

DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2019-2020.

To The Members of EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED

Your directors have pleasure in presenting the Directors' Report on the business and operations of the company together with the Audited Statement of Accounts for the year ended 31st March, 2020.

Financial Highlights

During the year under review, performance of your company as under:

| Particulars | (Amount in Rupees) | |
|---|--|--|
| | Year ended 31 st March, 2020 | Year ended 31 st March, 2019 |
| Turnover | 246,066,676.68 | 102,171,464.62 |
| Profit/(Loss) before taxation | 5,163,705.39 | 6,434,446.84 |
| Less: Tax Expense | 1,353,826.00 | 1,691,861.00 |
| Profit/(Loss) after tax | 3,809,879.39 | 4,742,585.84 |
| Add: Balance B/F from the previous year | 27,105,163.40 | 22,362,577.56 |
| Miscellaneous Expenditure | (80,000.00) | (100,000.00) |
| Balance Profit / (Loss) C/F to the next year | 30,835,042.79 | 27,005,163.40 |

The consolidated performance of the group as per consolidated financial statements is as under:

| Particulars | (Amount in Rupees) | |
|---|--|--|
| | Year ended 31 st March, 2020 | Year ended 31 st March, 2019 |
| Turnover | | |
| Profit/(Loss) before taxation | | |
| Less: Tax Expense | | |
| Profit/(Loss) after tax | | N.A |
| Add: Balance B/F from the previous year | | |
| Balance Profit / (Loss) C/F to the next year | | |

State of Company's Affairs and Future Outlook

Your Company, during the year under review, was engaged in the business of construction of Buildings & Apartments out of which some of the buildings & apartments are completed and some are under construction. Your Company is constantly striving for booking order of flats for sale which is increasing day by day. The Board of Directors is consistently making plan for increasing the business of the Company. Your Company is very ambitious towards its business and has only motto to give best & satisfactory service to the customers. Your Company is constantly striving to enter in the all field of construction in future.

Change in nature of business, if any

There is no change in the nature of business of the Company during the Financial Year 2019-2020

Dividend

During the F.Y. 2019-2020, the Company has not declared dividend.

Amounts Transferred to Reserves

Since no dividend has been declared, hence no amount has been transferred to reserves during the financial year 2019-2020.

Changes in Share Capital, if any

During the Financial Year 2019-2020, there was no change in the Share Capital of the Company.

Disclosure regarding Issue of Equity Shares with Differential Rights

There was no issue of Equity Shares with differential rights in the Financial Year 2019-2020 .

Disclosure regarding issue of Employee Stock Options

There was no issue of Employees Stock Options in the Financial Year 2019-2020.

Disclosure regarding issue of Sweat Equity Shares

There was no issue of Sweat Equity Shares in the Financial Year 2019-2020.

Extract of Annual Return

The extract of Annual Return, in format MGT -9, for the Financial Year 2019-2020 has been enclosed with this report.

Number of Board Meetings

The Board of Directors of the Company met **05** times during the year on 29/06/2019, 02/09/2019, 17/12/2019, 25/02/2020 and 26/03/2020 in respect of which proper notices were given and the proceedings were properly recorded, signed and maintained in the Minutes book kept by the Company for the purpose. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Particulars of Loan, Guarantees and Investments under Section 186

The Company has not provided any loan, guarantees or investment under section 186 of the Companies Act, 2013.

Particulars of Contracts or Arrangements with Related Parties

The particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013 for the Financial Year 2019-2020 in the prescribed format, AOC-2 has been enclosed with the report.

Explanation to Auditor's Remarks

Since there is no qualification, reservation, adverse remark or disclaimer made by the statutory auditor in his report, hence there is no explanation or comment by the Directors on the same.

Material Changes Affecting the Financial Position of the Company

There is no material change in the Company which would affect the Financial Position of the Company.

Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo

During the Financial Year 2019-2020, no step towards the Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo has been taken by the Board of Directors of the Company since this clause is not applicable on the company.

a) Conservation of Energy:

| | |
|---|------|
| Steps taken for conservation | NONE |
| Steps taken for utilizing alternate sources of energy | NONE |
| Capital investment on energy conservation equipments | NONE |

b) Technology Absorption:

| | |
|---|------|
| Efforts made for technology absorption | NONE |
| Benefits derived | NONE |
| Expenditure on Research & Development, if any | NONE |
| Details of technology imported, if any | NONE |
| Year of import | NONE |
| Whether imported technology fully absorbed | NONE |
| Areas where absorption of imported technology has not taken place, if any | NONE |

c) Foreign Exchange Earnings/ Outgo:

| | |
|----------|------|
| Earnings | NONE |
| Outgo | NONE |

Details of Subsidiary, Joint Venture or Associates

The Company neither have any subsidiary, Joint Venture or Associates, nor is it the subsidiary, or associate of any company.

Risk Management Policy

Since the clause is not applicable on the Company hence during the Financial Year 2019-2020, no step has been taken for framing of risk management policy of the Company.

Details of Directors and Key Managerial Personnel

No new director has been appointed during the financial year 2019-2020. Also none of the Directors have resigned during the period. None of the director is eligible to retire by rotation during the ensuing Annual General Meeting.

Details of significant & material orders passed by the regulators or courts or tribunal

There was no order passed by the authorities which would impact the going concern status and company's operations in future.

Voluntary Revision of Financial Statements or Board's Report

There was no voluntary revision of the Financial Statements or Board's Report during any of the 3 preceding financial years.

Statement in Respect of Adequacy of Internal Financial Control with Reference to the Financial Statements

The Company's internal control systems are adequate and commensurate with the nature and size of the Company and it ensures:

- timely and accurate financial reporting in accordance with applicable accounting standards.
- optimum utilization, efficient monitoring, timely maintenance and safety of its assets.
- compliance with applicable laws, regulations and management policies.

Deposits

The following details of deposits, covered under Chapter V of the act:

| | |
|---|------|
| 1 Deposits Accepted during the year | NONE |
| 2 Remained unpaid or unclaimed as at the end of the year | NONE |
| 3 Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved- | |
| A At the beginning of the year | NONE |
| B Maximum during the year | NONE |
| C At the end of the year | NONE |
| 4 The details of deposits which are not in compliance with the requirements of Chapter | NONE |

Receipt of any commission by MD / WTD from the Company or for receipt of commission / remuneration from it holding or subsidiary

During the Financial Year 2019-2020, the MD/WTD is not in the receipt of any commission from the company and/or receipt of commission / remuneration from its holding or subsidiary.

Declaration by Independent Director

The declaration by Independent Director i.e. declaration to affirm the points given u/s 149(6) of Companies Act, 2013 are applicable only to the Listed and Select Public Companies. The given Company is neither listed nor is Select Public Company hence this clause not applicable.

Re-appointment of Independent Auditor

The provisions of appointment and re-appointment of independent Auditor are applicable to the Listed and select public Companies. Since the Company is neither Listed nor fall under the category of select public Companies hence this clause is not applicable to the Company.

