

LOV KUSH PROPERTIES PRIVATE LIMITED

19th Annual Report

Financial Year 2017-18

Registered Office:

**"The Grand Bhagwati", F.P. No. 112, Vesu-Magdalla Circle, Near City Plus
Multiplex, Surat- Dumas Road, Surat- 395007**

CIN: U70101GJ1999PTC056059



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NOTICE

Notice is hereby given that the Nineteenth Annual General Meeting of Lov Kush Properties Private Limited will be held at "The Grand Bhagwati", F.P. No. 112, Vesu -Magdalla Circle, Near City Plus Multiplex, Surat-Dumas Road, Surat- 385007 on Thursday, 27th September, 2018 at 02.00 PM to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited balance sheet as at 31.03.2018 and the Profit and Loss for the year ended on that date together with the Auditor's Report thereon and Directors' Report attached thereto.
2. To re-appoint auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

3. ADVANCE LOANS, PROVIDE GUARANTEE/SECURITY AND MAKE INVESTMENT IN EXCESS OF THE PRESCRIBED LIMIT:

To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 186 and all other applicable provisions, if any, of the Companies Act, 2013 (the 'Act'), and the Rules framed there under including any statutory modification or re-enactment thereof for the time being in force, and such other approvals as may be required in that behalf, the consent of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as 'the Board' which term shall be deemed to include any Committee which the Board may have constituted or hereinafter constitute to exercise its powers including the powers conferred by this Resolution) to:

- make loans from time to time on such terms and conditions as it may deem expedient to any person or other bodies corporate;
- give on behalf of any person, body corporate, any guarantee, or provide security in connection with a loan made by any other person to, or to any other person by anybody corporate; and
- acquire by way of subscription, purchase or otherwise the securities of any other body corporate,

in excess of the limits prescribed under Section 186 of the Companies Act, 2013 up to an aggregate sum of ₹ 50,00,00,000/- (Rupees Fifty Crores Only), notwithstanding that the aggregate of loans and investments so far made, the amounts for which guarantee or security so far provided to, along with the investments, loans, guarantee or security proposed to be made or given by the Board may exceed sixty per cent of its paid-up share capital, free reserves and securities premium account or one hundred per cent of its free reserves and securities premium account, whichever is more."

"RESOLVED FURTHER THAT Mrs. Sunita Narendra Somani, the Director (DIN: 00754263) of the Company is be and hereby authorised to decide and finalize the terms and conditions (including

the amount or limit in respect of each transaction) in connection with such loan, guarantee, security or acquisition within the limit approved as aforesaid."

"RESOLVED FURTHER THAT Mrs. Sunita Narendra Somani, the Director (DIN: 00754263) of the Company is be and hereby authorised to exercise all such powers and authorities and to execute all deeds, documents and other writings and to do all such acts, deeds, matters and things, as may be necessary, relevant, usual, customary and/ or expedient for implementing and giving effect to the aforesaid resolution."

"RESOLVED FURTHER THAT so long as the aggregate outstanding amounts of the loan, guarantee, security or acquisition are at any time within the limit aforesaid, nothing herein contained shall be deemed to restrict the power of the Board to give fresh loans, guarantees or securities or to make fresh acquisitions without the need for any further prior approval for any fresh or additional loan, guarantee, security or acquisition or any variation, extension or renewal thereof or any alteration of any term or condition thereof."

For and on behalf of the board

Place: Ahmedabad
Date: 11.08.2018



Sunita N. Somani
Director
DIN: 00754263

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO. 3

As per the provisions of Section 186 of the Companies Act, 2013, the Board of Directors of a Company can make any loan, investment or give guarantee or provide any security beyond the prescribed ceiling of i) Sixty per cent of the aggregate of the paid-up capital and free reserves and securities premium account or, ii) Hundred per cent of its free reserves and securities premium account, whichever is more, if special resolution is passed by the members of the Company.

At times the Company is in position to have surplus funds and it is thought desirable that it may be deployed in a proper fashion which would be more beneficial in the interest of the Company. Hence, permission is sought pursuant to the provisions of Section 186 of the Companies Act, 2013 to give powers to the Board of Directors or any duly constituted committee thereof, for making further investment, providing loans or give guarantee or provide security in connection with loans for an amount not more than ₹ 50,00,00,000/- (Rupees Fifty Crores Only).

The investment(s), loan(s), guarantee(s) and security (ies), as the case may be, will be made in accordance with the applicable provisions of the Companies Act, 2013 and relevant rules made there under.

None of the Directors or key managerial personnel or their relatives except their shareholding, are in any way concerned or interested in the proposed resolution.

LOV KUSH PROPERTIES PRIVATE LIMITED

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CIN: U70101GJ1999PTC056059

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting their Nineteenth Annual Report with the Audited Accounts for the financial year ended 31st March 2018.

Financial Performance:

The Financial Performance of the Company for the financial year ended on 31st March 2018, as compared to the previous year ended on 31st March, 2017 is summarized below: -

Particulars	Year ended 31 st March, 2018	Year ended 31 st March, 2017
Revenue from Operation	-	-
Other Income	12,477,960	-
Total Revenue	12,477,960	-
Less : Total Expenditure	250,010	-
Profit from Operations before Exceptional Items and Tax	12,227,950	-
Add : Exceptional Items	-	-
Profit before tax	12,227,950	-
Less : Provision for taxation	-	-
Less : Deferred tax Liability	-	-
Profit after tax	12,227,950	-
Other Comprehensive Income	-	-
Items that will not be reclassified to P & L : Re-measurement of defined benefits plans (net of tax)	-	-
Total Comprehensive Income	12,227,950	-

Deposits

During the year under review, your company did not accept any deposits in terms of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014. And hence the requirement for furnishing the details of deposits in compliance with Chapter V of the Companies Act, 2013 is not applicable.

