



HANDS & ASSOCIATES

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of Identity Buildtech Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Identity Buildtech Private Private Limited ("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows 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, 2022, and loss, changes in equity and its cash flows 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.

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 of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for the safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of

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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 gives a true and fair view and is 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 concerned 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 Board of Directors is 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.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions



are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that individually or in aggregate, make it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

1. As precautionary measures to COVID-19, the statutory audit was conducted via making arrangements to provide requisite documents/ information through an electronic medium as an alternative audit procedure.

As a part of the alternative audit procedure, the Company has made available the following information/ records/ documents/ explanations to us through e-mail and remote secure network of the Company:

- a) Scanned copies of necessary records/documents deeds, certificates and the related records made available electronically through e-mail or remote secure network of the Company; and
- b) By way of enquiries through video conferencing, dialogues and discussions over the phone, e-mails and similar communication channels.

It has also been represented by the management that the data and information provided electronically for the purpose of our audit are correct, complete, reliable and are directly generated from the accounting system of the Company, extracted from the records and files, without any further manual modifications to maintain its integrity, authenticity, readability and completeness. In addition, based on our review of the various internal audit reports/inspection reports (as applicable), nothing has come to the knowledge that makes us believe that such an alternate audit procedure would not be adequate.

Our opinion is not modified in respect of these matters.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" statement 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 (including other comprehensive income), the statement of changes in equity and the Cash Flow Statement 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 the written representations received from the directors as of 31st March 2022 taken on record by the Board of Directors, none of the directors is disqualified as of 31st March 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f. 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 statements;
 - ii. The Company did 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.
 - iv. (a)The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity (ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or



provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to my/our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

v. There is no dividend declared or paid during the year by the company.

For **HANDS & Associates**
Chartered Accountants
Firm Regn. No. 025196N



Nitish Chugh

Partner

Membership No. 512742

UDIN:

Place of Signature: New Delhi

Date:



ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph - 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date.)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and

explanations given by the management and the books of account and other records examined by us in the normal course of the audit and to the best of our knowledge and belief, we report that: -

- (i) (a) (A) The company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.
- (B) The company does not have intangible assets. Hence paragraph 3(i)(a)(B) does not apply to the company.
- (b) The management has physically verified the property, plant and equipment at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) The company does not have any immovable property under the Property, Plant and Equipment. Hence paragraph 3(i)(c) does not apply to the company.
- (d) The company is not revaluing its property, plant and Equipment (including right of use assets) or intangible assets during the year, hence the paragraph 3 (1) (d) is not applicable on the company.
- (e) Based on the management representation, there is no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, hence the paragraph 3 (i) (e) is not applicable on the company.
- (ii) (a) On the basis of our examination of the books of accounts and records and in our opinion, the inventory of building materials has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. The coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory have been found by the management. According to the information and explanations given to us, keeping in view the nature of the operations of the company, the inventory of work-in-progress, cannot be physically verified. As explained to us, there were no material discrepancies noticed on the physical verification of inventory.
- (b) The company does not have any working capital loan . Hence paragraph 3(ii)(b) does not apply to the company.
- (iii) On the basis of our examination of the books of accounts and records, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Hence paragraph 3 (iii) is not applicable to the company.
- (iv) In our opinion, in respect of loans, investments, guarantees, and security provisions of section 185 and 186 of the Companies Act, 2013 has been complied with.
- (v) The company has not accepted any deposits or amounts which are deemed to be deposited; hence paragraph 3(v) of the order is not applicable.



- (vi) In our opinion, paragraph 3(vi) of the order is not applicable.
- (vii) (a) The Company does not have liability in respect of Service tax, Duty of excise, Sales tax and Value added tax during the year since effective 1 July 2017, these statutory dues have been subsumed into Goods and Services Tax.

On the basis of 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, employees' state insurance, income tax, goods and services tax, duty of customs, cess and any other statutory dues have generally been regularly deposited during the year by the company with the appropriate authorities to the extent applicable to it.

In our opinion, no undisputed amounts payable in respect of provident fund, income tax, goods and services tax, sales tax, value-added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2022 for a period of more than six months from the date they became payable.

(b) On the basis of our examination of the books of accounts and records, the details of the dues referred to in sub clause (a) above that have not been deposited on account of any dispute are as under: -

Name of the Statute	Nature of dues	Amount (In Rs.)	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Tax Deducted at Source	29.11 Lakh	A.Y.2014-15	CIT (A)

- (viii) There are no transactions which are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), hence clause 3 (viii) is not applicable to the company.
- (ix) (a) There is no default in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The company has not been declared a willful defaulter by any bank or financial institution or government or any government authority.
- (c) The company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
- (d) The company has not raised funds on a short-term basis. Hence, paragraph 3(ix)(d) is not applicable.
- (e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.



- (f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) During the year the company has not raised money by way of initial public offer/ further public offer (including debt instruments). Hence paragraph 3(x) of the order is not applicable.
- (xi) (a) No fraud by the company or any fraud on the Company has been noticed or reported during the course of our audit.
- (b) Based on our examination of the records of the Company and in our opinion, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistleblower complaints received by the company during the year.
- (xii) In our opinion, the Company is not a Nidhi company. Hence, paragraph 3(xii) of the Order is not applicable.
- (xiii) Based on our examination of the records of the Company and in our opinion, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) The company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act 2013.
- (xv) The company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- (xvi) (a) Based on our examination of the records of the Company, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.
- (b) Based on our examination of the records of the Company, the Company has not conducted any non-Banking financial or Housing Finance activities without a valid Certificate of the Registration from the Reserve Bank of India Act, 1934.
- (c) Based on our examination of the records of the Company, the Company is not a Core Investment company (CIC) as defined in the regulations made by the Reserve Bank of India and accordingly, there is no requirement to fulfill the criteria of a CIC.
- (d) Based on our examination of the records of the Company, there is no CIC as part of the group and therefore Clause 3 (xvi) (d) is not applicable to the company



- (xvii) Based on our examination of the records of the Company, the Company has incurred cash losses amounting to Rs. 40.40 Lakh and Rs. 3.01 Lakh in the financial year and in the immediately preceding financial year respectively.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable.
- (xix) According to the information and explanations are given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of the balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) According to the information and explanations are given to us, Section 135 of the Companies Act, 2013 is not applicable to the Company. Hence paragraph 3(xx) of the said order is not applicable to the Company.

For **HANDS & Associates**
Chartered Accountants
Firm Regn. No. 025196N



Nitish Chugh

Partner

Membership No. 512742

UDIN: 22512742 ALEXJR4112

Place of Signature: New Delhi

Date: 25 MAY 2022



Identity Buildtech Pvt. Ltd.
606, 6th FLOOR, INDRA PRAKASH, 21 BARAKHAMBA ROAD, NEW DELHI-110001
CIN No.- U45200DL2006PTC153603
BALANCE SHEET AS AT 31st Mar, 2022

(Rs. In Lakh)