Secretarial Audit Report

Secretarial Audit report is required to be attached to the Annual Report of the listed and select Public Companies in Form MR-3. Since the company is neither listed nor fall under the category of Select Public Company hence Secretarial Audit is not required to be obtained by the Company.

Corporate Social Responsibility (CSR) Policy

Since the Company does not trigger the limit for Corporate Social Responsibility hence no step has been taken by the Company in this regard.

Audit Committee

Audit Committee is required to be constituted only in the listed and Select Public Company. Since the company is neither listed nor fall under the category of Select Public Company hence no Audit Committee has been constituted.

Statement Indicating the Manner in which Formal Annual Evaluation has been made by the Board of its own Performance, its Directors, and that of its Committees

The clause is required to be complied by the Listed Companies and select Public Companies. Since the company is neither listed nor fall under the category of Select Public Company hence this clause is not applicable to the Company.

Nomination & Remuneration Committee Policy

Nomination & Remuneration Committee Policy is required to be framed in Listed Companies and select Public Companies. Since the company is neither listed nor fall under the category of Select Public Company hence this clause is not applicable to the Company.

Disclosure on Establishment of a Vigil Mechanism

Establishment of a Vigil Mechanism is mandatory in Listed Companies and Select Public Companies. Since the company is neither listed nor fall under the category of Select Public Company hence this clause is not applicable to the Company.

Corporate Governance

Obtaining the Corporate Governance Certificate is mandatory for the equity listed companies. Since the Company is not the one hence the clause is not applicable.

Managerial remuneration

Statistical disclosure relating to the managerial remuneration pursuant to Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is mandatory listed Companies only. Since the Company is unlisted Company hence this clause is not applicable to the Company.

Statutory Auditors

During the Financial Year 2019-2020 Statutory Auditors of the company was "M/s Dushyant Kumar & Co., Chartered Accountants, Patna. Existing auditor(s), M/s Dushyant Kumar & Co., Chartered Accountants, Patna and their appointment is to be ratified at the ensuing Annual General Meeting, for the ensuing financial Year i.e. 2020-2021, Also the name of the existing auditors have been proposed in the Board meeting of the Company.

Cost Auditors

Not Applicable

Management Discussion and Analysis Report

The clause is applicable only to the listed Companies. Since the Company is not the one hence it is not applicable to the Company.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

There was no case filed during the year, under the sexual harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013. Further Company ensures that there is a healthy and safe atmosphere for every women employee at the workplace and made the necessary policies for safe and secure environment for women employee.

Directors Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2020, the applicable accounting standards had been followed along with proper explanation relating to material departures;

- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2020 and of the loss of the Company for that period;

- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- d) the directors had prepared the annual accounts on a going concern basis;

- e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

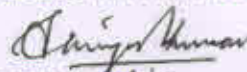
Acknowledgment

The Directors express their sincere appreciation to the valued shareholders, bankers and clients for their support

Date: 02/12/2020

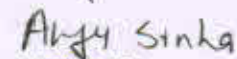
Place: Patna

FOR EASTERN ESTATE CONSTRUCTION &
DEVELOPERS PRIVATE LIMITED



SANJEEV KUMAR
(Managing Director)
DIN : 05239853

FOR EASTERN ESTATE CONSTRUCTION &
DEVELOPERS PRIVATE LIMITED



ANJU SINHA
(Director)
DIN : 05239855

FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis

| | |
|--|------|
| (a) Name(s) of the related party and nature of relationship | NONE |
| (b) Nature of contracts/arrangements/transactions | NONE |
| (c) Duration of the contracts / arrangements/transactions | NONE |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any | NONE |
| (e) Justification for entering into such contracts or arrangements or transactions | NONE |
| (f) Date of approval by the Board | NONE |
| (g) Amount paid as advances, if any | NONE |
| (h) Date on which the special resolution was passed in general meeting as required under first | NONE |

2. Details of material contracts or arrangement or transactions at arm's length basis

| | |
|--|------|
| (a) Name(s) of the related party and nature of relationship | NONE |
| (b) Nature of contracts/arrangements/transactions | NONE |
| (c) Duration of the contracts / arrangements/transactions | NONE |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any | NONE |
| (e) Date(s) of approval by the Board, if any | NONE |
| (f) Amount paid as advances, if any | NONE |

Note: Form shall be signed by the persons who have signed the Board's report.

Date: 02/12/2020

Place: Patna

FOR EASTERN ESTATE CONSTRUCTION &


SANJEEV KUMAR
(Managing Director)
DIN : 05239853

FOR EASTERN ESTATE CONSTRUCTION &


ANJU SINHA
(Director)
DIN : 05239855

DIRECTOR'S REPORT

to the members of EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED

Form No. MGT-9
EXTRACTS OF ANNUAL GENERAL MEETINGS
as on the financial year ended on 31-03-2020
[Pursuant to section 92(3) of the companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

| | | |
|---|---|--|
| i) CIN | : | U45201BR2012PTC018555 |
| ii) Registration Date | : | 26/04/2012 |
| iii) Name of the company | : | EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED |
| iv) Category / Sub-Category of the Company | : | Company Limited By Shares/ Indian Non Government Company |
| v) Address of the registered office and contact details | : | HOUSE NO. 2, MIHIR PATH, EAST BORING CANAL ROAD, PATNA - 1 |
| vi) Whether listed company : | : | Unlisted |
| vii) Name address and contact details of Registrar and transfer Agent, if any | : | N.A |

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

| SL. No. | Name and Description of main products/services | NIC Code of the Product/service | Turnover | % to total turnover of the company |
|---------|--|---------------------------------|-----------|------------------------------------|
| 1 | Trade services of vacant and subdivided land / Real estate appraisal services on a fee or contract basis | 99721300 | 245015316 | 100.00 |
| 2 | Real Estate / Builders for | 99541126 | 0 | 0.00 |

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

| SL. No. | Name and Address of the company | CIN/GLN | Holding/ Subsidiary And Associate | % of shares held | Applicable section |
|---------|---------------------------------|---------|-----------------------------------|------------------|--------------------|
| 1 | NIL | | | | |
| 2 | | | | | |

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

| SL. No. | Particulars | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|---------|---|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| 1 | At the beginning of the year | 310,000 | 100.00 | 310,000 | 100.00 |
| 2 | Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.): | 1,110,000 | 100.00 | 1,110,000 | 100.00 |
| 3 | At the End of the year | 1,420,000 | | 1,420,000 | |

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

| Sl.No. | For each of the top 10 shareholders | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|--------|---|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| 1 | At the beginning of the year | NOT APPLICABLE | | | |
| 2 | Date wise Increase / Decrease in Top ten Shareholders Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/sweat equity etc.): | NO CHANGE | | | |
| 3 | At the End of the year | | | | |

