



## Independent Auditor's Report

**To the Members of  
FRONTLINE HOME CREATION PRIVATE LIMITED**

### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of **FRONTLINE HOME CREATION PRIVATE LIMITED** ('the Company') which comprise the balance sheet as at 31 March 2017, the statement of profit and loss and the cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility 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, 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

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 31 March 2017 and its profit and its cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, a statement on the matters specified in the paragraph 3 and 4 of the order, is not applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) the balance sheet, the statement of profit and loss and the 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 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;





- (f) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements;
  - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses ;
  - iii. there has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company.
  - iv. the Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 and are in accordance with the books of accounts maintained by the Company.

Bhubaneswar  
1<sup>st</sup> September, 2017

For **CHAND & CO.**  
**CHARTERED ACCOUNTANTS**  
Firm's Registration No.:323167E



  
**(CA J. R. MISHRA)**  
PARTNER  
Membership No.: 058587

**SIGNIFICANT ACCOUNTING POLICIES:**

**1.1 CORPORATE INFORMATION:**

**FRONTLINE HOME CREATION PRIVATE LIMITED** ("the Company) was incorporated on 1st January 2010 as a Private Limited Company. The Company is engaged in the business of construction & real estate activities.

**1.2 BASIS OF ACCOUNTING:**

The financial statements are prepared under the historical cost convention on an accrual basis in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and Accounting Standards (AS) as notified by the Companies (Accounting Standards) Rules, 2006 as amended, the provisions of the Companies Act. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

**1.3 USE OF ESTIMATES:**

The preparation of the financial statements in conformity with GAAP requires the Management to make estimates and assumptions that affect the reported balances of asset and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.

The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise. During the year the management had not made any estimates, hence no impairment loss been recognized for the assets and no contingent liability has been provided.

**1.4 CASH & CASH EQUIVALENTS (FOR THE PURPOSE OF CASH FLOW STATEMENT)**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**1.5 DEPRECIATION AND AMORTISATION:**

Depreciation on tangible Fixed Assets acquired after 1st April 2014 are provided on Straight Line Method (SLM) based on the useful life of the assets and in accordance with Schedule II to the Companies Act, 2013. Assets acquired prior to 1st April 2014, the carrying amount as on 1st April 2014, are depreciated over the remaining useful life of the assets. The differential depreciation has been adjusted against the retained earnings at the beginning of the financial year during the audit.

**1.6 REVENUE RECOGNITION:**

**i) Income from construction activities:**

Revenues from construction activities are accounted based on the Percentage of Completion method derived from the cost up to date as compared to the total estimated cost and total contracted sale value only where it is feasible to estimate the stage of completion and the revenue related to that part. In other cases revenue is recognized on construction completion method, which is in accordance with the accounting policy hither to adopted.

**ii) Other Income:**

Other income includes Interest on deposits.

**1.7 TANGIBLE FIXED ASSETS:**

Tangible fixed assets are carried at cost less accumulated depreciation and impairment losses if any. Fixed Assets are stated in the books at historical cost inclusive of all incidentals expenses incurred for acquisition of such assets.





**1.8 INTANGIBLE FIXED ASSETS:**

Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset after its purchase / completion is recognised as an expense when incurred unless it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably, in which case such expenditure is added to the cost of the asset.

**1.9 EMPLOYEE BENEFITS:**

Employee benefits include Salary & Wages, Director's Remuneration excluding provident fund and other welfare expenses excluding superannuation fund, gratuity fund, compensated absences, long service awards and post-employment medical benefits.

**1.10 BORROWING COST:**

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

**1.11 EARNINGS PER SHARE (EPS):**

**Basic EPS**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.

**Diluted EPS**

Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

**1.12 TAXES ON INCOME:**

**Current tax**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

**Minimum alternate tax (MAT)**

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

**Deferred tax:**

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets.



**1.13 IMPAIRMENT OF ASSETS:**

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised,

**1.14 PROVISIONS AND CONTIGENCIES:**

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

**1.15 PREVIOUS YEAR FIGURES:**

Previous year figures have been reclassified/ regrouped to conform to this year's classification. The adoption of Revised Schedule VI for previous year figures does not impact recognition and measurement principles followed for preparation of financial statements.



