

DIRECTORS' REPORT

To

The Members of Vivekananda Land & Building Private Limited

Your Directors are pleased to present the Annual Report of your Company together with the Audited Statement of Accounts and the Auditors' Report for the financial year ended, 31st March, 2019.

1. EXTRACT OF ANNUAL RETURN

The extract of Annual Return as per Section 92 (3) of Companies Act, 2013 is annexed under Annexure I.

2. FINANCIAL RESULTS:-

Particulars	For the financial year ended 31 st March, 2019 (Rs.)	For the financial year ended 31 st March, 2018 (Rs.)
Revenue From Operations	71,18,645	65,34,512
Other income	0	0
Profit on Sale of Fixed Assets	0	0
Total(A)	71,18,645	65,34,512
Employee Benefit Expenses	60,52,971	6,21,451
Administrative & Other Expenses	4,13,730	2,39,407
Financial Costs	9,629	8,451
Depreciation	33,834	40,688
Other Expenses	2,53,339	54,39,960
Total(B)	67,63,503	63,49,957
Profit Before tax	3,55,142	1,84,555
Tax Expenses	0	0
Current Tax	96,086	53,014
Deferred Tax	0	0
Tax for Earlier Years	0	0
Profit after Tax for the Year	2,59,056	1,31,541

3. OPERATIONS AND BUSINESS PERFORMANCE

The Company has been able to generate Revenue of Rs. 71,18,645/- for the year 2018-19 as compared to previous year's corresponding amount of Rs. 65,34,512/-. The Profit after tax was Rs. 3,55,142/- as compared to previous year's corresponding amount Rs. 1,84,555/-.

The Board of Directors of the Company had evolved and adopted a Code of Conduct based on the principles of Good Corporate Governance and best management practices being followed globally.

4. SHARE CAPITAL

The paid up Equity Share Capital as on March 31, 2019 was Rs. 1,00,000/-. During the year under review, the Company has not issued any fresh share capital.

5. RESERVES AND SURPLUS

The credit balance in Profit & Loss Account brought forward from the previous year was Rs. 8,39,116/- to which the profit after tax of the year under review Rs. 3,55,142/- has been added. Thus, the balance comes to Rs. 11,94,258/- as on 31st March, 2019.

6. DIVIDEND

The Board of Directors of your Company has decided to retain and plough back the profits into the business of the Company, thus no dividend is being recommended for this year.

7. MEETINGS OF THE BOARD OF DIRECTORS

During the financial year ended 31, March, 2019, 5 (Five) Meetings of the Board of Directors of the company was held. Proper notices were given and the proceedings were properly recorded and signed in the Minutes Book as required by the Articles of Association of the Company and the Act.

No Extra Ordinary General Meeting was held during the financial year.

8. DEPOSITS:

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

9. DIRECTORS

The Board of Directors is duly constituted with Sri Bichitra Patnaik and Smt Arati Patnaik as Directors of the Company. There was no change in composition of the Directors during the current financial year.

10. AUDIT OBSERVATIONS

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments:

11. STATUTORY AUDITORS

The Auditor M/s Kothari Rathu & Co., Chartered Accountants shall hold the office till the conclusion of annual general meeting to be held in the year 2019 subject to ratification by the shareholders in every general Meetings of the company. The said Auditor is eligible and offers himself as the Auditor of the company.

12. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- A. in the preparation of the annual accounts, the applicable accounting standards have been followed with no material departures;
- B. they have 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 at the end of the financial year and of the profit of the Company for the same period;
- C. they have 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. they have prepared the annual accounts on a going concern basis;
- E. they have laid down internal financial controls in the Company that are adequate and are operating effectively; and
- F. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that these are adequate and are operating effectively.

13. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The company has not given any loans or guarantees covered under the provisions of section 186 of the Companies Act, 2013. The details of the investments made by company are given in the notes to the financial statements.

14. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Audit function is defined in the Internal Audit Manual. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Board & Managing Director.

15. RELATED PARTY TRANSACTIONS:

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. There are no materially significant related party transactions made by the company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the company at large.

16. STATUTORY DISCLOSURES

A. Conservation of Energy

The Company has taken adequate measures to conserve the consumption of energy.

B. Technology Absorption

Operations of the company do not involve any kind of special technology and there was no expenditure on research & development during this financial year. However, your company continues to upgrade its technology with a view to ensuring that it is able to meet the requirements of its customers across the globe.

