P MAHESHWARI V GUPTA & ASSOCIATES

Chartered Accountants

Regd.Off : 111A/402A, Khanduja Bhawan, IInd Floor

Ashok Nagar, 80 Feet Road, Kanpur-208012.

Mo. No. : 9415178470 # E –mail : rajesh_biyani@rediffmail.com

INDEPENDENT AUDITORS' REPORT

To:

The Members of

PENTAHEIGHT STRUCTURES PVT. LTD.

Kanpur.

Report on the Financial Statements :

We have audited the accompanying financial statements of PENTAHEIGHT STRUCTURES PVT. LTD., ('the Company') which comprise the Balance Sheet as at **MARCH 31st, 2018**, the Statement of Profit & Loss and a summary of significant accounting policies and other explanatory information for the year then ended.

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 with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the preparation of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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 of affairs of the Company as at 31st March, 2018, and its loss for the year ended on that date.

<u>Report on Other Legal & Regulatory Requirements :</u>

1. Since, the Companies (Auditor's Report) Order, 2016 , issued by the Central Government of India in terms of section 143(11) of the Act, is not applicable to the company, we do not report on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section-143(3) of the Act, we report that :-

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c. The Balance Sheet and the Statement of Profit & Loss dealt with by this Report are in agreement with the books of account.

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P MAHESHWARI V GUPTA & ASSOCIATES
Chartered Accountants
Regd.Off : 111A/402A, Khanduja Bhawan, IInd Floor
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Mo. No. : 9415178470 # E –mail : rajesh_biyani@rediffmail.com

d. In our opinion, the aforesaid Financial Statement comply with the Accounting Standard specified under Section 133 of the Act read with Rule 7 of Companies (Accounts) Rules,2014 and the Companies (Accounting Standards) Amendment Rules, 2016 as amended.

e. On the basis of the written representations received from the directors as on MARCH 31st, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on MARCH 31st, 2018, from being appointed as a director in Terms of Section-164(2) of the Act.

f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i) The Company does not have any pending litigation which would impacts its financial position.

ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii) There was no amount which was required to be transferred, to the Investor Education and Protection Fund by the Company.

FOR P MAHESHWARI V GUPTA & ASSOCIATES

Chartered Accountants

Rajesh Biyani

(RAJESH KUMAR BIYANI)

Partner

M.No–076910

Place: Kanpur

Dated: 01.09.2018

PENTAHEIGHT STRUCTURES PVT. LTD.

Registered Office : 101, Gyan Gangotri, Gopal Vihar, 14/75, Civil Lines, Kanpur

BALANCE SHEET AS AT 31ST MARCH, 2018

	Particulars	Note No.	As at 31.03.2018	As at 31.03.2017
I	**EQUITY AND LIABILITIES**			
(1)	**Shareholder's Funds**			
	(a) Share Capital	2	250,000.00	250,000.00
	(b) Reserves and Surplus	3	(219,143.81)	(99,540.20)
	(c) Money received against share warrants		-	-
(2)	**Share Application Money Pending Allotment**		-	-
(3)	**Non Current Liabilities**			
	(a) Long term borrowings		-	-
	(b) Deferred tax liabilities (net)		-	-
	(c) Other long term liabilities		-	-
	(d) Long term provisions		-	-
(4)	**Current Liabilities**			
	(a) Short term borrowings	4	69,877,771.00	61,569,891.00
	(b) Trade payables	5	2,227,976.62	1,051,574.45
	(c) Other current liabilities	6	56,621,372.32	30,906,459.00
	(d) Short term provisions	7	21,265.00	21,265.00
	Total		**128,779,241.13**	**93,699,649.25**
II	**ASSETS**			
(1)	**Non Current Assets**			
	(a) Fixed Assets	8		
	(i) Tangible assets		1,039,988.00	1,224,989.00
	(ii) Intangible assets		-	-
	(iii) Capital work in progress		-	-
	(iv) Intangible assets under development		-	-
	(b) Non current investments	9	-	-
	(c) Deferred tax assets (net)		-	-
	(d) Long term loans and advances		-	-
	(e) Other non current assets		-	-
(2)	**Current Assets**			
	(a) Current investments		-	-
	(b) Inventories	10	89,957,427.95	60,075,086.96
	(c) Trade receivables	11	-	-
	(d) Cash and cash equivalents	12	8,019,624.32	3,643,567.76
	(e) Short term loans and advances	13	29,762,200.86	28,707,116.94
	(f) Other current assets	14	-	48,888.59
	Significant Accounting Policies			
	Total		**128,779,241.13**	**93,699,649.25**

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR P MAHESHWARI V GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS

[RAJESH BIYANI] - PARTNER
M.NO.76910

PLACE : KANPUR
DATED : 01.09.2018

FOR PENTAHEIGHT STRUCTURES PVT. LTD.

