,223
(b) Trade payables	7	383,492	2,791,694
(c) Other current liabilities	8	89,321,140	34,182,278
(d) Short term provision	9	815,705	79,051
		<b>110,920,337</b>	<b>125,933,246</b>
<b>Total Equity &amp; Liabilities</b>		<b>138,974,726</b>	<b>151,411,897</b>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant and Equipment			
(i) Tangible assets	10	230,089	106,118
(b) Non-current investments	11	311,100	311,100
		<b>541,189</b>	<b>417,218</b>
<b>2 Current assets</b>			
(a) Inventories	12	138,192,507	149,274,882
(b) Trade Receivables	13	-	300,000
(c) Cash and Bank Balances	14	68,730	1,348,667
(d) Short-term loans and advances	15	172,300	71,130
		<b>138,433,537</b>	<b>150,994,679</b>
<b>Total Assets</b>		<b>138,974,726</b>	<b>151,411,897</b>
<b>See accompanying notes forming part of the</b>	1, 2 & 21		

As per our report of even date

For S. P. Pimpalwar & Co.

Chartered Accountants

Firm Reg. No.: 113395W



CA S. P. Pimpalwar

Partner

Membership No. 41078

Nagpur, May 22, 2018

For and on behalf of the Board of Directors

Ms. Karnika Bothra

Director

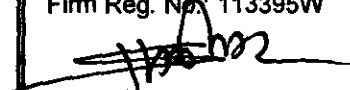
Nagpur, May 22, 2018

**MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED**  
**Statement of Profit & Loss for the period ended on 31st March, 2018**

Particulars	Note No.	For the year ended 31st March, 2018	For the year ended 31st March, 2017
		Amount in Rs.	Amount in Rs.
<b>A CONTINUING OPERATIONS</b>			
I Revenue from Operation	16	27,526,626	17,962,000
II Other Income	17	43,888	878,385
<b>III Total Revenue</b>		<b>27,570,514</b>	<b>18,840,385</b>
<b>IV Expenses</b>			
(a) Cost of Commercial Units Sold	18	17,798,436	17,832,884
(b) Finance Costs	19	4,377,359	-
(c) Depreciation and Amortisation Expense	10	473	25,740
(d) Other Administrative Expenses	20	1,835,993	57,491
<b>Total Expenses</b>		<b>24,012,262</b>	<b>17,916,115</b>
<b>V Profit/ (Loss) before tax (III - IV)</b>		<b>3,558,252</b>	<b>924,270</b>
<b>VI Tax Expense:</b>			
(a) Current Tax		906,705	215,174
(b) Deferred Tax Expense		11,968	-2,061
(c) Income tax of earlier years		75,809	23,582
		994,481	236,695
<b>VII Profit/ (loss) for the period (V - VI)</b>		<b>2,563,771</b>	<b>687,575</b>
Basic Earning per Equity Share		25.64	6.88
Diluted Earning per Equity Share		25.64	6.88
See accompanying notes forming part of the financial statements	1, 2 & 21		

As per our report of even date

For S. P. Pimpalwar & Co.  
Chartered Accountants  
Firm Reg. No. 113395W

  
CA S. P. Pimpalwar  
Partner  
Membership No. 41078

Nagpur, May 22, 2018



For and on behalf of the Board of Directors

  
Ms. Vaishali Bangre  
Director

  
Ms. Kamika Bothra  
Director

Nagpur, May 22, 2018

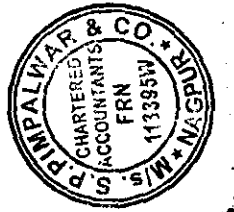
**MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR THE PERIOD ENDED 31st March 2018**