FRONTLINE HOME CREATION PRIVATE LIMITED  
FF-75, INDRADHANU MARKET, IRC VILLAGE,  
BHUBANESWAR-751015

BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2017

I. EQUITY & LIABILITIES	NOTE NO.	AMOUNT (IN ₹.)	
		AS AT 31.03.2017	AS AT 31.03.2016
<b>(1) SHARE HOLDERS' FUNDS</b>			
a) Share Capital	2	600,000	600,000
b) Reserves & Surplus	3	1,576,915	1,073,455
		2,176,915	1,673,455
<b>(2) SHARE APPLICATION MONEY PENDING ALLOTMENT</b>		-	-
<b>(3) NON-CURRENT LIABILITIES</b>			
a) Long-term Borrowings		-	-
b) Deferred Tax Liabilities (Net)		-	-
c) Other Long-term Liabilities		-	-
d) Long-term Provisions		-	-
<b>(4) CURRENT LIABILITIES</b>			
a) Short-term Borrowings	4	-	2,800,000
b) Trade Payables		723,249	1,140,520
c) Other Current Liabilities	5	15,561,262	15,787,646
d) Short Term Provisions	6	217,966	69,752
		16,502,477	19,797,918
		<b>18,679,392</b>	<b>21,471,373</b>
<b>II. ASSETS</b>			
<b>(1) NON-CURRENT ASSETS</b>			
a) FIXED ASSETS:			
i) Tangible Assets	7	45,934	54,030
ii) Intangible Assets		-	-
iii) Capital Work-in-Progress		-	-
iv) Intangible Assets under development		-	-
		45,934	54,030
b) Non-current Investments		-	-
c) Deferred Tax Assets (net)		2,038	1,908
d) Long Term Loans & Advances	8	700,000	700,000
e) Other Non-current Assets		-	-
<b>(2) CURRENT ASSETS</b>			
a) Current Investments		-	-
b) Inventories	9	3,277,351	17,051,579
c) Trade Receivables		-	-
d) Cash & Cash Equivalents	10	11,963,405	1,354,946
e) Short Term Loans & Advances	11	2,682,329	2,212,400
f) Other Current Assets	12	8,335	96,510
		17,931,420	20,715,435
		<b>18,679,392</b>	<b>21,471,373</b>
Significant accounting policies	1	-	-

The accompanying notes are an integral part of the Financial Statements  
As per our report of even date.

For CHAND & CO.  
CHARTERED ACCOUNTANTS  
Firm Registration No.:323167E

(CA. J. R. MISHRA)  
PARTNER  
Membership No.:058587

Bhubaneswar  
1<sup>st</sup> September, 2017

For and on behalf of the Board of Directors of  
FRONTLINE HOME CREATION PRIVATE LIMITED



*Basant Kumar Nayak*

(BASANTA KUMAR NAYAK)  
DIRECTOR

*Tejeswar Prusty*  
(TEJESWAR PRUSTY)  
DIRECTOR



FRONTLINE HOME CREATION PRIVATE LIMITED  
FF-75, INDRADHANU MARKET, IRC VILLAGE,  
BHUBANESWAR-751015

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2017

INCOME	NOTE NO.	AMOUNT (IN ₹.)	
		AS AT 31.03.2017	AS AT 31.03.2016
1. Revenue from Operations	13	24,578,447	10,755,630
2. Other Income	14	57,903	58,665
<b>3. Total Revenue (1+2)</b>		<b>24,636,350</b>	<b>10,814,295</b>
<b>4. EXPENSES:</b>			
a) Cost of Material Consumed		-	-
b) Purchase of Stock-in-trade		-	-
c) Changes in Inventories	15	-	-
d) Employee Benefit Expenses	16	184,500	184,500
e) Finance Costs		-	-
f) Depreciation & amortization expenses	7	8,096	8,094
g) Other Expenses	17	23,722,458	10,400,834
<b>Total Expenses</b>		<b>23,915,054</b>	<b>10,593,428</b>
<b>5. Profit /(Loss) before exceptional &amp; extraordinary items &amp; tax (3-4)</b>		<b>721,296</b>	<b>220,867</b>
6. Exceptional items		-	-
<b>7. Profit /(Loss) before extraordinary items &amp; tax (5 ± 6)</b>		<b>721,296</b>	<b>220,867</b>
8. Extraordinary items		-	-
<b>9. Profit/(Loss) before tax ( 7 ± 8 )</b>		<b>721,296</b>	<b>220,867</b>
<b>10. Tax Expenses:</b>			
a) Current Tax		217,966	69,752
b) Deferred Tax Liability / (Asset)		(130)	489
<b>Profit/ (Loss) for the year ( 9 ± 10 )</b>		<b>503,460</b>	<b>150,626</b>
<b>EARNINGS PER EQUITY SHARE</b>			
Equity shares of par value ₹. 10/- each			
Basic		8.39	2.51
Diluted		8.39	2.51
Number of shares used in computing earnings per share			
Basic		60,000	60,000
Diluted		60,000	60,000
Significant accounting policies	1		

The accompanying notes are an integral part of the Financial Statements  
As per our report of even date.