		As at 31st Mar, 2022	As at 31st Mar, 2021
I. ASSETS			
1 Non-current assets			
a Property, plant and equipment	2	3.73	-
b Income tax	3	2.19	1.14
Total non-current assets		5.92	1.14
2 Current Assets			
a Inventories	4	4,995.98	1,858.24
b Financial assets			
i Cash and cash equivalents	5	503.64	1,751.10
ii Other financial assets	6	125.00	125.00
c Other Current Assets	7	883.12	270.86
Total current assets		6,507.74	4,005.20
TOTAL ASSETS		6,513.67	4,006.34
I. EQUITY AND LIABILITIES			
1 Equity			
a Equity	8	1.00	1.00
b Other Equity	9	72.23	112.99
Equity attributable to owners of the Company		73.23	113.99
2 Non Current Liabilities			
a Financial liabilities			
i Long Term Borrowings	10	4,450.00	1,915.35
ii Other financial liabilities	11	338.14	13.15
b Long Term Provisions	12	8.48	7.23
Total non-current liabilities		4,796.61	1,935.73
2 Current Liabilities			
a Financial liabilities			
i Trade Payables	13		
(a) Total outstanding dues of micro enterprises and small enterprises		324.54	107.72
(b) Total outstanding dues of micro enterprises and small enterprises		765.86	1,383.07
ii Other financial liabilities	14	49.39	205.57
b Short Term Provisions	15	-	0.23
c Other Current Liabilities	16	504.03	260.03
Total current liabilities		1,643.82	1,956.62
TOTAL LIABILITIES		6,513.67	4,006.34

The accompanying notes are an integral part of the financial statements


1-50

AS PER OUR REPORT OF EVEN DATE ATTACHED

For M/S H A N D S & Associate
Chartered Accountants

For and on behalf of the Board

Firm Registration No.- 025196N


CA Nitish Kumar Chugh
Partner



Membership No.-512742
UDIN: 22512742 ALEXJR4112

Place:- New Delhi
Date:- 25th May, 2022



Tarun Kathuria
Director
DIN : 00120432



Vineet Miglani
Director
DIN : 06862347

Identity Buildtech Pvt. Ltd.

606, 6th FLOOR, INDRA PRAKASH, 21 BARAKHAMBHA ROAD, NEW DELHI-110001

CIN No.- U45200DL2006PTC153603

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st Mar, 2022

(Rs. In Lakh)

		For the year ended 31st Mar, 2022	For the year ended 31st Mar, 2021
REVENUE			
- Revenue from Operations	17	-	3.37
Total Revenue		<u>-</u>	<u>3.37</u>
EXPENSES			
- Cost of Construction	18	-	-
- Employee Benefits Expense	19	27.34	-
- Finance Costs	20	1.46	0.14
- Depreciation	2	0.36	-
- Other Expenses	21	11.60	6.24
Total Expenses		<u>40.76</u>	<u>6.38</u>
Profit/ (Loss) Before Tax		<u>(40.76)</u>	<u>(3.01)</u>
Tax Expense:			
- Current Tax		-	-
- Deferred Tax		-	-
Profit/ (Loss) for the year		<u>(40.76)</u>	<u>(3.01)</u>
Other comprehensive income			
i. Items that will not be reclassified to profit and loss			
ii. Items that will be reclassified to profit and loss			
Other comprehensive income for the year		<u>-</u>	<u>-</u>
Total Comprehensive Income for the year		<u>(40.76)</u>	<u>(3.01)</u>
Earnings per equity share of face value of Rs. 10 each.			
- Basic and Diluted		<u>(407.58)</u>	<u>(30.05)</u>

The accompanying notes are an integral part of the financial statements

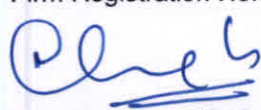
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AS PER OUR REPORT OF EVEN DATE ATTACHED

For M/S H A N D S & Associate

Chartered Accountants

Firm Registration No.- 025196N


CA Nitish Kumar Chugh
Partner

Membership No.-512742

UDIN: 22512742ALEXJR4112

Place:- New Delhi

Date:- 25th May, 2022



For and on behalf of the Board



Tarun Kathuria
Director
DIN : 00120432



Vineet Miglani
Director
DIN : 06862347

Identity Buildtech Pvt. Ltd.

606, 6th FLOOR, INDRA PRAKASH, 21 BARAKHAMBA ROAD, NEW DELHI-110001

CIN No.- U45200DL2006PTC153603

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st Mar, 2022

(Rs. In Lakh)

	For the year ended 31st Mar, 2022	For the year ended 31st Mar, 2021
A. Cash Flow from Operating Activities		
Net Profit before taxation	(40.76)	(3.01)
Adjustments for		
Interest and finance charges	1.46	0.14
Depreciation	0.36	-
Operating Profit Before working capital change	(38.94)	(2.87)
Movement in working capital:		
Adjustments for (Increase)/decrease in operating assets:		
Inventories	(2,812.71)	(46.42)
Other financial assets - current	-	-
Other assets - current	(612.26)	(217.61)
Adjustments for Increase/(decrease) in operating liabilities:		
Trade payable	(400.39)	(156.58)
Other financial liabilities - current	(156.18)	196.71
Other liabilities - current	243.99	38.63
Provisions - non current	1.25	7.23
Provisions - current	(0.23)	(1.71)
Cash generated from Operation	(3,775.49)	(182.61)
Income Tax	(1.05)	(0.08)
Net Cash Flow from Operating Activities (A)	(3,776.54)	(182.69)
B. Cash Flow Investing Activities		
Payment for Property, Plant and equipment, Investment properties and intangible assets including under development	(4.09)	-
Net Cash Flow Investing Activities (B)	(4.09)	-
C. Cash Flow Financing Activities		
Proceeds from Long -Term Borrowings	2,534.65	1,928.50
Interest paid	(1.46)	(0.14)
Net Cash Flow Financing Activities (C)	2,533.19	1,928.36
D. Net Increase / (Decrease) in Cash & Cash equivalents (A + B + C)	(1,247.44)	1,745.68
E. Cash & Cash Equivalents at beginning of the year	1,751.10	5.42
F. Cash & Cash equivalents at end of the year	503.64	1,751.10

The accompanying notes are an integral part of the financial statements 1-50

AS PER OUR REPORT OF EVEN DATE ATTACHED

For M/S H A N D S & Associate

Chartered Accountants

Firm Registration No.- 025196N

CA Nitish Kumar Chugh

Partner

Membership No.-512742

UDIN: 22512742ALEXJR4112

Place:- New Delhi

Date:- 25th May, 2022



For and on behalf of the Board

Tarun Kathuria

Director

DIN : 00120432

Vineet Miglani

Director

DIN : 06862347

Identity Buildtech Pvt. Ltd.
606, 6th FLOOR, INDRA PRAKASH, 21 BARAKHAMBHA ROAD, NEW DELHI-110001
CIN No.- U45200DL2006PTC153603
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st Mar, 2022

a Equity Share Capital	No. of shares	(Rs. In Lakh)	
		Amount	
- Equity Share Capital of Rs. 10/- each Issued, Subscribed and fully Paid			
Opening balance as at 1st April, 2020	10,000	1.00	
Changes in equity share capital during the year	--	-	
Balance as at 31st March, 2021	10,000	1.00	
Changes in equity share capital during the year	--	-	
Balance as at 31st March, 2022	10,000	1.00	

b Other Equity	Reserve & Surplus		Amount
	Retained Earnings	Debenture Redemption Reserve	Total
Particulars			
- Opening balance as at 1st April, 2020	116.00	-	116.00
Profit/ (Loss) for the year	(3.01)	-	(3.01)
- Balance as at 31st March, 2021	112.99	-	112.99
Profit/ (Loss) for the year	(40.76)	-	(40.76)
Less- Transfer to Debenture Redemption Reserve	-	-	-
- Balance as at 31st March, 2022	72.23	-	72.23

The accompanying notes are an integral part of the fir 1-50

AS PER OUR REPORT OF EVEN DATE ATTACHED

For M/S H A N D S & Associate
Chartered Accountants
Firm Registration No.- 025196N



CA Nitish Kumar Chugh
Partner
Membership No.-512742

UDIN: 22512742 ALEXJR4112

Place:- New Delhi

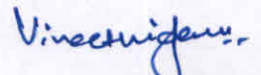
Date:- 25th May, 2022



For and on behalf of the Board



Tarun Kathuria
Director
DIN : 00120432



Vineet Miglani
Director
DIN : 06862347

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

Background

Identity Buildtech Private Limited was incorporated on 12/09/2006 (Hereinafter referred to as the Company). The Company is a wholly owned subsidiary of the Ansal Housing Limited "(Holding Company" "AHL)" and involved in the activity of land purchase for developing the same by holding company.

