



## **INDEPENDENT AUDITOR'S REPORT**

To the Members of BENGAL KDC HOUSING DEVELOPMENT LIMITED

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

We have audited the accompanying standalone financial statements of BENGAL KDC HOUSING DEVELOPMENT LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the 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 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 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 misstatements.

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 controls 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and

the operating effectiveness of such controls. 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 31st March, 2015, 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, 2015', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order") based on the comments in the auditors' reports, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - a.) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b.) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c.) The Balance Sheet, the Statement of Profit and Loss, 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 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f.) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i.) The company does not have any pending litigations on its financial position in its financial statement.
    - ii.) The Company has not made any provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
    - iii.) There were not any amounts which were required to be transferred to the investor education and protection fund by the Company

Place : Kolkata

For Sarp & Associates  
Firm Registration No. 007375C  
Chartered Accountants

Date : The 28th day of May, 2015

[Shailesh Agarwal]  
Partner

**ANNEXURE REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR REPORT TO THE MEMBERS OF BENGAL KDC HOUSING DEVELOPMENT LIMITED OF EVEN DATE**

- (i) (a) The company is maintaining records in soft copy format showing full particulars including quantitative details and situations of fixed assets.
- (b) The fixed assets are physically verified by the management according to a phased programme designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the management during the year and no material discrepancies between the book records and the physical inventory have been noticed.
- (ii) The company does not have any inventory, accordingly provisions of Clauses 3(ii)(a) to 3(ii)(c) of paragraph of the said order are not applicable.
- (iii) As informed to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 and accordingly the provisions of Clause 3 (iii) (a) & 3 (iii) (b) of the order are not applicable to the company.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchases of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control system.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed cost records u/s 148(1) of the Companies Act, 2013 for any of the activities of the company and accordingly the provisions of Clause 3 (vi) of the order is not applicable to the company.
- (vii) (a) Accordingly to the information and explanations given to us and on the basis of examination of the records of the company, in our opinion, the company generally regular in depositing the undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax cess and other statutory dues applicable to it.

According to information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax and cess were in arrears as at 31<sup>st</sup> March, 2015 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of Income tax, Sales Tax, Wealth tax, Service tax, Customs duty, Excise duty, Value Added Tax and Cess (as applicable) which has not been deposited by the Company on account of disputes.
- (c) According to the information and explanations given to us there were not any amounts which were required to be transferred to the investor education and protection fund in accordance with the relevant provisions of Companies Act, 1956 (1 of 1956) and rules made thereunder.
- (viii) The accumulated losses of the company as at the end of the financial year exceeds 50% of its net worth and it has not incurred cash loss in the current financial year and immediately preceding financial year.
- (ix) According to the records of the company examined by us and the information and explanations given to us, the company has no dues to any financial institution, bank or debenture holders.
- (x) In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xi) The company has not taken any term loans and accordingly the provisions of Clause 3(xi) of the order are not applicable to the company.
- (xii) During the course of our examination of the books and records of the company, carried out in accordance with the Generally Accepted Auditing Practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

For Sarp & Associates  
Firm Registration No. 007375C  
Chartered Accountants  
-/SD