C. Foreign Exchange Earnings and outgo

There is no Foreign Exchange earnings and outgo during the financial period ended 31st March, 2015.

D. Particulars of Employees

None of the employees drawing the remuneration in excess of limits prescribed under Section 217(2A) of the Companies Act, 2013.

E. Human Resource Development and Industrial Relations

Your Company continues to take new initiatives to further align its HR policies to meet the growing needs of its business. People development continues to be a key focus area of the Company. The industrial relations in all the units of the Company remained cordial and peaceful throughout the year.

17. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company is committed to provide a safe and conducive work environment to its employees. During the year under review, no case of sexual harassment was reported.

18. ACKNOWLEDGEMENTS:

Your Directors thank the Bankers, the various Government agencies, Bankers, suppliers, customers, Investors and all others for their wholehearted support during the year and look forward to their continued support in the years ahead.

Your Directors appreciate and acknowledgement the professionalism displayed and the contributions made by the employee.

For and on behalf of the Board of Directors of
VIVEKANANDA LAND & BUILDING PRIVATE LIMITED

Bichitra Patnaik


Director

Arafi Patnaik


Director

Place : Berhampur

Date : _____



KOTHARI RATHI & CO.

(Chartered Accountants)

Unit No B-505, Morya House, Veera Ind. Estate
New Link Road, Andheri (W), Mumbai-400053
Email ID: mail@kotharirathi.com; Tel. No. (+91) 9040093112
Offices at: Bhubaneswar, Mumbai, Cuttack

Independent Auditor's Report

To The Members of **VIVEKANANDA LAND AND BUILDING PRIVATE LIMITED**

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **VIVEKANANDA LAND AND BUILDING PRIVATE LIMITED** ("the Company"), which comprise the balance sheet as at March 31, 2019, the Statement of Profit and Loss and the 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 financial statements give the information required by the Companies Act, 2013 ('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, 2019, its profit for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing 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 Act and the rules there under, 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.



**Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's 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 standalone financial statements or our knowledge obtained during the course of our 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.

Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance 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 safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from





fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place 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.

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.

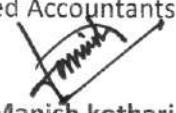
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



**Report on Other Legal and Regulatory Requirements**

- 1) The provisions 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 is not applicable to the Company since – (a) It is not a subsidiary or holding company of a public company; (b) Its paid-up capital and reserves and surplus are not more than Rs.1 Crores as at the balance sheet date; (c) Its total borrowings from banks and financial institutions are not more than Rs.1 Crores at any time during the year; and (d) Its turnover for the year is not more than Rs.10 Crores during the year.
- 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 relating to preparation of the financial statements have been kept so far as it appears from our examination of those books.
 - c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the financial statements.
 - d) In our opinion, the financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014; as applicable.
 - e) On the basis of the written representations received from the Directors of the Company as on March 31, 2019, taken on record by the Board of Directors of the Company, none of the Directors of the Companies is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017; 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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us.
 - i) The Company has no pending litigations on the financial position of the Company in its financial statements as of March 31, 2019.
 - ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

for Kothari Rathi & Co.
Chartered Accountants


Manish Kothari
Proprietor

Membership No. 3063912
29th June 2019, Bhubaneswar



VIVEKANANDA LAND & BUILDING PRIVATE LIMITED
VIP COLONY, KAMAPALLI, BERHAMPUR.

BALANCE SHEET AS ON 31st MARCH 2019

(Amount in Rs.)

Particulars	Note No	2018-2019	2017-2018
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds:			
(a) Share Capital	3	1,00,000	1,00,000
(b) Reserve & Surplus	4	10,98,172	8,39,116
(2) Current Liabilities			
(a) Other current liabilities	5	2,51,91,850	1,63,62,067
Total		2,63,90,023	1,73,01,183
II. ASSETS			
(1) Non-current assets			
(a) Fixed Assets			
(i) Tangible Assets	14	1,17,408	92,866
(ii) Intangible Assets			
(b) Deferred Tax Assets (net)		-	-
(c) Long Term loans and advances		-	-
(2) Current assets			
(a) Inventories	6	51,28,247	51,18,247
(b) Other non-current assets	7	2,08,75,190	1,20,04,403
(a) Cash and cash equivalents	8	2,69,177	85,667
Total		2,63,90,023	1,73,01,183

The accompanying notes form an integral part of the Balance Sheet.