For CHAND & CO.  
CHARTERED ACCOUNTANTS  
Firm Registration No.:323167E

(CA. J. R. MISHRA)  
PARTNER  
Membership No.:058587

Bhubaneswar  
1<sup>st</sup> September, 2017

For and on behalf of the Board of Directors of  
FRONTLINE HOME CREATION PRIVATE LIMITED



*Basanta Kumar Nayak*  
(BASANTA KUMAR NAYAK)  
DIRECTOR  
*Tejeswar Prusty*  
(TEJESWAR PRUSTY)  
DIRECTOR



**FRONTLINE HOME CREATION PRIVATE LIMITED**  
**FF-75, INDRADHANU MARKET, IRC VILLAGE,**  
**BHUBANESWAR-751015**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH' 2017**

	AS AT 31.03.2017 AMOUNT (IN ₹.)	AS AT 31.03.2016 AMOUNT (IN ₹.)
<b>A. Cash flow from operating activities</b>		
Net Profit / (Loss) before extraordinary items and tax	721,296	220,867
<i>Adjustments for:</i>		
Depreciation and amortisation	8,096	8,094
(Profit) / loss on sale / write off of assets	-	-
Interest Income	(57,903)	(58,665)
Non-operating Income	-	-
Finance costs	-	-
Operating profit before working capital changes	671,489	170,296
<i>Changes in working capital:</i>		
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Inventories	13,774,228	(6,991,716)
Trade receivables	-	-
Non-current Investments	-	-
Short-term loans and advances	(469,929)	(1,746,226)
Long-term loans and advances	-	-
Other current assets	88,175	(92,920)
Other non-current assets	-	(8,830,862)
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Trade payables	(417,271)	1,643
Other current liabilities	(226,384)	7,985,516
Other short-term liabilities	-	-
Short-term provisions	-	-
Long-term provisions	-	7,987,159
Cash generated from operations	13,420,308	(673,407)
Net income tax (paid) / refunds	(69,752)	(56,356)
<b>Net cash flow from / (used in) operating activities (A)</b>	<b>13,350,556</b>	<b>(729,763)</b>
<b>B. Cash flow from investing activities</b>		
Capital expenditure on fixed assets, including capi	-	-
Proceeds from sale of fixed assets	-	-
Purchase of long-term investments	-	-
Proceeds from sale of long-term investments	-	-
<b>Net cash flow from / (used in) investing activities (B)</b>	<b>-</b>	<b>-</b>

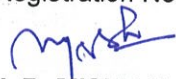


### C. Cash flow from financing activities

Proceeds from issue of equity shares	-	-
Share application money received / (refunded)	-	-
Proceeds from long-term borrowings ( net)	-	-
Proceeds from other short-term borrowings ( net)	(2,800,000)	1,525,000
Interest Income	57,903	58,665
Non-operating Income	-	-
Finance costs	-	-
Dividends paid	-	-
Tax on dividend	-	-
<b>Net cash flow from / (used in) financing activities (C)</b>	<b>(2,742,097)</b>	<b>1,583,665</b>
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>	<b>10,608,459</b>	<b>853,902</b>
Cash and cash equivalents at the beginning of the year	1,354,946	501,044
<b>Cash and cash equivalents at the end of the year</b>	<b>11,963,405</b>	<b>1,354,946</b>

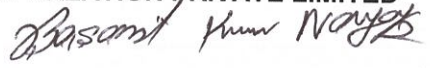
As per our report of even date.

For **CHAND & CO.**  
**CHARTERED ACCOUNTANTS**  
Firm Registration No.:323167E

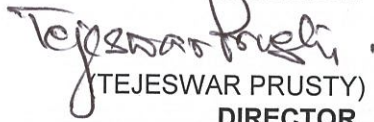
  
**(CA. J. R. MISHRA)**  
PARTNER  
Membership No.:058587  
1<sup>st</sup> September, 2017



For and on behalf of the Board of Directors of  
**FRONTLINE HOME CREATION PRIVATE LIMITED**



**(BASANTA KUMAR NAYAK)**  
**DIRECTOR**

  
**(TEJESWAR PRUSTY)**  
**DIRECTOR**



NOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2017

AMOUNT (IN ₹.)