Place :Kolkata

[ShaileshAgarwal]  
Partner  
ICAI Membership No. 063220

Date : The 28th day of May, 2015

# BENGAL KDC HOUSING DEVELOPMENT LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2015

PARTICULARS	Note	As at 31-Mar-15 Rs.	As at 31-Mar-14 Rs.
<b>EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	3	20,00,000	20,00,000
(b) Reserve & Surplus	4	(9,88,948)	(9,91,228)
		<b>10,11,052</b>	<b>10,08,772</b>
<b>(2) Non-Current Liabilities</b>			
(a) Other Long Term Liabilities	5	11,82,32,236	11,91,28,986
		<b>11,82,32,236</b>	<b>11,91,28,986</b>
<b>(3) Current Liabilities</b>			
(a) Trade Payables	6	45,544	35,926
		<b>45,544</b>	<b>35,926</b>
<b>TOTAL</b>		<b>11,92,88,832</b>	<b>12,01,73,684</b>
<b>ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Fixed Assets			
Tangible Assets	7	11,70,48,061	11,72,87,828
(b) Non current investments	8	17,26,000	17,26,000
(c) Long term loans and advances	9	-	9,00,000
		<b>11,87,74,061</b>	<b>11,99,13,828</b>
<b>(2) Current Assets</b>			
(a) Cash & Cash Equivalents	10	5,14,771	2,59,856
		<b>5,14,771</b>	<b>2,59,856</b>
<b>TOTAL</b>		<b>11,92,88,832</b>	<b>12,01,73,684</b>
See accompanying notes forming part of the financial statements	1-17	-	-
<div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> <p>In terms of our report attached.</p> <p><b>For Sarp &amp; Associates</b></p> <p>Firm Regn. No. 007375C</p> <p>Chartered Accountants</p> <p>-/SD</p> <p><b>Shailesh Agarwal</b></p> <p>Partner</p> <p>Membership No. 063220</p> <p>Place : Kolkata</p> <p>Date : The 28th day of May, 2015</p> </div> <div style="width: 45%; text-align: right;"> <p><b>For and on behalf of the</b></p> <p><b>Board of Directors</b></p> <p>-/SD</p> <p><b>Prashant Mehra</b></p> <p>Director</p> <p>-/SD</p> <p><b>R. K. Mehra</b></p> <p>Director</p> <p>Place : Kolkata</p> <p>Date : The 28th day of May, 2015</p> </div> </div>			

**BENGAL KDC HOUSING DEVELOPMENT LIMITED**
**Statement of Profit and Loss for the year ended 31 March, 2015**

Particulars		Note	For the year ended 31st March, 2015 Rs.	For the year ended 31st March, 2014 Rs.
1	Revenue from operations (gross)		-	-
	Other Income		-	-
	Agricultural Income		2,64,000	1,74,100
2	<b>Total revenue</b>		<b>2,64,000</b>	<b>1,74,100</b>
3	<b>Expenses</b>			
	Finance Costs	11	2,785	131
	Depreciation & Amortisation Expenses	12	2,39,767	1,42,537
	Other expenses	13	19,168	26,742
	<b>Total expenses</b>		<b>2,61,720</b>	<b>1,69,410</b>
4	<b>Profit / (Loss) before tax (2 - 3)</b>		<b>2,280</b>	<b>4,690</b>
5	<b>Tax expense:</b>			
	Current tax expense for current year		-	-
	Deferred tax		-	-
			-	-
6	<b>Profit / (Loss) for the year (4 - 5)</b>		<b>2,280</b>	<b>4,690</b>
7	<b>Earnings per share (of Rs. 10/- each):</b>	16		
	(a) Basic		0.01	0.02
	(b) Diluted		0.01	0.02
	<b>See accompanying notes forming part of the financial statements</b>	1-17		

In terms of our report attached.