Naim Parwani

[DIRECTOR] [DIRECTOR]

PENTAHEIGHT STRUCTURES PVT. LTD.

Registered Office : 101, Gyan Gangotri, Gopal Vihar, 14/75, Civil Lines, Kanpur

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED ON 31ST MARCH, 2018

	Particulars	Note No.	Figures for current reporting period	Figures for previous reporting period
I	Revenue from Operations	14	-	-
II	Other Income	15	75,665.12	2,02,921.14
III	Total Revenue (I + II)		75,665.12	2,02,921.14
IV	EXPENSES			
	Cost of Materials Conumed		-	4,18,00,746.91
	Purchases of Stock in Trade		1,66,09,107.39	-
	Changes in inventories of finished goods, Stock in trade and work in progress		(2,98,82,340.99)	(5,61,82,979.96)
	Employee benefit expenses	16	30,45,924.00	33,50,975.00
	Finance costs	17	12,10,233.30	11,43,158.10
	Depreciation and amortisation expense		2,47,697.44	2,29,406.00
	Other expenses	18	89,64,647.59	98,28,736.40
	Total Expenses		1,95,268.73	1,70,042.45
V	Profit before exceptional and extraordinary items and tax (I-IV)		(1,19,603.61)	32,878.69
VI	Exceptional items (preliminary expenses w/o)		-	-
VII	Profit / (loss) before extraordinary items and tax (V - VI)		(1,19,603.61)	32,878.69
VIII	Extraordinary items		-	-
IX	Profit / (loss) before tax (VII - VIII)		(1,19,603.61)	32,878.69
X	Tax expense :			
	(1) Current tax		-	21,265.00
	(2) Deferred tax		-	-
	(3) Income Tax Adjustment		-	-
XI	Profit / (loss) for the period from continuing operations (IX - X)		(1,19,603.61)	11,613.69
XII	Profit / (loss) from discontinued operations		-	-
XIII	Tax expense of discontinued operations		-	-
XIV	Profit / (loss) from discontinued operations (after tax) (XII- XIII)		-	-
XV	Profit / (loss) for the period		(1,19,603.61)	11,613.69
XVI	Earning per equity share			
	(1) Basic		-4.78	0.46
	(2) Diluted		-4.78	0.46

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR P MAHESHWARI V GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS

[RAJESH BIYANI] - PARTNER
M.NO.076910

FOR FOR PENTAHEIGHT STRUCTURES PVT. LTD.

[DIRECTOR] [DIRECTOR]

PLACE : KANPUR
DATED : 01.09.2018

PENTAHEIGHT STRUCTURES+B154 PVT. LTD.