(v) Shareholding of Directors and Key Managerial Personnel:

| Sl.No. | For Each of the Directors and KMP | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|--------|--|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| 1 | At the beginning of the year | 310,000 | 100.00 | 310,000 | 100.00 |
| 2 | Date wise Increase / Decrease in Directors and KMP Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/sweat equity etc.): | 1,110,000 | 100.00 | 1,110,000 | 100.00 |
| 3 | At the End of the year | 1,420,000 | 100.00 | 1,420,000 | 100.00 |

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

| | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|--|----------------------------------|----------------------|----------|----------------------|
| Indebtedness at the beginning of the financial year | | | | |
| i) Principal Amount | 3,273,917.83 | 11,100,000.00 | - | 14,373,917.83 |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i+ii+iii) | 3,273,917.83 | 11,100,000.00 | - | 14,373,917.83 |
| Change in Indebtedness during the financial year | | | | |
| Addition | 48,787,862.56 | - | - | 48,787,862.56 |
| Reduction | - | 11,100,000.00 | - | 11,100,000.00 |
| Net Change | 48,787,862.56 | -11,100,000.00 | - | 37,687,862.56 |
| Indebtedness at the end of the financial year | | | | |
| i) Principal Amount | 52,061,780.39 | - | - | 52,061,780.39 |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i+ii+iii) | 52,061,780.39 | - | - | 52,061,780.39 |

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and /or Manager:

| Particulars of Remuneration | Name of MD/WTD/Manager | | | Total Amount |
|---|--------------------------------------|--------------|--|--------------|
| | Sanjeev Kumar | Anju Sinha | | |
| Gross salary | | | | |
| (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | 3,000,000.00 | 1,800,000.00 | | 4,800,000.00 |
| (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | - | - | | - |
| (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961 | - | - | | - |
| Stock Option | - | - | | - |
| Sweat Equity | - | - | | - |
| Commission | - | - | | - |
| - as % of profit | - | - | | - |
| Rent | 300,000.00 | 1,800,000.00 | | 2,100,000.00 |
| Travelling Expenses | 190,829.00 | 47,707.00 | | 238,536.00 |
| Total (A) | 3,490,829.00 | 3,647,707.00 | | 7,138,536.00 |
| Ceiling as per the Act | No limit for private limited Company | | | |

B. Remuneration to other directors:

| Particulars of Remuneration | Total Amount |
|--|--------------|
| Independent Directors | NIL |
| Fee for attending board / committee meetings | |
| Commission | |
| Directors Remuneration | |
| Total (1) | |
| Other Non-Executive Directors | |
| Fee for attending board / committee meetings | |
| Commission | |
| Others, please specify | |
| Total (2) | |
| Total (B)=(1+2) | |
| Total Managerial Remuneration | |
| Overall Ceiling as per the Act | |

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

| Particulars of Remuneration | Key Managerial Personnel | | | Total |
|--|--------------------------|-------------------|-----|-------|
| | CEO | Company Secretary | CFO | |
| Gross salary | | | | |
| (b) Value of perquisites u/s 17(2) Income tax Act, 1961 | | | | |
| (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961 | | | | |
| Stock Option | | | | |
| Sweat Equity | | | | |
| Commission | | | | |
| - as % of Profit | | | | |
| - others, specify... | | | | |
| Others, please specify | | | | |
| Total | | | | |

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

| Type | Section of the Companies Act | Brief Description | Details of Penalty / Punishment / Compounding fees imposed | Authority [RD / NCLT / COURT] | Appeal made, if any(giveDetails) |
|-------------------------------------|------------------------------|-------------------|--|-------------------------------|----------------------------------|
| A. Company | | | | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |
| B. Directors | | | | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |
| C. Others offices in default | | | | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |

NIL

| 2) Non Institutions | | | | | | | | | | |
|---|---|---------|---|---------|---|-------|---|-----------|---|--------|
| a) Bodies Corp. | - | - | - | - | - | - | - | - | - | - |
| i) Indian | - | - | - | - | - | - | - | - | - | - |
| ii) Overseas | - | - | - | - | - | - | - | - | - | - |
| b) Individuals | - | - | - | - | - | - | - | - | - | - |
| i) Individual shareholders holding | - | - | - | - | - | - | - | - | - | - |
| ii) Individual shareholders holding | - | - | - | - | - | - | - | - | - | - |
| c) Others (specify) | - | - | - | - | - | - | - | - | - | - |
| Sub-total (B)(2):- | - | - | - | - | - | - | - | - | - | - |
| Total Public Shareholding | - | - | - | - | - | - | - | - | - | - |
| C. Shares held by Custodian for GDRs & ADRs | - | - | - | - | - | - | - | - | - | - |
| Grand Total (A+B+C) | - | 310,000 | - | 310,000 | - | 21.83 | - | 1,420,000 | - | 100.00 |

(ii) Shareholding of Promoters

| SL. No. | Shareholder's Name | Shareholding at the beginning of the year | | | Shareholding at the end of the year | | | % change in share holding during the year |
|---------|--------------------|---|----------------------------------|---|-------------------------------------|----------------------------------|---|---|
| | | No. of Shares | % of total Shares of the company | % of Shares Pledged/ encumbered to total shares | No. of Shares | % of total Shares of the company | % of Shares Pledged/ encumbered to total shares | |
| 1 | SANJEEV KUMAR | 305,000 | 98.39 | - | 1,415,000 | 98.39 | - | - |
| 2 | ANJU SINHA | 5,000 | 1.61 | - | 5,000 | 1.61 | - | - |
| | Total | 310,000 | 100.00 | - | 1,420,000 | 100.00 | - | - |

EASTERN ESTATE CONSTRUCTION AND DEVELOPERS PRIVATE LIMITED

DETAILS OF MEMBERS, DEBENTURE HOLDERS AND OTHER SECURITIES HOLDER


AUTHORISED SHARE CAPITAL ----- **500,000**
PAID-UP CAPITAL ----- **1,420,000**

| SL.N O. | L.F. NO. | NAME | TYPE OF SECURITY | FATHER'S NAME | NO. OF EQUITY SHARE | FACE VALUE | ADDRESS |
|------------|-------------|---------------|---------------------|-------------------------------|---------------------------|---------------|---|
| 1 | | SANJEEV KUMAR | Equity Share | NAND KISHORE PRASAD | 1,415,000 | 10 | FLAT NO. 502, SARAN VIHAR APARTMENT, NEW PATLIPUTRA COLONY, BORING ROAD, PATNA-800013 |
| 2 | | ANJU SINHA | Equity Share | RAGHUVANSHI PRASAD SRIVASTAVA | 5,000 | 10 | FLAT NO. 502, SARAN VIHAR APARTMENT, NEW PATLIPUTRA COLONY, BORING ROAD, PATNA-800013 |
| 3 | | | | | | | |
| 4 | | | | | | | |
| 5 | | | | | | | |
| 6 | | | | | | | |
| 7 | | | | | | | |
| 8 | | | | | | | |
| 9 | | | | | | | |

TOTAL ----- **1,420,000**

FOR EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED


SANJEEV KUMAR
 (Managing Director)
 DIN : 05239853


ANJU SINHA
 (Director)
 DIN : 05239855

DUSHYANT KUMAR & Co.