**For Sarp & Associates**

Firm Regn. No. 007375C

Chartered Accountants

-/SD

**Shailesh Agarwal**

**Partner**

**Membership No. 063220**

Place : Kolkata

Date : The 28th day of May, 2015

**For and on behalf of the**

**Board of Directors**

-/SD

**Prashant Mehra**

**Director**

-/SD

**R. K. Mehra**

**Director**

Place : Kolkata

Date : The 28th day of May, 2015

**BENGAL KDC HOUSING DEVELOPMENT LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2015**

Particulars	For the year ended		For the year ended	
	31st March, 2015		31st March, 2014	
	Rs.	Rs.	Rs.	Rs.
<b>A. Cash flow from operating activities</b>				
Net Profit / (Loss) before extraordinary items and tax		2,280		4,690
<u>Adjustments for:</u>				
Finance Cost	2,785		131	
Preliminary Expenses amortised	-		-	
Depreciation on fixed Assets	2,39,767	2,42,552	1,42,537	1,42,668
Operating profit / (loss) before working capital changes		2,44,832		1,47,358
<u>Changes in working capital:</u>				
Adjustments for (increase) / decrease in operating assets:				
Long-term loans and advances		9,00,000		1,30,31,610
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	9,618		(3,448)	
Other long term liabilities	(8,96,750)	(8,87,132)	(1,26,31,000)	(1,26,34,448)
Cash generated from operations		2,57,700		5,44,520
Net income tax (paid) / refunds		-		-
<b>Net cash flow from / (used in) operating activities (A)</b>		<b>2,57,700</b>		<b>5,44,520</b>
<b>B. Cash flow from investing activities</b>				
Capital expenditure on fixed assets		-		(4,00,000)
Purchase of long-term investments		-		(26,000)
<b>Net cash flow from / (used in) investing activities (B)</b>		<b>-</b>		<b>(4,26,000)</b>
<b>C. Cash flow from financing activities</b>				
Changes in Short Term Borrowings		-		-
Finance Costs		(2,785)		(131)
<b>Net cash flow from / (used in) financing activities (C)</b>		<b>(2,785)</b>		<b>(131)</b>
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>		<b>2,54,915</b>		<b>1,18,388</b>
Cash and cash equivalents at the beginning of the year		2,59,856		1,41,467
<b>Cash and cash equivalents at the end of the year</b>		<b>5,14,771</b>		<b>2,59,856</b>
<b>Reconciliation of Cash and cash equivalents with the Balance Sheet:</b>				
Cash and cash equivalents as per Balance Sheet (Refer Note 15)		5,14,771	-	2,59,856
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 <i>Cash Flow Statements</i> (give details)				
Deposit pledged with bank as security against borrowings		-		-
Net Cash and cash equivalents (as defined in AS 3 <i>Cash Flow Statements</i> ) included in Note 15		<b>5,14,771</b>		<b>2,59,856</b>
Add: Current investments considered as part of Cash and cash equivalents (as defined in AS 3 <i>Cash Flow Statements</i> )		-		-
<b>Cash and cash equivalents at the end of the year *</b>		<b>5,14,771</b>		<b>2,59,856</b>
* Comprises:				
(a) Cash on hand		4,94,831		2,43,131
(c) Balances with banks				
(i) In current accounts		19,940		16,725
(ii) In deposit accounts with original maturity of less than 3 months		-		-
		<b>5,14,771</b>		<b>2,59,856</b>

**Notes:**

- (i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.  
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.

**See accompanying notes forming part of the financial statements**

In terms of our report attached.

**For Sarp & Associates**

**Firm Regn. No. 007375C**

**Chartered Accountants**

-/SD

**Shailesh Agarwal**

**Partner**

**Membership No. 063220**

Place : Kolkata

Date : The 28th day of May, 2015

**For and on behalf of the**

**Board of Directors**

-/SD

**Prashant Mehra**

**Director**

-/SD

**R. K. Mehra**

**Director**

Place : Kolkata

Date : The 28th day of May, 2015

# BENGAL KDC HOUSING DEVELOPMENT LIMITED

## Notes forming part of the financial statements

### Note 3 : Share capital

Particulars	As at 31st March, 2015		As at 31st March, 2014	
	Number of shares	Amount (Rs.)	Number of shares	Amount (Rs.)
<b>(a) Authorised</b>				
Equity shares of ` 10/- each with voting rights	20,00,000	2,00,00,000	20,00,000	2,00,00,000
	20,00,000	2,00,00,000	20,00,000	2,00,00,000
<b>(b) Issued</b>				
Equity shares of ` 10/- each with voting rights	2,00,000	20,00,000	2,00,000	20,00,000
	2,00,000	20,00,000	2,00,000	20,00,000
<b>(c) Subscribed and fully paid up</b>				
Equity shares of ` 10/- each with voting rights	2,00,000	20,00,000	2,00,000	20,00,000
<b>Total</b>	<b>2,00,000</b>	<b>20,00,000</b>	<b>2,00,000</b>	<b>20,00,000</b>