1 SIGNIFICANT ACCOUNTING POLICIES

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

i) Basis of preparation

a) Compliance with Ind AS

The financial statements are prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The transition to Ind AS has not affected the reported financial position, financial performance and cash flows of the Company no separate reconciliation has been disclosed.

b) Basis of Measurement

The financial statements have been prepared on a historical cost basis, except for the following:

These financial statements are prepared in accordance with Indian Accounting Standards (IND ASs) with the going-concern principle and on a historical cost basis except for Certain Financials Assets and Liabilities that are measured at Fair Value (Refer Accounting Policy Regarding Financial Instruments). The methods used to measure fair values are discussed below.

The presentation and grouping of individual items in the Balance Sheet, the Statement of Profit & Loss and the Cash Flow statement are based on the principle of materiality.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

For financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

All assets and liabilities for which fair value is measured or disclosed in the financial statement are categorised within the fair value hierarchy, describes as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

c) **Current versus non-current classification**

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

-Expected to be realised or intended to be sold or consumed in normal operating cycle

Held primarily for the purpose of trading

Expected to be realised within twelve months after the reporting period, or

Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

It is expected to be settled in normal operating cycle

It is held primarily for the purpose of trading

It is due to be settled within twelve months after the reporting period, or

There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. Based on the nature of products/ activities of the Company and the normal time between the acquisition of the assets and their realisation in cash or cash equivalent, the Company has determined its operating cycle as 48 months for real estate projects and 12 months for others for the purpose of classification of its assets and liabilities as current and non current.

II **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A summary of the significant accounting policies applied in the preparation of the financial statements are as given below. These accounting policies have been applied consistently to all periods presented in the financial statements.

i) **Property, plant and equipment**

Property, Plant and Equipment is carried at cost less accumulated depreciation and accumulated impairment losses, if any. The cost comprises its purchase price, directly attributable cost of bringing the asset to its working condition for its intended use and borrowing Costs attributable to construction of qualifying asset, upto the date asset is ready for its intended use; any trade discounts and rebates are deducted in arriving at the purchase price.

Transition to Ind AS:

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at April 1, 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Subsequent costs

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Derecognition

An item of Property, Plant & Equipment is derecognised upon disposal or when no future economic benefits are expected from the use. Any gains and losses on disposal of an item of Property, Plant and Equipment are determined by comparing the proceeds from disposal with the carrying amount of Property, Plant and Equipment and are recognised net within "Other income/ Other expenses" in the Statement of Profit and Loss

Depreciation

Depreciation is charged on the assets as per Written Down Value method at rates worked out based on the useful lives and in the manner prescribed in the Schedule II to the Companies Act, 2013. The depreciation method, useful lives and residual value are reviewed at each of the reporting date. Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (up to) the date on which the asset is ready for use (disposed off). The residual values and useful life are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

ii) **Intangible assets**

Computer software

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.

Amortisation methods and periods:

The Company amortises intangible assets with the finite useful life (computer software) using straight line method over a period of 5 years.

iii) **Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of

a) **Financial Assets**

Financial assets comprise - Cash and cash equivalents and other eligible assets.

Initial recognition and measurement:

All financial assets are recognised initially at fair value except trade receivables which are initially measured at transaction price. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through profit or loss) are included in the fair value of the financial assets. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent Measurement:

-**Financial Assets measured at amortised cost:** Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payment of principal and interest (SPPI) on principal amount outstanding are measured at amortised cost using effective interest rate (EIR) method.

They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. These financial assets are subsequently carried at amortized cost using the effective interest method, less any impairment loss. The EIR amortisation is recognised as finance income in the Statement of Profit and Loss.

- **Financial assets at fair value through other comprehensive income (FVTOCI):** Financial assets held within a business model whose objective is achieved by both collecting the contractual cash flows and selling the financial assets and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payment towards principal and interest (SPPI) on principal outstanding are subsequently measured at FVTOCI. Fair value movements in financial assets at FVTOCI are recognised in other comprehensive income. However, the Company recognises interest income, impairment losses & reversals and foreign exchange gain loss in statement of profit and loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from equity to profit and loss. Interest earned is recognised under the expected interest rate (EIR) model.

-**Equity instruments other than investment in associates:** Equity instruments held for trading are classified at fair value through Profit or Loss (FVTPL). For other equity instruments the Company classifies the same as at FVTOCI. The classification is made on initial recognition and is irrevocable. Fair value changes on equity instruments at FVTOCI, excluding dividends, are recognised in other comprehensive income (OCI).

- **Financial assets at fair value through fair value through Profit or Loss (FVTPL):** Financial assets are measured at FVTPL if it does not meet the criteria for classification as measured at amortised cost or at fair value through other comprehensive income. Fair value changes are recognised in Statement of Profit and Loss.

Subsequent measurements of financial assets are dependent on initial categorisation.

Derecognition of financial assets:

Financial assets are derecognised when the contractual rights to the cash flows from the financial assets expire or the financial asset is transferred and the transfer qualified for derecognition. On derecognition of financial asset in its entirety the difference between the carrying amount (measured at the date of derecognition) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognised in Statement of Profit and Loss.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

Impairment of financial assets:

Trade receivables, contract assets, receivables under Ind AS 109 are tested for impairment based on the expected credit losses (ECL) for the respective financial asset. ECL impairment loss allowance (or reversal) recognised during the period is recognised as income/expense in the Statement of Profit and Loss. The approach followed by the company for recognising the impairment loss is given below:

1) Trade receivables

An impairment analysis is performed at each reporting date. The expected credit losses over lifetime of the asset are estimated by adopting the simplified approach using a provision matrix which is based on historical loss rates reflecting current condition and forecasts of future

2) Other financial assets

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL issued. If in subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12 month ECL.

b) Financial liabilities:

Financial liabilities comprise borrowings, trade payables and other eligible liabilities.

Initial recognition and measurement:

Financial liabilities are initially recognised at fair value. Any transaction costs that are attributable to the acquisition of the financial liabilities (except financial liabilities at fair value through profit or loss) are deducted from the fair value of financial liabilities.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at amortised cost: The Company has classified the following under amortised cost:

- a) Trade payables
- b) Other financial liabilities

After initial measurement, such financial liabilities are subsequently measured at amortized cost using the EIR method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the profit or loss. This category generally applies to trade payables and other contractual

- **Financial liabilities at fair value through profit or loss (FVTPL):** Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments

For trade and other payables maturing within one year from the Balance Sheet Date are carried at a value which is approximately equal to fair value due to the short maturity of these instruments.

Gains or losses on liabilities held for trading are recognized in the profit or loss.