Material Changes

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these financial statements relate on the date of this report.

Meetings

During the year, five meeting of the Board of Directors were convened and held on the following dates:

24.05.2017, 16.08.2017, 12.09.2017, 13.12.2017, 10.02.2018

Directors and Key Managerial Personnel

The Board of Directors of the Company is duly constituted. There was change in composition of the Board during the current financial of the Company due to resignation of Mr. Narendra G. Somani and Mr. Devanand G. Somani, directors of the Company by placing the personal reasons.

Corporate Social Responsibility

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135(1) of the Companies Act, 2013.

Report on performance and financial position of Subsidiaries, Associates and Joint Venture Companies

During the year under review, your company did not have any subsidiary, associate and joint venture company.

Significant & Material Orders Passed by the Regulators

During the year no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

Changes in Shares Capital

The Company has not issued any Equity Shares during the year under review.

Statutory Auditors

At the Annual General Meeting held on September 28, 2017, the Members approved the appointment of M/s. O. P. Bhandari & Co., Chartered Accountants, (Firm Registration No. 112633 W) as Statutory Auditors to hold office commencing from this Annual General Meeting till the conclusion of the next Annual General Meeting of the Company. The Board has proposed the re-appointment of M/s O. P. Bhandari & Co., Chartered Accountants as Statutory Auditors of the Company to hold office commencing from the this Annual General Meeting till the conclusion of the next Annual General Meeting of the Company. The appointment is accordingly proposed in the Notice of the current Annual General Meeting vide item no. 2 for approval by Members.

There were no qualifications, reservations or adverse remarks made by the Auditors in their reports.

Extract of Annual Return

The extracts of Annual Return pursuant to the provisions of Section 134(3) (a) and Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in Annexure "A" and is attached to this Report.

Particulars of Loan, Guarantee or Investment under Section 186 of the Companies Act, 2013

The details of loans given, investments made, guarantees given and securities provided under Section 186 of the Companies Act, 2013 have been provided in the notes to the financial statements.

Particulars of contracts or arrangements with related parties

Your Company had not entered into any contract or arrangement with related parties in terms of Section 188 (1) of the Companies Act, 2013. The disclosure of related party transactions as required to be made under Section 134(3) (h) of the Companies Act, 2013 in Form AOC -2 is therefore, not applicable. Transactions with related parties, as per requirements of Indian Accounting Standard (IND AS) 24 are disclosed in the notes to accounts annexed to the financial statements.

Conservation of energy, technology absorption, foreign exchange earnings and outgo

In the absence of any commercial activity during the year under review, your company has no particulars of conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014.

Directors' Responsibility Statement

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

1. In preparation of the Annual Accounts for the financial year ended 31st March 2018, the applicable Accounting Standards have been followed along with proper explanation to material departures;
2. The Directors have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company, for that period.
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. The Directors have prepared the Annual Accounts on a going concern basis.
5. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Particulars of Employee:

During the year under review, there was no employee in the company.

Acknowledgment

The Directors express their sincere appreciation to the valued shareholders, bankers and clients for their support.

For and on behalf of the board



Sunita N. Somani
Director
DIN: 00754263

Place: Ahmedabad
Date: 11.08.2018

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2017

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company
(Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U70101GJ1999PTC056059
2.	Registration Date	09.11.1999
3.	Name of the Company	Lov Kush Properties Private Limited
4.	Category/Sub-category of the Company	Private Limited Company
5.	Address of the Registered office & contact details	"The Grand Bhagwati", F.P. No. 112, Vesu-Magdalla Circle, Nr. City Plus Multiplex, Surat Dumas Road, Surat- 395007
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
N.A.			

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANY

S. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/Associate	% of shares held	Applicable Section
1.	TGB Banquets and Hotels Limited	L55100GJ1999PLC036830	Holding	100	2(46)

upto Rs. 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+(B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	31800	31800	100	-	31800	31800	100	0.00

ii) Shareholding of Promoters

S N	Shareholder's Name	Shareholding at the beginning of the year 2017			Shareholding at the end of the year 2018			% change in shareholding during the year
		No. of Shares	% of total Shares of the compan y	%of Shares Pledged / encumbe red to total shares	No. of Shares	% of total Shares of the compan y	%of Shares Pledged / encumbe red to total shares	
1	Bhagwati Banquets and Hotels Limited	31700	99.69	-	31700	99.69	-	0.00
2	Narendra Gurmukhdas Somani and Bhagwati Banquets and Hotels Limited	100	00.31	-	100	00.31	-	0.00
	Total	31800	100	-	31800	100	-	0.00

iii) Change in Promoters' Shareholding (please specify, if there is no change)

SN	Particulars	Shareholding at the beginning of the year 2017		Cumulative Shareholding during the year 2018	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Bhagwati Banquets and Hotels Limited				
	At the beginning of the year	31700	99.69	31700	99.69
	Change during the year	-	-	-	-
	At the end of the year	31700	99.69	31700	99.69
2.	Narendra Gurmukhdas Somani and Bhagwati Banquets and Hotels Limited				
	At the beginning of the year	100	00.31	100	00.31
	Change during the year	-	-	-	-
	At the end of the year	100	00.31	100	00.31

iv) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs): NOT APPLICABLE

v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year 2017		Cumulative Shareholding during the year 2018	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Sunitaben Narendrabhai Somani	0	0.00	0	0.00
2.	Neeta Hemant Somani	0	0.00	0	0.00