As per our Report of even date

Place: Bhubaneswar

Date: 29/06/2019

For and on behalf of the Board

Anadi Adhikari
Director

Manish Kothari
Managing Director

For KOTHARI RATHI & CO.
CHARTERED ACCOUNTANTS
F.R.NO. 328658E

Manish Kothari
CA. MANISH KOTHARI
PARTNER
MEMBERSHIP NO. 306912

VIVEKANANDA LAND & BUILDING PRIVATE LIMITED
VIP COLONY, KAMAPALLI, BERTHAMPUR,

Profit and Loss statement for the year ended 31st March 2019

(Amount in Rs.)

Particulars	Note No	2018-2019	2017-2018
I. Revenue from operations	9	71,18,645	65,34,512
III. Total Revenue (I + II)		71,18,645	65,34,512
IV. Expenses:			
Cost of materials & Labour	10	60,52,971	54,39,960
Employee benefit expense	11	4,13,730	6,21,451
Financial Expenses	12	9,629	8,451
Other expenses	13	2,53,339	2,39,407
Depreciation	14	33,834	40,688
Total Expenses		67,63,503	63,49,957
V. Profit before exceptional and extraordinary items and tax	(III - IV)	3,55,142	1,84,555
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		3,55,142	1,84,555
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII - VIII)		3,55,142	1,84,555
X. Tax expense:			
(1) Current tax		96,086	53,014
(2) Deferred tax		-	-
XI. Profit/(Loss) from the period from continuing operations	(VII-X)	2,59,056	1,31,541
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		2,59,056	1,31,541
XVI. Earning per equity share:			
(1) Basic		25.91	13.15
(2) Diluted		25.91	13.15

The accompanying notes form an integral part of the Statement of Profit and Loss.

As per our Report of even date

For and on behalf of the Board

Azati Patnaik

Director

Ashu

Managing Director

Place: Bhubaneswar
 Date: 29/06/2019

For KOTHARI RATHI & CO.
 CHARTERED ACCOUNTANTS
 F.R.NO.328658E

Manish Kothari
 CA.MANISH KOTHARI
 PARTNER
 MEMBERSHIP NO.306912

VIVEKANANDA LAND & BUILDING PRIVATE LIMITED
VIP COLONY, KAMAPALLI, BERTHAMPUR.

NOTES OF ACCOUNTS

(Amount in Rs.)

	2018-2019	2017-2018
Note-3		
a) SHARE CAPITAL		
Authorised Capital		
1,00,000 nos of Equity Shares of RS. 10/- each	10,00,000	10,00,000
Issued, Subscribed and Paid up Capital		
10,000 nos of Equity Shares of Rs. 10/- each	1,00,000	1,00,000
Total	<u>1,00,000</u>	<u>1,00,000</u>

b) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period.

Particulars	Equity Shares	
	Number	Number
Shares outstanding at the beginning of the year	10,000	10,000
Shares issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	10,000	10,000

Note-4

Reserve & Surplus		
Opening Balance	8,39,116	7,07,575
Profit during the year	2,59,056	1,31,541
	<u>10,98,172</u>	<u>8,39,116</u>

Note-5

Other current liabilities		
a) Audit Fees Payable	12,500	12,500
b) Service Tax Payable	-	33,750
c) GST Payable	3,20,341	2,35,239
d) Advance for Land Booking	1,99,32,000	1,27,32,000
e) Director's Current Account	30,59,914	3,50,661
f) Director Remuneration Payable	6,50,000	5,30,000
g) Expenses Payable	5,98,000	15,36,100
h) Sundry Creditors	5,23,009	8,78,803
i) Provision for Taxation	96,086	53,014
	<u>2,51,91,850</u>	<u>1,63,62,067</u>

Note-6

Inventories		
a) Stock in Hand	34,55,500	34,45,500
b) Land	16,72,747	16,72,747
	<u>51,28,247</u>	<u>51,18,247</u>

Note-7

Other non-current assets		
a) BDA	29,83,654	18,60,969
a) Advance to Land Owners	1,43,32,902	94,19,500
b) Advance with parties	24,50,992	3,86,292
c) Security Deposits	9,70,000	2,00,000
b) TDS / Income Tax Refundable	1,37,642	1,37,642
	<u>2,08,75,190</u>	<u>1,20,04,403</u>

Note-8

Cash and Cash Equivalents		
a) Balances with Banks	1,19,084	65,488
b) Cash-in-Hand	1,50,094	20,179
	<u>2,69,177</u>	<u>85,667</u>