Refer Notes (i) to (iv) below

### Notes:

#### (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh Issue	Other Changes	Closing Balance
<b>Issued, Subscribed and Fully Paid-up</b>				
<i>Equity shares with voting rights</i>				
Year ended 31 March, 2015				
- Number of shares	2,00,000	-	-	2,00,000
- Amount (Rs.)	20,00,000	-	-	20,00,000
Year ended 31 March, 2014				
- Number of shares	2,00,000	-	-	2,00,000
- Amount (Rs.)	20,00,000	-	-	20,00,000

#### (ii.) Rights, preferences and restrictions attached to equity shares:

The Company has issued only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share held. The dividend, if any, proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

#### (iii) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates:

Class of shares / Name of shareholder	As at 31st March, 2015		As at 31st March, 2014	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<b>Equity shares with voting rights</b>				
<b>Holding Company</b>				
Kaushalya Infrastructure Developments Corporation Ltd.	1,02,000	51.00	1,02,000	51.00
<b>Total</b>	<b>1,02,000</b>	<b>51.00</b>	<b>1,02,000</b>	<b>51.00</b>

#### (iv) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31st March, 2015		As at 31st March, 2014	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<b>Equity shares with voting rights</b>				
West Bengal Housing Board	22,000	11.00	22,000	11.00
Prashant Mehra	28,500	14.25	28,500	14.25
Rahul Mehra	24,000	12.00	24,000	12.00
Srishty Mehra	19,000	9.50	19,000	9.50
<b>Total</b>	<b>93,500</b>	<b>46.75</b>	<b>93,500</b>	<b>46.75</b>



# BENGAL KDC HOUSING DEVELOPMENT LIMITED

## Notes forming part of the financial statements

### Note 4: Reserves & Surplus

Particulars	As at 31st March, 2015 Rs.	As at 31st March, 2014 Rs.
<b>Surplus / (Deficit) in Statement of Profit and Loss</b>		
Opening balance	(9,91,227.90)	(9,95,917.45)
Add: Profit / (Loss) for the year	2,279.74	4,689.55
<b>Total</b>	<b>(9,88,948.16)</b>	<b>(9,91,227.90)</b>

### Note 5: Other Long Term Liabilities

Particulars	As at 31st March, 2015 Rs.	As at 31st March, 2014 Rs.
Advances From Related Parties		
Holding Company	11,82,32,236.00	11,91,28,986.00
Other Related Parties	-	-
<b>Total</b>	<b>11,82,32,236.00</b>	<b>11,91,28,986.00</b>

### Note 6: Trade Payables

Particulars	As at 31st March, 2015 Rs.	As at 31st March, 2014 Rs.
<b>Other Payables</b>		
Other than Acceptances	45,544.00	35,926.00
<b>Total</b>	<b>45,544.00</b>	<b>35,926.00</b>

### Note 8: Non Current Investments

Particulars	As at 31st March, 2015 Rs.	As at 31st March, 2014 Rs.
<b>Unquoted, fully paid up Equity Shares of Rs 10/- each in Fellow Subsidiaries</b>		
34000 (PY 34000) Eq Sh of Kaushalya Township Pvt Ltd	17,00,000.00	17,00,000.00
2600 Equity Shares @Rs.10 Flare Realty Engineers Pvt. Ltd	26,000.00	26,000.00
<b>Total</b>	<b>17,26,000.00</b>	<b>17,26,000.00</b>
<i>Aggregate Value of Unquoted Investments</i>	<b>17,26,000.00</b>	<b>17,26,000.00</b>

### Note 9: Long Term Loans & Advances

Particulars	As at 31st March, 2015 Rs.	As at 31st March, 2014 Rs.
<b>Capital Advances</b>		
Unsecured, considered good	-	3,00,000.00
<b>Advances to Related Parties</b>		
Unsecured, considered good		
Fellow Subsidiaries	-	-
Other related parties	-	6,00,000.00
<b>Total</b>	<b>-</b>	<b>9,00,000.00</b>