NOTE NO. - "2"

	AS AT 31.03.2017	AS AT 31.03.2016
<b>SHARE CAPITAL</b>		
<u>Authorised:</u>		
1,00,000 Equity shares of ₹.10.00 each	1,000,000	1,000,000
	<u>1,000,000</u>	<u>1,000,000</u>
<u>Issued, Subscribed &amp; Paid up:</u>		
60,000 Equity shares of ₹.10.00 each	600,000	600,000
	<u>600,000</u>	<u>600,000</u>

The details of Shareholders holding more than 5% shares:

Name of the Shareholder	As at 31 <sup>st</sup> March 2017		As at 31 <sup>st</sup> March 2016	
	No. of shares	% held	No. of shares	% held
Basanta Kumar Nayak	30,000	50	30,000	50
Tejeswar Prusty	30,000	50	30,000	50

NOTE NO. - "3"  
RESERVES & SURPLUS

<u>Surplus:</u>		
Opening Balance	1,073,455	922,829
Add: Profit/ Loss during the year	503,460	150,626
	<u>1,576,915</u>	<u>1,073,455</u>

NOTE NO. - "4"  
SHORT TERM BORROWINGS

Unsecured Loan from Directors	-	2,800,000
	<u>-</u>	<u>2,800,000</u>

NOTE NO. - "5"  
OTHER CURRENT LIABILITIES

Advance from Customers	15,502,322	13,779,394
Accounting Charges Payable	6,000	-
Audit Fees Payable	35,400	29,900
Salary Payable	16,500	15,000
Director's Remuneration Payable	-	1,963,100
Electricity Charges Payable	364	-
News Paper & Periodical Expenses Payable	400	-
Telephone Charges Payable	276	252
	<u>15,561,262</u>	<u>15,787,646</u>

NOTE NO. - "6"  
SHORT TERM PROVISIONS

Provision for Income Tax	217,966	69,752
	<u>217,966</u>	<u>69,752</u>



NOTE NO. - "7"

DETAILS OF FIXED ASSETS & DEPRECIATION SCHEDULE AS PER COMPANIES ACT

SL. NO.	PARTICULARS	GROSS BLOCK		DEPRECIATION		NET BLOCK			
		COST AS ON 01.04.2016	ADDITION DURING THE YEAR	TOTAL AS ON 31.03.2017	UPTO 01.04.2016	FOR THE YEAR	DEPN ADJUST. DURING THE YEAR	TOTAL AS ON 31.03.2017	WDV AS ON 31.03.2017
1	Vibrator Machine	13,800	-	13,800	5,544	1,261	6,805	6,995	8,256
2	Inverter	20,294	-	20,294	3,856	1,928	5,784	14,510	16,438
3	Furniture & Fixtures	43,973	-	43,973	21,997	3,670	25,667	18,306	21,976
4	Interior Decoration	17,820	-	17,820	11,983	1,237	13,220	4,600	5,837
5	Computer & Printer	30,450	-	30,450	28,927	-	28,927	1,523	1,523
<b>TOTAL</b>		<b>126,337</b>	<b>-</b>	<b>126,337</b>	<b>72,307</b>	<b>8,096</b>	<b>80,403</b>	<b>45,934</b>	<b>54,030</b>
Previous year		126,337	-	126,337	64,213	8,094	72,307	54,030	62,124





AMOUNT (IN ₹.)

NOTE NO. - "8" LONG TERM LOANS & ADVANCES	AS AT 31.03.2017	AS AT 31.03.2016
<b>Security Deposits:</b>		
Rental Deposit	700,000	700,000
	<u>700,000</u>	<u>700,000</u>

NOTE NO. - "9" INVENTORIES		
<u>Stock of Land:</u>		
Land at Patrapada	800,000	800,000
<u>Construction Work-in-Progress:</u>		
Project Site (Ghatikia, BBSR)	2,427,351	4,388,284
Project Site (Chandrasekharapur, BBSR)	-	11,813,295
Project Site (Sahid Nagar, BBSR)	50,000	50,000
	<u>3,277,351</u>	<u>17,051,579</u>
	<u>3,277,351</u>	<u>17,051,579</u>

NOTE NO. - "10" CASH & CASH EQUIVALENTS		
<b>i. Cash &amp; Cash Equivalents:</b>		
a) Balances with Bank:		
State Bank of India	10,254,331	125,726
IDBI Bank Limited	910,712	59,696
b) Cash - on - Hand (As certified by Management)	18,362	14,524
c) Fixed Deposit with SBI	780,000	1,155,000
	<u>11,963,405</u>	<u>1,354,946</u>
	<u>11,963,405</u>	<u>1,354,946</u>