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particular	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	NIL	2,180,210	NIL	2,180,210
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	NIL	2,180,210	NIL	2,180,210
Change in Indebtedness during the financial year				
Addition/Reduction	NIL	1,26,930,880	NIL	1,26,930,880
Net Change	NIL	1,26,930,880	NIL	1,26,930,880
Indebtedness at the end of the financial year				
i) Principal Amount	NIL	1,29,111,090	NIL	1,29,111,090
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	NIL	1,29,111,090	NIL	1,29,111,090

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL- NOT APPLICABLE

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT / Court]	Appeal made. If any (give details)
A. Company Penalty Punishment Compounding			NIL		
B. Directors Penalty Punishment Compounding			NIL		
C. Other Officers In Default Penalty Punishment Compounding			NIL		



O. P. Bhandari & Co.

Chartered Accountants

30, Omkar House, C. G. Road, Navrangpura, Ahmedabad - 380009
Ph (o): 079-26462539, Mo.: 9825014208, Fax: 079-26563388, e-mail: opbhandarica@gmail.com

INDEPENDENT AUDITORS' REPORT

To the Members of Lov Kush Properties Private Limited

Report on the Standalone Financial Statements

We have audited the accompanying Ind AS financial statements of Lov Kush Properties Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the 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 Ind-AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (IndAS) prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standard) Rules, 2015, as amended, and other accounting principles generally accepted in India.

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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' 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 of the Ind AS financial statements 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 Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS 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 Ind AS 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 Ind AS 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 March 31, 2018, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable 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 it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of accounts.
 - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
 - (e) On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 Ind AS financial statements – Refer Note 26 to the 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;
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.



For, **O. P. Bhandari & Co.**
Chartered Accountants
Firm Registration Number: 112633W


O. P. Bhandari
Partner
Membership Number: 34409

Place : Ahmedabad
Date : 28.05.2018

Annexure 1 to Independent Auditors' Report of even date on the Financial Statements of Lov kush Properties Private Limited

- i. (a) The Company has maintained records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies between the book records and the physical inventory have been noticed. In our opinion, the frequency of verification is reasonable.
- (c) In our opinion and according to information and explanations given to us and on the basis of an examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- ii. The provisions of clause 2 are not applicable to company.
- iii. *According to the information and explanations given to us, the Company has granted unsecured loans to companies, firms, Limited Liability Partnerships and other parties covered in the register maintained under Section 189 of the Companies Act, 2013. However, the Company is not charging any interest on such loans and repayment term is also not defined in the register. The Company is not maintaining proper register as required under the Companies Act, 2013.*
- iv. According to information and explanations given to us, the company has not complied with provisions of section 185 and 186 of the companies Act, 2013 in respect of loans, investments, guarantees and security.
- v. According to the information and explanations given to us, the Company has not accepted any deposit nor has any unclaimed deposit within the meaning of the provisions of Sections 73 to 76 or any other relevant provision of the Act and rules framed there under.
- vi. The Central Government has not prescribed maintenance of cost records under Section 148(1) of the Companies Act, 2013 for the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, service tax, value added tax, cess and other material statutory dues have generally been regularly deposited with the appropriate authorities.
- (b) According to the information and explanation given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales tax, service tax, value added tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there is no dues outstanding of Income Tax, Wealth Tax, Sales Tax, Service Tax or Cess on account of any dispute as at the end of the financial year.
- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted during the year in repayment of dues to its financial institutions, bankers and government. The Company did not have any outstanding debentures during the year.
- ix. According to the information and explanations given by the management, the Company has not raised any money by way of initial public offer / further public offer / debt instruments) during the period. Money raised by term loans during the period was applied for the purposes for which those are raised.
- x. According to the information and explanation given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.



- xi. According to information and explanation given to us, 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 companies Act.
- xii. According to information and explanation given to us, the company is not a Nidhi Company as prescribed under Section 406 of the Act. Accordingly, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us, all transaction with the related parties are in compliance with section 177 and 188 of Act, where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examinations of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv. According to the information and explanations given to us and the records of the Company examined by us, the company has not entered into any non-cash transactions with directors or persons connected to him.
- xvi. According to information and explanations given to us, the company is not required to be registered under sections 45-1A of the Reserve Bank of India Act, 1934.

For O. P. Bhandari & Co.

Chartered Accountants

Firm Registration Number: 112633W



O. P. Bhandari
O. P. Bhandari

Partner

Membership Number: 34409

Place : Ahmedabad

Date : 28.05.2018

Annexure 2 to the Independent Auditor's Report of even date on the Financial Statements of Lov Kush Properties Private Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

We have audited the internal financial controls over financial reporting of Lov Kush Properties Private Limited ("the Company") as of 31st March, 2018 in conjunction with our audit of the financial statements of the Company for the period ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

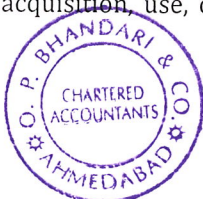
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



Inherent Limitations of Internal Financial Controls over Financial Reporting

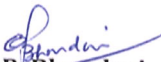
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



For, O. P. Bhandari & Co.
Chartered Accountants
Firm Registration Number: 112633W


