

20-21

NARENDRA KOCHAR & CO.
CHARTERED ACCOUNTANTS
86, CANNING STREET
KOLKATA - 700 001

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF: **C.R. CONSTRUCTION PRIVATE LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **C.R. CONSTRUCTION PRIVATE LIMITED** ("the company"), which comprise the Balance Sheet as at 31st March, 2021 and the Statement of Profit and Loss, for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of the Management 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 of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under Section 133 of the Act. 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those on Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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 Companies Act 2013, this report does not include a statement on the matters specified in paragraphs 3 and 4 of the Order; since in our opinion and according to the information and explanation given to us, this order is not applicable to the company.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31 March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2021, 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, we state that our reporting on the same is not applicable to the Company.
 - 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 did not have any long- term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There are no amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place: Kolkata
Date: 27.11.2021
UDIN: 22052491AAAAEF4797



For NARENDRA KOCHAR & CO.
Chartered Accountants
Firm Registration No.: 315201E

NARENDRA KOCHAR
Partner
Membership No. 052491

C.R.CONSTRUCTION PRIVATE LIMITED**BALANCE SHEET AS AT 31ST MARCH 2021**

		As at 31st March, 2021 (Amount in Rs.)		As at 31st March, 2020 (Amount in Rs.)	
<u>EQUITIES & LIABILITIES</u>					
<u>Shareholders' Funds :</u>					
(a) Share Capital	2.1	20,10,000.00		20,10,000.00	
(b) Reserves & Surplus	2.2	<u>56,54,869.24</u>	76,64,869.24	<u>48,61,027.21</u>	68,71,027.21
<u>Current Liabilities</u>					
(a) Short Term Borrowing	2.3	10,17,15,008.34		8,42,85,074.00	
(b) Other Current Liabilities	2.4	6,18,22,441.18		6,61,57,250.35	
(c) Short Term Provision	2.5	<u>14,52,200.00</u>	<u>16,49,89,649.52</u>	<u>11,70,000.00</u>	<u>15,16,12,324.35</u>
			<u>17,26,54,518.76</u>		<u>15,84,83,351.56</u>
<u>ASSETS</u>					
<u>Non-Current Assets</u>					
(a) Other non Current Assets	2.6	<u>2,08,205.69</u>	2,08,205.69	<u>1,91,302.02</u>	1,91,302.02
<u>Current Assets</u>					
(a) Inventories	2.7	9,13,63,308.20		7,92,85,267.09	
(b) Trade Receivables	2.8	1,92,989.50		1,92,989.50	
(c) Cash & Cash Equivalents	2.9	22,63,271.44		19,85,445.76	
(d) Short Term Loans & Advances	2.1	7,61,82,093.43		6,65,94,619.90	
(e) Other Current Assets	2.11	<u>24,44,650.50</u>	<u>17,24,46,313.07</u>	<u>1,02,33,727.29</u>	<u>15,82,92,049.54</u>
			<u>17,26,54,518.76</u>		<u>15,84,83,351.56</u>
Significant Accounting Policies & Notes	1.1-1.9				
Notes to the Accounts	2.1-2.16.7				

Signed in terms of our report of even date
For Narendra Kochar & Co
Chartered Accountants
Firm Registration No:-315201E



Narendra Kochar
Partner
M No. : 052491
Kolkata, the 27th day of November, 2021

UDIN : 22052491AAAAEF4797



For and on behalf of the Board



NANDU K BELANI
Director
DIN : 00180521



GAURAV BELANI
Director
DIN : 00401507

C.R.CONSTRUCTION PRIVATE LIMITED

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED 31ST MARCH 2021

		For the year ended 31st March, 2021 Amount in Rs.	For the year ended 31st March, 2020 Amount in Rs.	
	Note No.			
I. Revenue From Operations				
Profit on sale of shares				
Interest - Others		34,49,294.03	34,49,294.03	47,12,660.00
II. Total Revenue		34,49,294.03		47,12,660.00
III. Expenses				
(a) Changes in Inventories of Work in Progress	2.12	(1,20,78,041.11)		(2,82,47,694.05)
(b) Project Expenses	2.13	12,34,689.36		1,52,14,080.88
(c) Salary & Bonus		45,000.00		1,05,000.00
(d) Finance Cost	2.14	1,30,18,079.75		1,30,33,613.17
(e) Other Expenses	2.15	1,35,724.00		1,16,794.37
IV. Total Expenses		23,55,452.00		2,21,794.37
V. Profit Before Tax		10,93,842.03		44,90,865.63
VI. Tax Expenses				
-Current Tax		3,00,000.00		11,70,000.00
-Previous Year		-	3,00,000.00	-
VII. Profit/(Loss) for the period(V-VI)		7,93,842.03		33,20,865.63
Earning per share				
Basic & Diluted Earnings per share (Face value Rs.10/-each)		3.95		16.52
Significant Accounting Policies	1.1-1.4			
Notes to the Accounts	2.1-2.16.7			