Registered Office : 101, Gyan Gangotri, Gopal Vihar, 14/75, Civil Lines, Kanpur

Notes to Balance Sheet

	Particulars	As at 31.03.2018	As at 31.03.2017
1	**SIGNIFICANT ACCOUNTING POLICIES**		
a	Accounts are prepared on Historical Cost Basis.		
b	Income and Expenditures are accounted for on Accrual Basis.		
c	Expenditure is generally recorded on Mercantile Basis Except for Retirement Benefits.		
d	Fixed Assets are stated at cost less depreciation, the depreciation on fixed assets are provided at the rates specified in Schedule XIV of the Companies Act, 1956 under written down value method on prorata basis.		
e	The fundament accounting assumption relating to going concern consistency and accrual have been followed.		
2. Share Capital			
a	**Authorised**		
	250000 Equity Shares of Rs.10/- each	2,500,000.00	2,500,000.00
b	**Issued, subscribed, called up & paid up share capital**		
	25000 Equity Shares of Rs.10/- each	250,000.00	250,000.00
c	Par value per share	10.00	10.00
d	Reconciliation of the number of shares		
	Opening no of shares	-	-
	Add Addition during the year	25,000	25,000
	Less Deletion during the year	-	-
	Closing no of shares	25,000	25,000
e	Shares held by each shareholder holding more than 5% shares		
	AMOD KRISHNA 20%	5000.00	5000.00
	BASANT GUPTA 20%	5000.00	5000.00
	RITESH KUMAR GUPTA 20%	5000.00	5000.00
	NAVIN PARWANI 20%	5000.00	5000.00
	ANADI TIWARI 20%	5000.00	5000.00
		25000.00	**25000.00**
3. Reserves & Surplus			
	Profit & Loss a/c (Opening)	(99,540.20)	(111,153.89)
	Add:Profit/ (loss) during the year	(119,603.61)	11,613.69
	Profit & Loss a/c (Closing)	(219,143.81)	(99,540.20)
	TOTAL	**(219,143.81)**	**(99,540.20)**
4. Long-term borrowings			
	Unsecured loans		
	- from banks.	-	-
	- from Directors	44,392,800.00	32,982,800.00
	- from Body Corporates	25,484,971.00	28,587,091.00
		69,877,771.00	**61,569,891.00**
5. Trade Payables			
a	Bank Balance Overdraft	785,915.37	-
b	Auditor's Fees Payable	30,000.00	15,000.00
c	Tds Payable	154,635.00	261,400.00
d	Service Tax Payable	-	198,913.00
e	Legal Exps. Payable	40,000.00	25,000.00
f	Gst Payable	478,047.80	-
g	Salary Payable	-	20,000.00
h	Sundry creditors (Other payables)	739,378.45	531,261.45
		2,227,976.62	**1,051,574.45**
6. Other current liabilities			
a	Current maturities of long-term debt;	-	-
b	Current maturities of finance lease obligations;	-	-
c	Interest accrued but not due on borrowings;	-	-
d	Interest accrued and due on borrowings;	-	-
e	Income received in advance;	-	-
f	Unpaid dividends	-	-
g	Application money received for allotment of securities (with full details) and due for refund and interest accrued thereon	-	-
h	Unpaid matured deposits and interest accrued thereon	-	-

PENTAHEIGHT STRUCTURES+B154 PVT. LTD.

Registered Office : 101, Gyan Gangotri, Gopal Vihar, 14/75, Civil Lines, Kanpur

Notes to Balance Sheet

	Particulars		As at 31.03.2018	As at 31.03.2017
i	Unpaid matured debentures and interest accrued thereon		-	-
j	Other payables (Advance against flat booking)		56,621,372.32	30,906,459.00
			56,621,372.32	**30,906,459.00**
7. Short-term provisions				
a	Provision for employee benefits.			
b	Others (specify nature).		-	-
	For Tax		21,265.00	21,265.00
			21,265.00	**21,265.00**
9. Current Investments				
a	Investments in Equity Instruments;			
b	Investments in preference shares		-	-
c	Investments in Government or trust securities;		-	-
d	Investments in debentures or bonds;		-	-
e	Investments in Mutual Funds;		-	-
f	Investments in partnership firms		-	-
g	Other investments (specify nature)		-	-
			-	-
			-	-
10. Inventories				
a	Work in Progress		89,957,427.95	60,075,086.96
b	Raw Material		-	-
c	Finished goods		-	-
			89,957,427.95	**60,075,086.96**
11. Trade Receivables				
	Secured Considered good			
a	Exceeding more than Six Months		-	-
b	Other Debts		-	-
			-	-
12. Cash and cash equivalents				
a	Balances with banks;		7,946,180.22	3,324,102.66
	Term Deposit (Pledge with Authorities)		-	-
	Current Account		-	-
b	Cheques, drafts on hand;		-	-
c	Cash on hand;		73,444.10	319,465.10
d	Others (specify nature).		-	-
			8,019,624.32	**3,643,567.76**
13. Short-term loans and advances				
	Secured / Unsecured, Considered good / doubtful			
a	Loans and advances to related parties (giving details thereof);		-	-
b	Other parties		29,762,200.86	28,707,116.94
			29,762,200.86	**28,707,116.94**
14. Other current assets (specify nature).				
i	Priliminary Exps.		-	32,600.00
ii	VAT Itc		-	16,288.59
			-	**48,888.59**

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PENTAHEIGHT STRUCTURES PVT. LTD.