O. P. Bhandari
Partner
Membership Number: 34409

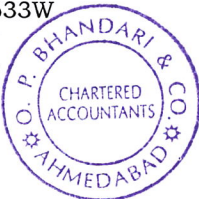
Place : Ahmedabad
Date : 28.05.2018

LOV KUSH PROPERTIES PRIVATE LIMITED
Balance Sheet as at March 31, 2018

(Amount in ₹)				
Particulars	Note No.	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
I. ASSETS				
Non-current Assets				
(a) Property, plant and equipment	2	-	1,272,040	1,272,040
(b) Capital work-in-progress				
(c) Intangible assets		-	-	-
Financial assets				
(i) Investments		-	-	-
(ii) Other financial assets		-	-	-
(e) Other non-current assets	3	-	191,774	178,362
Total Non-current assets		-	1,463,814	1,450,402
Current Assets				
(a) Inventories		-	-	-
Financial Assets				
(i) Trade receivables		-	-	-
(ii) Cash and cash equivalents	4	174,498	9,284	6,946
(iii) Bank balances other than (ii) above		-	-	-
(iv) Other financial assets	5	195,938,000	1,098,000	1,098,000
(c) Other current assets		-	-	-
(d) Current tax assets	6	2,750,000	-	-
Total Current assets		198,862,498	1,107,284	1,104,946
Total Assets		198,862,498	2,571,098	2,555,348
II. EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	7	318,000	318,000	318,000
(b) Other equity	8	12,227,950	-	-
Total Equity		12,545,950	318,000	318,000
Liabilities				
Non-current Liabilities				
Financial Liabilities				
(i) Borrowings	9	129,111,090	2,180,210	2,170,210
(b) Deferred tax liabilities (net)		-	-	-
(c) Provisions		-	-	-
(d) Other non-current liabilities		-	-	-
Total Non-current liabilities		129,111,090	2,180,210	2,170,210
Current Liabilities				
Financial liabilities				
(i) Borrowings		-	-	-
(ii) Trade payables	10	57,093,000	-	-
(iii) Other financial liabilities		-	-	-
(b) Provisions		-	-	-
(c) Current tax liabilities		-	-	-
(d) Other current liabilities	11	112,458	72,888	67,138
Total Current liabilities		57,205,458	72,888	67,138
Total Liabilities		186,316,548	2,253,098	2,237,348
TOTAL EQUITY AND LIABILITIES		198,862,498	2,571,098	2,555,348
See accompanying notes to the financial statements	1 to 24			

As per our report of even date
For **O. P. BHANDARI & CO.**
Chartered Accountants
Firm Reg. No.: 112633W

[O. P. BHANDARI]
Patner
M. No. 34409
Ahmedabad.
Date: 11.08.2018



ON BEHALF OF THE BOARD OF DIRECTORS

Sunita Somani
DIN : 00754263

Neeta Somani
DIN : 02882191



LOV KUSH PROPERTIES PRIVATE LIMITED
Statement of Profit and Loss for the year ended March 31, 2018

(Amount in ₹)


	Particulars	Note No	For the year ended March 31, 2018	For the year ended March 31, 2017
I.	Revenue from operations		-	-
II.	Other income	12	12,477,960	-
III.	Total Income (I+II)		12,477,960	-
IV.	Expenses :			
	Cost of materials consumed		-	-
	Purchases of stock-in-trade		-	-
	Changes in inventories of finished goods, work-in-progress and stock-in-trade		-	-
	Excise Duty		-	-
	Employee benefits expense		-	-
	Finance costs	13	3,786	-
	Depreciation and amortisation expense		-	-
	Other expenses	14	246,224	-
	Total expenses (IV)		250,010	-
V.	Profit before tax (III-IV)		12,227,950	-
VI.	Tax Expense:			
	Current tax			
	Income tax earlier years			
	Deferred tax			
	MAT credit entitlement			
	Total tax expense (VI)		-	-
VII.	Profit for the year (VI-VII)		12,227,950	-
VIII.	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss			
(i)	Re-measurement losses/(gain) on defined benefit plans			
(ii)	Equity instruments through other comprehensive			
(iii)	Income tax relating to items that will not be reclassified to profit or loss			
	Total Other comprehensive income (VIII)		-	-
IX.	Total Comprehensive Income for the year (VII+VIII)		12,227,950	-
XII.	Earnings per equity share of RS. 10 each	15		
	- Basic		384.53	-
	- Diluted		384.53	-

See accompanying notes to the financial statements

1 to 24

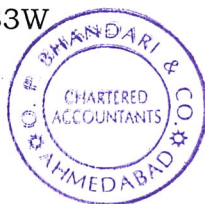
As per our report of even date
For **O. P. BHANDARI & CO.**

Chartered Accountants
Firm Reg. No.:112633W


[O. P. BHANDARI]
Partner

M. No. 34409
Ahmedabad.

Date: 11.08.2018



ON BEHALF OF THE BOARD OF DIRECTORS


Sunita Somani
DIN : 00754263


Neeta Somani
DIN : 02882191

LOV KUSH PROPERTIES PRIVATE LIMITED
Statement of Cash flows for the year ended 31st March, 2018

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
A. Cash flow from operating activities		
Net profit before tax	12,227,950	-
Adjustments for Depreciation		
Sundry balances / Excess Liabilities written back		
Unrealised Foreign Exchange Fluctuation (Net) (Gain)/Loss		
Bad Debts		
Interest Expense		
Loss/(Profit) on sale of fixed assets	(273,727,960)	
Interest Income		
Operating profit before working capital changes	(261,500,010)	-
Adjustments for:-		
Inventories		
Trade Receivables		
Other financial assets	(194,840,000)	(13,412)
Other non-financial assets	191,774	
Other current liabilities	39,570	5,750
Trade payables	57,093,000	
Other financial liabilities		
Non Current & Current Provisions		
Cash generated from operations	(399,015,666)	(7,662)
Income tax paid	(2,750,000)	
Net cash inflow/(outflow) from operating activities	(401,765,666)	(7,662)
B. Cash flow from investing activities		
Capital expenditure		
Sale proceeds of fixed assets	275,000,000	
Interest Received		
Net cash inflow / (outflow) from investing activities	275,000,000	-
C. Cash inflow/(outflow) from financing activities		
Increase / (Decrease) in Long-Term Borrowings	126,930,880	10,000
Increase / (Decrease) in Short-Term Borrowings		
Interest paid		
Net cash inflow / (outflow) used in financing activities	126,930,880	10,000
Net changes in cash and cash equivalents	165,214	2,338
Opening Cash and cash equivalents	9,284	6,946
Closing Cash and cash equivalents	174,498	9,284