Signed in terms of our report of even date

For Narendra Kochar & Co

Chartered Accountants

Firm Registration No:-315201E



Narendra Kochar

Partner

M No. : 052491

Kolkata, the 27th day of November, 2021

UDIN : 22052491AAAAEF4797



For and on behalf of the Board



NANDUK BELANI

Director

DIN : 00180521



GAURAV BELANI

Director

DIN : 00401507

1 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON FINANCIAL STATEMENTS

1.1 Basis of Preparation of Financial Statements

The financial statements have been prepared in conformity with Generally Accepted Accounting Principles in India (Indian GAAP) to comply with all material respects with the Accounting Standards ('AS') notified under Section 133 of the Companies Act, 2013 read with Rules 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared under the historical cost convention and on accrual basis. Book of accounts have been prepared using mercantile system of accounting. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

1.2 Use of estimates

The preparation of financial statements is in conformity with Generally Accepted Accounting Principles, which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

1.3 Provisions, Contingent Liabilities and Contingent Assets

A provision is made when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on Management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates. Contingent Liabilities are not recognised and are disclosed in the notes to the accounts. Contingent Assets are neither recognised nor disclosed in the financial statements.

1.4 Impairment of Assets

Impairment of assets are assessed at Balance Sheet date and if any indicators of any impairment exists ,the same is assessed and provided for .

1.5 Taxation

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future. MAT Credit is not recognised as asset in view of prudent accounting practices .Same are being adjusted with current tax as and when such credits are available.

1.6 Borrowing Cost

Borrowing Cost that are directly attributable to the acquisition, construction of a qualifying assets are considered as part of the cost of the asset and other borrowing costs are recognised as expense in the year in which they are incurred.

1.7 Inventories

Raw Materials and Work in Progress are valued at Cost or Market Price whichever is lower.

1.8 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

1.9 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) 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 period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

1.10 Current and non-current classification

All assets and liabilities are classified into current and non-current. An asset is classified as current when it satisfies any of the following criteria: i) it is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle , ii) it is held primarily for the purpose of being traded; iii) it is expected to be realized within 12 months after the reporting date; or iv) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for atleast 12 months after the reporting date. Current assets include the current portion of non-current financial assets. All other assets are classified as non-current. A liability is classified as current when it satisfies any of the following criteria : i) it is expected to be settled in the Company's normal operating cycle; ii) it is held primarily for the purpose of being traded; iii) it is due to be settled within 12 months after the reporting date. Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

A handwritten signature in black ink is written over a circular stamp. The stamp contains text that is mostly illegible but appears to be a corporate seal or official stamp. The signature is a stylized, cursive mark.

2 NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

	As at 31st March, 2021 Amount in Rs.	As at 31st March, 2020 Amount in Rs.
2.1. SHARE CAPITAL		
<u>Authorised :</u>		
2,50,000 Equity Shares of Rs.10/- each(Previous Year 2,50,000)	25,00,000.00	25,00,000.00
<u>Issued, Subscribed & Paid up</u>		
2,01,000 Equity Shares (Previous Year 2,01,000 Shares) of Rs.10/- each fully paid up in cash	20,10,000.00	20,10,000.00

2.1.1 Additional Information

The Company has only one class of shares referred to as equity shares having a par value of 10/-. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the equity shareholders are entitled to receive the remaining assets after payment of all liabilities, in proportion to their shareholding.