Derecognition of financial liabilities

A financial liability shall be derecognised when, and only when, it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized

c) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

d) **Reclassification of Financial Assets**

The Company determines the classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are categorised as equity instruments at FVTOCI and financial assets or financial liabilities that are specifically designated at FVTPL. For financial assets, which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

iv) **Borrowing Costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of that asset. Other borrowing costs are recognized as expenses in the period in which they are incurred. To the extent the Company borrows funds generally and uses them for the purpose of obtaining a qualifying asset, the Company determines the amount of borrowings costs eligible for capitalization by applying a capitalization rate to the expenditure incurred on such asset. The capitalization rate is determined based on the weighted average of borrowing costs applicable to the borrowings of the Company which are outstanding during the period, other than borrowings made specifically towards purchase of the qualifying asset. The amount of borrowing costs that the Company capitalizes during a period does not exceed the amount of borrowing costs incurred during that period.

v) **Impairment of non-financial assets**

The carrying amount of the Company's non-financial assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset or cash generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risk specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from the continuing use that are largely independent of cash inflows of other assets or group of assets (the cash generating unit).

An impairment loss is recognized if the carrying amount of an asset or its cash generating unit exceeds its estimated recoverable amount. Impairment losses are recognized in the Statement of Profit and Loss. Impairment losses are recognized in profit or loss. Impairment losses recognized in respect of CGUs are reduced from the carrying amounts of the assets of the CGU. Impairment losses are recognized in respect of cash generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit or group of units on a pro rata basis.

Reversal of impairment loss

Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net

vi) **Inventories**

Inventories are valued at lower of cost and net realizable value. Cost of Inventory(Stock In Trade) represents cost of land and all expenditure incurred in connection with.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

vii) **Provisions and Contingencies**

A provision arising from claims, litigation, assessment, fines, penalties, etc. is recognised when the Company has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. These are reviewed at each balance sheet date and adjusted to reflect current management estimates. Contingent liabilities are disclosed in respect of possible obligations that have arisen from past events and 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 enterprise. When there is a possible obligation or present obligation where the likelihood of an outflow is remote, no disclosure or provision is made.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. A contingent asset is disclosed, where an inflow of economic benefits is probable.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a

viii) **Accounting for Taxes on Income**

Income Taxes

Income tax comprises current tax and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

Current tax

Current tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted by the reporting date and applicable for the period. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the

Deferred tax

Deferred tax is recognized using the balance sheet approach. Deferred tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements, except when the deferred tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction.

Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

Deferred tax liabilities are recognized for all taxable temporary differences.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Minimum Alternate Taxes

set off against regular income tax payable in subsequent years. MAT paid in a year is charged to the Statement of Profit and Loss as current tax. The Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period i.e. the period for which MAT credit is allowed to be carried forward. MAT credit is recognised as an asset and is shown as 'MAT Credit Entitlement'. The Company reviews the 'MAT Credit Entitlement' asset at each reporting date and write down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

ix) **Foreign Currency Translations**

a) **Functional and Presentation Currency**

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian Rupee (INR), which is Radhika Heights Private Limited's functional and presentation currency.

b) **Foreign Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in profit or loss.

x) **Leases**

Where the company is the lessee

Right of use assets and lease liabilities

- For any new contracts entered into on or after 1 April, 2019, (the transition approach has been explained and disclosed in Note 47) the Company considers whether a contract is, or contains a lease. A lease is defined as 'a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration'

- *Classification of lease*

The Company enters into leasing arrangements for various assets. The assessment of the lease is based on several factors, including, but not limited to, transfer of ownership of leased asset at end of lease term, lessee's option to extend/purchase etc.

- *Recognition and initial measurement*

At lease commencement date, the Company recognizes a right-of-use asset and a lease liability on the balance sheet. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Company, an estimate of any costs to dismantle and remove the asset at the end of the lease (if any), and any lease payments made in advance of the lease commencement date (net of any incentives received).

- *Subsequent measurement*

useful life of the right-of use asset or the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist.

At lease commencement date, the Company measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the Company's incremental borrowing rate. Lease payments included in the measurement of the

lease liability are made up of fixed payments (including in substance fixed payments) and variable payments based on an index or rate. Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is re-measured to reflect any reassessment or modification, or if there are changes in substance fixed payments. When the lease liability is re-measured, the corresponding adjustment is reflected in the right-of-use asset.

The Company has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognizing a right-of-use asset and lease liability, the payments in relation to these are recognized as an expense in standalone statement of profit and loss on a straight-line basis over the lease term.

Where the company is the lessee

- Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental

income from operating lease is recognized on a straight line basis over the term of the relevant lease, except when the lease rentals, increase are in line with general inflation index. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

- Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

xi) **Cash and Cash Equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

Cash flow statement

Cash flow statement is prepared in accordance with the indirect method prescribed in Ind AS 7 'Statement of Cash Flows'.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

- xii) **Revenue Recognition**
Pursuant to the application of Ind AS 115 - 'Revenue from Contracts with Customers' effective from 1 April 2018, the Company has applied following accounting policy for revenue recognition. Revenue is measured at the fair value of the consideration received/receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government and is net of rebates and discounts. The Company assesses its revenue arrangements against specific criteria to determine if it is acting as principal or agent. The Company has concluded that it is acting as a principal in all of its revenue arrangements.
- The Company has applied five step model as per Ind AS 115 'Revenue from contracts with customers' to recognise revenue in the standalone financial statements. The Company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:
- (a) The customer simultaneously receives and consumes the benefits provided by the Company's performance as the Company performs; or
(b) The Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
(c) The customer simultaneously receives and consumes the benefits provided by the Company's performance as the Company performs; or
- For performance obligations where one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.
- Revenue is recognised either at point of time and over a period of time based on various conditions as included in the contracts with customers.
- a) **REAL ESTATE**
The Company engaged in the business of construction and development of integrated townships, residential and commercial complexes, Sale of land etc. Revenue from contracts is recognised when the performance obligation has been satisfied and control over the property has been transferred to the customers. The performance obligation is satisfied once the property is substantially completed and the control thereof is transferred from the company to the buyer upon possession/issuance of letter for offer of possession or completion certificate obtained/applied ("deemed date of possession"), whichever is earlier, subject to realisation/ certainty of realisation.
- b) **INTEREST TO/ FROM CUSTOMERS**
The revenue on account of interest on delayed payment by customers and expenditure on account of compensation / penalty for project delays are accounted for at the time of acceptance / settlement with the customers on the ground of prudence and uncertainties with regard to determination of amount receivable / payable.
- c) **SALE OF GOODS**
Revenue from the sale of goods is recognised when the goods are delivered and titles have passed, at which time all the following conditions are satisfied:
i) the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
ii) the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- d) **RENTAL INCOME**
Lease income on an operating lease is recognised in the statement of profit and loss on straight line basis over the lease term.
- e) **RENDERING OF SERVICES**
Revenue from a contract to provide services is recognised by on completion of the contract. The revenue from time and material contracts is recognised at the contractual rates as labour hours and direct expenses are incurred.
- f) **INTEREST INCOME**
Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.
- xiii) **Cost Recognition**
Costs and expenses are recognized when incurred and are classified according to their nature. Expenditure charged to Cost of Construction represents cost of land (including cost of development rights/land under agreements to purchase), estimated internal development charges, external development charges, employee costs, payment made to collaborators, expenses through contractors, material and store consumed, finance cost and other expenses incurred for construction undertaken by the Company which is charged to the statement of profit and loss based on the revenue recognised as explained in accounting policy for revenue from real estate projects above, in consonance with the concept of matching cost and revenue.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