(CHARTERED ACCOUNTANTS)

Flat no 203, 2nd Floor, Veena Shyam Apartment
Rose Buds School Lane (Behind Roti Restaurant)
North S. K. Puri, Patna - 800 001

INDEPENDENT AUDITORS' REPORT

To The Members of Eastern Estate Construction & Developers Private Limited

We have audited the Standalone financial statements of **M/s. Eastern Estate Construction & Developers Private Limited** ("the Company") which comprises the Balance Sheet as at **March 31, 2020**, Statement of Profit and Loss and cash Flow statement 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 standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2020**, and **Profit** for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the company as it is an unlisted company.



Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the directors' report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility 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 scepticism 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.
- 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.

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.

OPINION

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, 2020**, and its **Profit** for the year ended on that date.

Emphasis on Matter

GST liabilities for the year has been taken as per books of accounts. Change in liability, if any, after audit under the provisions of GST Laws shall be accounted for in the year in which the audit is completed. In the opinion of the management there will be no significant change in the liability and will not impact significantly the profitability or the financial position of the company.

Report on Other Legal and Regulatory Requirements



As required by paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, are applicable and report of the same is annexed herewith as annexure "A".

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, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors as on **31st March, 2020** taken on record by the Board of Directors, none of the directors is disqualified as on **31st March, 2020** from being appointed as a director in terms of Section 164 (2) of the Act.
- f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**"; and
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

1. The Company does not have any pending litigations which would impact its financial position.
2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Dushyant Kumar & Co.,

Chartered Accountants

Firm's Reg. No.: 020157C



Dushyant Kumar
(Dushyant Kumar)
(Partner)

Membership No.- 409195

Place: - Patna

Date: - 02/12/2020

UDIN: 21409195AAAADC4444

ANNEXURE-A TO AUDITORS' REPORT

Referred to in our Independent auditor's Report of even date to members of **M/s Eastern Estate Construction & Developers Private Limited** on the financial statement as of and for the year ended **March 31,2020**, we report that,

- (i) (a) the company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
(b) As per explanation given to us, fixed assets have been physically verified by the management at reasonable intervals; as informed to us no material discrepancies were noticed on such verification.
(c) The title deeds of immovable properties are held in the name of the company itself.
- (ii) (a) The management has conducted the physical verification of inventory at reasonable intervals.

b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- (iii) The company has not granted any Loans, secured or unsecured Loan to companies, firms, Limited Liability Partnership or other parties, covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) As per explanation and information provided by the company, in respect of loans, investments, guarantees, and security the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2014 with regard to the deposits accepted from the public are not applicable.
- (vi) As informed to us, The Company has maintained the Cost Records which been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
- (vii) (a) According to the information and explanations given to us and based on the records of the company examined by us, The Company has regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, cess and any other statutory dues to the appropriate authorities and there is none of amount which has dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Wealth Tax, which have not been deposited on account of any disputes.



- (viii) The Company has taken loan from financial institutions or bank during the year. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan from the government and has not issued any debentures.
- (ix) According to the records of the company and the information and explanation given to us, the Company has not raised monies by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised.
- (x) According to information and explanation given to us, no material fraud on or by the company has been noticed or reported during the course of our audit.
- (xi) Since the provisions of Section 197 read with Schedule V of the Companies Act, 2013, are not applicable to the Private Companies, hence This Para of order is not applicable.
- (xii) Company is not a Nidhi Company; This Para of order is therefore not applicable.
- (xiii) According to information and explanation given to us, all transactions with the related parties are in compliance with 188 of Companies Act, 2013 although it is a private Company, therefore, Section 177 of Companies Act, 2013 is not applicable, and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- (xv) According to information and explanation given to us, the company has not entered into any non-cash transactions under section 192 of the Companies Act, 2013 with the directors or persons connected with him.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For Dushyant Kumar & Co.,
Chartered Accountants
Firm's Reg. No.: 020157C



Dushyant Kumar
Dushyant Kumar)
(Partner)
Membership No.- 409195

Place: - Patna

Date: - 02/12/2020

UDIN: 21409195AAAA DC4444

ANNEXURE-B TO AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **M/s Eastern Estate Construction & Developers Private Limited** ("the Company") as of **31 March 2020** in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at **31 March 2020**, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Dushyant Kumar & Co.,
Chartered Accountants
Firm's Reg. No.: 020157C



Dushyant Kumar
Dushyant Kumar]
(Partner)
Membership No.- 409195

Place: - Patna

Date: - 02/12/2020

UDIN : 21409195AAAAJDC4444

ANNEXURE "A"

We have audited the Balance Sheet and Profit & Loss Account of **M/s Eastern Estate Construction & Developers Private Limited**, having its registered office at **House No. 02, Mihir Path, East Boring Canal Road, Budha Colony, Patna-800 001, Bihar**, as at **31st March, 2020** under reference to the report.

1. The assessee is responsible for the preparation of the aforesaid financial statements that give a true and fair view of the financial position and financial performance (if applicable) in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

2. The assessee is also responsible for the preparation of the statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961 annexed herewith in Form No. 3CD read with Rule 6G (1) (b) of Income Tax Rules, 1962 that give true and correct particulars as per the provisions of the Income-tax Act, 1961 read with Rules, Notifications, circulars etc that are to be included in the Statement.

3. Our responsibility is to express an opinion on these financial statements based on my/our audit. We have conducted this audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The



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

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
6. We are also responsible for verifying the statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961 annexed herewith in Form No. 3CD read with Rule 6G (1) (b) of Income-tax Rules, 1962. We have conducted our verification of the statement in accordance with Guidance Note on Tax Audit under section 44AB of the Income-tax Act, 1961, issued by the Institute of Chartered Accountants of India.
7. GST liabilities for the year has been taken as per books of accounts. Change in liability, if any, after audit under the provisions of GST Laws shall be accounted for in the year in which the audit is completed. In the opinion of the management there will be no significant change in the liability and will not impact significantly the profitability or the financial position of the company.

This is a specific audit under section 44 AB of IT Act 1961.

ANNEXURE- "B"

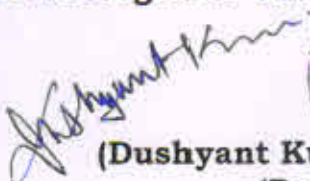
1. According to Explanation given to us the Firm has not received any memorandum (as required to be filed by the suppliers with the notified authority the Micro, Small and Medium Enterprises



Development Act, 2006) claiming their status as micro, small or medium enterprises. Consequently the amount paid/payable to these parties during the year is nil.

