

**YUVRAJ ASNANI & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

**OFFICE:**  
F-6 LAJPAT NAGAR - III  
NEW DELHI - 110024  
TELE. : 29836070

**RESIDENCE:**  
A-87, LAJPAT NAGAR -II  
NEW DELHI -110024  
TELE. : 29832996

## INDEPENDENT AUDITOR'S REPORT

To the Members of M/s PYRITE BUILDERS & CONSTRUCTION PRIVATE LIMITED

### Report on the Financial Statements

We have audited the accompanying financial statements of M/s PYRITE BUILDERS & CONSTRUCTION PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

The Management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the act) with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance 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 Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other regularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are 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 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 there under. 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 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 include evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of 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 Financial Statements.

#### Opinion

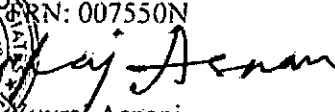
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state affairs of the Company as at 31 March, 2016, its profit and its cash flows for the year ended on that date.

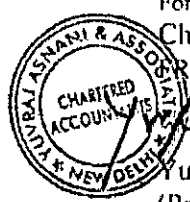
#### Report on Other Legal and Regulatory Requirements

As required by the companies (Auditor's Report) Order, 2015 ("The Order"), issued by the Central Government of India in terms of sub section of sub section (11) of Section 143 Companies Act, 2015. We give in the Annexure a statements on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable. As required by section 143(3) of the Act, we further 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 purpose of our audit;
- b. In our opinion proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;
- c. The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014.
- e. On the basis of written representation received from the directors as on April 1, 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on April 1, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f. Company has in place and adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.
- g. In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
  - (i) The Company does not have any pending litigations which would impact its financial position.
  - (ii) The Company did not have any long term contracts including derivative contracts; for which there were any material aforesaid losses.
  - (iii) There were no amounts which were required to be transferred to Investor Education & Protection fund by the Company.

Place: New Delhi  
Date: 26/4/16

For Yuvraj Asnani & Associates  
Chartered Accountants  
RN: 007550N  
  
Yuvraj Asnani  
(Prop.)  
Membership No. 086438



**M/s PYRITE BUILDERS & CONSTRUCTION PRIVATE LIMITED**

Annexure to the Auditor's Report

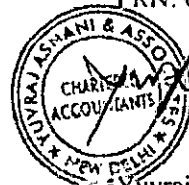
The Annexure referred to in our report to the members of Pyrite Builders &amp; Construction Private Limited for the year ended on 31st March, 2016. We report that

S. No.	Particular	Auditor Remark
(i)	(a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets:	--Not Applicable--
	(b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of accounts;	--Not Applicable--
	(c) Whether the title deeds of immovable properties are held in the name of company. If not provide the details thereof;	--
(ii)	Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account;	--Not Applicable--
(iii)	Whether the company has granted any loans, secured or unsecured to companies, firms, Limited Liability, Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. If so,	--Not Applicable--
	(a) Whether the term and conditions of the grant of such loans are not prejudicial to company's interest;	--Not Applicable--
	(b) Whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;	--Not Applicable--
	(c) If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest;	--Not Applicable--
(iv)	In respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the companies Act, 2013 have been complied with. If not, provide the details thereof.	--Not Applicable--
(v)	In case the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, where applicable, have been complied with? If not, The nature of contraventions should be stated; if an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not	--Not Applicable--
(vi)	Where maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained.	--Not Applicable--
(vii)	(a) Whether the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax duty of customs, duty of excise, value added tax cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they become payable, shall be indicated:	---Yes---



	(b) Where due of income tax or sales tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where disputed is pending shall be mentioned. (A mere representation to the concerned Department shall not be treated as dispute).	--Not Applicable--
(viii)	Whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders? If yes, the period and the amount of default to be reported (in case of defaults to banks, financial institutions, and Government, lender wise details to be provided).	--Not Applicable--
(ix)	Whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purpose for which those are raised. If not, the details together with delays or defaults and subsequent rectification, if any, as may be applicable be reported;	--Not Applicable--
(x)	Whether any fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year; if yes, the nature and the amount involved is to be indicated;	--Not Applicable--
(xi)	Whether managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the company Act? If not, state the amount involved and steps taken by the company for securing refund of the same;	--Not Applicable--
(xii)	Whether the Nidhi Company has complied with the net Owned funds to deposits in the ratio of 1:20 to meet out the liability and whether the Nidhi Company is maintaining ten percent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;	--Not Applicable--
(xiii)	Whether all transactions with the related parties are in compliance with sections 177 and 188 of companies Act, 2013 where applicable and the details have been disclosed in the financial statement etc., as required by the applicable accounting standards;	---Yes---
(xiv)	Whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the companies Act, 2013 have been complied with and the amount raised have been used for the purpose for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance;	--Not Applicable--
(xv)	Whether the company has entered into any non company transactions with directors or persons connected with him and if so, whether the provisions of section 192 of companies Act, 2013 have been complied with;	--Not Applicable--
(xvi)	Whether the company is required to be registered under section 45-1A of the Reserve bank of India Act, 1934 and if so, whether the registration has been obtained.	--Not Applicable--

For Yuvraj Asnani & Associates  
Chartered Accountants  
FRN: 007550N



Yuvraj Asnani  
(Prop.)