Particulars	For the year ended 31st March, 2018		For the year ended 31st March, 2017	
	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net profit before Tax & Extraordinary items	3,558,252		924,270	
Adjustments for :				
Depreciation	473		25,740	
Interest & Bank Charges	4,377,359		-	
<b>Operating profit before working capital changes</b>	<b>7,936,084</b>		<b>950,010</b>	
Working Capital Changes :				
Changes in inventories	11,082,375		(6,982,231)	
Changes in Receivables/Payables	(2,108,202)		159,422	
Loans, Advances & Deposits	(101,170)		2,944,232	
Current Liabilities	55,138,862		31,842,322	
Changes in short Term Provisions	736,654		-	
<b>Cash generated from operations</b>	<b>64,748,519</b>		<b>27,963,744</b>	
Direct Taxes	(906,705)		(215,174)	
Tax of earlier years	(75,809)		(23,582)	
<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>		<b>71,702,089</b>		<b>28,674,998</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>				
Sale/Purchase of Fixed Assets	(229,977)		-	
Sale of Fixed Asset	105,533		-	
<b>NET CASH FLOW FROM INVESTING ACTIVITIES [B]</b>		<b>(124,444)</b>		<b>1,001,500</b>
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>				
Interest & Bank Charges	(4,377,359)		-	
Borrowing	(68,480,223)		(28,807,788)	
<b>NET CASH FLOW FROM FINANCING ACTIVITIES [C]</b>		<b>(72,857,582)</b>		<b>(28,807,788)</b>
<b>NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>		<b>(1,279,937)</b>		<b>868,710</b>
<b>OPENING BALANCE OF CASH AND CASH EQUIVALENTS</b>		<b>1,348,667</b>		<b>479,957</b>
<b>CLOSING BALANCE OF CASH AND CASH EQUIVALENTS</b>		<b>68,730</b>		<b>1,348,667</b>

This is the Cash Flow Statement referred to in our report of even date

**For S. P. Pimpalwar & Co.**  
Chartered Accountants  
Firm Reg. No.: 113395W

*S. P. Pimpalwar*  
**CA S. P. Pimpalwar**  
Partner  
Membership No. 41078  
Nagpur, May 22, 2018



**For and on behalf of the Board of Directors**

*B. Bangre*  
**Ms. Vaishali Bangre**  
Director

*K. Bothra*  
**Ms. Karnika Bothra**  
Director

Nagpur, May 22, 2018

# MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED

## Notes forming part of the financial statements

### NOTE 1: Corporate Information

The Company Mrugnayani infrastructure Private Limited (CIN- U45200MH2008PTC180766) is engaged in the business of Construction and sale of Commercial units.

### NOTE 2: Statement on Significant Accounting Policies

#### 1. Basis of Presentation:

The financial statements of the Company are prepared under historical cost convention in accordance with the Generally Accepted Accounting Principles (GAAP) applicable in India and the provisions of the Companies Act, 2013.

#### 2. Use of Estimates:

The Preparation of the financial statements in conformity with the GAAP requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements, and the reported amounts of revenue and expenses during the reported year. Actual results could differ from those estimates.

#### 3. Revenue Recognition:

Revenue is recognized on accrual basis. Revenue from sale of commercial units is recognized when the substantial risk and rewards of ownership is transferred to the buyer and the collectability is reasonably measured.

Dividend income is recognized when the right to receive is established by the reporting date. Rental income is accounted for on accrual basis except in cases where ultimate collection is considered doubtful.

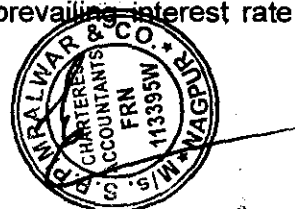
#### 4. Property, Plant and Equipment:

Property, Plant and Equipment are capitalized at cost that comprises the purchase price and any other attributable cost of bringing the asset to working condition for its intended use.

#### 5. Depreciation:

Depreciation is provided on the written down value basis at the rates determined based on useful lives of assets, where applicable, prescribed under Schedule II to the Act.

The carrying cost of assets is reviewed at each balance sheet date to determine if there is any indication of impairment thereof based on external/internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds their recoverable amounts, which represent the greater of the net selling price of assets & there 'value in use'. The estimated future cash flows are discounted to their present value at appropriate rate arrived at after considering the prevailing interest rate and weighted average cost of capital.



**6. Provisions and Contingent Liabilities:**

Provisions are recognized when there is a present obligation as a result of the past event, it is probable that an overflow of resources will be required to settle the obligation and in respect of which reliable estimate can be made.

Contingent Liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or reliable estimate of the amount cannot be made.

**7. Earnings per share:**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**8. Cash and cash equivalents:**

Cash and cash equivalents comprise cash at bank and in hand and short-term investments with an balance maturity of three months or less.

**9. Inventory:**

Direct expenditure relating to construction activity is inventorised. Other expenditure (including borrowing costs net off income) during construction period is inventorised to the extent the expenditure is directly attributable cost of bringing the asset to their present location and condition.