### Note 10: Cash and Cash Equivalents

Particulars	As at 31st March, 2015 Rs.	As at 31st March, 2014 Rs.
Cash on hand (As Certified by Director)	4,94,831.00	2,43,131.00

# BENGAL KDC HOUSING DEVELOPMENT LIMITED

## Notes forming part of the financial statements

Balances with banks		
In current accounts	19,940	16,725
<b>Total</b>	<b>5,14,771</b>	<b>2,59,856</b>
Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 Cash Flow Statements is	5,14,771	2,59,856

## Note 11: Finance Costs

Particulars	For the year Ended 31st March, 2015 Rs.	For the year Ended 31st March, 2014 Rs.
<b>(a) Interest on Borrowings</b>		
Bank Interest	-	-
<b>(b) Other Borrowing Costs</b>		
Bank Commission & Other Charges	2,785	131
<b>Total</b>	<b>2,785</b>	<b>131</b>

## Note 12: Depreciation & amortisation expenses

Particulars	For the year Ended 31st March, 2015 Rs.	For the year Ended 31st March, 2014 Rs.
Depreciation	2,39,767.00	1,42,537.00
Preliminary expenses written off	-	-
<b>Total</b>	<b>2,39,767.00</b>	<b>1,42,537.00</b>

## Note 13: Other Expenses

Particulars	For the year Ended 31st March, 2015 Rs.	For the year Ended 31st March, 2014 Rs.
Filing Fee	4,800.00	1,500.00
Cultivation Charges	-	11,535.00
Legal & Professional	7,250.00	4,000.00
Income Tax Paid 12-13	-	4,089.00
Donation & Subscription	1,500.00	-
Payments To Auditors		
- As Audit Fees	5,618.00	5,618.00
<b>Total</b>	<b>19,168.00</b>	<b>26,742.00</b>

**BENGAL KDC HOUSING DEVELOPMENT LIMITED**  
Notes forming part of the financial statement

**Note 7 : Tangible Assets**

Particulars	Gross Block			Depreciation			Net Block	
	As at 01.04.2014	Additions	Deduction	As at 31.03.2015	Upto 31.03.2014	For the Year	As at 31.03.2015	As at 31.03.2014
<b>A. Tangible Assets Owned</b>								
Land	11,59,94,373	-	-	11,59,94,373	-	-	11,59,94,373	11,59,94,373
Furniture & Fixtures	18,92,400	-	-	18,92,400	5,98,945	2,39,767	8,38,712	10,53,688
Total	11,78,86,773		-	11,78,86,773	5,98,945	2,39,767	8,38,712	11,70,48,061
Previous Year	11,74,86,773	4,00,000	-	11,78,86,773	4,56,408	1,42,537	5,98,945	11,72,87,828

# **BENGAL KDC HOUSING DEVELOPMENT LIMITED**

Notes forming part of the Financial Statements

## **Note 1: Corporate Information**

Bengal KDC Housing Development Limited is a Private Limited Company, domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is a subsidiary company of M.s Kaushalya Infrastructure Development Corporation Limited. The shares of the company are not listed on any stock exchanges in India. The company has been incorporated with the object of dealing in Housing Projects. The company carries on its business in domestic markets only.

## **Note 2: Significant Accounting Policies**

### **2.1 Basis of accounting and preparation of financial statements**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act(to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The financial statements have been prepared on accrual basis under historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

### **2.2 Use of estimates**

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. 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 recognized in the periods in which the results are known / materialize.