2. The assessee has valued the inventory of closing stock 'at cost' or net realizable value whichever is less as required under AS-2 issued by the Institute of Chartered Accountants of India.
3. Sales are accounted when sale of goods are completed on accrual basis.
4. Expenses supported by internal vouchers are certified by the management to be bonafide business expenditure.
5. Fixed assets are stated at WDV. Depreciation on fixed assets has charged as per IT Act, 1961.
6. Further, wherever the information is stated to be "**NIL**" or "**NOT APPLICABLE**" (**N.A.**), these have been concluded on the basis of management certificate/ representation.

**For Dushyant Kumar & Co.,
Chartered Accountants
Firm's Reg. No.: 0201576**


**(Dushyant Kumar)
(Partner)**

Membership No.- 409195

UDIN No. 21409195AAAADC4444

Place: Patna

Date: 02/12/2020

EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED

AT. HOUSE NO. 2, MIHIR PATH, EAST BORING CANAL ROAD, PATNA - 800 001

BALANCE SHEET AS AT 31ST MARCH, 2020

| Particulars | Note No. | Figures as at 31-03-2020 | | Figures as at 31-03-2019 | |
|--|----------|--------------------------|----|--------------------------|----|
| | | Rs. | P. | Rs. | P. |
| I. EQUITY AND LIABILITIES | | | | | |
| (1) Shareholder's Funds | | | | | |
| (a) Share Capital | 1 | 14,200,000.00 | | 3,100,000.00 | |
| (b) Reserves and Surplus | 2 | 30,835,042.79 | | 27,005,163.40 | |
| (c) Money received against share warrants | | | | | |
| (2) Share application money pending allotment | 3 | | | | |
| (3) Non-Current Liabilities | | | | | |
| (a) Long-term borrowings | 4 | 52,061,780.39 | | 3,273,917.83 | |
| (b) Deferred tax liabilities (Net) | 5 | 16,939.60 | | (54,090.40) | |
| (c) Other Long term liabilities | 6 | | | 11,100,000.00 | |
| (d) Long term provisions | | | | | |
| (4) Current Liabilities | | | | | |
| (a) Short-term borrowings | 7 | | | | |
| (b) Trade payables | 8 | 706,383,499.28 | | 755,520,402.33 | |
| (c) Other current liabilities | 9 | 1,111,015.78 | | 4,426,756.36 | |
| (d) Short-term provisions | 10 | 1,282,796.00 | | 1,572,641.00 | |
| Total | | 805,891,073.84 | | 805,944,790.52 | |
| II. Assets | | | | | |
| (1) Non-current assets | | | | | |
| (a) Fixed assets | | | | | |
| (i) Tangible assets | 11 | 5,006,842.47 | | 5,657,157.99 | |
| (ii) Intangible assets | | | | | |
| (iii) Capital work-in-progress | | | | | |
| (iv) Intangible assets under development | | | | | |
| (b) Non-current investments | | | | | |
| (c) Deferred tax assets (net) | | | | | |
| (d) Long term loans and advances | 13 | | | | |
| (e) Other non-current assets | | | | | |
| (2) Current assets | | | | | |
| (a) Current investments | | | | | |
| (b) Inventories | 14 | 777,127,878.00 | | 749,158,409.97 | |
| (c) Trade receivables | 15 | 820,556.00 | | 7,620,375.00 | |
| (d) Cash and cash equivalents | 16 | 2,649,514.37 | | 1,560,903.56 | |
| (e) Short-term loans and advances | 17 | 20,286,283.00 | | 41,947,944.00 | |
| (f) Other current assets | 12 | | | | |
| Total | | 805,891,073.84 | | 805,944,790.52 | |

Contingent Liability

For Eastern Estate Construction & Developers Pvt. Ltd.

Sanjiv Kumar
Mg. Director



Anju Sinha
Director

Place : Patna

Date : 02/12/2020

UDIN : 21409195AAAADC4444

In terms of Separate report of even date

For Dushyant Kumar & Co.

Chartered Accountants

Firm Regn. No. 0201576

Dushyant Kumar
(Dushyant Kumar)
Partner

Membership No.-409195



EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED

AT, HOUSE NO. 2, MIHIR PATH, EAST BORING CANAL ROAD, PATNA - 800 001

Statement of Profit and Loss Account for the year ended 31st March, 2020

| Particulars | Note No | Figures as at 31-03-2020 | Figures as at 31-03-2019 |
|--|---------|-----------------------------|-----------------------------|
| I. Revenue from operations | 18 | 246,066,676.68 | 102,171,464.62 |
| III. Total Revenue (I +II) | | 246,066,676.68 | 102,171,464.62 |
| IV. Expenses: | | | |
| Cost of materials consumed | 19 | 252,767,136.25 | 209,551,329.83 |
| Purchase | 20 | - | 785,000.00 |
| Change in Inventories | 21 | (27,969,468.03) | (131,704,869.27) |
| Employee benefit expense | 22 | 7,502,075.00 | 12,915,805.00 |
| Financial costs | 23 | 2,645,107.56 | 359,033.09 |
| Depreciation and amortization expense | 11 | 650,315.52 | 650,315.52 |
| Direct Expenses | 24 | - | - |
| Other expenses | 25 | 5,307,804.99 | 3,180,403.61 |
| Total Expenses | | 240,902,971.29 | 95,737,017.78 |
| V. Profit before exceptional and extraordinary items and tax (III - IV) | | 5,163,705.39 | 6,434,446.84 |
| VI. Exceptional Items | | - | - |
| VII. Profit before extraordinary items and tax (V - VI) | | 5,163,705.39 | 6,434,446.84 |
| VIII. Extraordinary Items | | - | - |
| IX. Profit before tax (VII - VIII) | | 5,163,705.39 | 6,434,446.84 |
| X. Tax expense: | | | |
| (1) Current tax | | 1,282,796.00 | 1,572,641.00 |
| (2) Deferred tax | | 71,030.00 | 119,220.00 |
| XI. Profit(Loss) from the period from continuing operations (VII-VIII) | | 3,809,879.39 | 4,742,585.84 |
| XII. Profit/(Loss) from discontinuing operations | | - | - |
| XIII. Tax expense of discounting operations (XII - XIII) | | - | - |
| XIV. Profit/(Loss) from Discontinuing operations | | - | - |
| XV. Profit/(Loss) for the period (XI+XIV) | | 3,809,879.39 | 4,742,585.84 |
| XVI. Earning per equity share: | | | |
| (1) Basic | | 2.68 | 15.30 |
| (2) Diluted | | 2.68 | 15.30 |

In terms of Separate report of even date

For Eastern Estate Construction & Developers Pvt. Ltd.

Sanjiv Kumar
Mg. Director



Anju Sinha
Director

Place : Patna

Date: 02/12/2020

UDIN : 21409195AAAADC4444

For Dushyant Kumar & Co.