**10. Employee Benefits:**

Short Term Employee Benefits are recognized as an expense on accrual basis. These benefits include performance benefits.

**11. Borrowing Cost:**

Borrowing costs that are attributable to the acquisition and/or construction of qualifying assets are capitalized as part of the cost of such assets, in accordance with notified Accounting Standard 16 'Borrowing Costs'. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. Capitalization of borrowing costs is suspended in the period during which the active development is delayed due to, other than temporary, interruption.



**12. Taxes on Income:**

Taxes on income comprise of current tax and deferred tax.

**Current Tax:**

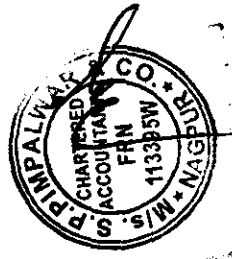
Current tax is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961, and based on expected outcome of assessments/ appeals.

**Deferred Tax:**

Deferred tax is recognized on timing differences between the accounting incomes and the taxable income for the year, and quantified using the tax rates and laws enacted or substantially enacted as on the Balance Sheet date. Deferred tax asset are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**13. Investments:**

Investments held or intended to be held for a period of more than one year are considered long-term investments and are carried at cost. Diminution in value other than temporary is provided for.



# MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED

Notes forming part of the financial statements

## Note 3: Share Capital

Note 3: (A)

Share Capital	As at 31st March, 2018		As at 31st March, 2017	
	Numbers	Amount in Rs.	Numbers	Amount in Rs.
<b>(a) Authorised</b>				
<b>Equity Share capital</b>				
1,00,000 equity shares of Re.1 each	100,000	100,000	100,000	100,000
<b>Redeemable Preference Share Capital</b>				
2,49,00,000, 0% Redeemable Non-Cumulative Non-Convertible Non-Participating Preference Shares of Re.1 each	24,900,000	24,900,000	24,900,000	24,900,000

Share Capital	As at 31st March, 2018		As at 31st March, 2017	
	Numbers	Amount in Rs.	Numbers	Amount in Rs.
<b>(b) Issued, Subscribed &amp; Paid-Up Share Capital</b>				
<b>Equity Share capital</b>				
1,00,000 shares of Re.1 each	100,000	100,000	100,000	100,000
<b>Redeemable Preference Share Capital</b>				
2,45,00,000, 0% Redeemable Non-Cumulative Non-Convertible Non-Participating Preference Shares of Re.1 each	24,500,000	24,500,000	24,500,000	24,500,000

Note 3: (B) Reconciliation of the number of Equity shares outstanding at the beginning and at the end of reporting year

Particulars	As at 31st March, 2018		As at 31st March, 2017	
	Numbers	Amount in Rs.	Numbers	Amount in Rs.
Shares outstanding at the beginning of the period	100,000	100,000	10,000	100,000
Shares issued during the period	-	-	-	-
Shares bought back during the period	-	-	-	-
Shares outstanding at the end of the period	100,000	100,000	100,000	100,000

### Rights, restrictions and preferences attached to equity shares

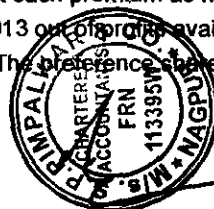
Each shareholder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Note 3: (C) Reconciliation of the number of preference shares outstanding at the beginning and at the end of reporting year

Particulars	As at 31st March, 2018		As at 31st March, 2017	
	Numbers	Amount in Rs.	Numbers	Amount in Rs.
Shares outstanding at the beginning of the period	24,500,000	24,500,000	24,500,000	24,500,000
Shares issued during the period	-	-	-	-
Shares bought back during the period	-	-	-	-
Shares outstanding at the end of the period	24,500,000	24,500,000	24,500,000	24,500,000

### Rights, restrictions and preferences attached to preference shares

The Preference shares shall be redeemed within period of 15 years from date of allotment at such premium as may be decided by the board of Directors, in accordance with provision of Section 55 of the The Companies Act, 2013 out of profits available for distribution as dividend or out of proceeds of a fresh issue of shares made for the purpose of redemption. The preference shares are 0% Redeemable non-convertible, non-Cumulative, non-Convertible and non-Participating Preference.



## MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED

### Notes forming part of the financial statements

Note 3: ( D) Details of shareholders holding more than 5% equity shares in the Company

Name of Shareholders	As at 31st March, 2018		As at 31st March, 2017	
	Numbers	% of Holding	No. of Shares held	% of Holding
Shradha Infraprojects (Nagpur) Limited	51,000	51.00%	51,000	51.00%
Mr. Chaitanya Kochar	49,000	49.00%	49,000	49.00%

Note 3: (E) Details of shareholders holding more than 5% preference shares in the Company

Name of Shareholders	As at 31st March, 2018		As at 31st March, 2017	
	Numbers	% of Holding	No. of Shares held	% of Holding
Nikita Sales Private Limited.	1,800,000	7.35%	1,800,000	7.35%
Palak Sales Private Limited.	2,500,000	10.20%	2,500,000	10.20%
Jupiter Communication Private Limited	2,600,000	10.61%	2,600,000	10.61%
Vitraag Agriculture Private Limited	4,400,000	17.96%	4,400,000	17.96%
Smart It-Concepts (Ngp) Private Limited	12,250,000	50.00%	12,250,000	50.00%





## MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED

Notes forming part of the financial statements

### Note : 4 Reserves & Surplus

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
A.	<b>Profit/(Loss) in Statement of Profit and Loss</b>		
	Opening balance	878,929	191,353
	Add: Surplus in statement of Profit and Loss	2,563,771	687,575
	<b>Closing balance</b>	<b>3,442,700</b>	<b>878,929</b>

### Note : 5 Deferred tax liability / (Assets) -net

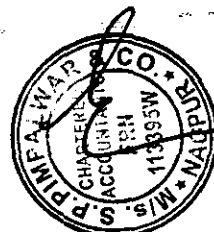
Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
1	Opening Deferred Tax liability / (Assets)	-278	1,783
	Add: Deferred tax liability (reversed)/ created on the timing difference created due to Depreciation on Income Tax	11,968	-2,061
	<b>Opening Deferred Tax liability / (Assets)</b>	<b>11,690</b>	<b>-278</b>

### Note : 6 Short Term Borrowings

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
1	<b>Unsecured</b> Inter Corporate loans	20,400,000	88,880,223
	<b>Total</b>	<b>20,400,000</b>	<b>88,880,223</b>

### Note :7 Trade Payables

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
A.	<b>Trade payables:</b>		
	(A) Total Outstanding dues of Micro Enterprises & Small Enterprises	-	-
	(B) Total Outstanding dues of Creditors Other than Micro Enterprises & Small Enterprises	383,492	2,791,694
	<b>Total</b>	<b>383,492</b>	<b>2,791,694</b>



## MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED

Notes forming part of the financial statements

### Note :8 Other Current Liabilities

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
<b>A.</b>	<b>Other Payables</b>		
	(i) TDS Payable	321,546	754,872
	(ii) Profession tax Payable	400	400
	(iii) Service Tax Payable	-	3,900
	(iv) Expenses Payable	69,679	84,742
	(v) Booking Advance/Deposits	61,344,649	-
	(vi) Other	25,049,390	30,779,433
<b>B.</b>	<b>Book Overdraft</b>	2,535,476	2,558,931
	<b>Total</b>	<b>89,321,140</b>	<b>34,182,278</b>

### Note :9 Short Term Provision

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
<b>A.</b>	Provsion for Taxation (A.Y 2017-18)	-	215,174
	Less: Mat Credit Entitlement utilised during the year	-	(5,873)
	Less:Advance Tax & TDS		(130,250)
<b>B</b>	Provsion for Taxation (A.Y 2018-19)	815,705	-
	<b>Total</b>	<b>815,705</b>	<b>79,051</b>



**MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED**  
**Notes forming part of Accounts for the period ended 31st March, 2018**

**Note 10: Property, Plant and Equipment**

Sr. No.	Particulars	Rate (WDV)	Gross Block				Depreciation				Net Block	
			As on 01-04-2017	Additions	Deletions	As on 31-03-2018	Upto 01-04-2017	For 2017-2018	Sale 2017-2018	Upto 31-03-2018	As on 31-03-2018	As on 31-03-2017
1	Office Equipments	44.60%	10,190	-	-	10,190	9,605	75	-	9,680	510	585
2	Plant & Machinery	18.10%	129,375	-	129,375	-	23,842	-	-23,842	-0	0	105,533
3	Computer & printers	63.16%	-	229,977	-	229,977	-	398	-	398	229,579	-
<b>Total</b>			<b>139,565</b>	<b>229,977</b>	<b>129,375</b>	<b>240,167</b>	<b>33,447</b>	<b>473</b>	<b>-23,842</b>	<b>10,078</b>	<b>230,089</b>	<b>106,118</b>
<b>Previous Year</b>			<b>139,565</b>	<b>-</b>	<b>-</b>	<b>139,565</b>	<b>7,707</b>	<b>25,740</b>	<b>-</b>	<b>33,447</b>	<b>106,118</b>	<b>131,858</b>



**MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED**

Notes forming part of the financial statements

**Note : 11 Non-current investments**

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
<b>A.</b>	<b>Investment in Equity Instruments (Unquoted)</b>		
	3,110 shares fully paid up shares of Rs 100 each Wardhaman Urban Cooperative Bank Limited	311,100	311,100
	<b>Total</b>	<b>311,100</b>	<b>311,100</b>

**Note : 12 Inventories**

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
1	<b>a) Stock of Finished Goods</b>		
	Opening Balance	-	-
	Add: Transfer from W.I.P During the Year	155,990,943	17,832,884
	Less: Cost of Units sold during the year	17,798,436	17,832,884
	Closing Stock of Finished Goods	138,192,507	-
	<b>b) Work in Progress</b>		
	<b>Cost of Construction</b>		
	Opening Balance	149,274,882	142,292,650
	Add: Expenses/ Purchase during the year	6,716,061	24,815,116
	Less: Transfer to Finished Goods During the Year	155,990,943	17,832,884
	Closing Work in Progress	-	149,274,882
	<b>Total</b>	<b>138,192,507</b>	<b>149,274,882</b>

**Note : 13 Trade Receivables**

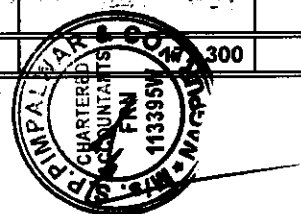
Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
1	<b>Debts Outstanding for More than 6 months</b>		
	Unsecured considered good	-	300,000
	<b>Total</b>	<b>-</b>	<b>300,000</b>

**Note : 14 Cash & Bank Balances**

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
	<b>Cash &amp; Cash Equivalents.</b>		
1	Cash in hand	57,678	52,644
2	Balances with banks		
	(i) In current accounts	11,052	1,296,023
	<b>Total</b>	<b>68,730</b>	<b>1,348,667</b>

**Note : 15 Short Term Loans & Advances**

Sr. No	Particulars	As at	As at
		31st March, 2018	31st March, 2017
		Amount in Rs.	Amount in Rs.
<b>A.</b>	<b>Others</b>		
	Unsecured, Considered good	172,300	63,879
<b>B.</b>	<b>Prepaid expenses</b>		
			7,251
	<b>Total</b>	<b>172,300</b>	<b>71,130</b>



# MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED

## Notes forming part of the financial statements

### Note : 16 Revenue from operation

Sr. No	Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
		Amount in Rs.	Amount in Rs.
1	Sale of Commercial units	27,526,626	17,962,000
<b>Total</b>		<b>27,526,626</b>	<b>17,962,000</b>

### Note : 17 Other Income

Sr. No	Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
		Amount in Rs.	Amount in Rs.
1	Maintenance Charges Income	-	113,385
2	Rent Income	40,000	765,000
3	Other Income	3,888	-
<b>Total</b>		<b>43,888</b>	<b>878,385</b>

### Note: 18 Construction Cost for the units Sold

Sr. No	Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
		Amount in Rs.	Amount in Rs.
	Opening Balance	149,274,882	142,292,650
	<b>Construction during the Year:</b>		
	Construction cost Including Material, Labour Charges etc)	6,716,061	24,815,116
	Less: Closing Stock	138,192,507	149,274,882
<b>Cost of Goods Sold</b>		<b>17,798,436</b>	<b>17,832,884</b>

### Note : 19 Finance Costs

Sr. No	Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
		Amount in Rs.	Amount in Rs.
1	Bank Charges	2,877	-
2	Interest Paid to Others	1,678,824	-
3	Bank Interest Paid	2,695,658	-
<b>Total</b>		<b>4,377,359</b>	<b>-</b>