- xiv) **Use of estimates & Judgements**
- The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.
 - In particular, information about significant areas of estimation of uncertainty and critical judgements in applying accounting policies at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year the amounts recognised in the financial statements are given below:
- a) **Revenue Recognition**
- The Revenue is more dependent over the estimated cost and estimated revenue of the projects. The Company estimates total cost and total revenue of the project at the time of launch of the project. These are reviewed at each reporting date. Significant assumptions are required in determining the stage of completion and the estimated total contract cost. These estimates are based on events existing at the end of each
- b) **Inventory**
- Inventory of real estate property including work-in-progress is valued at lower of cost and net realizable value (NRV). NRV of completed property is assessed by reference to market prices existing at the reporting date and based on comparable transactions made by the Company and/or identified by the Company for properties in same geographical area. NRV of properties under construction/development is assessed with reference to marked value of completed property as at the reporting date less estimated cost to
- c) **Deferred Tax Assets/Liabilities**
- Recognition of deferred tax assets is based on estimates of taxable profits in future years. The Company prepares detailed cash flow and profitability projections, which are reviewed by the board of directors of the Company.
- d) **Leases**
- The Company determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised
- The Company has several lease contracts that include extension and termination options. The Company applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Company reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements or significant customisation to the leased asset)
- xv) **Earnings Per Share**
- Basic earnings per share is computed using the weighted average number of equity shares outstanding during the period.
- Diluted earning per share is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic EPS and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for bonus shares, as appropriate.
- xvi) **Contingent liabilities :**
- Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgment of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management
- xvii) **Segment reporting**
- Business segment: The segmental reporting disclosures as required under Ind AS - 108 are not required, as there are no reportable business segments.
- xviii) **Rounding of amounts**
- All amounts disclosed in the financial statements and notes have been rounded as per the requirement of Part I of Schedule III, unless otherwise stated.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st MARCH, 2022

NOTE

2. PROPERTY, PLANT & EQUIPMENT

(Rs. in Lakh)

PARTICULARS	GROSS CARRYING VALUE				DEPRECIATION				NET BLOCK	
	AS AT 1.4.2021	ADDITIONS	DISPOSAL/ ADJUST- MENTS	AS AT 31.03.2022	AS AT 31-3-2021	CHARGE FOR THE YEAR	ELIMINATION ON DISPOSAL OF ASSETS	TOTAL UPTO -	AS ON 31-03-2022	AS ON 31-03.2021
Plant & Machinery	-	3.54	-	3.54	-	0.32	-	0.32	3.22	-
Furniture & Fixtures	-	0.24	-	0.24	-	0.01	-	0.01	0.24	-
Computers	-	0.31	-	0.31	-	0.03	-	0.03	0.28	-
TOTAL	-	4.09	0.00	4.09	0.00	0.36	0.00	0.36	3.73	0.00
Previous Year	-	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

NOTES:

Current Year

2.1. Depreciation has been charged to:

- Statement of Profit & Loss	0.36
- Projects In Progress Account	0.00

0.36



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

(Rs. In Lakh)

NOTE

3	NON CURRENT- INCOME TAX	As at 31st Mar, 2022	As at 31st Mar, 2021
	- Advance Income Tax/ Tax deducted at source	2.19	1.14
	Less: Provision for Income Tax	-	-
		<u>2.19</u>	<u>1.14</u>
4	INVENTORIES		
	(At lower of cost or Net realizable value)		
	- Building Material and stores	429.86	110.05
	- Projects in progress	4,566.11	1,748.19
		<u>4,995.98</u>	<u>1,858.24</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022
NOTE

(Rs. In Lakh)

	As at 31st Mar, 2022	As at 31st Mar, 2021
5 CASH AND CASH EQUIVALENTS		
Balance with Banks:		
- In current account	499.85	1,751.08
Cash on hand	3.80	0.02
	<u>503.64</u>	1,751.10
	<u><u>503.64</u></u>	<u><u>1,751.10</u></u>
5.1	Balance in current account includes Rs. 2.36 Lakh (as at 31st Mar 2021 Rs Nil) held in account for a project under Real Estate Regulation Act. The money can be utilised for payments of the specified projects.	
6 OTHER FINANCIAL ASSETS (Unsecured considered good)		
- Security Deposit Paid other than Collaborator- Ansal Housing Limited	125.00	125.00
	<u>125.00</u>	<u>125.00</u>
7 OTHER CURRENT ASSETS		
- Prepaid Expenses (including brokerage)	84.39	103.15
- Other advances	798.74	167.71
	<u>883.12</u>	<u>270.86</u>
7.1	Other Advances includes Advance to Contractors, Creditors and GST. Further it includes Rs.46.95 Lakh (PY Rs.24.70 Lakh) Recoverable from Ansal housing limited.	



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022
NOTE

8 EQUITY

Authorized, Issued, Subscribed and paid up share capital and par value per share

Particulars	As at 31st Mar, 2022	As at 31st Mar, 2021
- Authorized Share Capital		
50,000 (Previous year 50,000) Equity Shares of Rs.10/- each	5.00	5.00
	<u>5.00</u>	<u>5.00</u>
- Issued, Subscribed and Paid-up Share Capital		
10,000 (Previous year 10,000) Equity Shares of Rs.10/- each fully paid-up	1.00	1.00
	<u>1.00</u>	<u>1.00</u>

NOTES:

8.1 Terms/ Rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares would 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 the equity shares held by the shareholders.

8.2 Reconciliation of number of equity shares outstanding at the beginning and at the end of the year

Particulars	As at 31st Mar, 2022	As at 31st Mar, 2021
Number of shares outstanding as at the beginning of the year	10,000	10,000
Number of shares outstanding as at the end of the year	<u>10,000</u>	<u>10,000</u>

8.3 Detail of Shareholder's holding more than 5% shares

S.No.	Name of Shareholder	As at 31st Mar, 2022		As at 31st Mar, 2021	
		No. of shares	Percentage	No. of shares	Percentage
1	Ansal Housing Ltd. (including share held by nominee)	10,000	100.00%	10,000	100.00%

8.4 Details of Shareholding of promoters in capital of the company

S.No.	Promoter Name	No. of shares	Percentage	% change
1	Ansal Housing Ltd.	9,999	99.99%	-
2	Kushagr Ansal	1	0.01%	-



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

(Rs. In Lakh)

NOTE		As at		As at	
		31st Mar, 2022		31st Mar, 2021	
9	OTHER EQUITY				
-	Debenture Redemption Reserves				
	Opening Balance	110.00	-		
	Add: Transferred from Retained Earnings	-	110.00	110.00	110.00
-	Retained earnings				
	Opening Balance	2.99	116.00		
	Add: Profit/ (loss) for the year	(40.76)	(3.01)		
		<u>-37.77</u>	<u>112.99</u>		
	Less: Appropriations				
-	Amt. Transfer to Debenture Redemption Reserve	-	(37.77)	110.00	2.99
			<u>72.23</u>	<u>112.99</u>	

9.1 Nature and purpose of reserves:**- Debenture Redemption Reserve:**

In term of section 73 of the Companies Act, 2013, the Company is required to create 10% (Rs. 445.00 Lakh , P.Y. - 200 Lakh) as Debenture Redemption Reserve. However, in the absence of insufficient Retained Earnings as at March 31, 2022, the company has transferred Rs.Nil [P.Y. Rs. 110.00 Lakh] (to the extent availability of Retained Earning as at March 31, 2021) to the Debenture Redemption Reserve.

- Retained earnings - Retained earnings are profits of the company earned till date less transferred to general reserve (if any).