Chartered Accountants

Firm Regn. No. 0201576

Dushyant Kumar
(Dushyant Kumar)

Partner

Membership No.-409195



EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED

AT, HOUSE NO. 2, MIHIR PATH, EAST BORING CANAL ROAD, PATNA - 800 001

Notes annexed to and forming part of the accounts as at 31st March, 2020

| Particulars | Current year | | Previous year | |
|--|---------------|----|---------------|----|
| | Rs. | P. | Rs. | P. |
| 1. Share Capital | | | | |
| <u>Authorised</u> | | | | |
| 30,00,000 Equity Shares of Rs. 10/- each | 30,00,000.00 | | 5,00,000.00 | |
| <u>Issued, Subscribed and Paid up</u> | | | | |
| 3,10,000 Equity Shares of Rs. 10/- each, | 14,200,000.00 | | 3,100,000.00 | |
| fully Paid up | 14,200,000.00 | | 3,100,000.00 | |

| Particulars | Period ending 31/03/2020 | | | Year ending 31/03/2019 | | |
|--|--------------------------|-----------|---------------|------------------------|-----------|--------------|
| | No. of shares | Par value | Amount | No. of shares | Par value | Amount |
| i) Authorised Share Capital | 500,000 | 10.00 | 5,000,000.00 | 500,000 | 10.00 | 5,000,000.00 |
| ii) Issued, Subscribed and Paid-up | 310,000 | 10.00 | 3,100,000.00 | 310,000 | 10.00 | 3,100,000.00 |
| iii) <u>Reconciliation of No. of share</u> Outstanding Share Capital as on opening date | 310,000 | 10.00 | 3,100,000.00 | 310,000.00 | 10.00 | 3,100,000.00 |
| <u>Share capital raised during the year</u> | | | | | | |
| a) Fresh Issue | 1,110,000.00 | 10.00 | 11,100,000.00 | | 10.00 | |
| b) Issued as fully paid up bonus shares (Bonus shares have been issued from share premium account) | - | - | - | - | - | - |
| Outstanding Share Capital as on closing date | 1,420,000 | 10.00 | 14,200,000.00 | 310,000 | 10.00 | 3,100,000.00 |

| Particulars | No. of shares | Par value | Amount | Period of Issue |
|---|---------------|-----------|--------|-----------------|
| Share allotted as fully paid-up pursuant to contract without payment being received in cash | - | - | - | - |
| Shares allotted as fully paid up by way of bonus shares from 26.04.2012 to 31.03.2013 | - | - | - | - |
| Aggregate number and class of shares bought back | - | - | - | - |

Shareholders holding shares in excess of 5%

| Name of the Shareholders | As at 31/03/2020 | | As at 31/03/2019 | |
|--------------------------|--------------------|--------------------|--------------------|--------------------|
| | No. of shares held | % of Share Holding | No. of shares held | % of Share Holding |
| 1 Sanjeev Kumar | 1,415,000 | 99.65 | 305,000 | 98.39 |

2. Reserve & Surplus

General Reserve

| | | |
|--|---------------|---------------|
| Surplus Opening | 27,105,163.40 | 22,362,577.56 |
| Surplus current year | 3,809,879.39 | 4,742,585.84 |
| Miscellaneous Expenditure (to the extent not written off) | (80,000.00) | (100,000.00) |
| | 30,835,042.79 | 27,005,163.40 |



EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED

AT. HOUSE NO. 2, MIHIR PATH, EAST BORING CANAL ROAD, PATNA - 800 001

Notes annexed to and forming part of the accounts as at 31st March, 2020

| Particulars | Current year | | Previous year | |
|--|----------------|----|----------------|----|
| | Rs. | P. | Rs. | P. |
| 3. Share application money pending allotment | | | | |
| Share Application Money | - | - | - | - |
| 4. Long-term borrowings | | | | |
| (a) Secured Loan (Term Loan from PNB, Ranchi) | 49,963,380.00 | - | - | - |
| (b) Secured Loan (Vehicle Loan from HDFC Bank Ltd.) | 2,098,400.39 | - | 3,273,917.83 | - |
| | 52,061,780.39 | - | 3,273,917.83 | - |
| 5. Deferred Tax Liabilities (Net) | | | | |
| As per Last Account (Liability) | (54,090.40) | - | (173,310.40) | - |
| Tax effect of items constituting deferred tax liability | 71,030.00 | - | 119,220.00 | - |
| On difference between book balance and tax balance of fixed assets | 16,939.60 | - | (54,090.40) | - |
| Net Deferred Tax Liability | - | - | - | - |
| 6. Other Long term liabilities | | | | |
| (i) Unsecured Loan | - | - | 11,100,000.00 | - |
| | - | - | 11,100,000.00 | - |
| 7. Short-term borrowings | | | | |
| | - | - | - | - |
| 8. Trade payables | | | | |
| Sundry Creditors for Suppliers | 13,783,374.28 | - | 15,044,826.33 | - |
| Advance from customers (Short Term) | 692,600,125.00 | - | 740,475,576.00 | - |
| | 706,383,499.28 | - | 755,520,402.33 | - |
| 9. Other current liabilities | | | | |
| Liabilities for Expenses | 1,111,015.78 | - | 4,426,756.36 | - |
| | 1,111,015.78 | - | 4,426,756.36 | - |
| 10. Short-term provisions | | | | |
| Provision for taxation | 1,282,796.00 | - | 1,572,641.00 | - |
| | 1,282,796.00 | - | 1,572,641.00 | - |
| 12. Other Current Assets | | | | |
| | - | - | - | - |
| 13. Long term loans and advances | | | | |
| | - | - | - | - |
| 14. Inventories | | | | |
| Stock in trade | 777,127,878.00 | - | 749,158,409.97 | - |
| (Valued at the lower of cost or Net realisable Value) | | | | |
| (As taken, valued and certified by the management) | 777,127,878.00 | - | 749,158,409.97 | - |
| 15. Trade Receivables | | | | |
| Trade Receivables for a period: | | | | |
| Less than Six months | 820,556.00 | - | 7,620,375.00 | - |
| Exceeding Six months | - | - | - | - |
| | 820,556.00 | - | 7,620,375.00 | - |
| 16. Cash & cash equivalents | | | | |
| Cash balance on hand (As certified) | 231,694.01 | - | 346,410.99 | - |
| Cash at Bank (annexure enclosed) | 2,417,820.36 | - | 1,214,492.57 | - |
| | 2,649,514.37 | - | 1,560,903.56 | - |
| 17. Short Term Loan & Advances | | | | |
| Advance Income Tax | - | - | 300,000.00 | - |
| Advance for Land & Others | 18,199,613.00 | - | 36,171,986.00 | - |
| TDS RECEIVABLE 2018-19 | - | - | 1,806,836.00 | - |
| TDS RECEIVABLE 2019-20 | 938,843.00 | - | - | - |
| INCOME TAX REFUNDABLE | 1,147,827.00 | - | 3,669,122.00 | - |
| | 20,286,283.00 | - | 41,947,944.00 | - |



EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED

AT: HOUSE NO. 2, MIHIR PATH, EAST BORING CANAL ROAD, PATNA - 800 001
Notes annexed to and forming part of the accounts as at 31st March, 2020

| Particulars | Current year | | Previous year | |
|---|------------------------|----|-------------------------|----|
| | Rs. | P. | Rs. | P. |
| <u>18. Revenue from operations</u> | | | | |
| Sale of Land | 12,710,500.00 | | 17,727,000.00 | |
| Sale of Flat | 189,362,666.00 | | - | |
| Contract Work | 42,942,150.00 | | 82,841,800.00 | |
| Interest Income | 1,049,782.00 | | 1,500,000.00 | |
| Misc. Income | 1,578.68 | | 102,664.62 | |
| | 246,066,676.68 | | 102,171,464.62 | |
| <u>19. Cost of Material Consumed</u> | | | | |
| Project Expenses including Contract Work Expenses | 252,767,136.25 | | 209,551,329.83 | |
| | 252,767,136.25 | | 209,551,329.83 | |
| <u>20. Purchase</u> | | | | |
| Purchase Land | - | | 785,000.00 | |
| | - | | 785,000.00 | |
| <u>21. Changes in Inventory</u> | | | | |
| <u>Inventory at the end of the year</u> | | | | |
| Closing Work In Progress | 777,127,878.00 | | 749,158,409.97 | |
| | 777,127,878.00 | | 749,158,409.97 | |
| <u>Inventory at the beginning of the year</u> | | | | |
| Opening Work In Progress | 749,158,409.97 | | 617,453,540.70 | |
| | 749,158,409.97 | | 617,453,540.70 | |
| Net (Increase)/decrease | (27,969,468.03) | | (131,704,869.27) | |
| <u>22. Employee benefit expense</u> | | | | |
| Salary & Bonus | 2,030,000.00 | | 2,849,000.00 | |
| Director's Salary | 4,800,000.00 | | 9,600,000.00 | |
| Director's Travelling Expenses | 238,536.00 | | 173,390.00 | |
| Staff Welfare | 123,100.00 | | 83,025.00 | |
| EPF Expenses | 169,585.00 | | 130,963.00 | |
| ESI Expenses | 140,854.00 | | 79,427.00 | |
| | 7,502,075.00 | | 12,915,805.00 | |
| <u>23. Financial costs</u> | | | | |
| Interest on Term Loan | 2,397,800.00 | | - | |
| Interest on Vehicle Loan | 247,307.56 | | 359,033.09 | |
| | 2,645,107.56 | | 359,033.09 | |
| <u>24. Direct Expenses</u> | | | | |
| | | | | |



25. Other Expenses

| | | |
|------------------------------|---------------------|---------------------|
| Auditor's Remuneration | 100,000.00 | 100,000.00 |
| Insurance Charges | 115,408.00 | 162,098.00 |
| Bank Charges | 886,267.99 | 163,497.23 |
| Accounting Charges | 160,000.00 | 160,000.00 |
| Conveyance | 105,473.00 | 6,940.00 |
| Repair & Maintenance | 271,301.00 | 58,295.76 |
| Data Processing Charges | 160,000.00 | 160,000.00 |
| Electricity charges | 85,510.00 | 87,528.00 |
| Legal Fees | 30,000.00 | 30,000.00 |
| Printing & Stationary | 41,665.00 | 15,971.00 |
| Rent | 1,364,978.00 | 1,579,340.00 |
| GST on Rent | 153,920.00 | |
| ROC Fees & Expenses | 80,000.00 | 75,000.00 |
| Rate & Taxes | 705,773.00 | 114,799.00 |
| Telephone & Internet Exp | 32,308.00 | 37,958.00 |
| Publicity & Advertisement | - | 33,000.00 |
| Fooding Expenses | 86,204.00 | 50,269.00 |
| General Allowance & Expenses | 120,650.00 | 200,771.00 |
| CONSULTANCY FEES | 600,000.00 | - |
| MISCELLANOUES EXPENSES | 69,148.00 | 39,702.62 |
| PETROL & DIESEL EXPENSES | - | 85,234.00 |
| Vehicle Running Expenses | 119,199.00 | - |
| Preliminary Expenses(w/off) | 20,000.00 | 20,000.00 |
| | 5,307,804.99 | 3,180,403.61 |

| Particulars | Current year | | Previous Year | |
|--|--------------|------------|---------------|------------|
| | Rs | P. | Rs | P. |
| Payment to auditor comprises (Net of service tax input credit, where applicable) | | | | |
| Statutory audit | | 100,000.00 | | 100,000.00 |
| | | 100,000.00 | | 100,000.00 |



EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED
 AT HOUSE NO.-2, MIHR PATH, EAST BORING CANAL ROAD, PATNA-800 001
 SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2020
 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE

NOTE - '11' : FIXED ASSETS

| Sl. NO. | PARTICULARS | RATE OF DEPN | GROSS BLOCK | | | DEPRECIATION | | | NET BLOCK | | | | |
|---------|---------------------|--------------|------------------------------|--------------------------|----------------------|------------------------------|---------------------|----------------------|-------------------|------------------|---------------------|---------------------|---------------------|
| | | | GROSS BLOCK AS ON 01.04.2019 | ADDITION DURING THE YEAR | SALE DURING THE YEAR | GROSS BLOCK AS ON 31.03.2020 | UP TO 31.03.2019 | DEP. DURING THE YEAR | SALE / ADJ. | UP TO 31.03.2020 | AS ON 31.03.2020 | AS ON 31.03.2019 | |
| 1 | COMPUTER MACHINE | 16.21% | 96,430.00 | - | - | 96,430.00 | 80,681.93 | - | 3,777.39 | - | 84,459.32 | 11,970.68 | 15,748.07 |
| 2 | OFFICE EQUIPMENT | 7.07% | 11,781.00 | - | - | 11,781.00 | 6,654.28 | - | 422.15 | - | 7,076.43 | 4,704.57 | 5,126.72 |
| 3 | FURNITURE & FIXTURE | 6.33% | 240,350.00 | - | - | 240,350.00 | 85,719.40 | - | 11,206.91 | - | 96,926.31 | 143,423.69 | 154,630.00 |
| 4 | VEHICLE | 9.50% | 9,683,461.00 | - | - | 9,683,461.00 | 4,430,791.51 | - | 616,053.83 | - | 5,046,845.34 | 4,636,615.66 | 5,252,669.49 |
| 5 | AIR CONDITIONER | 7.07% | 322,660.00 | - | - | 322,660.00 | 93,676.89 | - | 18,855.24 | - | 112,532.13 | 210,127.87 | 228,983.11 |
| | TOTAL | | 10,354,682.00 | - | - | 10,354,682.00 | 4,697,524.01 | - | 650,315.52 | - | 5,347,839.53 | 5,006,842.47 | 5,657,157.99 |

For Eastern Estate Construction & Developers Pvt. Ltd.

