

**INDEPENDENT AUDITOR'S REPORT****To the Members of M/s Lempo Buildwell Private Limited****Report on the Financial Statements**

- 1 We have audited the accompanying financial statements of M/s Lempo Buildwell Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, 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**

- 2 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 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; 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**

- 3 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 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
- 4 An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal 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, 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 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.

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

#### Opinion

6. 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:-

- i) in the case of the Balance Sheet, of the state of affairs of the company as at March 31, 2015;
- ii) in case of the Statement of Profit and Loss, of the loss for the year ended on that date
- iii) in case of the Cash Flow Statement, of the cash flows for the year ended on that date

#### Report on Other Legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
8. 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 account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. The company did not have any branch during the year.



- d. 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;
- e. 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
- f. on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act
- 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; as such the question of commenting on any material foreseeable losses thereon does not arise
  - (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise

For K. K. JAIN & CO.  
Chartered Accountants  
Firm Registration No.002465N

*Simmi Jain*  
(Simmi Jain)  
Partner  
M. No.86496



Place: Delhi

Date: 15-5-2015

**Annexure referred to in paragraph 7 Our Report of even date to the members of M/s Lempo Buildwell Private Limited on the accounts of the company for the year ended 31st March, 2015**

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- (i) The Company had no fixed assets during the year.
- (ii) (a) Inventories have been physically verified by the management at reasonable intervals during the year.  
(b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.  
(c) On the basis of our examination of records of inventory produced to us, in our opinion, the company has maintained proper records of inventories. No material discrepancies were noticed on physical verification of inventory as compared to the book record.
- (iii) 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 Act.
- (iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and for the sale of services. Further, on the basis of our examination of the books and records of the Company and according to the information and explanations given to us, no major weakness has not been noticed or reported.
- (v) The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013.
- (vi) As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act.
- (vii) (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is 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 and other material statutory dues, as applicable, with the appropriate authorities in India;  
(b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes.



- (c) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of reporting delay in transferring such sums does not arise
- (viii) The accumulated losses of the company at the end of the financial year are more than fifty percent of its net worth. The company has incurred cash loss both in the current financial year and in the immediately preceding year.
- (ix) According to the records of the company examined by us and as per the information and explanations given to us, the company has not availed of any loans from any financial institution or banks and has not issued debentures
- (x) In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from a bank or financial institution during the year
- (xi) In our opinion, and according to the information and explanations given to us, the company has not raised any term loans during the year
- (xii) During the course of our examination of the books and records of the company, carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management

For K. K. JAIN & CO.  
Chartered Accountants  
Firm Registration No.002465N

*Simmi Jain*  
(Simmi Jain)  
Partner  
M. No.86496



Place: Delhi

Date: 15-5-2015

LEMPO BUILDWELL PVT. LTD.  
Balance Sheet as at March 31, 2015

(Amt. in ₹)

Particulars	Notes	31-Mar-15	31-Mar-14
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
(a) Share capital	3	100,000	100,000
(b) Reserves and surplus	4	(232,996)	(180,843)
<b>Current liabilities</b>			
(a) Trade Payables	5	235,241,156	235,245,156
(b) Other current liabilities	6	15,112	5,618
<b>Total</b>		<b>235,123,272</b>	<b>235,169,931</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Deferred tax (net)	7	96,376	73,054
<b>Current assets</b>			
(a) Inventories	8	234,109,608	234,101,467
(b) Cash and bank balances	9	117,291	194,292
(c) Short-term loans and advances	10	799,997	801,118
<b>Total</b>		<b>235,123,272</b>	<b>235,169,931</b>

Significant accounting policies

2

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 K. K. Jain & Co.  
Chartered Accountants  
Registration No.: 002465N

*Sirmi Jain*

Sirmi Jain  
Partner  
Membership No.: 086496

Place : New Delhi

Date : 15-5-15



For and on behalf of the Board of Directors

*[Signature]*  
Director  
(Narinder Duggal)  
00003399

*[Signature]*  
Director  
(Sanjay Bhardwaj)  
06487560

*[Signature]*

LEMPO BUILDWELL PVT. LTD.

Statement of profit and loss for the year ended March 31, 2015

(Amt. in ₹)

Particulars	Notes	31-Mar-15	31-Mar-14
<b>Income:</b>			
Total revenue (I)		-	-
<b>Expenses:</b>			
Finance charges	11	112	-
Other expenses	12	75,363	71,045
Total expenses (II)		75,475	71,045
Profit/ (Loss) before tax (I)-(II)		(75,475)	(71,045)
<b>Continuing operations</b>			
Profit/(Loss) from continuing operations before tax		(75,475)	(71,045)
<b>Tax expense:</b>			
-Provision for Tax		23,322	50,140
-Deferred tax		(52,153)	(20,905)
Profit/(Loss) from continuing operations after tax		(52,153)	(20,905)
Profit/(Loss) for the year		(52,153)	(20,905)
<b>Earnings per share (₹)</b>			
13			
<b>Including discontinuing operations</b>			
- Basic earning per share		(5)	(2)
- Diluted earning per share		(5)	(2)
<b>Excluding discontinuing operations</b>			
- Basic earning per share		(5)	(2)
- Diluted earning per share		(5)	(2)

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 K. K. Jain & Co.  
Chartered Accountants

*Simmi Jain*

Simmi Jain  
Partner  
Membership No.: 086496



Place : New Delhi  
Date : 15-5-15

For and on behalf of the Board of Directors

*(Signature)*

Director  
(Narinder Duggal)  
00003399

*(Signature)*

Director  
(Sanjay Bhardwaj)  
06487560