Note:

- (i) Statement of cash flows has been prepared using Indirect method in accordance with Ind AS-7
(ii) Refer note no. 10 and 11 for components of cash and cash equivalents

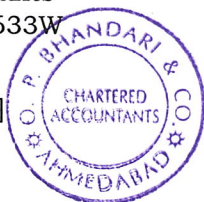
See accompanying notes to the financial statements **1 to 24**

As per our report of even date attached
For O. P. BHANDARI & CO.

Chartered Accountants
Firm Reg. No.: 112633W

[O. P. BHANDARI]

Patner
M. No. 34409
Ahmedabad.
Date: 11.08.2018



ON BEHALF OF THE BOARD OF DIRECTORS



Sunita Somani
DIN : 00754263

Neeta Somani
DIN : 02882191

LOV KUSH PROPERTIES PRIVATE LIMITED
Statement of changes in equity for the year ended March 31, 2018

A. Equity Share Capital

Balance as at April 1, 2016	Movement during the year	Balance as at March 31, 2017	Movement during the year	Balance as at March 31, 2018
318,000.00	-	318,000.00	-	318,000.00

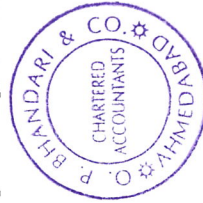
B. Other Equity

Particulars	Reserves and Surplus				Other Comprehensive Income		Total
	State investment subsidy	Debenture Redemption Reserve	Securities Premium	Retained Earnings	Equity Instruments through OCI	Re-measurement of the net defined benefit plans	
Balance as at 1st April, 2016							-
Profit for the year							-
Other comprehensive income (loss) for the year (net of income tax)							-
Balance as at March 31, 2017	-	-	-	-	-	-	-
Profit for the year				12,227,950.00			12,227,950.00
Other comprehensive income (loss) for the year (net of income tax)							-
Balance as at March 31, 2018	-	-	-	12,227,950.00	-	-	12,227,950.00

See accompanying notes to the financial statements

As per our report of even date

1 to 24



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of financial statements for the year ended March 31, 2018

2 Property, plant and equipment

(Amount in ₹)

Particulars	Leasehold Land	Freehold Land	Total
Deemed cost/ Gross carrying amount			
As at April 1, 2016		1,272,040.00	1,272,040
Additions			-
Disposal/Adjustments			-
As at March 31, 2017	-	1,272,040.00	1,272,040
Additions	-	-	-
Disposal/Adjustments	-	1,272,040.00	1,272,040
As at March 31, 2018	-	-	-
<u>Accumulated Depreciation</u>			
As at April 1, 2016			-
Depreciation for the year			-
Disposal/reversal			-
As at March 31, 2017	-	-	-
Depreciation for the year			-
Disposal/reversal			-
As at March 31, 2018	-	-	-
<u>Net Carrying amount</u>			
As at April 1, 2016	-	1,272,040.00	1,272,040
As at March 31, 2017	-	1,272,040.00	1,272,040
As at March 31, 2018	-	-	-

During the year, company have sold the Land located at surat for Rs. 27.50 Crores and out of which the company have given compensation on transfer of Land to its Holding company of Rs. 26.125 Crores i.e. 95% of Total Sales Consideration.



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of financial statements for the year ended March 31, 2018

3 Other non-current assets

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Deferred Revenue Expenditure		191,774	178,362
Total	-	191,774	178,362

4 Cash & cash equivalents

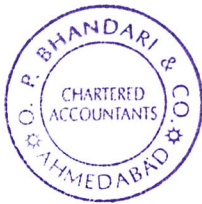
Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Cash on hand	6,784	9,284	6,554
Balances with Banks			
- In current accounts	167,714	-	392
- In deposit accounts with maturity less than three months			
Total	174,498	9,284	6,946

5 Other current financial assets

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Secured considered good			
Other Advances	195,938,000	1,098,000	1,098,000
Total	195,938,000	1,098,000	1,098,000

6 Current tax assets (net)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Advance taxes including TDS receivable (net of provision for	2,750,000	-	-
Total	2,750,000	-	-



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of financial statements for the year ended March 31, 2018

7 Equity share capital

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	No. of shares	(Amount in ₹)	No. of shares	(Amount in ₹)	No. of shares	(Amount in ₹)
Authorised Equity shares of ₹ 10 /- each	31,800	318,000	31,800	318,000	31,800	318,000
Total	31,800	318,000	31,800	318,000	31,800	318,000
Issued, subscribed and fully paid up Equity shares of ₹ 10 /- each	31,800	318,000	31,800	318,000	31,800	318,000
Total	31,800	318,000	31,800	318,000	31,800	318,000

(a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period :

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Number of shares		Number of shares		Number of shares	
Shares at the beginning of the year	31,800		31,800		31,800	
Movement during the year	-		-		-	
Shares outstanding at the end of	31,800		31,800		31,800	

(b) Rights, preferences and restrictions attached to equity shares

The company has one class of equity shares having a par value of ₹ 10/- each. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity

(c) Detail of shareholders holding more than 5% shares in the Company

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Number	% holding	Number	% holding	Number	% holding
Equity shares of ₹ 10 each fully paid TGB Banquets and Hotel Ltd	31,800	100.00	31,800	100.00	31,800	100.00

8 Other equity

(Amount in ₹)

Particulars	Other Comprehensive Income			Total
	Retained Earnings	Equity Instruments through OCI	Re-measurement of the net defined benefit plans	
Balance as at April 1, 2016				-
Profit for the year			-	-
Other comprehensive income (expense) (net)	-	-		-
Balance as at March 31, 2017	-	-	-	-
Profit for the year	12,227,950	-	-	12,227,950
Other comprehensive income (expense) (net)	-	-		-
Balance as at March 31, 2018	12,227,950	-	-	12,227,950



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of financial statements for the year ended March 31, 2018

9 Non-current borrowings

Particulars	As at	As at	As at
Unsecured			
D. Loans from related parties	129,111,090	1,080,210	1,070,210
Inter Corporate Deposits	-	1,100,000	1,100,000
Total	129,111,090	2,180,210	2,170,210

10 Trade Payables

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Due to micro and small industries	-	-	-
Due to other than micro and small enterprise	57,093,000	-	-
Total	57,093,000	-	-

- a) Details of security for debentures
- b) Details of security for term loan
- c) Details of security for working capital term loan
- d) Terms and conditions for preference shares
- e) Repayment schedule

11 Other current liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Advance from customers and others			
Statutory dues payable			
Other liabilities	112,458	72,888	67,138
Total	112,458	72,888	67,138



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of financial statements for the year ended March 31, 2018

12 Other income

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Profit on sale of fixed assets (net)	12,477,960	
Total other income	12,477,960.00	-

13 Finance cost

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest expenses		
Dividend on redeemable preference shares		
Other borrowing costs		
- Bank and finance charges	3,786	-
Total finance cost	3,786	-

14 Other expenses

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Professional Fees	14,880	-
Auditors' remuneration	5,900	-
Deferred Revenue Expenses Written off	180,273	-
Preliminary Exp Write off	11,501	-
ROC Fee	33,670	-
Total other expenses	246,224	-

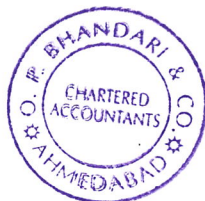
Details of payment to auditors (excluding applicable taxes)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
(i) Auditors' remuneration		
a) Audit fee	5,900	5,900
b) Tax audit fee		
c) Limited review fee		
d) In other capacities		
Certification services		
Reimbursement of expenses		
(ii) Cost audit fee		
Total payment to auditors	5,900	5,900

15 Earnings per share

The calculation of Earning Per Share (EPS) as disclosed in the statement of profit and loss has been made in accordance with Indian Accounting Standard (Ind AS)-33 on "Earning Per Share" given as under: -

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Profit/(Loss) attributable to equity shareholders (₹) (A)	12,227,950	-
Weighted average number of outstanding equity shares (B)	31,800	318,000
Nominal value per equity share (₹)	10	10
Basic EPS (₹ in Lacs) (A/B)	384.53	-
Diluted EPS (₹ in Lacs) (A/B)	384.53	-



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of financial statements for the year ended March 31, 2018

16 Contingent liabilities and commitments

(i) Contingent liabilities

As informed by the Management there is no Contingent Liabilities

17 Disclosures required under Micro, Small and Medium Enterprises Development Act, 2006

The company had not received any intimation from suppliers regarding their status under the Micro, Small & Medium Enterprise Act, 2006, and hence disclosures, if any, relating to amounts unpaid as the year end together with interest paid of payable as required under said Act, have not been given.

18 Employee benefits

Yet Company has not started its operation and have not employed any employee till date.

19 Segment Reporting

The Companies Business falls under single reportable segment under Indian Accounting Standard.

20 Related party disclosures

The related party disclosures in accordance with the requirements of Ind AS - 24 "Related Party Disclosures" has been given below: -

(a) Name and nature of related party relationships

(i) Related Parties and their relationship:

Name of Related Party	Relationship
Sunita Narendra Somani	Key management personnel
Neeta Hemant Somani	Key management personnel
Narendra G Somani	Relative of Key management personnel
Hemanat G Somani	Relative of Key management personnel
TGB Banquets and Hotels Limited	Holding Company
TGB Bakers and Confectioners Private Limited	KMP is interested

(b) Description of the nature of transactions with the related parties

(Amount in ₹)

Particulars	Enterprises over which KMP is able to	
	Financial Year ended March 31, 2018	Financial Year ended March 31, 2017
Loan taken		
Narendra G Somani	1,080,210	1,080,210
TGB Banquets and Hotels Limited	126,375,880	-
TGB Bakers and Confectioners Private Limited	1,655,000	-
Compensation for Sale of Land		
TGB Banquets and Hotels Limited	261,250,000	

(c) Amount due to/ from related parties

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Loan outstanding			
Narendra G Somani	1,080,210	1,080,210	1,070,210
TGB Banquets and Hotels Limited	183,468,880	-	-
TGB Bakers and Confectioners Private Limited	1,655,000	-	-
Trade Payables			
TGB Banquets and Hotels Limited	57,093,000	-	-

21 Impairment of assets

In accordance with Ind AS-36 on "Impairment of Assets" the Company has assessed as on the balance sheet date, whether there are any indications with regard to the impairment of any of the assets. Based on such assessment it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the books of account



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of financial statements for the year ended March 31, 2018

22 Financial instruments

a) Capital management

The Company manages its capital to ensure that the Company will be able to continue as a going concern while maximising the return to stakeholders through efficient allocation of capital towards expansion of business, optimisation of working capital requirements and deployment of surplus funds into various investment options.

