

NEEMRANA BUILDERS LLP
F.Y. 2013-2014

AUDITOR'S REPORT

To,
The Partners of M/s Neemrana Builders LLP

We have audited (for Income Tax purpose) the accompanying financial statements of M/s Neemrana Builders LLP, which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit & Loss, Cash Flow Statement for the year ended on that date annexed thereto and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements are prepared, in all material aspects, in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014 ;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date;
and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For **B. CHHAWCHHARIA & CO.**
Chartered Accountants
Firm registration No: 305123E



Abhishek Gupta
Abhishek Gupta
Partner

Membership No.: 529082

Place: New Delhi
Date: 17th May, 2014

NEEMRANA BUILDERS LLP
STATEMENT OF ASSETS & LIABILITIES AS AT 31ST MARCH, 2014

Particulars	Notes	AS AT		AS AT	
		31.03.2014		31.03.2013	
		₹	₹	₹	₹
CONTRIBUTION AND LIABILITIES					
<u>Partners' Funds</u>	1				
Contribution		3,705,600		13,561,297	
Current Account		<u>(63,119)</u>	3,642,481	<u>(215,978)</u>	13,345,319
<u>Current Liabilities</u>					
Trade Payables	2	-		30,337	
Other Current Liabilities	3	<u>10,028,090</u>	10,028,090	<u>35,308</u>	65,645
			<u>13,670,571</u>		<u>13,410,964</u>
APPLICATION OF FUNDS					
<u>Current Assets</u>					
Inventories	4	13,402,012		13,402,012	
Cash & Cash Equivalents	5	127,526		8,952	
Short Term Loans & Advances	6	<u>141,033</u>	13,670,571	-	13,410,964
			<u>13,670,571</u>		<u>13,410,964</u>
SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES ON ACCOUNTS	9				

The Notes referred above form an integral part of the accounts.
 In terms of our report of even date attached herewith

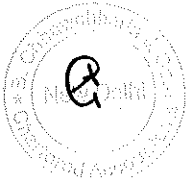
For B. CHHAWCHHARIA & CO.
 Chartered Accountants
 Firm Registration No: 305123E

Gupta

Abhishek Gupta
 Partner
 Membership No: 529082
 Place: New Delhi
 Date: 17th May, 2014

VG *[Signature]*
 AG *[Signature]*
 VRG *[Signature]*

Designated Partners



NEEMRANA BUILDERS LLP
STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31ST MARCH, 2014

Particulars	Notes	2013 - 2014	2012 - 2013
		₹	₹
<u>Income</u>		-	-
<u>Expenditure</u>			
Direct Costs:			
Project Expenses	7	-	33,708
Changes in Inventories	8	-	(33,708)
Rates and Taxes		8,992	3,857
Legal and Professional expenses		12,922	18,792
Auditors' Remuneration			
For Statutory Audit		28,090	28,090
For Other Services		1,124	2,809
Miscellaneous expenses		11,991	21
		<u>63,119</u>	<u>53,569</u>
Profit/(Loss) for the year		(63,119)	(53,569)
Appropriation of Profit/(Loss)	%		
Ashiana Housing Ltd.	98.5	(62,171)	(52,765)
Vishal Gupta	0.5	(316)	(268)
Ankur Gupta	0.5	(316)	(268)
Varun Gupta	0.5	(316)	(268)
		<u>(63,119)</u>	<u>(53,569)</u>

The Notes referred above form an integral part of the accounts.

In terms of our report of even date attached herewith

For B. CHHAWCHHARIA & CO.

Chartered Accountants

Firm Registration No: 305123E

Gupta.