### **2.3 Cash and cash equivalents (for purposes 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.

### **2.4 Cash flow statement**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

### **2.5 Fixed Assets:**

Tangible Fixed assets are stated at cost of acquisition less accumulated depreciation. Acquisition cost includes taxes, duties, freight, insurance and other incidental expenses related to acquisition and installation. Revenue expenses incidental and related to the said assets are capitalized along with the related fixed assets, wherever appropriate. Subsequent expenditure relating to such fixed assets is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

# BENGAL KDC HOUSING DEVELOPMENT LIMITED

## Notes forming part of the Financial Statements

### 2.6 Depreciation and amortization

#### i.) Tangible Fixed Assets

a) Depreciation is provided from the date the assets are ready to be put to use, on straight line method as per the useful life of the assets as prescribed under Part C of Schedule II of the Companies Act, 2013.

### 2.7 Recognition of Income and Expenses:

- i. Revenue from Operation: The company does not have any income from operation since incorporation as apparent from records. However the company holds for a project in Rajarhat, Kolkata.
- ii. Agricultural Income: Agricultural income is recognized on sale.

### 2.8 Investments

Non Current Investments in shares are carried individually at cost.

### 2.9 Employee Benefits

The company has no employees. Therefore AS 15 Employee Benefits issued by the Institute of Chartered Accountants of India does not apply to the company.

### 2.10 Borrowing Costs

The company has not borrowed any funds. Therefore AS 16 Borrowing Costs issued by the Institute of Chartered Accountants of India does not apply to the company,

### 2.11 Segment reporting

The company is engaged in a single business segment i.e. Real Estate Development, therefore AS-17 on "Segment Reporting" issued by The Institute of Chartered Accountants of India is not applicable to the company.

### 2.12 Earnings per share

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 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. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

### 2.13 Taxes on income

"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.

# **BENGAL KDC HOUSING DEVELOPMENT LIMITED**

## **Notes forming part of the Financial Statements**

Deferred tax is recognized 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.

The management is of the opinion that there is no virtual certainty supported by convincing evidence that sufficient future taxable income will be available to the company against which Deferred tax assets can be realized. So, deferred tax assets, as per Accounting Standard (22), has not been recognized / accounted for in the financial statements

### **2.14 Provisions and contingencies**

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. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the 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. Contingent liabilities are disclosed in the Notes.

### **2.15 Events occurring after the balance sheet date**

No significant events which could materially affect the financial position of the Company for the relevant year have been reported by the management, after the Balance Sheet date till the signing date of report.

# BENGAL KDC HOUSING DEVELOPMENT LIMITED

Notes forming part of the Financial Statements

## Note 14: Additional Information of the Financial Statements

### Note 14.a. Contingent Liabilities and Commitments to the extent not provided for

	Amount (Rs.)	
	As at 31 <sup>st</sup> March, 2015	As at 31 <sup>st</sup> March, 2014
(a) Contingent Liabilities	Nil	Nil
(b) Commitments	Nil	Nil

### Note 14.b: Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The Company is in the process of identifying the suppliers, who would be covered under the Micro, Small and Medium Enterprises Development Act, 2006. As confirmed by the management, the company has not yet received any information about such registration from the vendors and such information will be provided as and when confirmation is received from them. However, as regards the same, no documentary evidence has been found during the course of audit.

### Note 14.c: Earning & Expenditure in Foreign Currency

	Amount (Rs.)	
	For the year Ended 31 <sup>st</sup> March, 2015	For the Year Ended 31 <sup>st</sup> March, 2014
Earnings	Nil	Nil
Outgo	Nil	Nil

### Note 14.d:

In the opinion of the Board, the current assets have value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

### Note 15: Related Parties\*, Related Party Transactions and Balances receivable/payable as at the end of the year

#### I. Parties Where Control Exists

##### Holding Company

Kaushalya Infrastructure Development Corporation Limited

##### Fellow Subsidiaries

1. Bengal Kaushalya Nirman Ltd.
2. Kaushalya Energy (P) Ltd.
3. Kaushalya Township (P) Ltd.
4. Azur Solar KDC (P) Ltd. (Formerly Kaushalya Solar Power (P) Ltd.)