The Company monitors its capital using gearing ratio, which is net debt divided to total equity. Net debt includes, interest bearing loans and borrowings less cash and cash equivalents, bank balances other than cash and cash equivalents while equity includes all capital and reserves of the Company.

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Long term borrowings	129,111,090	2,180,210	2,170,210
Current maturities of long term debt	-	-	-
Short term borrowings	-	-	-
Less: Cash and cash equivalent	174,498	9,284	6,946
Less: Bank balances other than cash and cash equivalents	-	-	-
Net debt	128,936,592	2,170,926	2,163,264
Total equity	12,545,950	318,000	318,000
Gearing ratio	10.28	6.83	6.80

(b) Fair value measurement

(a) Financial assets

(Amount in `)

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Carrying value	Fair value	Carrying value	Fair value	Carrying value	Fair value
(i) Measured at amortised						
Trade receivables	-	-	-	-	-	-
Cash and cash equivalents	174,498	174,498	9,284	9,284	6,946	6,946
Bank balances other than cash and cash equivalents	-	-	-	-	-	-
Other financial assets	195,938,000	195,938,000	1,098,000	1,098,000	1,098,000	1,098,000
Non-current investments						
Total financial assets at amortised costs (A)	196,112,498	196,112,498	1,107,284	1,107,284	1,104,946	1,104,946
(ii) Measured at fair value through other comprehensive income						
Non-current Investments	-	-	-	-	-	-
Total financial assets at fair value through other comprehensive income (B)	-	-	-	-	-	-
Total financial assets	196,112,498	196,112,498	1,107,284	1,107,284	1,104,946	1,104,946



(b) Financial liabilities

(Amount in `)

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Carrying value	Fair value	Carrying value	Fair value	Carrying value	Fair value
(i) Measured at amortised cost						
Long term borrowings #	129,111,090	129,111,090	2,180,210	2,180,210	2,170,210	2,170,210
Short term Borrowings	-	-	-	-	-	-
Trade payables	57,093,000	57,093,000	-	-	-	-
Other financial liabilities	-	-	-	-	-	-
Total financial liabilities	186,204,090	186,204,090	2,180,210	2,180,210	2,170,210	2,170,210

includes current maturities of long term debt

The fair value of financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties in an orderly market transaction, other than in a forced or liquidation sale.

Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)

No, financial instruments have been routed through Other Comprehensive Income and hence separate reconciliation disclosure relating to the same is not applicable.



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of financial statements for the year ended March 31, 2018

c) Financial risk management

These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk. The Company seeks to minimise the effects of these risks by using derivative financial instruments, credit limit to exposures, etc., to hedge risk exposures.

(i) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: foreign currency risk, interest rate risk, investment risk.

Foreign currency risk management

The Company operates locally, however, the nature of its operations requires it to transact in several currencies and consequently the Company is exposed to foreign exchange risk in various foreign currencies. The Company evaluates exchange rate exposure arising from foreign currency transactions and the Company follows

(ii) Interest rate risk

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to optimize the company's position with regards to the interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

(iii) Liquidity risk management

Liquidity risk refers to the risk of financial distress or high financing costs arising due to shortage of liquid funds in a situation where business conditions unexpectedly deteriorate and requiring financing. The Company requires funds both for short term operational needs as well as for long term capital expenditure growth projects. The Company relies on a mix of borrowings, capital infusion and excess operating cash flows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium term expansion needs. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.



Maturity profile of financial liabilities:

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date.

As at March 31, 2018				(Amount in ₹)
	Upto 1 year	1-2 years	> 2 years	Total
Financial liabilities				
Long term borrowings	-		129,111,090	129,111,090
Current maturities of long term debt		-	-	-
Trade payables		-	-	-
Other financial liabilities		-	-	-
Total financial liabilities	-	-	129,111,090	129,111,090

As at March 31, 2017				(Amount in ₹)
	Upto 1 year	1-2 years	> 2 years	Total
Financial liabilities				
Long term borrowings	-		2,180,210.00	2,180,210.00
Current maturities of long term debt	-	-	-	-
Trade payables	-	-	-	-
Other financial liabilities	-	-	-	-
Total financial liabilities	-	-	2,180,210.00	2,180,210.00

(iv) Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Customer credit risk is managed centrally by the Company and subject to established policy, procedures and control relating to customer credit risk management. The company also assesses the creditworthiness of the customers internally to whom goods are sold on credit terms in the normal course of business. The credit limit of each customer is defined in accordance with this assessment. Outstanding customer receivables are regularly monitored and any shipments to overseas customers are generally covered by letters of credit.

The impairment analysis is performed on client to client basis for the debtors that are past due at the end of each reporting date. The company has not considered an allowance for doubtful debts in case of trade receivables that are past due but there has not been a significant change in the credit quality and the amounts are still considered recoverable.

Particulars			(Amount in ₹)
	Neither impaired nor	Upto 1 years	Total
As at March 31, 2018			
Trade receivables	-	-	-
As at March 31, 2017			
Trade receivables	-	-	-

Note : Trade receivables are net of provision for doubtful debt and bills discounted.



LOV KUSH PROPERTIES PRIVATE LIMITED
Notes forming part of the financial statements for the year ended March 31, 2018

23 First time adoption of Ind-AS

These financial statements, for the year ended March 31, 2018, are the first financial statement that has been prepared in accordance with Ind-AS. For periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

In preparing these financial statements, the Company's opening balance sheet was prepared as at April 1, 2016, the Company's date of transition to Ind-AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at April 1, 2016 and the financial statements as at and for the year ended March 31, 2017.