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

(Rs. In Lakh)

NOTE

10	LONG TERM BORROWINGS	As at 31st Mar, 2022	As at 31st Mar, 2021
	A) SECURED AT AMORTISED COST		
	From Body Corporates		
	4,450 Debentures of Rs.1,00,000/- each (P.Y. 2,000 Debentures of Rs.1,00,000/- each)	4,450.00	1,915.35
		<u>4,450.00</u>	<u>1,915.35</u>
10.1	Debenture from Corporate Bodies referred above to the extent of:		
	Rs. 4,450.00 Lakh (P.Y.-.1,915.35 Lakh) are secured by way of mortgage of project land owned by the Company and its holding company situated at Gurugram, assignment of receivables of Project Highland Park Project at Gurugram, mortgage of Holding Co. unsold plots & floors at Ansal Town Karnal, mortgage of unsold units at Ansal Courtyard ,Meerut and guaranteed by promoter director.		
	The Ind AS adjustment on the above loan is Rs Nil Lakh (P.Y.- .84.65 Lakh)		
	The rate of interest are as per the sanction letter/agreement.		
	Repayment Terms: Repayments are applicable within five years from the date of first allotment		
11	OTHER FINANCIAL LIABILITIES (NON-CURRENT)		
	- Interest Accrued but Not Due	338.14	13.15
		<u>338.14</u>	<u>13.15</u>
12	LONG TERM PROVISIONS		
	- Provision for compensated absences	1.59	1.54
	- Provision for Gratuity	6.89	5.69
		<u>8.48</u>	<u>7.23</u>
13	TRADE PAYABLES		
	- (a) Total outstanding dues of micro enterprises and small enterprises - (Refer Note 23)	324.54	107.72
	- (b) Total outstanding dues of creditors other than micro enterprises and small enterprises	765.86	1,383.07
		<u>1,090.41</u>	<u>1,490.79</u>

13.1 The trade payables balance includes Rs 324.54 Lakh (P.Y.- 107.72 Lakh) Payable to Ansal Housing Limited.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022
NOTE

(Rs. In Lakh)

14 OTHER FINANCIAL LIABILITIES (CURRENT)	As at 31st Mar, 2022	As at 31st Mar, 2021
Security Deposits/ Retention Money	26.61	1.47
Other Payables	22.78	204.10
	<u>49.39</u>	<u>205.57</u>
14.1 The other payables balance includes Rs Nil (P.Y.- 133.31 Lakh) Payable to Ansal Housing Limited.		
15 SHORT-TERM PROVISIONS		
- Provision for compensated absences	-	0.05
- Provision for Gratuity	-	0.18
	<u>0.00</u>	<u>0.23</u>
16 OTHER CURRENT LIABILITIES		
Advances from Customers (Contract Liability)	436.00	250.54
Other payables - Statutory Dues Payable	28.29	9.49
- Others	39.74	-
	<u>504.03</u>	<u>260.03</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022
NOTE

(Rs. In Lakh)

17 REVENUE FROM OPERATIONS	As at 31st Mar, 2022	As at 31st Mar, 2021
A) Real Estate Operations		
- Administration Charges	-	0.01
- Forfeiture against cancellation	-	3.36
	<u>-</u>	<u>3.37</u>

Disaggregate Revenue Information

The table below represents disaggregated revenues from contracts with customers for the year ended March 31, 2022 & March 31, 2021 by offering and contract type. The company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of our revenues and cash flows are affected by industry, market and economic factors.

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Revenue by Nature/ Category		
Real Estate Operations	-	3.37
Total	<u>-</u>	<u>3.37</u>

Contract Balances

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Trade receivables from contracts	-	-
Contract Assets	-	-
Advance from customers (Contract Liabilities) (refer note 16)	436.00	250.54

Contract assets are initially recognised for revenue earned on account of contracts where revenue is recognised over the period of time as receipt of consideration is conditional on successful completion of performance obligations as per contract. Once the performance obligation is fulfilled and milestones for invoicing are achieved, contract assets are classified to trade receivables.

Contract liabilities include amount received from customers as per the installments stipulated in the buyer agreement to deliver properties once the properties are completed and control is transferred to customers.

Set out below is the amount of revenue recognised from :

Movement of Contract liability	Year ended March 31, 2022	Year ended March 31, 2021
Amounts included in contract liabilities at the beginning of the year	250.54	220.82
Amount received/ Adjusted against contract liability during the year	185.46	29.72
Performance obligations satisfied in current year	-	-
Amounts included in contract liabilities at the end of the year	<u>436.00</u>	<u>250.54</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022
NOTE

(Rs. In Lakh)

18 COST OF CONSTRUCTION

	As at 31st Mar, 2022	As at 31st Mar, 2021
Opening Balance of Projects-in- Progress	1,748.19	1,742.90
Add: Expenses Incurred during the year		
- Payments Against Land	-	5.00
- Expenses Through Contractors	877.08	19.64
- Materials/Stores Consumed	1,036.14	11.82
- Plan Submission Fee	83.32	-
- Salary, Wages & Other Benefits	232.24	29.08
- External Development Charges	47.83	(110.11)
- Sundry Expenses	198.74	25.46
- Interest on Loan	325.03	-
- Finance Charges	-	13.39
- Repair and Maintenance- Plant and Machinery	2.06	0.24
- Depreciation	-	-
- Architect Fees	15.47	10.76
	<u>4,566.11</u>	<u>1,748.19</u>
Less:		
- Miscellaneous Income	-	-
- Closing Balance of Project-in- Progress	4,566.11	1,748.19
Cost of Construction charged to Statement of Profit and Loss	<u>-</u>	<u>-</u>

19 EMPLOYEE BENEFITS EXPENSE

- Salaries, Wages, Commission and Other Benefits	26.00	-
- Contribution to Provident and Other Funds	1.33	-
- Staff Welfare	-	-
	<u>27.34</u>	<u>0.00</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

(Rs. In Lakh)

NOTE

20 FINANCE COST	As at 31st Mar, 2022	As at 31st Mar, 2021
Interest on Debenture	325.03	-
Interest Others	1.46	0.14
Other Borrowing Costs	-	-
	<u>326.49</u>	<u>0.14</u>
Less: Interest Charged to Projects-in-Progress	325.03	-
	<u>1.46</u>	<u>0.14</u>
21 OTHER EXPENSES		
Repair and Maintenance		
- Building	-	0.02
- Others	-	0.11
Advertisement & Publicity	8.44	3.29
Bank Charges	0.06	-
Travelling & Conveyance	-	0.85
Payment to Auditors		
- Audit Fee	0.25	0.25
- For Other Services	-	-
Miscellaneous Expenses	2.82	0.32
Legal & Professional Charges	0.03	0.51
Business Promotion	-	0.89
Total Other Expenses	<u>11.60</u>	<u>6.24</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

	(Figures in Lakh)	
	As at March 31, 2022	As at March 31, 2021
22 INCOME TAX		
The income tax expense consists of the following :		
Current tax expense for the current year	-	-
Current tax expense pertaining to previous years	-	-
Minimum alternative tax (MAT) credit	-	-
Deferred tax expense/(benefit)	-	-
Total income tax	-	-
Reconciliation of tax liability on book profit vis-à-vis actual tax liability		
Profit before income taxes	(40.76)	(3.01)
Enacted Tax Rate	26.00%	26.00%
Computed Tax Expense	(10.60)	(0.78)
Adjustments in respect of current income tax		
Tax impact of expenses which will never be allowed	-	-
Tax effect of expenses that are not deductible for tax purpose	-	-
Tax effect due to non taxable income	10.60	0.78
Minimum alternative tax (MAT) credit	-	-
Previously unrecognised tax losses used to reduce current tax e	-	-
Other Temporary Differences	-	-
Total income tax expense	-	-
23 Earnings Per Share	As at March 31, 2022	As at March 31, 2021
Profit/(loss) attributable to shareholders	(40.76)	(3.01)
Weighted average number of equity shares	0.10	0.10
Nominal value per equity share	10.00	10.00
Weighted average number of equity shares adjusted for the effect of dilution	0.10	0.10
Earnings per equity share		
Basic	(407.58)	(30.05)
Diluted	(407.58)	(30.05)
24 CONTINGENCIES AND COMMITMENTS	As at March 31, 2022	As at March 31, 2021
(A) Contingent liabilities		
I Income Tax	-	-
II TDS Demand AY 2013-14	29.11	-
III Other Legal Cases	-	-
	29.11	-
Contingent Liability in respect of Corporate guarantees given for repayment of credit limits to Non-Banking Finance Company (NBFC) / Bank taken by Ansal Housing Limited as on 31.03.2022 Rs.16,000 Lakh (Previous year Rs.16,000 Lakh). Total amount of borrowing outstanding as on 31.03.2022 is Rs 14,985 Lakh (Previous year Rs.14,985 Lakh).		
(B) Capital and other commitments		
Estimated amount of contracts remaining to be executed on capital account, net of advances and not provided in the books are as follows:		
Particulars	As at March 31, 2022	As at March 31, 2021
Property, plant and equipment	-	-