 Mgr. Director



Place : Patna
 Date: 02/12/2020
 UDIN : 21409195AAAADC444A

Signed for Identification only
 For Dushyant Kumar & Co.
 Chartered Accountants
 Firm Regn. No. 020157C

 (Dushyant Kumar)
 Partner
 Membership No.-409195



M/s EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED
HOUSE NO. 02, MIHIR PATH, EAST BORING CANAL ROAD,
BUDHA COLONY, PATNA-800 001, BIHAR

Significant Accounting policy and notes on accounts forming parts of the
Balance Sheet and Profit & Loss account for the year ended on that date.

ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31st MARCH, 2020.

A. Significant Accounting Policies & Notes to Accounts

1. The Company has followed mercantile system of accounting. Accounting policies not referred to otherwise are in consistent with generally accepted accounting principles.
2. Contingent liability is not provided for and is disclosed by way of notes, if any.
3. Investments, if any, are stated at cost.
4. Sales and services are accounted when the sale of goods or services are completed on accrual basis.
5. The financial statements are prepared on the basis of going concern assumption under historical convention with revenue recognition and expenses accounted for on mercantile basis.
6. The valuation of inventories has done at cost which is not in accordance with accounting standard-2 (revised) issued by the Institute of Chartered Accountant of India.
7. Provisions are made in respect of all known liabilities. However, no provisions are made for doubtful debts, if any because the provision is not deductible business expenditure unless it is actually written off. After the debts became bad it is written off directly in the books of accounts.
8. There are no employees who are entitled for gratuity.



9. In the opinion of the management, the business entity as on the Balance sheet date does not have any indication towards significant impairment in the carrying amount of its assets and therefore the assets is carried at normal value appearing in the balance sheet.

10. GST liabilities for the year have been taken as per books of accounts. Change in liability, if any, after audit under the provisions of GST Laws shall be accounted for in the year in which the audit is completed. In the opinion of the management there will be no significant change in the liability and will not impact significantly the profitability or the financial position of the company.

**In terms of Separate report of even date
For DUSHYANT KUMAR & CO.
Chartered Accountants
Firm Registration No. 020157C**

Dushyant Kumar
(Dushyant Kumar)
Partner

Membership No.- 409195

Place : Patna

Date : 02/12/2020

UDIN : 21409195AAAADC4444



**For Eastern Estate Construction &
Developers Pvt. Ltd.
Anju Singh
Director**

Anju Singh
Mg. Director



EASTERN ESTATE CONSTRUCTION & DEVELOPERS PRIVATE LIMITED
Cash Flow Statement for the year ended 31 March, 2020

| Particulars | For the year ended 31-03-2020 | | For the year ended 31-03-2019 | |
|--|-------------------------------|-------------------------|-------------------------------|-----------------------|
| | | | | |
| A. Cash flow from operating activities | | | | |
| Net Profit / (Loss) before extraordinary items and Tax | 51,63,705.39 | | 64,34,446.84 | |
| <u>Adjustments for:</u> | | | | |
| Depreciation and Amortisation | 6,50,315.52 | | 6,50,315.52 | |
| Preliminary expenses | 20,000.00 | | 20,000.00 | |
| Other Adjustments | | | | |
| Operating profit / (loss) before Working Capital Changes | | 58,34,020.91 | | 71,04,762.36 |
| <u>Changes in working capital:</u> | | | | |
| <u>Adjustments for (increase) / decrease in operating assets:</u> | | | | |
| Inventories | (2,79,69,468.03) | 4,92,011.97 | (13,17,04,869.27) | (13,21,62,856.27) |
| Trade Receivables | 67,99,819.00 | | 1,14,29,852.00 | |
| Other current Liabilities | - | | - | |
| Long-term Loans & Advances | - | | - | |
| Short-term Loans & Advances | 2,16,61,661.00 | | (1,18,87,839.00) | |
| <u>Adjustments for increase / (decrease) in operating liabilities:</u> | | | | |
| Trade Payables | (4,91,36,903.05) | (5,26,71,458.63) | 14,71,88,893.07 | 12,37,04,537.71 |
| Other current Liabilities | (33,15,740.58) | | (2,21,31,447.36) | |
| Short-term Provisions | (2,89,845.00) | | (14,72,128.00) | |
| Deffered tax Liability | 71,030.00 | | 1,19,220.00 | |
| Cash flow from extraordinary items | - | | - | |
| Cash generated from operations | | (4,63,45,425.75) | | (13,53,556.20) |
| Adjustment for Income tax (paid) / refunds | | (13,53,826.00) | | (16,91,861.00) |
| Net cash flow from / (used in) operating activities (A) | | (4,76,99,251.75) | | (30,45,417.20) |
| B. Cash flow from investing activities | | | | |
| Capital expenditure on fixed assets, including capital | - | | - | |
| Sale of Fixed Assets | - | | - | |
| Purchase of Investments | - | | - | |
| Cash flow from extraordinary items | - | | - | |
| Net cash flow from / (used in) investing activities (B) | | | | |
| C. Cash Flow from Financing Activities | | | | |
| Proceeds from Issue of Equity Shares | - | | - | |
| Share Application Money | - | | - | |
| Subsidy Reserve | - | | - | |
| Security Premium | - | | - | |
| Repayment of Long-term Borrowings | - | | - | |
| Proceeds from Long-term Borrowings | 4,87,87,862.56 | | (10,70,814.91) | |
| Proceeds from other Short-term Borrowings | - | | - | |
| Cash flow from extraordinary items | - | | - | |
| Net Cash Flow from / (used in) Financing Activities (C) | | 4,87,87,862.56 | | (10,70,814.91) |
| Net Increase in Cash and Cash Equivalents (A+B+C) | | 10,88,610.81 | | (41,16,232.11) |
| Cash and cash equivalents at the beginning of the year | | 15,60,903.56 | | 56,77,135.67 |
| Cash and cash equivalents at the end of the year * | | 26,49,514.37 | | 15,60,903.56 |
| (a) Cash on hand | 2,31,694.01 | | 3,46,410.99 | |
| (b) Cheques, drafts on hand | - | | - | |
| (c) Balances with banks | 24,17,820.36 | | 12,14,492.57 | |
| (d) Other (Marketable Securities, etc) | - | | - | |
| | | 26,49,514.37 | | 15,60,903.56 |

See accompanying notes forming part of the financial statements

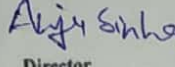
In terms of our report attached.

For Dushyant Kumar & Co.
Chartered Accountants
Firm Regn. No. 020153C

Member of ICAI No. 409195

For and on behalf of the Board of Directors


Mg. Director


Director

Place : Patna
Date: 02/12/2020
UDIN :