Abhishek Gupta
Partner

Membership No: 529082

Place: New Delhi

Date: 17th May, 2014

VG *[Signature]*
AG *[Signature]*
VRGV *[Signature]*

Designated Partners



NOTES TO THE ACCOUNTS

	AS AT 31.03.2014 ₹	AS AT 31.03.2013 ₹
1 PARTNERS' FUND		
a) CONTRIBUTION		
Ashiana Housing Ltd		
Balance B/F	13,357,876	13,357,876
Net (Dr.)/ Cr. during the year	<u>(9,707,860)</u>	<u>-</u>
	<u>3,650,016</u>	<u>13,357,876</u>
Varun Gupta		
Balance B/F	67,807	67,807
Net (Dr.)/ Cr. during the year	<u>(49,279)</u>	<u>-</u>
	<u>18,528</u>	<u>67,807</u>
Ankur Gupta		
Balance B/F	67,807	67,807
Net (Dr.)/ Cr. during the year	<u>(49,279)</u>	<u>-</u>
	<u>18,528</u>	<u>67,807</u>
Vishal Gupta		
Balance B/F	67,807	67,807
Net (Dr.)/ Cr. during the year	<u>(49,279)</u>	<u>-</u>
	<u>18,528</u>	<u>67,807</u>
	<u>3,705,600</u>	<u>13,561,297</u>
b) CURRENT ACCOUNT		
Ashiana Housing Ltd		
Balance B/F	(212,363)	(184,629)
Net (Dr.)/ Cr. during the year	212,363	25,031
Share of profit/(loss)	<u>(62,171)</u>	<u>(52,765)</u>
	<u>(62,171)</u>	<u>(212,363)</u>
Vishal Gupta		
Balance B/F	(1,205)	(937)
Net (Dr.)/ Cr. during the year	1,205	-
Share of profit/(loss)	<u>(316)</u>	<u>(268)</u>
	<u>(316)</u>	<u>(1,205)</u>
Ankur Gupta		
Balance B/F	(1,205)	(937)
Net (Dr.)/ Cr. during the year	1,205	-
Share of profit/(loss)	<u>(316)</u>	<u>(268)</u>
	<u>(316)</u>	<u>(1,205)</u>
Varun Gupta		
Balance B/F	(1,205)	(937)
Net (Dr.)/ Cr. during the year	1,205	-
Share of profit/(loss)	<u>(316)</u>	<u>(268)</u>
	<u>(316)</u>	<u>(1,205)</u>
	<u>(63,119)</u>	<u>(215,978)</u>
2 TRADE PAYABLES		
Sundry Creditors	-	30,337
	<u>-</u>	<u>30,337</u>
3 OTHER CURRENT LIABILITIES		
Advance against sale of Land	10,000,000	-
Other liabilities	28,090	35,308
	<u>10,028,090</u>	<u>35,308</u>
4 INVENTORIES		
<u>Stock (As taken, valued and certified by the management)</u>		
Freehold Land	13,368,304	13,368,304
Work-in-progress	33,708	33,708
	<u>13,402,012</u>	<u>13,402,012</u>
5 CASH AND CASH EQUIVALENTS		
Cash-in-hand	10	10
Balances with Scheduled Banks :		
In Current Account	127,516	8,942
	<u>127,526</u>	<u>8,952</u>
6 SHORT TERM LOANS AND ADVANCES		
(Unsecured, considered good)		
Advance recoverable in cash or in kind or for value to be received	141,033	-
	<u>141,033</u>	<u>-</u>
	<u>2013 - 2014</u>	<u>2012 - 2013</u>
	₹	₹
7 PROJECT EXPENSES		
Other project related expenses	-	33,708
	<u>-</u>	<u>33,708</u>
8 CHANGES IN INVENTORIES		
<u>Opening Stock :</u>		
Freehold Land	13,368,304	13,368,304
Work-in-progress	33,708	-
	<u>13,402,012</u>	<u>13,368,304</u>
<u>Less: Closing Stock:</u>		
Freehold Land	13,368,304	13,368,304
Work-in-progress	33,708	33,708
	<u>13,402,012</u>	<u>13,402,012</u>
	<u>-</u>	<u>(33,708)</u>



9 NOTES ON ACCOUNTS

1 SIGNIFICANT ACCOUNTING POLICIES

SYSTEM OF ACCOUNTING :

The LLP adopts accrual basis of accounting in the preparation of accounts.

INVENTORIES :

Inventories are valued as follows:

a) Construction Material

At Lower of cost and net realizable value. However, materials and other items are not written down below cost if the constructed units in which they are used are expected to be sold at or above cost. Cost is determined on FIFO basis.

b) Land

At Lower of cost and net realizable value.

c) Unsold Completed Construction and Work in Progress

At Lower of cost and net realizable value. Cost includes direct materials, labour and Project specific direct and indirect expenses.

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates. assumption to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between actual results and estimates are recognised in the period in which the results are known/materialised.

2 In accordance with Accounting Standard 17 "Segment Reporting" as issued by ICAI, the LLP has determined its business segment as Real Estate Business. Since there are no other business segments in which the LLP operates, there are no other primary reportable segments. Therefore, the segment revenue, segment results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the financial statements.

3 There are no related party transaction during the year as specified in the Accounting Standard 18 on "Related Parties Disclosures" issued by The Institute of Chartered Accountants of India and hence the related disclosures have not been given.

4 Previous year figure have been regrouped/rearranged, wherever found necessary.

Signatures to Notes 1 to 9

In terms of our report of even date attached herewith

For B. CHHAWCHHARIA & CO.

Chartered Accountants

Firm Registration No: 305123E

Gupta

Abhishek Gupta

Partner

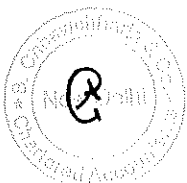
Membership No: 529082

Place: New Delhi

Date: 17th May, 2014

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Designated Partners



NEEMRANA BUILDERS LLP
CASH FLOW STATEMENT FOR THE YEAR ENDED 31TH MARCH, 2014

	2013 - 2014	2012 - 2013
	₹	₹
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items	(63,119)	(53,569)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	<u>(63,119)</u>	<u>(53,569)</u>
Adjusted for :		
Trade and other receivables	(141,033)	-
Inventories	-	(33,708)
Trade Payables and other current liabilities	9,962,445	46,617
CASH GENERATED FROM OPERATIONS	<u>9,758,293</u>	<u>(40,660)</u>
Direct Taxes paid / adjusted	-	-
Cash flow before extra ordinary items	9,758,293	(40,660)
Extra Ordinary items	-	-
Net cash from Operating activities (A)	<u><u>9,758,293</u></u>	<u><u>(40,660)</u></u>
CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Net Cash from investing activities (B)	<u><u>-</u></u>	<u><u>-</u></u>
CASH FLOW FROM FINANCING ACTIVITIES :		
Contribution/(withdrawals) from partners	(9,639,719)	25,031
Interest Paid	-	-
Net Cash from Financing activities (C)	<u><u>(9,639,719)</u></u>	<u><u>25,031</u></u>
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+ B+ C)	118,574	(15,629)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	8,952	24,581
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	127,526	8,952

01. Cash and Cash equivalents represent cash and bank balances only.

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For B. CHHAWCHHARIA & CO.
Chartered Accountants
Firm Registration No: 305123E

Gupta

Abhishek Gupta
Partner
Membership No: 529082
Place: New Delhi
Date: 17th May, 2014

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