NOTE NO. - "11" SHORT TERM LOANS & ADVANCES		
Advance to Contractors	337,150	933,650
Advance to Land owner	1,700,000	700,000
Advance with Parties	645,179	578,750
	<u>2,682,329</u>	<u>2,212,400</u>
	<u>2,682,329</u>	<u>2,212,400</u>

NOTE NO. - "12" OTHER CURRENT ASSETS :		
Tax Deducted at Source	6,760	5,872
Interest Accrued on Fixed Deposit	1,575	90,638
	<u>8,335</u>	<u>96,510</u>
	<u>8,335</u>	<u>96,510</u>



	AS AT 31.03.2017	AMOUNT (IN ₹.) AS AT 31.03.2016
<b>NOTE NO. - "13"</b>		
<b>REVENUE FROM OPERATIONS</b>		
Construction Income	24,578,447	10,755,630
	<u>24,578,447</u>	<u>10,755,630</u>
<b>NOTE NO. - "14"</b>		
<b>OTHER INCOME</b>		
Interest on Fixed Deposit	57,903	58,665
	<u>57,903</u>	<u>58,665</u>
<b>NOTE NO. - "15"</b>		
<b>CHANGE IN INVENTORIES</b>		
Opening Stock	800,000	800,000
Less: Closing Stock	<u>800,000</u>	<u>800,000</u>
	<u>-</u>	<u>-</u>
<b>NOTE NO. - "16"</b>		
<b>EMPLOYEE BENEFITS EXPENSES</b>		
Salary & Wages	181,500	175,000
Bonus	3,000	8,500
Staff Welfare	-	1,000
	<u>184,500</u>	<u>184,500</u>
<b>NOTE NO. - "17"</b>		
<b>OTHER EXPENSES</b>		
<b>Direct Expenses:</b>		
Construction & Development Expenses	22,095,849	9,047,613
<b>Establishment Expenses:</b>		
Director Remuneration	1,440,000	1,200,000
Telephone Charges	3,061	2,994
Electricity Charges	5,407	7,284
Printing & Stationery	4,179	5,845
Travelling & Conveyance	2,400	4,690
Audit Fees	35,400	29,900
Newspaper & Periodical	4,980	4,894
Repair & Maintenance	2,976	4,080
Accounting Charges	12,000	12,000
Miscellaneous Expenses	6,040	3,301
Legal & Professional Charges	6,205	12,380
ROC Filling Fees	800	6,000
Office Expenses	28,680	19,058
Business Promotion Expenses	16,604	16,710
Advertisement Expenses	10,000	-
Bank Charges	1,275	8,464
Swachh Bharat Cess	12,550	-
Interest on Others	7,997	6,448
Interest on Service Tax	26,055	9,173
	<u>23,722,458</u>	<u>10,400,834</u>





NOTE NO. - "18"

NOTES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2017.

a) Payment made to Auditors:

	31.03.2017	31.03.2016
Audit Fees	30,000	26,000
Goods & Service Tax	5,400	3,900
<b>Total</b>	<b>35,400</b>	<b>29,900</b>

b) As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

i. List of related parties with whom transactions have taken place and relationship:


Sr. No.	Name of the Related Parties	Relationship
1	Basanta Kumar Nayak- Director	Key Managerial Personnel
2	Tejeswar Prusty- Director	Key Managerial Personnel

ii. Transactions during the year with related parties:

Sr. No.	Nature of Transaction	Key Management Personnel	Others	Total
1	<b>Loans Taken:</b> Balance as on 01.04.16 Taken during the Year Repaid during the year Balance as on 31.03.17	28,00,000 12,00,000 40,00,000 -	- - - -	28,00,000 12,00,000 40,00,000 -
2	Director Remuneration: Basanta Kumar Nayak Tejeswar Prusty	7,20,000 7,20,000	- -	7,20,000 7,20,000

c) In accordance with the requirements of Schedule II to the Companies Act, 2013, the Company has calculated depreciation on the basis of the useful lives of the depreciable assets.

As per our report of even date.  
For CHAND & CO.  
CHARTERED ACCOUNTANTS  
Firm Registration No.:323167E

  
(CA J. R. MISHRA)  
PARTNER  
Membership No.:058587




Bhubaneswar  
1<sup>st</sup> September, 2017

For and on behalf of the Board of Directors of  
FRONTLINE HOME CREATION PRIVATE LIMITED



(BASANTA KUMAR NAYAK)  
DIRECTOR

  
(TEJESWAR PRUSTY)  
DIRECTOR