##### Associates

1. Kaushalya Nirman (P) Ltd.
2. Orion Abaasan (P) Ltd.

# BENGAL KDC HOUSING DEVELOPMENT LIMITED

Notes forming part of the Financial Statements

## II. Key Management Personnel :

1. Mr. Ramesh Kumar Mehra, Director
2. Mr. Prasant Mehra, Director
3. Mr. Devraj Seth, Director
4. Mr. Karan Mehra, Director
5. Mr. Rahul Mehra, Director
6. Mr. Ashok Kumar Roychowdhury
7. Mrs. Mousumi Guha Roy Das

## III. Associate Company

Pushpdanta Vyapar Pvt. Ltd. Directors are wife and brother of the directors of the company.

## IV. Transactions with Related Parties

Sl. No.	Type of Transactions(other than Reimbursement)	2014-15			2013-14		
		Holding Company	Fellow Subsidiaries	Other Parties	Holding Company	Fellow Subsidiaries	Other Parties
(a)	Advances Received/Taken	3,250	-	600,000	-	3,000,000	500,000
	Kaushalya Infrastructure Development Corp. Ltd.	3,250	-	-	-	-	-
	Kaushalya Nirman (P) Ltd.	-	-	-	-	900,000	-
	Kaushalya Township (P) Ltd.	-	-	-	-	500,000	-
	Orion Abasaan (P) Ltd.	-	-	-	-	1,600,000	-
	Pushpdanta Vyapar Pvt. Ltd			600,000			500,000
(b)	Advances Repaid/Given	900,000	-	-	12,631,000	10,131,610	-
	Kaushalya Infrastructure Development Corp. Ltd.	900,000	-	-	12,631,000	-	-
	Kaushalya Township (P) Ltd.	-	-	-	-	10,131,610	-
(c)	Balance Receivable as at 31-03-2015	-	-	-	-	-	600,000
	Pushpdanta Vyapar Pvt. Ltd		-	-		-	600,000
(d)	Balance Payable as at 31-03-2015	118,232,236	-	-	119,128,986	-	-
	Kaushalya Infrastructure Development Corp. Ltd.	118,232,236	-	-	119,128,986	-	-

**\*The related parties have been identified by the Management.**

## Note 16: Earning Per Shares

Year Ended 31.03.2015

Amount (Rs.)

	Continuing Operations				Discontinuing Operations				Total Operations			
	Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items	
	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted
Face Value of Shares	10	10	10	10	10	10	10	10	10	10	10	10
Profit	2,280	2,280	2,280	2,280	0	0	0	0	2,280	2,280	2,280	2,280
Weighted Average No. of Shares	200000	200000	200000	200000	200000	200000	200000	200000	200000	200000	200000	200000
EPS (Rs.)	0.01	0.01	0.01	0.01	0	0	0	0	0.01	0.01	0.01	0.01



# BENGAL KDC HOUSING DEVELOPMENT LIMITED

Notes forming part of the Financial Statements

Year Ended 31.03.2014

Amount (Rs.)

	Continuing Operations				Discontinuing Operations				Total Operations			
	Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items	
	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted
Face Value of Shares	10	10	10	10	10	10	10	10	10	10	10	10
Profit	4,690	4,690	4,690	4,690	0	0	0	0	4,690	4,690	4,690	4,690
Weighted Average No. of Shares	200000	200000	200000	200000	200000	200000	200000	200000	200000	200000	200000	200000
EPS (Rs.)	0.02	0.02	0.02	0.02	0	0	0	0	0.02	0.02	0.02	0.02

## Note 17: Previous Year Figures

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

In terms of our report attached.

**For Sarp & Associates**

Firm Regn. No. 007375C

Chartered Accountants

-/SD

**Shailesh Agarwal**

**Partner**

**Membership No. 063220**

Place : Kolkata

Date : 28<sup>th</sup> day of May, 2015

**For and on behalf of the Board of Directors**

-/SD

**Prashant Mehra**

**Director**

-/SD

**Ramesh Kumar Mehra**

**Director**

Place : Kolkata

Date : 28<sup>th</sup> day of May, 2015