2.1.2 Particulars of shareholders holding more than five percent shares in the company

Name of Share Holders	As at 31st March, 2021		As at 31st March, 2020	
	No of Shares	% held	No of Shares	% held
Nandu K Belani	53,000	26.37%	53,000	26.37%
Camac Leathers Private Limited	80,400	40.00%	80,400	40.00%
Surendra K Banthia	31,000	15.42%	31,000	15.42%
Bhavna Belani	21,400	10.65%	21,400	10.65%

2.1.3 Reconciliation of the number of Equity Shares and Share Capital

Balance at the beginning of the reporting period		Changes in equity share capital during the year		Balance at the end of the reporting period	
Numbers	Amount	Numbers	Amount	Numbers	Amount
2,01,000	20,10,000	-	-	2,01,000	20,10,000

2.2 RESERVES & SURPLUS

Balance as per Statement of Profit & Loss

Opening Balance	48,61,027.21	15,40,161.58
Add : Profit /(Loss) for the Year	7,93,842.03	48,61,027.21
Closing Balance	56,54,869.24	48,61,027.21

2.3 SHORT TERM BORROWINGS

(Loans Repayable on Demand)

Secured

From ICICI Bank Ltd	8,83,86,556.07	8,83,86,556.07	7,99,99,800.00	7,99,99,800.00
---------------------	----------------	----------------	----------------	----------------

Unsecured

From Body Corporates	1,33,28,452.27	1,33,28,452.27	42,85,274.00	42,85,274.00
----------------------	----------------	----------------	--------------	--------------

2.4 OTHER CURRENT LIABILITIES

Tax Deducted at Source	8,83,769.00	8,69,882.00
Interest Accrued and Due	-	52,52,392.17
Advance from Party	-	10,00,000.00
Advance Received	5,97,35,939.36	5,77,70,939.36
Professional Tax	2,260.00	2,040.00
Rent Payable	2,500.00	2,500.00
Security Deposit	1,237.00	1,237.00
Outstanding Liabilities	11,96,735.82	6,18,22,441.18
	12,58,259.82	6,61,57,250.35

2.5 SHORT TERM PROVISION

Income Tax Provision - AY 2020-21	11,70,000.00	11,70,000.00
Income Tax Provision - AY 2021-22(net of tax paid)	2,82,200.00	-
	14,52,200.00	11,70,000.00

C.R.CONSTRUCTION PRIVATE LIMITED

2.6 OTHER NON CURRENT ASSETS				
Security Deposit		<u>2,08,205.69</u>		<u>1,91,302.02</u>
2.7 INVENTORIES				
Work In Progress (at cost, as valued and certified by the management)		<u>9,13,63,308.20</u>		<u>7,92,85,267.09</u>
2.8 TRADE RECEIVABLES				
Unsecured - Considered Good -Debts outstanding for a period exceeding 6 months		<u>1,92,989.50</u>		<u>1,92,989.50</u>
2.9 CASH & BANK BALANCES				
Cash & cash Equivalents				
Cash in hand	17,476.00		1,345.00	
Balances with Scheduled Banks - In Current Accounts	<u>22,45,795.44</u>	<u>22,63,271.44</u>	<u>19,84,100.76</u>	<u>19,85,445.76</u>
2.10 SHORT TERM LOANS & ADVANCES				
Advances (recoverable in cash or in kind or for value to be received)	5,32,875.10		24,63,340.10	
Loan to Company	<u>7,56,49,218.33</u>		<u>6,41,31,279.80</u>	
		<u>7,61,82,093.43</u>		<u>6,65,94,619.90</u>
2.11 OTHER CURRENT ASSETS				
Others - Cenvat Credit of GST	20,87,237.14		20,61,092.40	
Balance with Government Authorities	<u>3,57,413.36</u>		<u>3,55,594.36</u>	
Accrued Interest and Due	-	<u>24,44,650.50</u>	<u>78,17,040.53</u>	<u>1,02,33,727.29</u>