Place: New Delhi  
Date: 26/4/16

**PYRITE BUILDERS & CONSTRUCTIONS PVT. LTD.**  
Balance Sheet as at March 31, 2016

(Amt. in-Rs)

Particulars	Notes	31-Mar-2016	31-Mar-2015
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
(a) Share capital	3	100,000	100,000
(b) Reserves and surplus	4	(190,170)	(111,812)
<b>Current liabilities</b>			
(a) Trade Payable	5	250,748,841	250,744,341
(b) Other current liability	6	33,685	10,618
<b>Total</b>		<b>250,692,356</b>	<b>250,743,147</b>
<b>ASSETS</b>			
<b>Non Current assets</b>			
(a) Deferred Tax	7	73,310	45,074
<b>Current assets</b>			
(a) Inventories	8	248,357,202	248,277,861
(b) Cash and bank balances	9	2,179,973	2,050,304
(c) Short term loan& Advances	10	-	369,908
(d) Long term loan& Advances	11	81,871	-
<b>Total</b>		<b>250,692,356</b>	<b>250,743,147</b>

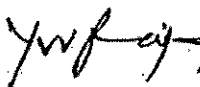
Significant accounting policies

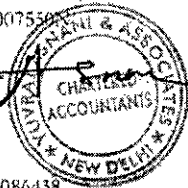
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The notes referred above form an integral part of the financial statements.

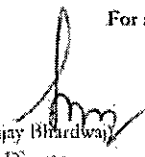
This is the Balance sheet referred to in our report of even date


For Yuvraj Asnani & Associates  
Chartered Accountants  
Registration No.: 007550

  
Yuvraj Asnani  
(Proprietor)  
Membership No.: 086438



For and on behalf of the Board of Directors

  
(Sanjay Bhardwaj)  
Director  
DIN-06487560

  
(Satish Kr Tyagi)  
Director  
DIN- 00003431

Place : New Delhi  
Date : 26/4/16

**PYRITE BUILDERS & CONSTRUCTIONS PVT. LTD.**  
Statement of profit and loss for the year ended March 31, 2016

(Amt. in Rs)

Particulars	Notes	31-Mar-2016	31-Mar-2015
<b>Income:</b>			
Revenue from operations	12	-	36,576,975
Other income	13	15,843	41,380
<b>Total revenue (I)</b>		<b>15,843</b>	<b>36,618,355</b>
<b>Expenses:</b>			
Change in Inventory	14	(78,863)	(34,005,450)
Purchase of Inventory	15	78,863	2,107,814
Other expenses	16	122,437	75,322
Finance cost	17	-	112
<b>Total expenses (II)</b>		<b>122,437</b>	<b>36,188,698</b>
<b>Profit before tax (I)-(II)</b>		<b>(106,594)</b>	<b>429,657</b>
<b>Continuing operations</b>			
Profit from continuing operations before tax		(106,594)	429,657
MAT tax			(81,871)
- Current Tax			-
- Deferred Tax		28,236	-
MAT credit entitlement			81,871
<b>Profit from continuing operations after tax (A)</b>		<b>(78,358)</b>	<b>429,657</b>
<b>Profit for the year (A)+(B)</b>		<b>(78,358)</b>	<b>429,657</b>
<b>Earnings per share</b>	18		
Including discontinuing operations:			
- Basic earning per share		(7.84)	42.97
- Diluted earning per share		(7.84)	42.97
Excluding discontinuing operations:			
- Basic earning per share		(7.84)	42.97
- Diluted earning per share		(7.84)	42.97

Significant accounting policies

2

The notes referred above form an integral part of the financial statements.

This is the Profit and Loss account referred to in our report of even date

For Yuvraj Asnani & Associates  
Chartered Accountants  
Registration No.: 007550

Yuvraj Asnani  
(Proprietor)  
Membership No.: 086438

Place: New Delhi

Date: 26/4/16



For and on behalf of the Board of Directors

(Sanjay Bhardwaj)  
Director  
DIN-06487560

(Satish Kr Tyagi)  
Director  
DIN-00003431

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