Aradhya Patraik

[Signature]



Note-9

Revenue from operations

a) Sales		
b) Sale of Services	71,18,645	65,34,512
	<u>71,18,645</u>	<u>65,34,512</u>

Note -10

Cost of materials & labour

a) Cost of materials	49,10,495	47,05,710
b) Construction Labour Charges	11,52,476	8,49,250
	<u>60,62,971</u>	<u>55,54,960</u>
Add: Opening stock in hand	34,45,500	33,30,500
Less: Closing stock in hand	34,55,500	34,45,500
	<u>60,52,971</u>	<u>54,39,960</u>

Note -11

Employee benefit expense

a) Office Staff Salary	2,33,730	1,91,420
b) Director remuneration	1,80,000	2,40,000
c) EPF/ESIC Contribution	-	1,90,031
	<u>4,13,730</u>	<u>6,21,451</u>

Note -12

Financial costs

a) Bank Charges	9,629	8,451
	<u>9,629</u>	<u>8,451</u>

Note -13

Other expenses

a) Rent	1,08,000	1,12,000
b) Telephone & Trunkcall	22,485	7,718
c) Miscellaneous Expenses	12,561	5
d) Audit Fees	12,500	12,500
e) Electricity Charges	94,793	28,274
f) Printing & Stationery	3,000	8,700
g) Computer Repair & Maintenance	-	15,500
h) Consultancy Fees	-	20,500
i) Insurance	-	34,210
	<u>2,53,339</u>	<u>2,39,407</u>

Arati Patraik

Arati



Vivekananda Land & Building Private Limited

Note-14 Details of fixed assets and depreciation (as per The Companies Act)

Sl. No.	Particular	Gross Block			Depreciation			Net Block	
		Total as at 31.03.2018	Addition during the year	Deduction during the year	Total as at 31.03.2018	Provided during the year	Deduction during the year	Total as at 31.03.2019	As at 31.03.2019
(i)	Tangible assets								
	Furniture and fittings	1,08,500	25,876	-	33,143	23,331	-	56,474	77,902
	Computer and data processing units	45,200	-	-	27,691	7,892	-	35,583	9,617
	Xerox Machine	-	32,500	-	-	2,611	-	2,611	29,889
	Total	1,53,700	58,376	-	60,834	33,834	-	94,668	1,17,408
	<i>Previous year figures</i>	1,53,700	-	-	20,146	40,668	-	60,834	92,866
									1,33,554



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1. Significant accounting policies

Basis of Preparation of Financial Statements

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis to comply in all material aspects with Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Companies Act, 2013. The financial statements are presented in Indian rupees rounded off to the nearest rupees.

All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of services rendered and the time between the rendering of the services and their realisation in cash and cash equivalent, the company has ascertained its operating cycle as twelve months for the purpose of current - non-current classification of assets & liabilities.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Examples of such estimates include provisions for doubtful receivables, employee benefits, provision for income taxes, accounting for contract costs expected to be incurred, the useful lives of depreciable fixed assets and provision for impairment. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and if material, their effects are disclosed in the notes to the financial statements.

Tangible assets

Tangible assets are stated at cost of acquisition (including directly attributable costs such as freight, installation, etc.) or construction less accumulated depreciation and impairment, if any.

Depreciation and amortisation

Depreciation on tangible assets is provided on written down value method, pro-rata to the period of use, so as to write off the original cost of the asset over the useful life (as per technical evaluation by the management at the time of acquisition) or over the useful life prescribed under the schedule II to the Companies Act, 2013, whichever is lower. Residual value has been estimated at 5% of original cost for all assets in accordance with Schedule II to the Companies Act, 2013.

Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the collectability is reasonably assured.

Service income is accounted as and when services are rendered and are net of service tax or goods and service tax if any.



VIVEKANANDA LAND & BUILDING PRIVATE LIMITED

Provision and contingent liabilities

A provision is recognised when the Company has a present obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Taxation

The current income tax charge is determined in accordance with the relevant tax regulations applicable to the Company.

Deferred tax charge or credit are recognised for the future tax consequences attributable to timing difference that result between the profit offered for income taxes and the profit as per the financial statements. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, when there is a brought forward loss or unabsorbed depreciation under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably/ virtually certain to be realised.

Earning per equity share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events, such as bonus issue, bonus element in a rights issue and shares split that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating Diluted Earnings per share, the net profit or loss for the period attributable to the equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