25 MSME

Micro Enterprises and Small Enterprises under the micro, small and medium enterprises, 2006 have been determined based on the information available with the company and the required disclosures are given below:-

Particulars	As at 31st Mar,22	As at 31st Mar,21
Principal amount remaining unpaid to any supplier as at the end of accounting year	324.54	107.72
Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
The amount of interest due and payable for the year	-	-
The amount of interest accrued and remaining unpaid at the end of the year	-	-
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

26 Related Party Disclosure

As required by Indian Accounting Standard -24, the disclosures of transactions with the related parties are given below:

A Related parties with whom transactions have taken place during the year

Holding Company

Ansal Housing Limited

Key Managerial Personal

There is no Key Management Person. The affairs of the Company are managed by the Board of Directors. The Directors of the Company are:

1. Sh Kushagr Ansal
2. Sh Tarun Kathuria
3. Sh Vineet Miglani
4. Sh Nirmal Chand

Relative of Key Management Personal

N.A.

Fellow Subsidiaries

1. A.R.Infrastructure Pvt. Ltd.
2. A. R. Paradise Pvt. Ltd.
3. Wrangler Builders Pvt. Ltd.
4. Maestro Promoters Pvt. Ltd.
5. Fenny Real Estate Pvt. Ltd.
6. Aevee Iron & Steel Works Pvt. Ltd.
7. Anjuman Buildcon Pvt. Ltd.
8. Cross Bridge Developers Pvt. Ltd.
9. Identity Buildtech Pvt. Ltd.
10. Shamia Automobiles Pvt. Ltd.
11. Third Eye Media Pvt. Ltd.
12. Andri Builders & Developers Pvt. Ltd.
13. V.S. Infratown Pvt. Ltd.
14. Oriane Developers Pvt. Ltd.
15. Geo Connet. Ltd.
16. Housing & Construction Lanka Pvt. Ltd.

b) Details of transactions with the related parties in the normal course of business:

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
A. Transaction made during the year		
Reimbursement of expenses by IBPL	200.24	89.98
B. Year end balance	As at March 31, 2022	As at March 31, 2021
Balance Due -Other current assets	46.95	24.70
Balance Due -Other Financial Assets	125.00	125.00
Balance Due -Trade Payables	324.54	107.72
Balance Due -Other Payables	-	133.31
Outstanding Corporate Guarantee	14,985.00	14,985.00



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

27 FAIR VALUE MEASUREMENTS

The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

Fair Value of cash and current deposits, trade and other current receivables, trade payables, other current liabilities and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

The different levels of fair value have been defined below:

Level 1: Quoted (Unadjusted) prices in active markets for identical assets or liabilities.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

(Rs. in Lakh)

Particulars	As at 31-Mar-22	As at 31-Mar-21
Carrying Amount		
Financial Instruments at fair value through Profit or Loss		
Financial Assets	-	-
Fair Value		
Level 1	-	-
Level 2	-	-
Level 3	-	-
Total	-	-
Financial Assets at Amortised Cost		
(i) Cash and cash equivalents	503.64	1,751.10
(ii) Other Financial Assets	125.00	125.00
Total Financial Assets	628.64	1,876.10
Financial Liabilities at Amortised Cost		
(i) Borrowings	4,450.00	1,915.35
(ii) Trade payables	765.86	1,383.07
(iii) Other financial liabilities	49.39	205.57
Total Financial Liabilities	5,265.25	3,503.99



28 Financial Risk Management

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board. The financial risks are identified, measured and managed in accordance with the Company's policies on risk management. Key financial risks and mitigation plans are reviewed by the board of directors of the Company.

A. MARKET RISK

Market risk is the risk of loss of future earnings, fair value of future cash flows that may result from a change in the price of financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, equity prices and other market changes that may effect market sensitivity instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, loans and borrowings.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to balance the Company's position with regards to interest income and interest expense and to manage the interest rate risk, management performs a comprehensive interest rate risk management. The Company has no interest bearing borrowings hence it is not exposed to significant interest rate risk as at the respective reporting dates. They are therefore not subject to interest rate risk, since neither the carrying amount nor the future cash flows will fluctuate because of change in market interest rates.

Foreign currency risk

The Company has operations in India only hence Company's exposure to foreign currency risk is nil.

Price Risk

Price risk arises from exposure to equity securities prices from investments held by the Company. The Company does not have any investments in equity shares.

B. CREDIT RISK

Credit risk is the risk that customer or counter-party will not meet its obligation under the contract, leading to financial loss. Credit risk arises from trade receivables and other financial assets.

Trade Receivables

There are no trade receivables in the Company as at reporting date.

Other Financial Assets

There are no other Financial Assets in the Company as at reporting date.

Provision for Expected Credit losses

Financial Assets are considered to be of good quality and there is no credit risk to the Company.

C. LIQUIDITY RISK

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Management monitors rolling forecasts of the liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.

Contractual Maturities of financial liabilities

The tables below provide details regarding the remaining contractual maturities of financial liabilities at reporting date based on contractual undiscounted payments.

(Rs. in Lakh)

As at 31-Mar-22	Less than 1 year/ On Demand	1 - 2 years	2 - 5 years	More than 5 years
Current/Non Current				
(i) Borrowings	-	-	-	4,450.00
(ii) Trade payables	765.86	-	-	-
(iii) Other financial liabilities	49.39	-	-	-
Total	815.25	-	-	4,450.00

As at 31-Mar-21	Less than 1 year/ On Demand	1 - 2 years	2 - 5 years	More than 5 years
Current/Non Current				
(i) Borrowings	-	-	-	1,915.35
(ii) Trade payables	1,383.07	-	-	-
(iii) Other financial liabilities	205.57	-	-	-
Total	1,588.64	-	-	-



29 Capital Risk Management

The Company aim to manages its capital efficiently so as to safeguard its ability to continue as a going concern and to optimize returns to shareholders. The capital structure of the Company is based on management's judgment of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain creditors and market confidence and to sustain future development and growth of its business. There in no change in the Company capital structure since previous year.

30 Events after the Reporting period

There are no events observed after the reported period which have an impact on the company operations except as disclosed under Note No. 24 of the Standalone financial statement.

30a No Actuarial Valuations is done for the financial year 2021-22.