**MRUGNAYANI INFRASTRUCTURE PRIVATE LIMITED**

Notes forming part of the financial statements

**Note : 20 Other Administrative and selling Expenses**

Sr. No	Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
		Amount in Rs.	Amount in Rs.
1	Audit Fees	5,750	5,750
2	Professional tax	2,000	2,000
3	ROC and Legal Charges	48,295	13,550
4	Professional Tax (Director)	2,500	10,000
5	Professional Fees	21,470	16,100
6	Electricity Exp	174,249	-
7	Insurance Expenses	25,322	-
8	Salary & Wages	476,350	-
9	Security Expenses	537,761	-
10	Bad Debts	300,000	-
11	Municipal Corporation Taxes	9,251	-
12	Printing & Stationary	17,777	-
13	Repairing & Maintenance Exp.	38,393	-
14	Telephone Exp.	8,117	-
15	Advertisement Expenses	16,100	-
16	Rent Paid	10,000	10,000
17	Office Exp.	3,240	-
18	Conveyance Exp.	5,820	-
19	Miscellaneous Expenses	133,598	91
<b>Total</b>		<b>1,835,993</b>	<b>57,491</b>



**Note 21 : Additional information to the financial statements**

1) There is no capital commitment as on the Balance Sheet date.

2) There are no Contingent Liabilities as on the Balance Sheet Date

3) Auditors Remuneration : As at 31<sup>st</sup> March,2018 As at 31<sup>st</sup> March,2017  
For Statutory Audit Rs. 5,750 /- Rs. 5,750/-

4) **Earnings per shares:**

Particulars	Year ended	
	31 <sup>st</sup> March, 2018	31 <sup>st</sup> March, 2017
Net Profit attributable to shareholders	25,63,771	6,87,575
Equity Shares outstanding as at the end of the year (in nos.)	1,00,000	1,00,000
Nominal Value per Equity Share (in Rs.)	1	1
<b>Earnings Per Equity Share (Basic) (in Rs.)</b>	<b>25.64</b>	<b>6.88</b>
<b>Earnings Per Equity Share (Diluted) (in Rs.)</b>	<b>25.64</b>	<b>6.88</b>

5) As per the records of the Company and the information provided to us, the Company has not entered into any purchase contract with the suppliers under the Micro, Small and Medium Enterprises Development Act 2006.

6) **Related Party Disclosures:**

A. Name of related parties and description of relationship:

Name of Related Party	Nature of relationship
M/s Shradha Infraprojects Limited	Holding Company

B. Transaction during the year with related parties:

(Previous year figs. are given in bracket)

Sr. No.	Nature of Transaction	a) Holding Company	b) Associate	c) Subsidiary	d) Key Management Personnel	e) Other Related Parties	Total
a)	Loan taken from						
1	M/s Shradha Infraprojects Limited						
	Opening Balance	(5,23,54,637)	-	-	-	-	(5,23,54,637)



Sr. No.	Nature of Transaction	a) Holding Company	b) Associate	c) Subsidiary	d) Key Management Personnel	e) Other Related Parties	Total
	During the year loan received	22,80,000 (4,31,50,000)	-	-	-	-	22,80,000 (4,31,50,000)
	Repayment of loan	22,80,000 (9,69,06,148)	-	-	-	-	22,80,000 (9,69,06,148)
	Interest on Loan	24,918 (15,57,235)	-	-	-	-	24,918 (15,57,235)

C. The details of amounts due to or due from related parties as at March 31, 2018 are as follows:

NIL

7) C.I.F. value of Imports, Expenditures and Earnings in Foreign Currencies:

**As at 31<sup>st</sup> March, 2018**

- |                                      |            |
|--------------------------------------|------------|
| a) C.I.F. value of Import            | <b>Nil</b> |
| b) Expenditure in Foreign Currencies | <b>Nil</b> |
| c) Earnings in Foreign Currencies    | <b>Nil</b> |

8) Closing balances are subject to confirmation by third parties.

9) Last year figures have been regrouped wherever necessary.

**Signatures to Notes 1 to 21**

**As per our report of even date attached**

**For S. P. Pimpalwar & Co.**

*Chartered Accountants*

Firm Reg. No.: 113395 W

**For and on behalf of the Board of Directors**



*[Handwritten Signature]*

**CA S. P. Pimpalwar**

*Partner*

Membership No. 41078

**Ms. Vaishali Bangre**

*Director*

*[Handwritten Signature]*

**Ms. Karnika Bothra**

*Director*

Nagpur, May 22, 2018

Nagpur, May 22, 2018