C.R.CONSTRUCTION PRIVATE LIMITED
Notes to Financial Statements

	For the year ended 31st March, 2021		For the year ended 31st March, 2020	
	Amount in Rs.		Amount in Rs.	
2.12 CHANGES IN INVENTORIES OF WORK - IN - PROGRESS				
Work - In - Progress at commencement	7,92,85,267.09		5,10,37,573.04	
Work - In - Progress at end	9,13,63,308.20	(1,20,78,041.11)	7,92,85,267.09	(2,82,47,694.05)
2.13 Project Expenses				
Architect Fees	-		2,29,098.00	
Brick	-		-	
Consumable Items	1,200.00		-	
Consultancy Fees	5,18,587.00		74,000.00	
Doors & Windows	-		-	
Electrical Installations & Fittings	-		-	
Electric Charges	41,383.36		93,035.88	
E-mail & Internet Charges	6,743.00		10,989.00	
General Expenses	-		23,134.00	
Marketing Expenses	3,625.00		2,89,590.00	
Labour Charges	24,999.00		1,40,52,127.00	
Legal Expenses	670.00		570.00	
Manpower Deputation Charges	-		45,000.00	
Project Insurance	3,82,320.00		-	
Printing & Stationery	-		1,290.00	
Pump Set	-		-	
Rates & Taxes	-		1,23,425.00	
Sanitary & Plumbing	-		-	
Security Charges	2,44,000.00		2,37,405.00	
Sundry Balances Written off	760.00		-	
Site Maintenance	757.00		22,547.00	
Soil Investigation Charges	-		-	
Staff Welfare - Site	9,645.00		11,870.00	
Transport Charges	-		-	
Water Connection Expenses	-	12,34,689.36	-	1,52,14,080.88
2.14 FINANCE COST				
Interest on LAP	-		-	
Processing Fees	-		-	
Interest on Loan	1,30,18,079.75	1,30,18,079.75	1,30,33,613.17	1,30,33,613.17
2.15 OTHER EXPENSES				
Auditor's Remuneration	15,000.00		15,000.00	
Bank Charges	1,232.50		4,159.50	
Custody Fees - NSDL	5,000.00		5,000.00	
Demat Account Charges	3,233.50		625.00	
Escrow Account Annual Charges	1,00,000.00		-	
Filing Fees	5,700.00		3,500.00	
General Expenses	-		2,794.97	
Late Fee & Interest	200.00		-	
Legal Expenses - Registration	-		7,000.00	
Postage & Telegram	18.00		-	
Printing & Stationery	-		2,218.00	
Professional Fees	690.00		19,340.00	
Professional Tax - Company	2,500.00		-	
Subscriptions & Donations	-		55,001.00	
Trade Licence	2,150.00	1,35,724.00	2,155.90	1,16,794.37
		1,35,724.00		1,16,794.37



2.16 Additional Notes to the Accounts**2.16.1 Related Party Disclosures as per Accounting Standard-18**

Name of Related Parties and Description of Relationship	
Nandu K Belani	Director
Gaurav Belani	Director
Nikita Belani	Director

Enterprise where Key Management Personnel have Significant Influence

Belani Projects Limited

	<u>2020-21</u>	<u>2019-20</u>
Related Party Transactions		
<u>Unsecured Loan</u>		
Surana Mercantiles (P) Ltd		
Opening Balance	(93,64,037.00)	(93,64,037.00)
Loan Taken/Interest Accrued	-	-
Repaid/TDS	-	-
Closing Balance	(93,64,037.00)	(93,64,037.00)
<u>Services Availed</u>		
Belani Projects Limited		
Opening Balance	-	-
Services Received	-	2,51,766.34
Paid for the Services	-	2,51,766.34
Closing Balance (Gross)	-	-
2.16.2 Earning Per Share		
Profit After Tax	7,93,842.03	33,20,865.63
Nominal Value per share	10.00	10.00
Number of shares	2,01,000.00	2,01,000.00
Weighted Average Number of shares	2,01,000.00	2,01,000.00
Earning per share - Basic & Diluted	3.95	16.52

2.16.3 The company has not recognised deferred tax asset as a matter of prudence**2.16.4** The Company is a Small Company as defined in the Companies Act, 2013. Accordingly the Company has not prepared Cash Flow Statements as Small Companies are exempt from preparation of Cash Flow Statements .**2.16.5** Based on the information and documents available with the company, no creditor is covered under Micro, Small and Medium Enterprises Development, 2006 as a result no provisions/payments have been made by the company to such creditors and no disclosures are made in the accounts.**2.16.6** Other additional information pursuant to the provisions of Paragraph-5 of Part-II of the Schedule -III to the Companies Act,2013 : Nil (P.Y.NIL)**2.16.7** Previous year figure has been regrouped or rearranged wherever necessary.

Signed in terms of our report of even date

For Narendra Kochar & Co

Chartered Accountants

Firm Registration No:-315201E



Narendra Kochar

Partner

M No. : 052491

Kolkata, the 27th day of November, 2021

UDIN : 22052491AAAAEF4797



For and on behalf of the Board


NANDU K BELANI

Director

DIN : 00180521


GAURAV BELANI

Director

DIN : 00401507