31 Impact of Corona virus (Covid-19) Pandemic

Due to outbreak of COVID-19 globally and in India, the Company's management has made initial assessment of impact on business and financial risks on account of COVID-19. Considering that the company is in the business of real estate, the management believes that the impact of this outbreak on the business and financial position of the company will not be significant as at the date of approval of these financial statement. The management does not see any risks in the company's ability to continue as a going concern and meeting its liabilities. The company has used the principles of prudence in applying judgements, estimates and assumptions and based on the current estimates, the company expects to recover the carrying amount of trade receivables including advances, investments, inventories and other assets. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties in future periods, if any.

32 Balance Confirmation of certain outstanding balances

The Company has a system of obtaining periodic confirmation of balances from banks, trade receivables/payables and other parties (other than disputed parties). The balance confirmation letters as referred in the Standard on Auditing (SA) 505 (Revised) 'External Confirmations', were sent to banks and parties and certain party's balances are subject to confirmation/reconciliation. Adjustments, if any will be accounted for on confirmation/reconciliation of the same, which in the opinion of the management will not have a material

33 The Company has made provisions, as required foreseeable losses.

34 There have been no amounts to transferred to the Investor Education and Protection Fund.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

35 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits has received Presidential assent on 28 September 2020. The Code has been published in the Gazette of India. However, the effective date of the Code is yet to be notified and final rules for quantifying the financial impact are also yet to be issued. In view of this, the Company will assess the impact of the Code when relevant provisions are notified and will record related impact, if any, in the period the Code becomes effective.

36 **Title deeds of Immovable Property**

The title deeds in relation to all immovable properties held as at 31st March 2022 and 31st March 2021 are in name of company.

37 The company does not have any transaction with the companies struck off under SEC 248 of the Companies Act 2013 or section 560 of the Companies Act 1956 during the year ended March 31st 2022 and March 31st 2021.

38 There are no changes or satisfaction which are to be registered with the registrar of companies during the year ended 31st March 2022 and 31st March 2021.

39 The company is in compliance with number of layers of companies in accordance with clause 87 of Section 2 of the Act read with the companies (Restriction on number of layers) rules 2017 during the year ended 31 March, 2022 and 31 March, 2021.

40 The company has not invested or traded in crypto currency or virtual currency during the year ended 31st March 2022 and 31st March 2021.

41 No proceedings have been initiated on or are pending against the company for holding benami property under the Prohibition of Benami Property Transaction Act 1988 (as amended in 2016) (formally the Benami Transactions (Prohibition) Act 1988 (45 of 1988) and Rules made thereunder during the year ended 31st March 2022 and 31st March 2021.

42 The company has not been declared wilful defaulter by any bank or financial institution or government or any government authorities during the year ended 31 March 2022 and 31 March 2021.

43 The company has not entered into any scheme of arrangement approved by the competent authority in terms of section 232 to 237 of the Companies Act 2013 during the year ended 31st March 2022 and 31st March 2021.

44 During the year ended 31 March 2022 and 31 March 2021, the company has not surrendered or disclosed as income any transactions not recorded in the books of accounts in the course of tax assessments under the Income Tax Act, 1961 (such as search or survey or any other relevant provisions of the Income Tax Act 1961).

45 During the year ended 31st March 2022 and 31st March 2021, the company has not advanced or loan or invested funds (either borrowed funds or the share premium or kind of funds) to any other person or entities, including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall:

a. directly or indirectly land or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or

b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

During the year ended 31 March 2022 and 31 March 2021, the company has not received any fund from any persons or entities including foreign entities (Funding party) with the understanding (whether recorded in writing or otherwise) that the company shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or

b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

46 **Recent accounting pronouncements:**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below.

Ind AS 16 - Property Plant and equipment - The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022. The Company has evaluated the amendment and there is no impact on its consolidated financial statements.

Ind AS 37-Provisions, Contingent Liabilities and Contingent Assets - The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022, although early adoption is permitted. The Company has evaluated the amendment and the impact is not expected to be material.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

47 Trade Payable ageing schedule as on 31.03.2022

Particulars	Outstanding for following periods from due date of payment / date of transaction				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 years	
(i) MSME	216.82	23.75	83.98	-	324.54
(ii) Others	273.01	15.67	477.18	-	765.86
(iii) Disputed dues-MSME	-	-	-	-	-
(iii) Disputed dues-Others	-	-	-	-	-

Trade Payable ageing schedule as on 31.03.2021

Particulars	Outstanding for following periods from due date of payment / date of transaction				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 years	
(i) MSME	23.75	83.98	-	-	107.72
(ii) Others	23.00	1,360.07	-	-	1,383.07
(iii) Disputed dues-MSME	-	-	-	-	-
(iii) Disputed dues-Others	-	-	-	-	-



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

48 Ratio as per the Schedule III requirements

a) Current Ratio= Current Assets divided by Current Liability

Particulars	March 31, 2022	March 31, 2021
Current assets	6,507.74	4,005.20
Current Liability	1,643.82	1,956.62
Ratio in Times	3.96	2.05
%Change from previous period/year	93.4%	

Reason for change more than 25% : During the year, inventory has been increased significantly as compared to previous year.

b) Debt Equity ratio=Total debt divided by Total equity where total debt refer to sum of current & non current borrowing

Particulars	March 31, 2022	March 31, 2021
Total Debt	4,450.00	1,915.35
Equity	73.23	113.99
Ratio in Times	60.77	16.80
%Change from previous period/year	261.6%	

Reason for change more than 25% : During the year, long term borrowings has been increased significantly as compared to previous year.

c) Return on Equity Ratio=Net profit after tax divided by Equity

Particulars	March 31, 2022	March 31, 2021
Net Profit	(40.76)	(3.01)
Total Equity	73.23	113.99
Ratio	-55.66%	-2.64%
%Change from previous period/year	-2011.2%	

Reason for change more than 25% : During the year, employees benefits and other expenses has been increased significantly as compared to previous year.

d) Trade Payable turnover ratio=Purchase divided by average trade

Particulars	March 31, 2022	March 31, 2021
Purchase	1,913.22	36.46
Opening creditor	35.98	133.62
Closing creditor	299.37	35.98
Average trade payable	167.67	84.80
Ratio in Times	11.41	0.43
%Change from previous period/year	2553.7%	

Reason for change more than 25% : There has been significant increase in purchase during the year as compared to previous year.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31st Mar, 2022

e) Return on capital employed (Pre tax) =Earning before interest and taxes(EBIT)divided by Capital Employed

Particulars	March 31, 2022	March 31, 2021
Earning before interest and taxes	(40.76)	(3.01)
Capital employed	4,523.23	2,029.34
Ratio	-0.90%	-0.15%
%Change from previous period/year	508.5%	

Reason for change more than 25% : There has been an Increase in loss and also increase in debts during the year as compared to previous year.

f) Return on investment= Net profit divided by Net Worth

Particulars	March 31, 2022	March 31, 2021
Net profit	(40.76)	(3.01)
Net worth	73.23	113.99
Ratio	-55.66%	-2.64%
%Change from previous period/year	2011.2%	

Reason for change more than 25% : During the year, employees benefits and other expenses has been increased significantly as compared to previous year.

49 Approval of the financial statements

The financial statements were approved for issue by Board of Directors on 25th May 2022

50 Notes 1 to 50 form an integral part of the financial statements as at 31st March, 2022.

For M/S H A N D S & Associate

Chartered Accountants

Firm Registration No.- 025196N



CA Nitish Kumar Chugh

Partner

Membership No.-512742

UDIN: 22512742 ALEXJR4112

Place:- New Delhi

Date:- 25th May, 2022



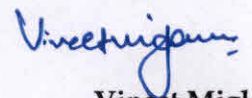
For and on behalf of the Board



Tarun Kathuria

Director

DIN : 00120432



Vineet Miglani

Director

DIN : 06862347