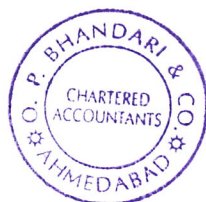
(i) Exemptions applied :

Ind-AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind-AS. The Company has, accordingly, applied following exemptions:

The Company has elected to consider carrying amount of all items of Property, Plant and Equipments (PPE) and Intangible assets per Indian GAAP, as deemed cost at the date of transition.

(ii) Reconciliation of Equity as at April 1, 2016 and as at March 31, 2017

Sr. No.	Particulars	As at April 1, 2016			As at March 31, 2017		
		As per Indian GAAP	Adjustments	As per Ind AS	As per Indian GAAP	Adjustments	As per Ind AS
	ASSETS						
(1)	Non-current assets						
	(a) Property, plant and equipment	1,272,040	-	1,272,040	1,272,040	-	1,272,040
	(b) Capital work-in-progress			-			-
	(c) Other intangible assets			-			-
	(d) Financial assets			-			-
	(i) Investments			-			-
	(ii) Other financial assets			-			-
	(e) Other non-current assets	178,362	-	178,362	191,774	-	191,774
	(f) Non-current tax assets			-			-
		1,450,402	-	1,450,402	1,463,814	-	1,463,814
(2)	Current assets						
	(a) Inventories						-
	(b) Financial assets						-
	(i) Trade receivables						-
	(ii) Cash and cash equivalents	6,946	-	6,946	9,284	-	9,284
	(iii) Bank balances other than above						-
	(iv) Other financial assets	1,098,000	-	1,098,000	1,098,000	-	1,098,000
	(c) Current tax assets (net)						-
	(d) Other current assets						-
		1,104,946	-	1,104,946	1,107,284	-	1,107,284
	TOTAL ASSETS	2,555,348	-	2,555,348	2,571,098	-	2,571,098
	EQUITY AND LIABILITIES						
	Equity						
	(a) Equity Share capital	318,000	-	318,000	318,000	-	318,000
	(b) Other Equity			-			-
		318,000	-	318,000	318,000	-	318,000
	Liabilities						
	Non-current liabilities						
	(a) Financial Liabilities						
	(i) Borrowings	2,170,210	-	2,170,210	2,180,210	-	2,180,210
	(ii) Other financial liabilities			-			-
	(b) Deferred tax liability (net)			-			-
	(c) Provisions			-			-
	(d) Other non-current liabilities	67,138	-	67,138	72,888	-	72,888
		2,237,348	-	2,237,348	2,253,098	-	2,253,098



Current liabilities						
(a) Financial Liabilities						
(i) Borrowings		-	-		-	-
(ii) Trade payables		-	-		-	-
(iii) Other financial		-	-		-	-
(b) Provisions		-	-		-	-
(b) Current Tax Liabilities		-	-		-	-
(c) Other current liabilities		-	-		-	-
	-	-	-	-	-	-
TOTAL LIABILITIES	2,555,348	-	2,555,348	2,571,098	-	2,571,098

Note :

The figures of Indian GAAP have been reclassified to conform to presentation requirements of Division II of Schedule III of Companies Act, 2013 as applicable to a company whose financial statements are required to be drawn up in compliance of the (Indian Accounting Standards) Rules, 2015.



LOV KUSH PROPERTIES PRIVATE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2018

(iii) Reconciliation of Other equity for the year ended March 31, 2017

Niether there is impact on Profit as at March 31, 2017 nor on financial position as at March 31, 2017 & April 01, 2016 due to first time adoption of IND AS. There is NIL Reconciliation between Profit / Loss and Financial Position under previous Indian GAAP and IND AS.

(Amount in ₹)

	Particulars	As per Indian GAAP	Adjustments	As per Ind AS
I	Revenue From Operations	-	-	-
II	Other Income	-	-	-
III	Total Income (I+II)	-	-	-
IV	EXPENSES			
	Cost of materials consumed	-	-	-
	Purchases of Stock-in-trade	-	-	-
	Changes in inventories of finished goods, work-inprogress and stock-in-trade	-	-	-
	Excise duty	-	-	-
	Employee benefit expenses	-	-	-
	Finance costs	-	-	-
	Depreciation and amortisation expense	-	-	-
	Other expenses	-	-	-
	Total expenses	-	-	-
V	Profit/(loss) before tax (III-IV)	-	-	-
VI	Tax expense:			
	Current tax	-	-	-
	Income tax earlier years	-	-	-
	Deferred tax	-	-	-
	MAT credit entitlement	-	-	-
	Total Tax expense	-	-	-
VII	Profit/(loss) for the year (V-VI)	-	-	-
VIII	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss			
	Re-measurement losses/(gain) on defined benefit plans	-	-	-
	Equity instruments through other comprehensive income	-	-	-
	Income tax relating to items that will not be reclassified to profit or loss	-	-	-
	Other Comprehensive Income/(Loss) for the year	-	-	-
IX	Total Comprehensive Income for the year (VII+VIII)	-	-	-

Notes to the reconciliation of equity as at 1st April 2016 and 31st March 2017 and Total comprehensive income for the year ended 31st March 2017

24 Previous year figures have been regrouped/rearranged, wherever considered necessary to conform to current year's classification.

See accompanying notes to the financial statement 1 to 24

As per our report of even date

For O. P. BHANDARI & CO.
Chartered Accountants
Firm Reg. No.:112633W



[O. P. BHANDARI]
Partner
M. No. 34409
Ahmedabad.
Date:

ON BEHALF OF THE BOARD OF DIRECTORS



Sunita Somani
DIN : 00754263

Neeta Somani
DIN : 02882191