Registered Office : 101, Gyan Gangotri, Gopal Vihar, 14/75, Civil Lines, Kanpur

Notes to Profit and Loss Account

	Particulars		Figures for current reporting period	Figures for previous reporting period
14. Revenue from Operations				
a	Sale of Products		-	-
	Outsourcing Services		-	-
			-	-
15. Other Income				
a	Interest Income (in case of a company other than a finance company):		65,718.09	2,02,921.14
b	Dividend Income (Subsidiary / Long term / Current)		-	-
c	Net gain / loss on sale of investments (Current / Long Term)		-	-
i	Profit on sale of Assets		-	-
d	Other non-operating income (net of expenses directly attributable to such income)		-	-
i	Keyman Policy amount written back		-	-
ii	Miscalleneous income(includes discount and freight recd)		9,947.03	-
			75,665.12	**2,02,921.14**
16. Employee benefit expenses				
a	Salaries and wages,		21,95,316.00	16,57,500.00
b	Directors remuneration		8,40,000.00	16,80,000.00
c	Contribution to provident and other funds,		-	-
d	Expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan (ESPP),		-	-
e	Staff welfare expenses		10,608.00	13,475.00
			30,45,924.00	**33,50,975.00**
17. Finance cost				
a	Interest		12,00,533.00	11,35,832.60
b	Bank charges		9,700.30	7,325.50
			12,10,233.30	**11,43,158.10**
18. Other expenses				
a	Consumption of stores and spare parts.		43,042.00	5,49,801.00
b	Labour cess		-	1,00,000.00
c	Rent.		2,40,000.00	2,00,000.00
d	Advertisement exps		60,080.00	43,202.00
e	Freight and cartage		1,01,330.00	1,43,020.00
f	Security exps.		-	1,75,507.00
g	Site office exps.		85,040.00	90,983.00
h	Itc reversed on consumption of material		3,55,032.84	11,07,771.45
i	Vehicle exps		47,660.00	54,505.00
j	Insurance (XUV Insurance)		36,290.00	39,067.00
k	Consultancy charges		4,52,255.00	4,02,250.00
l	Payment to contractors and other fee		68,73,999.00	65,74,349.00
m	Payment to auditors		15,000.00	15,000.00
n	Travelling & Conveyance Expenses		21,185.00	21,758.00
o	Postage and telephone		20,183.00	21,272.00
p	Power and fuel.		1,87,581.00	1,06,983.00
q	Repairs and Maintainence		1,50,863.84	17,770.00
r	Miscellaneous expenses		40,465.13	14,879.00
s	Commission		25,000.00	-
t	Other Expenses		2,09,640.78	1,50,618.95
			89,64,647.59	**98,28,736.40**

Naim Pawar

PENTAHEIGHT STRUCTURES PVT. LTD.

Registered Office : 101, Gyan Gangotri, Gopal Vihar, 14/75, Civil Lines, Kanpur

Notes to Profit and Loss Account

	Particulars		Figures for current reporting period	Figures for previous reporting period
19.	**Payment to Auditors**			
a	Audit Fees		15,000.00	15,000.00
			15,000.00	15,000.00
20.	**Earnings in Foreign Currency**			
a	Earning in Foreign Currency		-	-
			-	-
21.	**Expenditure in Foreign Currency**			
a	Expenditure in Foreign Currency		-	-
			-	-

22	Information relating to Related Parties and Transactions with related parties is annexed.
23	The Company has not received any information from suppliers regarding their status under Micro Small and Medium Enterprises Development Act, 2006 and hence relevant disclosure as required under the act could not be given.
24	In the opinion of the management, Current Assets and Loans & Advances have value in realization in ordinary course of business at least equal to the amount at which they are stated. Balances of Unsecured Loans, Sundry Creditors, Debtors and Advances are subject to confirmations and encashment of cheques received / issued.
25	The previous year's figures have been regrouped wherever necessary.
26	Notes '1' to '25' Forms an integral part of accounts.

For- P MAHESHWARI V GUPTA & ASSOCIATES
Chartered Accountants

Rajesh Biyani

[RAJESH BIYANI] - Partner
M. No. 076910
Place: Kanpur
DATED : 01.09.2018

FOR PENTAHEIGHT STRUCTURES PVT. LTD.

[Director] [Director]